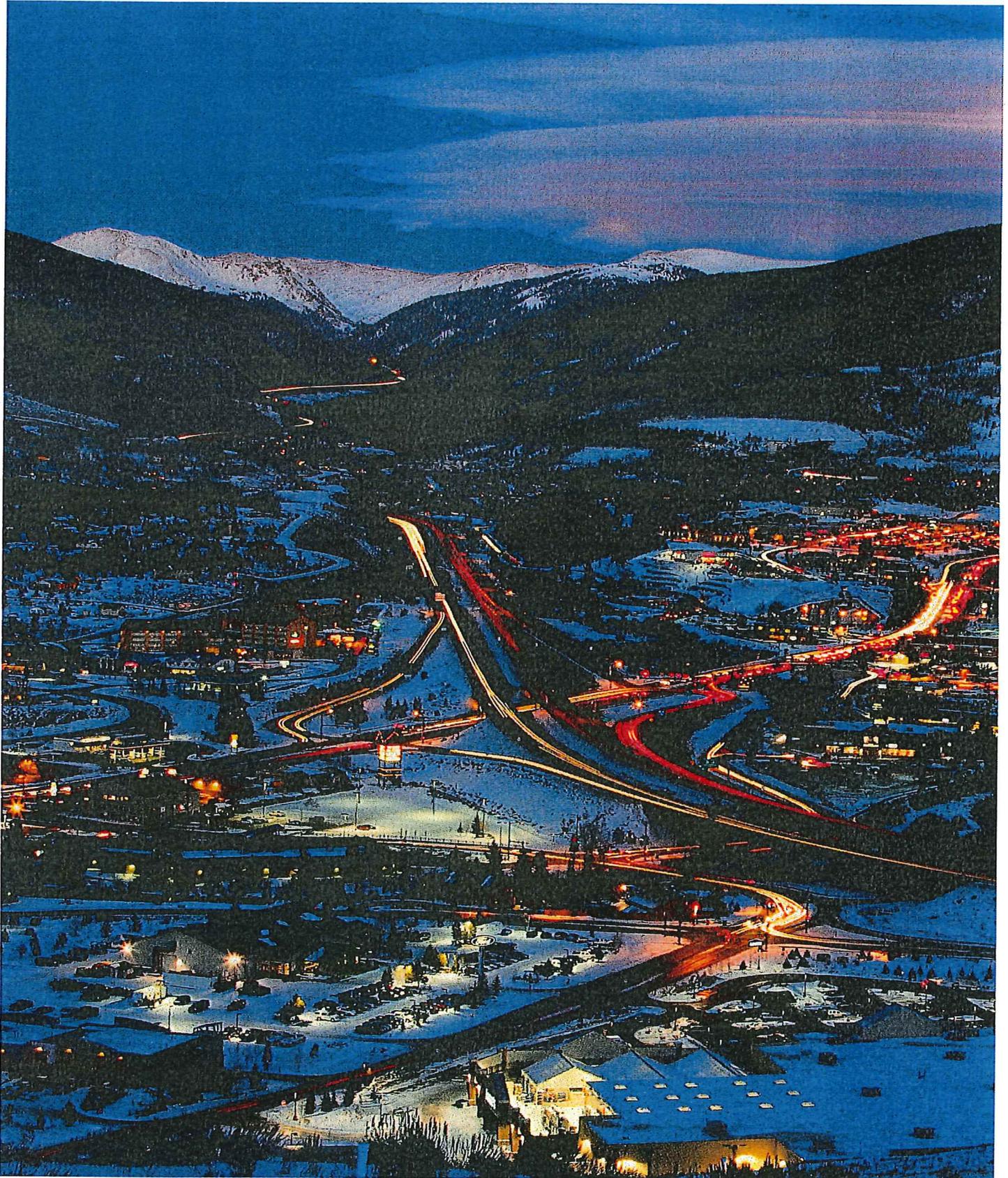


# TOWN OF SILVERTHORNE COLORADO



**COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR  
YEAR ENDED DECEMBER 31, 2015**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**YEAR ENDED DECEMBER 31, 2015**

Prepared by:  
Town of Silverthorne's  
General Government Department

**TOWN OF SILVERTHORNE, COLORADO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**For Fiscal Year Ended December 31, 2015**

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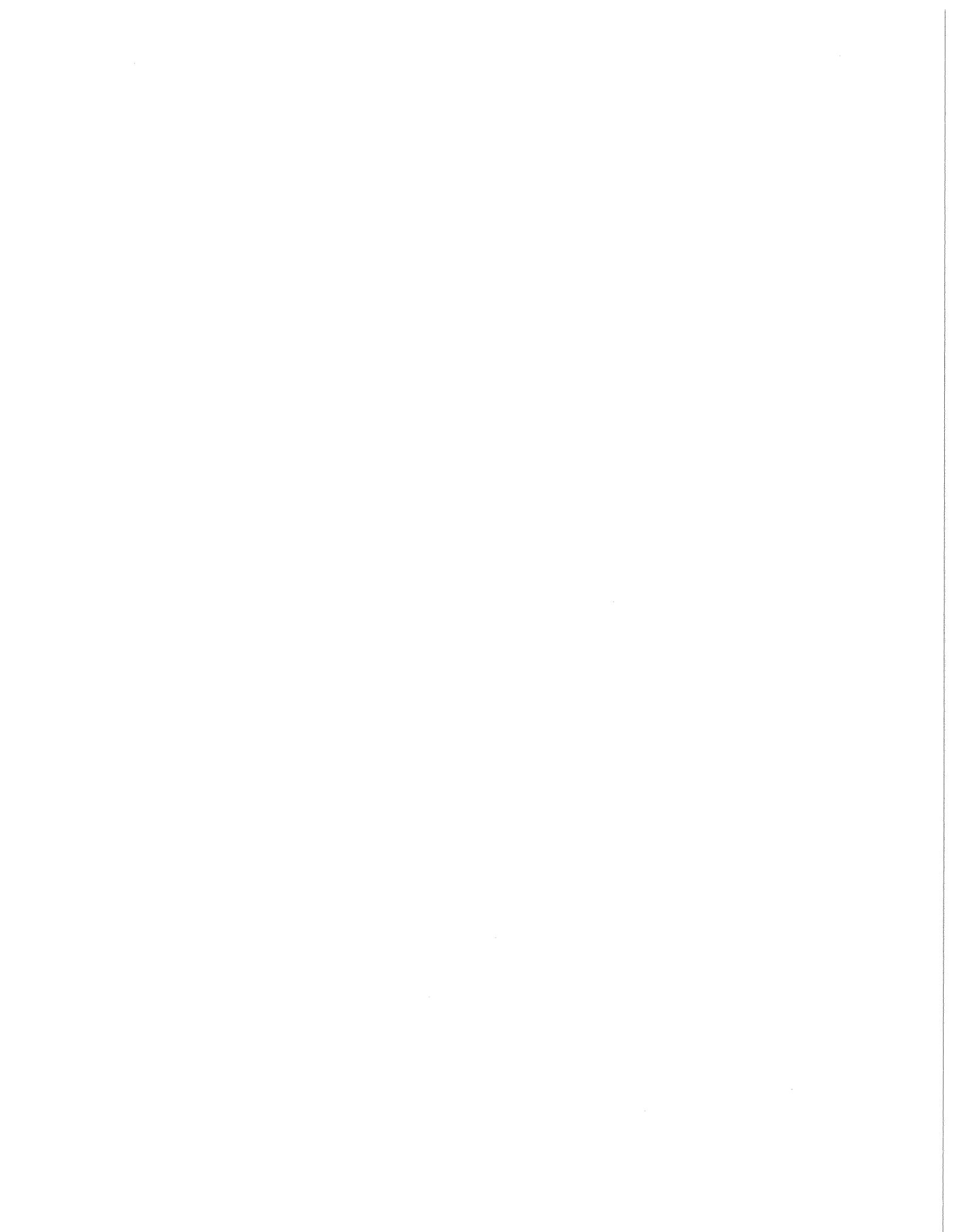
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**To the Honorable Mayor, Members of the Town Council and the Citizens of the Town of Silverthorne:**

The Town of Silverthorne is pleased to present the comprehensive annual financial report, prepared in accordance with generally accepted accounting principles (GAAP) for the year ended December 31, 2015. The report is submitted as mandated by both local ordinance and state statutes. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Town government. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the Town government. The Town has established an internal control structure designed to ensure accurate financial reporting and to safeguard the assets of the Town. Because the cost of internal controls 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. All disclosures necessary to enable the reader to gain an understanding of the Town's financial activities have been included.

The Town of Silverthorne's financial statements for the year ended December 31, 2015, have been issued an unmodified ("clean") opinion by Swanhorst & Company, LLC, a firm of licensed certified public accountants. The independent auditor's report is presented as the first component of the financial section of this report.

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

***Governmental Structure***

Of all the towns in Colorado, few have probably experienced the overwhelming change that Silverthorne has in the short time since its incorporation in 1967. Over the course of its brief existence, the Town has gone from a makeshift construction camp for workers building the Dillon Dam, to a period in which the most the Town had to offer was a convenient refueling stop along Interstate 70, to a full-service, well-balanced community of approximately 4,000 people.

The Town of Silverthorne is located high in the Colorado Rocky Mountains, approximately 70 miles west of Denver, at an elevation of 8,730 feet. It is situated along the Lower Blue River Valley below peaks of 12,000 and 13,000 feet and is surrounded on two sides by large stands of forest and Wilderness Area. It is considered the gateway to Summit County and Western Colorado. Three major ski resorts are within 10 miles of Silverthorne making Silverthorne a "bedroom community" to the resorts and an attractive area for second homeowners.

The government operates under the council-manager form of government. Policymaking and legislative authority are vested in the Town Council, which consists of a mayor and six-member council. The Town Council is responsible for, among other things, passing ordinances, adopting the budget and hiring the Town Manager. The Town Manager is responsible for carrying out the policies and ordinances of the Town Council and for overseeing the day-to-day operations.

The Town provides a full range of services. These services include police protection, street construction and maintenance, infrastructure, water and sewer services, a recreation center, recreation activities, cultural events and the Silverthorne Urban Renewal Authority (URA). Wastewater services are provided through a legally separate Joint Sewer Authority, which the Town manages and are therefore reported separately within the Town of Silverthorne's financial statements. Additional information on the Authority can be found in Note G in the notes to the financial statements.

The Town Council is required to adopt a final budget by no later than the thirty days prior to the beginning of the fiscal year. This annual budget serves as the foundation for the Town of Silverthorne's financial planning and control. The budget is prepared by fund, function (e.g. public safety), and department (e.g. police). Department Directors may transfer resources within a department. Transfers between departments require the Town Manager's approval while transfers between funds need approval from the Town Council. Adjustments to the budget are conducted several times during a fiscal year after Town Council review and approval via ordinance.

In order to accomplish the goals set for 2015, it is important to note the primary goal of the Town Council as described in its Mission Statement:

*We, the Silverthorne Town Council, recognize our Town as a year-round, family community with economic, recreational and social opportunities for all citizens to have a mountain quality of life."*

The Mission Statement and other tools such as the Home Rule Charter, the Municipal Code, the Comprehensive Plan, the Three Mile Plan, Parks, Trails & Open Space Plan and Department Policies (Operations, Personnel and Financial) all provide guidance to the Town Council and Town staff in their task of making decisions regarding daily operations as well as long range planning.

### **Factors Affecting Financial Condition**

**Local Economy:** Fiscal year 2015 saw the continuation of the national/state/local recovery since the recession which began in 2008. Sales tax revenues, which continue to be our major revenue source, saw solid growth in 2015. Increase in construction continued in 2015, including the completion of a 80 room Hampton Inn plus construction of over 25 single family residences.

Silverthorne is home to many commercial businesses that service the community and surrounding areas. The remainder of the economy is tourism related, with 80 (when fully leased) Outlet stores, 35 fast-food/restaurants and 7 hotels. Major industries/employers in 2015 included: Lowes, Silverthorne Outlet Stores, Xcel Public Utilities, Town of Silverthorne, U.S. Forest Service, Colorado Mountain Express, Target and a combination of lodging, building and restaurant businesses. In recent years, many of these businesses, including the Town, laid off or left positions vacant. Fiscal year 2015 saw great recovery in employment. One could say we've moved back to not having enough employees to fill the need of our employers. At the time of this writing it is considered an employee market. As a comparison, the County and State unemployment rates for 2011 were 7.1% and 8% respectively, and for 2015 the rates were 1.6% and 3.5%.

The Town continues to be financially stable and did not use general fund balances for 2015 annual operations. Economic history includes: expenditure reductions during fiscal years 2002 – 2004, the opening of the Target store in March of 2003, strong tourism and building industries in 2005 - 2008 and the remodeling of the Outlet Stores. Beginning in 2009 and continuing into 2011, the Town froze salaries, left five positions vacant and had across-the-board reductions to supplies & services. 2013 saw the opening of the Lowes Home Improvement store. 2015 included a performance based and market salary increases for employees and allowing growth in department expenditures. While the Town has had modest to moderate increases in cash throughout the years, it looks toward the future and realizes the need to diversify and increase revenues if it is to continue to grow and remain in

healthy financial condition. However, due to conservative reserve policy (6-month of expenditures), the Town is in position to handle economic difficulties.

The primary challenge the Town faces is its dependency on sales tax revenues. Sales tax revenues comprised 63% of the general fund and 99.9% of the sales tax capital fund revenues. Pre-recession fiscal year 2007 saw sales tax revenues for the Town at \$8,744,604. Fiscal years 2008 and 2009 saw sales tax revenues decrease 3% and 12%, respectively. Fiscal year 2015 finished at an all-time high of \$10,173,746 and saw a 7.9% increase from 2014. Fiscal year 2013 was the first year to surpass 2007 sales tax figures. Meaning it has taken the Town many years to recover from the recession. Sales tax trends model the health of our local businesses.

The Outlet stores make up 28% of the Town's total sales tax revenues and are an important contributor to the Town's revenues. The Outlets have been in Silverthorne since the mid-1980s. The Outlets have done one major exterior remodel to their buildings and pedestrian areas. The economy and international travelers has had an effect on the Outlets which are still experiencing some store vacancies. Beyond many smaller businesses, the Town is home to a Target and Lowes Home Improvement stores and added a new Hampton Inn in December of 2015.

State-wide skier/snowboarder numbers were up by 8.5% for the 2014/2015 winter season. Recent reports from Colorado Ski Country and Vail Resorts, the owner of two of four ski resorts in Summit County, note that the 2015/2016 season saw visitor numbers increase by 5% for non-Vail Resort resorts and 18.5% for all Vail Resorts (including those outside of Summit County). The effects of these numbers generally are a mirror to the Town's most valuable revenue, sales taxes.

New building permits issued in 2015 were up compared to 2014. For 2015 the Town saw 44 new residential permits as compared to 33 in 2014. Building related permits were up by 93 permits or 38%. Building related activities bring in one-time building related revenues including building permits, excise tax, utility taps, sales taxes and 5A impact fees. Building permit revenues are a direct indicator as to building retailer's revenues. In 2015, building retail sales tax revenues increased in by 22.4%. Regional, building activity is seeing an upswing compared to past years. Even with new residential building increases, the community is seeing a strain on affordable housing.

General fund revenues have out-paced expenditures in 2015 by \$1,928,697. This was due to the Town continuing to react with tight controls of our expenditures while cautiously watching sales tax revenues recover. Emphasis has been placed on economic development by specifically looking at our Town Core area. Even with the expenditure controls, the Town continued to address maintenance projects that are now part of a long term asset management program.

**Long-Term Financial Planning:** The spendable fund balance in the general fund is 115% of annual expenditures. This certainly has the Town in a comfortable financial position as we continue to buffer the current economic recovery.

In 2016, the Town will design the next section of the Blue River Trail. The trail is and has been a long-term goal for the Town and is mostly being funded by capital and special revenue funds whose sole purpose is to use these funds towards this type of capital project. The Town expects to have the full trail completed by 2019 and to cost the Town approximately \$8 million dollars. The completion of the trail will be another asset to the Town that will draw visitors, residential and commercial development.

The Town has a few large parcels of commercially zoned property still undeveloped. Since our only grocery store left Silverthorne in 1998, it has been a priority to bring another grocery store to Town. However, it's felt this will eventually happen when more homes are built. The other reason for the desire of a grocery store is to bring diversity to the Town's sales tax base.

The Town has developed a Town Center area located between the Blue River and Hwy 9. The Center currently consists of an enclosed pavilion, which hosts entertainment, arts, weddings, private and community events. A fly fishing shop and an outside public area to encourage gatherings and viewing of the river are also included. The second phase of the Town Center includes two privately owned restaurant/office/retail buildings with residential properties above the riverside building. The two pedestrian bridges connect the Center to Phase III of the Outlets. Pedestrian walkways also add to the accessibility to the Center. The Town of Silverthorne does not have a "downtown area" like older communities. The Town completed a comprehensive master plan in 2014 and made material zoning changes in 2015 and is taking steps towards looking at development in our core business area, which includes the Town Center. The plan is an important piece that encourages and allows retail/residential development within the Town Core area. The Town is thriving for balancing economics with our vision of a vibrant Town Core area.

In 2015, the Town completed an arts strategic plan. Our Council has made arts and culture a major goal for the Town and as part of our Town Core area. As part of the plan, the Town has an agreement with the Lake Dillon Theater Company (LDTA) to move to Silverthorne and be a tenant in a new performing arts center (PAC) which is being constructed in 2016/2017. The PAC is being built on the lawn north of the Town pavilion; right in the heart of our Town Core area. This will be a major addition to the Town and our Citizens.

The financial challenge for the Town is to bring balance between commercial and residential development. Commercial helps generate revenues for the Town. Residential requires public services but provides very limited revenues to offset the cost of those services.

**Relevant Financial Policies:** The Town recognizes that in order to maintain current service levels and the potential need to increase service levels when impacted by growth in future years, the Town will need to find other revenue sources and/or continue to encourage increase in sales tax generating businesses. Per the Town's Financial Policies, the Town maintains financial reserves "to pay for needs caused by unforeseen emergencies which may include revenue shortages." This contingency can assist the Town in maintaining current service levels, but utilizing these funds is not interpreted as a long-term solution to a situation. In general, the Town Council does not consider the use of reserves for general day to day operations. The question of "Who pays for services when growth occurs?" continues to be a statewide challenge for Colorado and locally for Silverthorne. The Town has addressed this issue by utilizing real estate transfer assessments and general improvement districts in some current and future residential areas. Watch for these revenue sources to become a part of the Town's revenue base in future years.

Per the Town's financial policies, capital related funds allow fund balances to grow and then be utilized for one-time type of capital projects as defined by the funds. Therefore, it's not unusual to see years where capital expenditures are greater than actual revenues.

**Major Initiatives:** For the first time in many years, the Town was able to feel that we had reach the end of the many economic challenges we had faced due to the past weak economy and its affect on tourism, residential development and diversity of our revenues. Without a town-assessed property tax, there will continue to be no additional revenues to assist paying for Town services and continued maintenance of Town assets. Again we remain dependent on growth in our sales tax base.

The Town has committed to economic development. We've activated our Urban Renewal Authority (URA); including reviewing sections of our commercial districts, purchasing property and activating the use of tax incentive systems such enhance sales tax incentive programs and tax increment financing funding. In 2016, we'll continue to see the URA property tax increment revenues which began in 2015. We've committed funds and staff time to searching for opportunities to make the best use of our

commercial districts and entrance to our community. Additionally, we've updated our comprehensive plan and parks trails and open space master plan that will set the future of our Town.

As mentioned above, the Town is looking to expand cultural opportunities. In 2016, the Town will be breaking ground on a new performing arts center and contracting with the Lake Dillon Theater Company to make the center their new home. Other art related projects and events will be incorporated into the Town. This is one of our Councils goals that will draw more people to our community as well as economic development as well as give our citizen another reason to appreciate the community they live in.

Town management and Council have and will continue to work hard to analyze the many complex issues, look for ways the best ways to utilize Town funds and still provide services to the public while planning for the future.

### **Awards and Acknowledgements**

**Awards:** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Silverthorne for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2014. The Certificate of Achievement is a prestigious national award; recognized for conformance with the highest standards for preparation of state and local government financial reports.

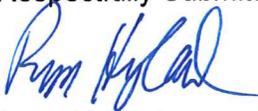
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR), whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. Fiscal year 2014 was the twentieth consecutive year the Town of Silverthorne has received the award. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

The Town also received the GFOA Distinguished Budget Presentation Award for our 2015-2016 Financial Plan. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan and as a communication device.

**Acknowledgments:** The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance & Administration Department. We would also like to express our appreciation for the cooperation of the other Town departments, which provided assistance and support.

Finally, we acknowledge the Mayor and Town Council, who have consistently supported the Town's goal of excellence in all aspects of financial management. Their continuing interest and support is greatly appreciated.

Respectfully Submitted,



Ryan Hyland  
Town Manager, Town of Silverthorne



Donna Braun, CPA, National & Co. CPFO  
Director of Finance & Administration

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Government Finance Officers Association

**Certificate of  
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for Excellence  
in Financial  
Reporting**

Presented to

**Town of Silverthorne  
Colorado**

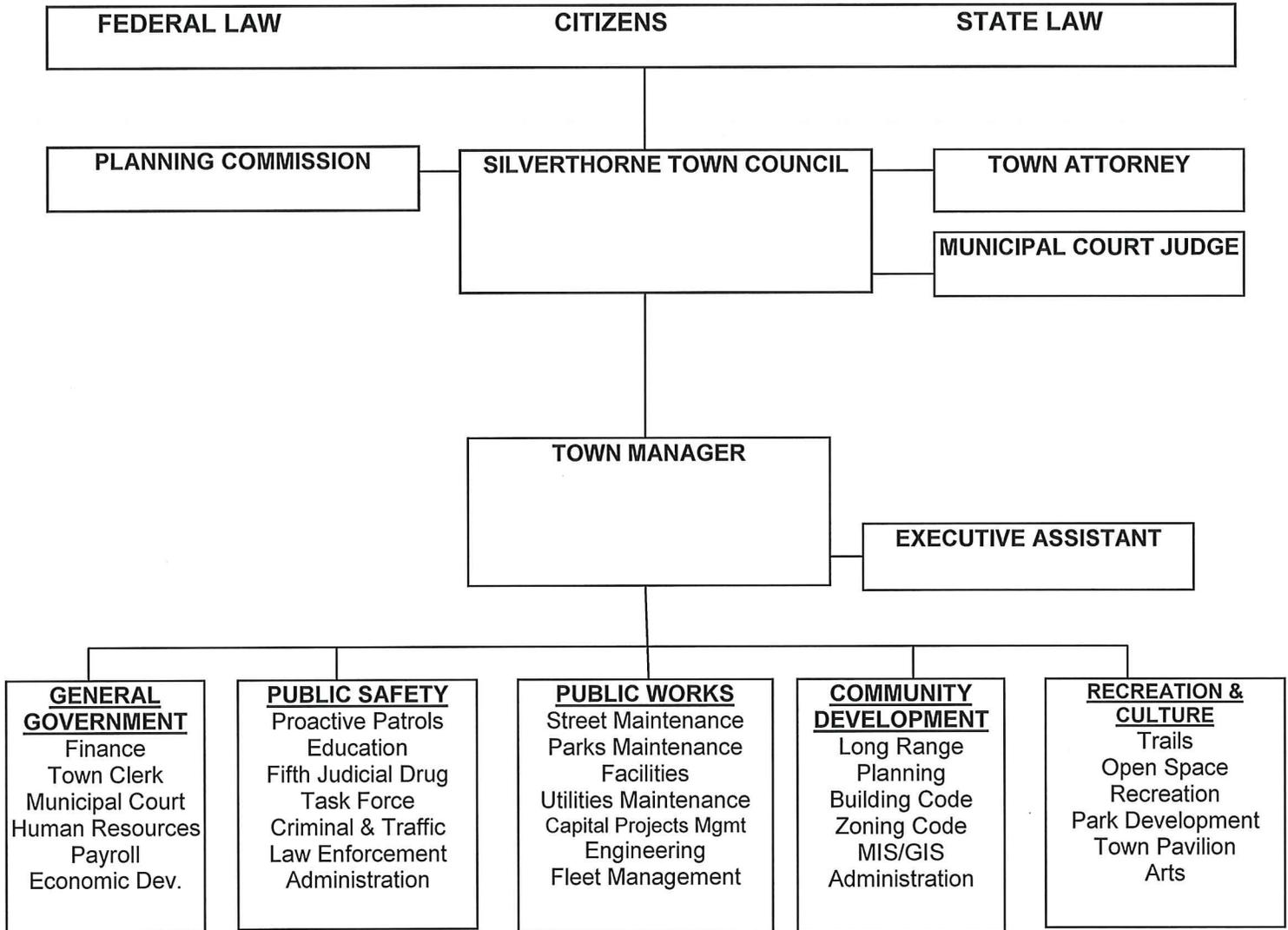
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2014**

Executive Director/CEO



## TOWN OF SILVERTHORNE, CO ORGANIZATIONAL CHART





TOWN OF SILVERTHORNE, COLORADO  
LIST OF ELECTED AND ADMINISTRATIVE OFFICIALS  
December 31, 2015

**Elected Officials**

Mayor	Bruce Butler
Mayor Pro-tem	Ann-Maria Sandquist
Council Members	Russ Camp
	Derrick Fowler
	Peggy Long
	JoAnne Nadalin
	Stuart Richardson

**Administrative Officials**

Town Manager	Ryan Hyland
Assistant Town Manager	Mark Leidal
Attorney	Matt Mire
Town Clerk	Michele Miller
Administration & Finance Director	Donna Braun
Police Chief	Mark Hanschmidt
Public Works Director	Bill Linfield
Community Development Director	Mark Leidal
Recreation & Culture Director	JoAnne Cook

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

### INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Silverthorne as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Town of Silverthorne, 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. 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 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 internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

#### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Silverthorne as of December 31, 2015, and the respective changes in financial position and cash flows, where applicable, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Other Matters (Required Supplementary Information)**

Accounting principles generally accepted in the United States of America require that the management discussion and analysis and the required supplementary information 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 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 Matters (Other Information)**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Silverthorne's basic financial statements. The introductory section, combining and individual fund statements and schedules, statistical section, and local highway finance report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules and the 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 the 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.

*Ernst & Young LLP*

June 29, 2016

## TOWN OF SILVERTHORNE, COLORADO

### MANAGEMENT DISCUSSION & ANALYSIS

December 31, 2015

As management of the Town of Silverthorne, we offer readers of the Town of Silverthorne's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal 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, which can be found on pages 1-5 of this report.

#### **FINANCIAL HIGHLIGHTS**

- The assets of the Town of Silverthorne exceeded its liabilities at the close of fiscal year 2015 by \$96,886,008 (*net position*). Of this amount, \$25,154,535 (*unrestricted net position*) may be used to meet the Town's ongoing obligations or unforeseen expenses.
- As of the close of fiscal year 2015, the Town of Silverthorne's governmental funds reported a combined ending fund balance of \$14,495,019; an increase of \$1,952,304 compared to fiscal year 2014. \$6,956,652 of the fund balance total is considered unassigned.
- At the end of fiscal year 2015, unassigned fund balance for the general fund was \$10,874,244 or 115% of the total general fund expenditures.
- The general fund fund balance increased by \$1,568,697 in 2015. Governmental funds general sales tax revenues, which is the Town's primary revenue source, increased by \$515,662 or 7.8% as compared to 2014 results.
- The Town governmental and proprietary funds expended \$3,705,518 in capital assets in 2015. Contributed infrastructure from developers in 2015 equated to \$152,434.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

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

##### **Government-wide Financial Statements**

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

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

Both of the government-wide financial statements distinguish functions of the Town of Silverthorne 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 of Silverthorne include: general government, public safety (police), public works, community development, recreation & culture,

urban renewal and housing. The Business-type Activities of the Town of Silverthorne include water and sewer.

The government-wide financial statements can be found on pages 23-25 of this report.

### **Fund Financial Statements**

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

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

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

The Town of Silverthorne maintains seven 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, sales tax capital improvement and urban renewal authority fund. These three funds are considered to be major funds. The other four funds are combined in the capital project funds into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report.

The Town adopts an annual appropriated budget for its general, sales tax capital improvement and urban renewal authority funds. A budgetary comparison statement has been provided for the general, sales tax capital improvement and urban renewal authority funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 26-28 of this report.

**Proprietary Funds** – The Town of Silverthorne maintains 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 its water and sewer funds. *Internal service funds* are an accounting device used to accumulate and allocate costs internally. The Town uses an internal service fund to account for health & short-term disability insurance claims. Because these services predominantly benefit the Town rather than business-type functions, it has been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for water and sewer funds. Both are considered to be major funds of the Town of Silverthorne. The health & short-term disability insurance claims internal service fund are also presented in the proprietary fund statements.

The basic proprietary fund financial statements can be found on pages 29-31 of this report.

Fiduciary Funds – The Town of Silverthorne maintains one fiduciary fund, the Joint Sewer Authority, which is an agency fund. It is used to account for situations where the Town’s role is purely custodial. Agency funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Town’s own programs. All assets reported in agency funds are offset by a liability; the accrual basis of accounting is used to recognize receivables and payables.

The fiduciary fund financial statements can be found on page 32.

**Notes to Financial Statements & Required Supplementary Information** – The notes and required supplementary information provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes and required supplementary information to the financial statements can be found on pages 33-52 of this report.

**Supplementary & Other Information** – The supplementary and combining statements referred to earlier in connection with major and non-major governmental funds are presented immediately following the required notes to financial statements. Combining and individual fund statements and schedules can be found on pages 53-72.

**FINANCIAL ANALYSIS OF THE TOWN AS A WHOLE**

**Net Position** – As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the Town of Silverthorne, governmental activities assets exceeded liabilities by \$60 million at the close of fiscal year 2015.

Combined net position of the Town at December 31, were:

	<b>TOWN OF SILVERTHORNE’S NET POSITION</b>					
	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>	
	2015	2014	2015	2014	2015	2014
Current and Other Assets	\$ 16,347,693	\$ 14,169,050	\$ 14,559,692	\$ 13,150,448	\$ 30,907,385	\$ 27,319,498
Capital Assets	45,961,953	45,284,372	22,303,504	22,920,439	68,265,457	68,204,811
Total Assets	62,309,646	59,453,422	36,863,196	36,070,887	99,172,842	95,524,309
Long-Term Liabilities	677,399	621,721	27,636	23,348	705,035	645,069
Other Liabilities	1,487,074	967,761	39,625	27,871	1,526,699	995,632
Total Liabilities	2,164,473	1,589,482	67,261	51,219	2,231,734	1,640,701
Deferred Inflows of Resources	55,101	31,463	-	-	55,101	31,463
<b>Net Position:</b>						
Net Investment in Capital Assets	45,798,581	45,104,372	22,303,504	22,920,439	68,102,085	68,024,811
Restricted	3,629,389	3,256,926	-	-	3,629,389	3,256,926
Unrestricted	10,662,103	9,471,179	14,492,431	13,099,229	25,154,534	22,570,408
Total Net Position	\$ 60,090,073	\$ 57,832,477	\$ 36,795,935	\$ 36,019,668	\$ 96,886,008	\$ 93,852,145

By far the largest portion of the Town of Silverthorne's net position, 76%, reflects its investment in capital assets (e.g. land, buildings, infrastructure), less any related debt used to acquire those assets that is still outstanding. The Town of Silverthorne uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of Silverthorne’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay any debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net position may be used to meet the Town’s ongoing obligations to citizens and creditors.

The \$30,907,385 of Total Primary Government current and other assets includes \$15,224,198 in cash and investments. This reflects the strong cash balances that the Town of Silverthorne has maintained in 2015, even with completing \$3.7 million in capital projects. Cash & investments increased by \$2.5 million

in 2015 mostly due to increase in revenues over expenses related to one-time building permitting related revenues and slow growth in operating expenditures. Capital assets increased \$60,646 and included adding \$152,434 in infrastructure contributed by developers. The \$705,035 in long-term liabilities outstanding consists of compensated absences and lease/purchase debt.

At the end of 2015, the Town of Silverthorne is able to report a positive balance of net position for the government as a whole, as well as for its separate Governmental and Business-type Activities. The net position - unrestricted for the governmental activities equals 80% of total expenses in the statement of activities for governmental activities for 2015.

During 2015, the Town of Silverthorne's Governmental Activities net position increased by \$2,257,596. The increase from the Governmental Activities can be attributed to numerous revenue items during the year including: a \$744,731 increase in sales tax revenues from 2014 and over a million dollars in building related revenues. The net position from Business-type Activities showed a \$776,268 increase due to infrastructure contributed by developers and the sale of utility taps to new construction projects totaling \$1,019,012.

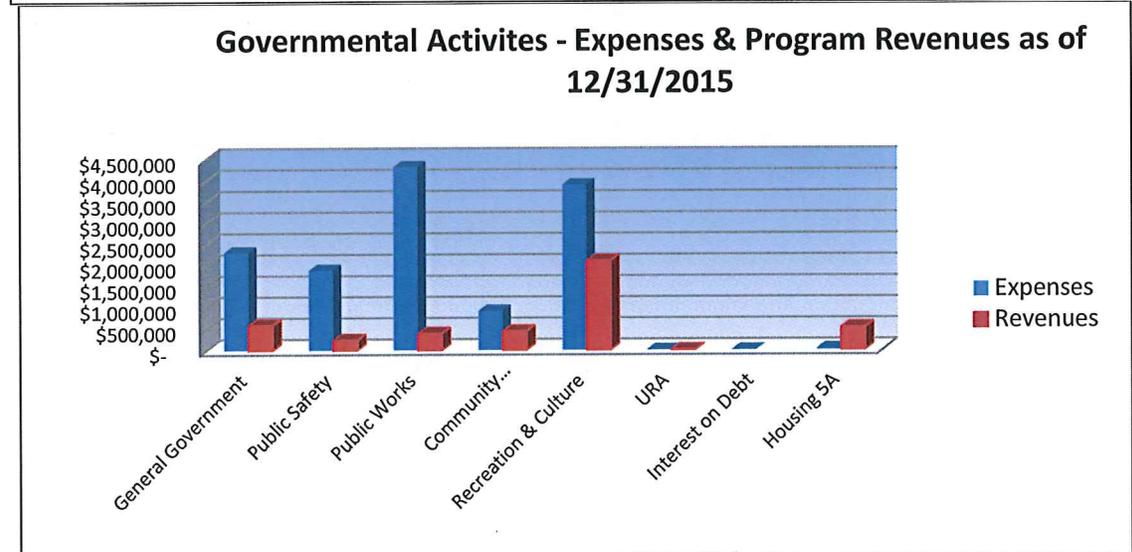
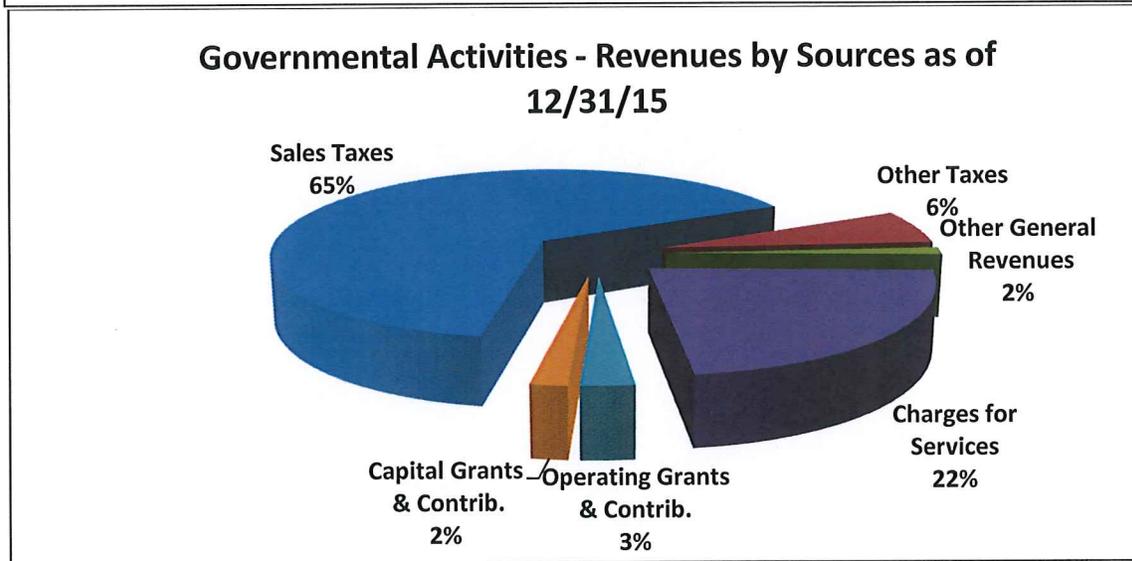
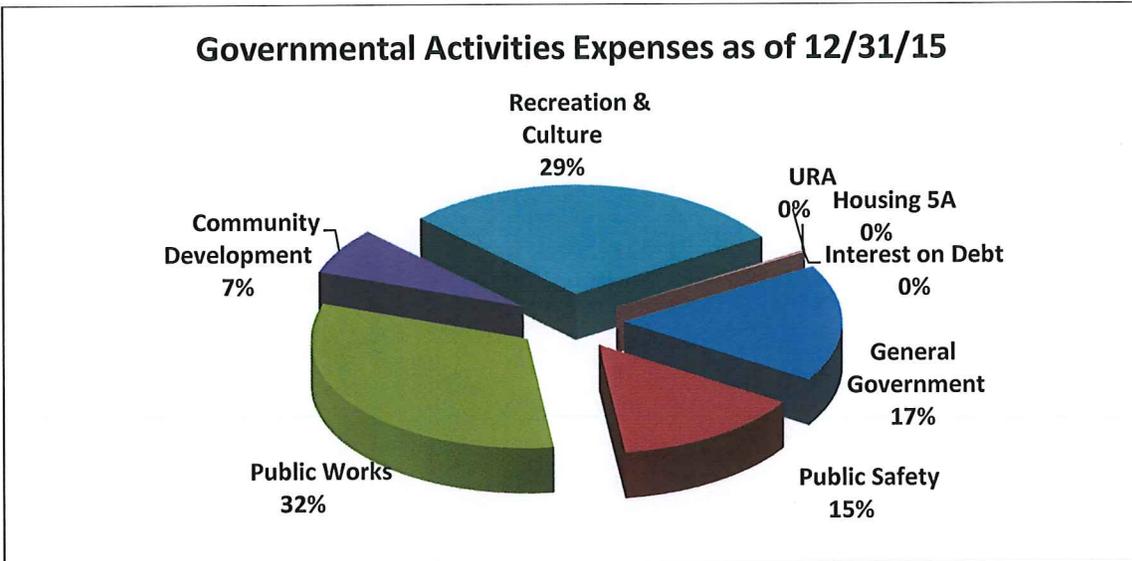
**Changes in Net Positions** – Governmental activities increased the Town of Silverthorne's net position by \$2,257,596, reflecting a 3.9% growth to total net position. This increase shows that the Town had continued to experience growth in 2015 and had a higher surplus as compared to 2014, by \$381,057, which again is reflected by the Town seeing an increase in revenues, and seeing expenses grow slightly (\$563,172) in 2015 compared to 2014. The higher surplus in 2015 was due to building related growth and sales tax revenue increases.

#### TOWN OF SILVERTHORNE'S CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
<b>Program Revenues:</b>						
Charges for Services	\$ 3,573,248	\$ 3,118,993	\$ 2,308,354	\$ 2,175,512	\$ 5,881,602	\$ 5,294,505
Operating Grants & Contributions	416,907	489,073	-	-	416,907	489,073
Capital Grants & Contributions	288,657	266,083	1,019,012	951,489	1,307,669	1,217,572
<b>General Revenues:</b>						
Sales Taxes	10,173,746	9,429,015	-	-	10,173,746	9,429,015
Other Taxes	972,695	802,663	-	-	972,695	802,663
Other General Revenues	209,834	585,031	520,224	322,112	712,058	907,143
<b>Total Revenues</b>	<b>15,635,087</b>	<b>14,690,858</b>	<b>3,829,590</b>	<b>3,449,113</b>	<b>19,464,677</b>	<b>18,139,971</b>
<b>Program Expenses:</b>						
General Government	2,312,724	1,935,134	-	-	2,312,724	1,935,134
Public Safety	1,888,198	1,928,658	-	-	1,888,198	1,928,658
Public Works	4,315,694	4,538,704	-	-	4,315,694	4,538,704
Community Development	925,638	917,763	-	-	925,638	917,763
Recreation & Culture	3,897,197	3,419,012	-	-	3,897,197	3,419,012
Housing	32,575	44,081	-	-	32,575	44,081
Urban Renewal Authority	2,298	30,967	-	-	2,298	30,967
Interest on Long Term Debt	3,167	-	-	-	3,167	-
Water	-	-	1,763,394	1,611,244	1,763,394	1,611,244
Sewer	-	-	1,307,929	1,366,990	1,307,929	1,366,990
<b>Total Expenses</b>	<b>13,377,491</b>	<b>12,814,319</b>	<b>3,071,323</b>	<b>2,978,234</b>	<b>16,448,814</b>	<b>15,792,553</b>
Excess Before Transfers	2,257,596	1,876,539	776,267	470,879	3,033,863	2,347,418
Transfers	-	-	-	-	-	-
<b>Change in Net Position</b>	<b>2,257,596</b>	<b>1,876,539</b>	<b>776,267</b>	<b>470,879</b>	<b>3,033,863</b>	<b>2,347,418</b>
Net Position –Beginning of Yr	57,832,477	55,955,938	36,019,668	35,548,789	93,852,145	91,504,727
<b>Net Position – End of Year</b>	<b>\$ 60,090,073</b>	<b>\$ 57,832,477</b>	<b>\$ 36,795,935</b>	<b>\$ 36,019,668</b>	<b>\$ 96,886,008</b>	<b>\$ 93,852,145</b>

**Governmental Activities**

Governmental activities increased the Town of Silverthorne's net position by \$2,257,596. The following are illustrative summaries of Governmental Activities revenues and expenses:



**Governmental Activities Analysis:**

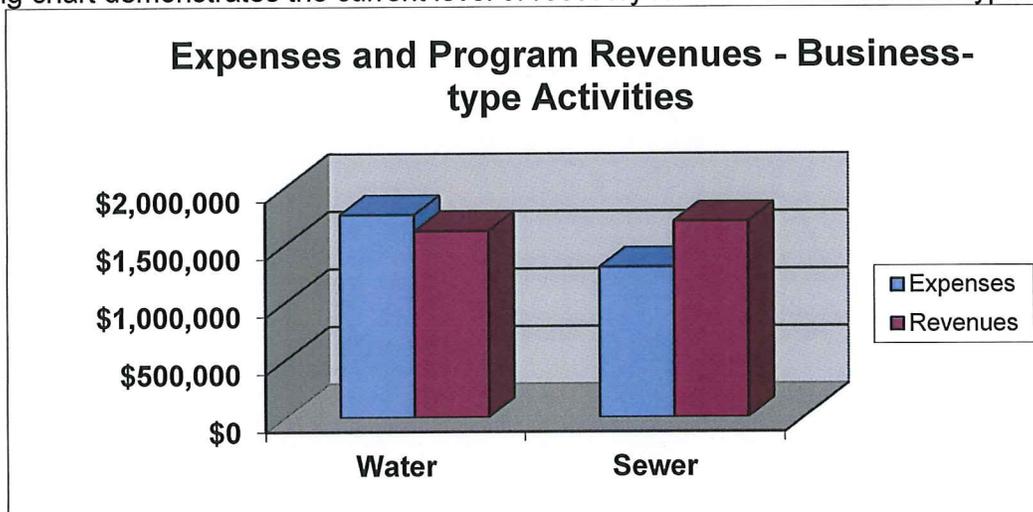
- Sales tax revenues increased by 7.9% (\$744,731) in 2015. The Town believes that the national/state/local economies continue to stabilize and now grow. Building related retail saw an increase of 22.5% (\$389,984). Lowes continues to help retain building material sales that were leaving the Summit County area in past years as well as bring additional sales taxes to the Town. The building industry has been robust. The Town welcomed the opening of the several new businesses including: Bakers Brewery, Dunkin Donuts, Hampton Inn and Starbucks. The consumer retail sales tax category, saw an increase of \$182,619 or 8.2%. However, the Outlets saw a decrease of \$98,233 or 3.8%. A few new stores were added in 2015, however, several stores closed during the year and the Outlets now have an approximate vacancy rate of 16%. The Outlets make up 24% of the Town's total sales tax base.
- Building related permits and taxes increased by \$228,411 or 28.8% from 2015 due to a 80 room Hampton Inn and an increase in single family and commercial permits in general in 2015.
- Fiscal year 2015 continued to see record level low interest rates. The increase from 2014 to 2015 was flat at best, even when cash levels increased by \$1,969,565 from 2014.
- Governmental activities expenses increased by \$563,172 or 4.4% from 2014. A portion of this increase (\$79K) is due to increasing economic development by issuing several new Enhanced Sales Tax Incentives (ESTIP) agreements and seeing higher than expected ESTIP payments due to higher sales tax receipts. The Town conducted two strategic plans (Arts and Public Works) at a cost of \$70K. Additionally, the Town added \$3.07 million in depreciable capital assets and saw depreciation expenses increase by \$231K. During fiscal year 2015 the Town did not add any new full-time positions. There were merit salary increases of up to 3% and a market adjustment of up to 4% and we still saw our wages and benefit expenses decrease by 1.4% or \$96K in 2015. The current employment market favors employees and so we are seeing some turnover.

**Business-type Activities**

Net position in Business-type Activities increased by \$776,267. Business type activities include water and sewer service.

There was a rate increase for water and sewer user fees. Additionally, there were new residential units that brought on additional users. User charges revenues were up 6.1%. Charges for services make up approximately 60% of program revenues with system development fees and capital contributions making up the other 40%. The capital contributions reflect the residential building/infrastructure growth in the Town including \$152,434 in contributed infrastructure from developers and \$866,578 333in capital tap sales.

The following chart demonstrates the current level of recovery for the Town's business type activities:



**FINANCIAL ANALYSIS OF THE TOWN'S FUNDS**

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

The Town is reporting fund balance classifications as required by Governmental Accounting Standards Board Statement #54 (GASB 54). The objective of GASB 54 reporting is to enhance the usefulness of the fund balance information by providing clearer fund balance classifications that can be applied more consistently across governments. The classifications are designed based on the relative strength of the constraints that control how specific amounts can be spent, or in the case of inventories, the inability to be spent. This change in reporting does not present any changes in the strategic initiatives of the Town, and enhances public disclosure of the Town's financial condition.

The **nonspendable** classification is generally for inventories and prepaid expenses that are a part of fund balance but are not available for spending.

The **restricted** classification includes amounts that can be spent only for the specific purposes stipulated by constitution, external resources providers, or through enabling legislation. Under the Colorado Constitution, the Town has restricted fund balance for emergencies and other fund balances for which the funds may only be used for a specific purpose.

The **unassigned** classification is the residual classification for the Town's General Fund only and includes all spendable amounts not contained in other classifications. The Town has made a choice via its financial policies and a resolution to use 6-month of General Fund expenditures for unforeseen emergencies.

	General Fund	Capital Improvement Fund	Urban Renewal Authority Fund	Other Governmental Funds	Total Governmental Funds
<b>Nonspendable:</b>					
Prepays	\$ 4,330	\$ 13,443	\$ -	\$ -	\$ 17,773
Inventories	13,414	-	-	-	13,414
Land Held for Resale	-	-	3,148,429	-	3,148,429
Investment in Joint Venture	-	-	729,362	-	729,362
Total Nonspendable	<u>17,744</u>	<u>13,443</u>	<u>3,877,791</u>	<u>-</u>	<u>3,908,978</u>
<b>Restricted for:</b>					
Emergencies	467,218	-	-	-	467,218
Blue River Improvements	-	-	-	268,853	268,853
Parks, Trails & Open Space	-	-	-	90,929	90,929
Marketing	-	-	-	84,934	84,934
Affordable Housing	-	-	-	529,059	529,059
Capital Improvements	-	668,040	-	1,520,356	2,188,396
Total Restricted	<u>467,218</u>	<u>668,040</u>	<u>-</u>	<u>2,494,131</u>	<u>3,629,389</u>
Unassigned	<u>10,874,244</u>	<u>-</u>	<u>(3,917,592)</u>	<u>-</u>	<u>6,956,652</u>
<b>Total Fund Balances</b>	<u>\$11,359,206</u>	<u>\$ 681,483</u>	<u>(\$39,801)</u>	<u>\$ 2,494,131</u>	<u>\$ 14,495,019</u>

**Governmental Funds** – The focus on the Town of Silverthorne's governmental funds is to provide information on short-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Town's financing requirements.

As the Town completed the year, its governmental funds reported a combined fund balance of \$14,495,019. Of that balance, \$10,586,041 constitutes spendable fund balance which is available for spending at the government's discretion, as it relates to a specific use or for emergencies. The remainder of the fund balance is not available for new spending because it has already been spent for items such as inventories, prepaid expenses, land held for resale and investment in joint venture in the amount of \$3,908,978.

The general fund is the chief operating fund of the Town of Silverthorne. At the end of the current fiscal year, spendable fund balance of the general fund was \$11,341,462, while the total fund balance increased from 2014 to \$11,359,206. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to fund expenditures. Unassigned fund balance represents 119% of total 2015 general fund expenditures, while total fund balance represents 119% of that same amount.

During fiscal year 2015, the fund balance of the Town's general fund increased by \$1,568,697. Key factors for 2015 are as follows:

- Revenues were 8.5% (\$896,345) higher for 2015 compared to 2014. The largest increase in revenues includes \$506,791 in taxes. As mentioned earlier sales tax revenues saw an increase in 2015. The general fund receives approximately 70% of total sales tax revenues. For 2015, general fund sales taxes totaled \$7.16 million and were up \$515,662 (7.8%) from 2014. In 2015, the Town saw an increase to building related permits in the amount of \$94K which is in line with increase in building in our area. Charges for service reflected a \$364K increase due to adding concession services at the Pavilion and with Real Estate Transfer Assessments (RETA) due to increase in property sales.
- Expenditures for 2015 increased by \$184,881 (2%) as compared to 2014. Items that contributed to the increase includes: increase cost for building inspections due to increase construction in the Town, two strategic plans and, as mentioned earlier, increase in ESTIP program payouts. Due to the improved economy the Town was able to issue merit pay increases up to 3% plus an up to 4% merit increase. While the economy has improved, the Town has been cautious as to increasing our spending, mostly out of habit, but also due to the conservative nature the Town takes with spending in general. This can be reflected in the \$1.9 million operating surplus.

The sales tax capital improvement fund has spendable fund balance of \$668,040. The net decrease in fund balance during 2015 was \$570,261. The Town expended \$4,008,151 on new capital and asset management projects. Major street/sidewalk/trail expenditures continue to be a priority for the Town with \$769K being spent on reconstruction street/trails and new sidewalks, \$1.02M in major mechanical replacements at the recreation center, \$410K on design & engineering of the future Performing Arts Center and \$1.82M spent on numerous asset management projects. Like the general fund, the major revenue source for the capital improvement fund is sales tax revenues. The Town is able to continue to provide funding for capital and asset projects because a portion of our sales tax revenues is legally required to be used in the capital improvement fund.

The Town's urban renewal authority (URA) is considered a blended component of the Town due to the fact the URA board is the Town Council and is currently dependent on the Town for funding. This fund currently has a deficit fund balance of \$39,801 and is holding commercial property with a value of \$3,148,429 with investment in a joint venture of \$729,362. In recent years, an advancement from the general fund assisted with the purchase of the property and the activities of the fund. Incremental property tax revenues (\$32.6K) become available in 2015.

Capital project funds (other governmental funds) have a total fund balance of \$2,494,131. The fund balance is considered spendable, but is restricted for expenditures based on past election questions. The capital projects nonmajor fund balance increased by \$923,466 in 2015 due to revenues outpacing expenditures in the Development Excise Tax and 5A Housing Funds which were from growth in the economy and building activity.

**Proprietary funds** – The Town of Silverthorne's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the water and sewer funds at the end of the year amounted to \$14,475,23. The net position for all proprietary funds has increased by \$7in 2015. Other factors concerning the finances of these two funds have been addressed in the discussion of the Town's business-type activities.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

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

- Supplemental appropriations approved shortly after the beginning of the year to reflect projects and purchases not completed as expected in 2014
- Midyear adjustments for increases due to building and sales tax activity, economic development, unanticipated projects, and expenditure savings.

Material differences between the original budget and the amended budget include: General Fund - Projected sales tax revenues being higher than budgeted, adding the revenues from pavilion concession services and building related permits due to construction of a new hotel and other new residential properties that were not known when the original budget was produced. Sales Tax Capital Fund – The performing arts center design and engineering expenditure was added and the mechanical project at the recreation center required additional funding. However, even with these adjustments, actual expenditures for the general fund were \$892,635 below final budget amounts and actual revenues were higher than the final budget in the amount of \$449,823.

The statement of budget to actual for the General Fund can be found on page 51.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

The Town of Silverthorne’s investment in capital assets for its governmental and business-type activities as of December 31, 2015 amounts to \$68,102,085 (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings, vehicles, equipment, roads, bridges, trails, intangibles, water rights and utility system infrastructure. The total net increase in the Town of Silverthorne’s investment in capital assets for the current fiscal year was \$77,275.

Major capital assets events during the 2015 fiscal year included the following:

- The contribution of \$152,434 in water/sewer infrastructure from a developer.
- Major maintenance of Town streets, sidewalks & trails at a cost of \$505,179.
- Vehicles and heavy equipment including a front loader and two plow chaises - \$824,585.
- Replacement of the recreation center’s HVAC and other mechanical systems at a cost of \$1,023,503.
- Park improvements included reconstruction of the Rainbow Park tennis and basketball courts - \$385,088.
- Annual Depreciation for the Governmental-Type: \$2,701,493 and Business-Type: \$962,926.

The table below provides a summary of total capital assets at December 31:

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Land	\$ 9,694,924	\$ 9,694,924	\$ 3,871	\$ 3,871	\$ 9,698,795	\$ 9,698,795
Projects in Progress	558,170	115,838	228,619	215,785	786,789	331,623
Buildings	9,316,887	8,775,185	-	-	9,316,887	8,775,185
Vehicles & Heavy Equipment	2,468,820	1,937,251	-	-	2,468,820	1,937,251
Equipment & Furniture	629,805	678,443	356,240	354,338	986,045	1,032,781
Infrastructure	19,637,983	20,440,955	-	-	19,637,983	20,440,955
Other Improvements	3,095,429	3,013,316	1,866,226	1,928,110	4,961,655	4,941,426
Water/Sewer Infrastructure	-	-	11,332,983	11,900,349	11,332,983	11,900,349
Intangibles	559,935	628,460	91,315	93,736	651,250	722,196
Water Rights	-	-	8,424,250	8,424,250	8,424,250	8,424,250
Total	<u>\$45,961,953</u>	<u>\$45,284,372</u>	<u>\$22,303,504</u>	<u>\$22,920,439</u>	<u>\$ 68,265,457</u>	<u>\$ 68,204,811</u>

Note F of the financial statements on page 42 provides a summary of the Town’s capital assets.

## **Long-Term Debt**

At the end of the current fiscal year, the Town of Silverthorne government and proprietary/business funds had no bond debt and did not add any other type of debt issuance. For 2015, the Town's governmental activities funds total long-term debt increased by \$55,678 and has a balance of \$677,399. A lease/purchase debt principal reduction in the amount of \$16,628 took place. For the business-type funds, the total long-term debt increased by \$4,288 and has a balance of \$27,636. The outstanding long term debt is for compensated absences.

Note I of the financial statements on page 44 provides a summary of the Town's long-term debt.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

- Sales tax revenues account for approximately 64% of government fund revenues and continues to be an important and primary revenue source for providing funds for the general operations/maintenance and capital for the Town of Silverthorne.
- The national, state and local economies are projected to continue to see growth in 2016. Silverthorne's sales tax revenue projections for 2016 are estimated to be up from 2015 by 2.99%. Several smaller businesses are due to open in 2016. Hampton Inn open in late 2015. The Town is excited to have this new hotel in our area as well as see how well it will do producing additional sales and lodging tax. The Town believes we have been conservative in our estimations.
- The Town will be adding several new full-time positions in 2016 to address growth in development and service needs. In 2016, we've budget for an up to 4% merit increases. The emphasis on economic development continues with funding for business grants, ESTIP programs, marketing and advertising remaining in the 2016 budget.
- The Town conducted an arts strategic plan in 2015 and will be implementing some of the projects and goals that were approved in the plan. The first major project will be constructing a new performing arts center that will house the Lake Dillon Theater Company (LTDC). Construction of a \$9M center will begin in the summer of 2016 and completed in the summer of 2017. The Town will be contributing over \$6.3M towards the building through financing. The Town plans on financing \$4.5M in the summer of 2016. Additionally, the Town will be contributing, approximately \$100K, annually to LTDC to assist with programming.
- The Town continues with a strong emphasis on asset management by including \$1.5M to the 2016 budget for projects. This includes replacing the recreation center's pool equipment, planning for the reconstruction of Rainbow Park's front entrance area, two pieces of heavy equipment, three vehicles/trucks and drainage construction. This is possible because of the voter approved designation of sales tax funds towards capital assets, meaning those funds can only be used for maintaining current capital assets and providing new assets.
- The Town will design and engineer for segment 6 of the trail system.
- The Town has done its best to limit rate increases for 2016. The sewer services quarterly rates increased by 3% and there was a 2% increase to the flat portion of the water rates.

As we continue to add capital and to our operations, the Town of Silverthorne continues to be in a strong financial position. While this strong financial position is reassuring; the fact remains that annual operation expenditures must be paid for from revenues earned during this same period, not from reserves. In other words, we must live within our means. All these factors were considered in preparing the Town of Silverthorne's budget for the 2016 fiscal year.

## **REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the Town of Silverthorne's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, PO Box 1309, Silverthorne, Colorado 80498.

**TOWN OF SILVERTHORNE, COLORADO**

**STATEMENT OF NET POSITION**

December 31, 2015

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash & Investments	\$ 10,307,423	\$ 4,916,775	\$ 15,224,198
Accounts Receivable	826,759	546,605	1,373,364
Property Taxes Receivable	55,101	-	55,101
Due from Other Governments	1,036,448	-	1,036,448
Internal Balances	(17,193)	17,193	-
Prepays	17,773	292	18,065
Inventory	13,414	26,330	39,744
Deposits	55,209	-	55,209
Land Held for Resale	3,148,429	-	3,148,429
Investment in Joint Venture	729,362	-	729,362
Restricted Cash & Investments	174,968	-	174,968
NonCurrent Assets:			
Investment in Joint Sewer Authority	-	9,052,497	9,052,497
Capital Assets:			
Nondepreciable Assets	10,253,094	8,656,740	18,909,834
Depreciable Assets, Net	35,708,859	13,646,764	49,355,623
<b>TOTAL ASSETS</b>	<u>62,309,646</u>	<u>36,863,196</u>	<u>99,172,842</u>
<b>LIABILITIES</b>			
Accounts Payable	764,645	24,695	789,340
Accrued Liabilities	584,032	14,930	598,962
Unearned Revenues	68,618	-	68,618
Claims Payable	69,778	-	69,778
Noncurrent Liabilities:			
Due Within One Year	548,160	23,491	571,651
Due in More Than One Year	129,239	4,145	133,384
<b>TOTAL LIABILITIES</b>	<u>2,164,472</u>	<u>67,261</u>	<u>2,231,733</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes	55,101	-	55,101
<b>NET POSITION</b>			
Net Investment in Capital Assets	45,798,581	22,303,504	68,102,085
Restricted for:			
Emergency	467,218	-	467,218
Blue River Improvements	268,853	-	268,853
Parks, Trails & Open Space	90,929	-	90,929
Marketing	84,934	-	84,934
Affordable Housing	529,059	-	529,059
Capital Improvements	2,188,396	-	2,188,396
Unrestricted	10,662,103	14,492,431	25,154,534
<b>TOTAL NET POSITION</b>	<u>\$ 60,090,073</u>	<u>\$ 36,795,935</u>	<u>\$ 96,886,008</u>

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

**TOWN OF SILVERTHORNE, COLORADO**

**STATEMENT OF ACTIVITIES**

Year Ended December 31, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>PRIMARY GOVERNMENT</b>				
Governmental Activities				
General Government	\$ 2,312,724	\$ 587,756	\$ -	\$ -
Public Safety	1,888,198	167,225	65,059	-
Public Works	4,315,694	79,487	307,767	-
Community Development	925,638	438,838	-	-
Recreation & Culture	3,897,197	2,067,382	-	38,583
Urban Renewal	2,298	-	-	-
Housing	32,575	232,560	44,081	250,074
Interest on Long-Term Debt	3,167	-	-	-
	13,377,491	3,573,248	416,907	288,657
Total Governmental Activities				
Business-Type Activities				
Water	1,763,394	1,038,816	-	583,232
Sewer	1,307,929	1,269,538	-	435,780
	3,071,323	2,308,354	-	1,019,012
Total Business-Type Activities				
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 16,448,814</b>	<b>\$ 5,881,602</b>	<b>\$ 416,907</b>	<b>\$ 1,307,669</b>
<b>GENERAL REVENUES</b>				
Taxes:				
Sales Taxes				
Lodging Tax				
Franchise Taxes				
Development Excise Tax				
Marijuana Excise Tax				
TIF Property Taxes				
Grants & Contributions not Restricted to Specific Programs				
Investment Income				
Gain on Sale of Capital Assets				
Miscellaneous				
Total General Revenues				
Change in Net Position				
<b>NET POSITION, Beginning of Year</b>				
<b>NET POSITION, End of Year</b>				

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

**Net (Expenses) Revenues and  
Changes in Net Position**

<b>Governmental Activities</b>	<b>Business-Type Activites</b>	<b>Total</b>
\$ (1,724,968)	\$ -	\$ (1,724,968)
(1,655,914)	-	(1,655,914)
(3,928,440)	-	(3,928,440)
(486,800)	-	(486,800)
(1,791,232)	-	(1,791,232)
(2,298)	-	(2,298)
494,140	-	494,140
(3,167)	-	(3,167)
(9,098,679)	-	(9,098,680)
-	(141,346)	(141,346)
-	397,389	397,389
-	256,043	256,043
(9,098,679)	256,043	(8,842,636)
10,173,746	-	10,173,746
187,720	-	187,720
280,925	-	280,925
350,438	-	350,438
120,941	-	120,941
32,671	-	32,671
97,353	-	97,353
20,294	10,145	30,439
42,625	8,000	50,625
49,562	502,079	551,641
11,356,275	520,224	11,876,499
2,257,596	776,267	3,033,863
57,832,477	36,019,668	93,852,145
\$ 60,090,073	\$ 36,795,935	\$ 96,886,008

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

**TOWN OF SILVERTHORNE, COLORADO**

**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**

December 31, 2015

	General	Sales Tax Capital Improvement	Urban Renewal Authority	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash & Investments	\$ 6,797,611	\$ 733,265	\$ 35,110	\$ 2,369,834	\$ 9,935,820
Accounts Receivable	350,113	413,373	91	29,310	792,887
Property Taxes Receivable	-	-	55,101	-	55,101
Due from Other Governments	987,801	-	-	48,647	1,036,448
Interfund Receivable	3,952,773	-	-	-	3,952,773
Prepays	4,330	13,443	-	-	17,773
Inventory	13,414	-	-	-	13,414
Deposits	-	-	-	55,209	55,209
Land Held for Resale	-	-	3,148,429	-	3,148,429
Investment in Joint Venture	-	-	729,362	-	729,362
Restricted Cash & Investments	121,285	-	53,683	-	174,968
	<u>\$ 12,227,327</u>	<u>\$ 1,160,081</u>	<u>\$ 4,021,776</u>	<u>\$ 2,503,000</u>	<u>\$ 19,912,184</u>
<b>Total Assets</b>					
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts Payable	299,503	448,249	20	8,869	756,641
Accrued Liabilities	500,000	30,349	53,683	-	584,032
Interfund Payable	-	-	3,952,773	-	3,952,773
Unearned Revenues	68,618	-	-	-	68,618
	<u>868,121</u>	<u>478,598</u>	<u>4,006,476</u>	<u>8,869</u>	<u>5,362,064</u>
<b>Total Liabilities</b>					
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Property Taxes	-	-	55,101	-	55,101
	<u>-</u>	<u>-</u>	<u>55,101</u>	<u>-</u>	<u>55,101</u>
<b>FUND BALANCES</b>					
<b>Nonspendable:</b>					
Prepays	4,330	13,443	-	-	17,773
Inventory	13,414	-	-	-	13,414
Land Held for Resale	-	-	3,148,429	-	3,148,429
Investment in Joint Venture	-	-	729,362	-	729,362
<b>Restricted for:</b>					
Emergency	467,218	-	-	-	467,218
Blue River Improvements	-	-	-	268,853	268,853
Parks, Trails & Open Space	-	-	-	90,929	90,929
Marketing	-	-	-	84,934	84,934
Affordable Housing	-	-	-	529,059	529,059
Capital Improvements	-	668,040	-	1,520,356	2,188,396
Unassigned	10,874,244	-	(3,917,592)	-	6,956,652
	<u>11,359,206</u>	<u>681,483</u>	<u>(39,801)</u>	<u>2,494,131</u>	<u>14,495,019</u>
<b>Total Fund Balances</b>					
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>					
	<u>\$ 12,227,327</u>	<u>\$ 1,160,081</u>	<u>\$ 4,021,776</u>	<u>\$ 2,503,000</u>	<u>\$ 19,912,184</u>

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 45,961,953

An Internal Service Fund is used by management to charge the costs of certain activities to individual funds, such as self funded insurance. A portion of the assets and liabilities of the internal service fund are included in governmental activities in the statement of net position. 310,500

Long-term liabilities, including lease payable and compensated absences, are not due and payable in the current period, and therefore are not reported in the funds. (677,399)

Total Net Position of Governmental Activities \$ 60,090,073

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

**TOWN OF SILVERTHORNE, COLORADO**

**STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**

Year Ended December 31, 2015

	General	Sales Tax Capital Improvement	Urban Renewal Authority	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>					
Taxes	\$ 7,566,771	\$ 3,008,841	\$ 32,671	\$ 538,158	\$ 11,146,441
Intergovernmental	405,121	-	-	332,737	737,858
Licenses, Permits & Fees	536,667	-	-	232,560	769,227
Charges for Services	2,690,962	-	-	-	2,690,962
Fines & Forfeitures	110,966	-	-	-	110,966
Interest	13,821	2,428	29	4,016	20,294
Grants/Donations	65,059	-	-	-	65,059
Miscellaneous	33,119	-	-	-	33,119
Total Revenues	<u>11,422,486</u>	<u>3,011,269</u>	<u>32,700</u>	<u>1,107,471</u>	<u>15,573,926</u>
<b>EXPENDITURES</b>					
Current:					
General Government	1,981,088	-	-	24,920	2,006,008
Public Safety	1,718,693	-	-	-	1,718,693
Public Works	2,061,593	-	-	-	2,061,593
Community Development	758,949	-	-	-	758,949
Recreation & Culture	2,973,466	-	-	-	2,973,466
Urban Renewal	-	-	2,298	-	2,298
Housing	-	-	-	32,575	32,575
Capital Outlay	-	4,008,151	-	126,510	4,134,661
Debt Service:					
Principal	-	16,628	-	-	16,628
Interest & Fiscal Charges	-	3,167	-	-	3,167
Total Expenditures	<u>9,493,789</u>	<u>4,027,946</u>	<u>2,298</u>	<u>184,005</u>	<u>13,708,038</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>1,928,697</u>	<u>(1,016,677)</u>	<u>30,402</u>	<u>923,466</u>	<u>1,865,888</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Sale of Capital Assets	-	86,416	-	-	86,416
Transfer In	-	360,000	-	-	360,000
Transfer Out	(360,000)	-	-	-	(360,000)
Total Other Financing Sources (Uses)	<u>(360,000)</u>	<u>446,416</u>	<u>-</u>	<u>-</u>	<u>86,416</u>
Net Change in Fund Balances	1,568,697	(570,261)	30,402	923,466	1,952,304
<b>Fund Balances, Beginning of Year</b>	<u>9,790,509</u>	<u>1,251,744</u>	<u>(70,203)</u>	<u>1,570,665</u>	<u>12,542,715</u>
<b>Fund Balances, End of Year</b>	<u>\$ 11,359,206</u>	<u>\$ 681,483</u>	<u>\$ (39,801)</u>	<u>\$ 2,494,131</u>	<u>\$ 14,495,019</u>

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

**TOWN OF SILVERTHORNE, COLORADO**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES**  
Year Ended December 31, 2015

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$	1,952,304
Amounts reported for Governmental Activities in the Statement of Activities are different because:		
Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
This is the amount by which capital outlay \$3,511,963, exceeds the disposal/sale of capital assets (\$123,889) and depreciation expense (\$2,710,493) in the current period.		677,581
The repayment of long-term debt principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statements of net position and does not effect the statement of activities. This includes principal payments on the capital lease.		
		16,628
Compensated absences reported in an internal service fund in previous years are now reported in governmental activities.		
		(441,721)
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. This amount represents the change in accrued compensated absences.		
		(72,306)
An Internal Service Fund is used by management to charge the costs of certain activities to individual funds, such as self-funded insurance. A portion of the activities of the internal service fund is reported with governmental activities in the statement of activities.		
		125,110
Change in Net Position of Governmental Activities	\$	2,257,596

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

**TOWN OF SILVERTHORNE, COLORADO**

**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**December 31, 2015**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental Activities - Internal Service Fund</b>
	<b>Water Fund</b>	<b>Sewer Fund</b>	<b>Totals</b>	<b>Fund</b>
<b>ASSETS</b>				
Current Assets:				
Cash & Investments	\$ 1,534,498	\$ 3,382,277	\$ 4,916,775	\$ 371,603
Accounts Receivable	216,861	329,744	546,605	33,872
Prepays	292	-	292	-
Inventory	26,330	-	26,330	-
Total Current Assets	1,777,981	3,712,021	5,490,002	405,475
Noncurrent Assets:				
Investment in Joint Sewer Authority	-	9,052,497	9,052,497	-
Capital Assets:				
Nondepreciable Assets	8,590,699	66,041	8,656,740	-
Depreciable Assets, Net	10,001,652	3,645,112	13,646,764	-
Total Noncurrent Assets	18,592,351	12,763,650	31,356,001	-
<b>TOTAL ASSETS</b>	<b>20,370,332</b>	<b>16,475,671</b>	<b>36,846,003</b>	<b>405,475</b>
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts Payable	19,794	4,901	24,695	8,004
Accrued Liabilities	14,930	-	14,930	-
Claims Payable	-	-	-	69,778
Compensated Absences	23,491	-	23,491	-
Total Current Liabilities	58,215	4,901	63,116	77,782
Noncurrent Liabilities:				
Compensated Absences	4,145	-	4,145	-
<b>TOTAL LIABILITIES</b>	<b>62,360</b>	<b>4,901</b>	<b>67,261</b>	<b>77,782</b>
<b>NET POSITION</b>				
Net Investment in Capital Assets	18,592,351	3,711,153	22,303,504	-
Unrestricted	1,715,621	12,759,617	14,475,238	327,693
<b>TOTAL NET POSITION</b>	<b>\$ 20,307,972</b>	<b>\$ 16,470,770</b>	<b>36,778,742</b>	<b>\$ 327,693</b>

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

An Internal Service Fund is used by management to charge the costs of health and short-term disability claims to individual funds. A portion of the assets and liabilities of the Internal Service Fund are included in business-type activities in the Statement of Net Position.

	17,193
Total Net Position of Business-Type Activities	\$ 36,795,935

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

**TOWN OF SILVERTHORNE, COLORADO**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
NET POSITION - PROPRIETARY FUNDS**  
Year Ended December 31, 2015

	<u>Business-Type Activities - Enterprise Funds</u>			<b>Governmental Activities - Internal Service Fund</b>
	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>	
<b>OPERATING REVENUES</b>				
User Fees	\$ 1,029,828	\$ 1,265,688	\$ 2,295,516	\$ -
Charges for Services	8,988	3,850	12,838	735,193
Miscellaneous	-	-	-	295
	<hr/>	<hr/>	<hr/>	<hr/>
Total Operating Revenues	1,038,816	1,269,538	2,308,354	735,488
<b>OPERATING EXPENSES</b>				
Operations	761,446	253,857	1,015,303	-
Maintenance	274,087	150,427	424,514	-
Contractual Services	54,150	622,219	676,369	-
Claims & Wellness	-	-	-	595,068
Miscellaneous	-	-	-	8,362
Depreciation	681,500	281,426	962,926	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Operating Expenses	1,771,183	1,307,929	3,079,112	603,430
Net Operating Income (Loss)	<hr/>	<hr/>	<hr/>	<hr/>
	(732,367)	(38,391)	(770,758)	132,058
<b>NONOPERATING REVENUES</b>				
Interest Revenue	2,924	7,221	10,145	841
Gain on Sale of Capital Assets	8,000	-	8,000	-
Equity Gain in Joint Sewer Authority	-	502,079	502,079	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Nonoperating Revenues	10,924	509,300	520,224	841
Income (Loss) Before Capital Contributions	<hr/>	<hr/>	<hr/>	<hr/>
	(721,443)	470,909	(250,534)	132,899
Tap Fees	478,456	388,122	866,578	-
Capital Contributions	104,776	47,658	152,434	-
	<hr/>	<hr/>	<hr/>	<hr/>
Change in Net Position	(138,211)	906,689	768,478	132,899
<b>NET POSITION, Beginning of Year</b>	<hr/>	<hr/>	<hr/>	<hr/>
	20,446,183	15,564,081	36,010,264	194,794
<b>NET POSITION, End of Year</b>	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 20,307,972	\$ 16,470,770	\$ 36,778,742	\$ 327,693

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

Change in Net Position of Proprietary Funds \$ 768,478

An Internal Service Fund is used by management to charge the costs of health and short-term disability claims to individual funds. A portion of the activities of the Internal Service Fund is reported with business-type activities in the Statement of Activities. 7,789

Change in Net Position of Business-Type Activities \$ 776,267

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

**TOWN OF SILVERTHORNE, COLORADO**

**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**

Year Ended December 31, 2015

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>
	<b>Water Fund</b>	<b>Sewer Fund</b>	<b>Totals</b>	<b>Activities - Internal Service Fund</b>
<b>Cash Flows From Operating Activities</b>				
Cash Received from Customers/Users	\$ 1,015,708	\$ 1,253,689	\$ 2,269,397	\$ 704,659
Cash Paid to Suppliers	(717,989)	(959,916)	(1,677,905)	(602,741)
Cash Paid to Employees	(361,328)	(64,520)	(425,848)	-
Net Cash Provided (Used) by Operating Activities	(63,609)	229,253	165,644	101,918
<b>Cash Flows from Noncapital Financing Activities</b>				
Payments from Other Funds	-	21,000	21,000	-
<b>Cash Flows from Capital &amp; Related Financing Activities</b>				
Acquisition of Capital Assets	(135,713)	(57,844)	(193,557)	-
Investment in Joint Sewer Authority	-	(333,466)	(333,466)	-
Proceeds from the Sale of Capital Assets	8,000	-	8,000	-
Tap Fees	478,456	388,122	866,578	-
Net Cash Provided (Used) by Capital & Related Financing Activities	350,743	(3,188)	347,555	-
<b>Cash Flows from Investing Activities</b>				
Interest Received	2,924	7,221	10,145	841
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	290,058	254,286	544,344	102,759
<b>Cash &amp; Cash Equivalents, Beginning of Year</b>	1,244,440	3,127,991	4,372,431	268,844
<b>Cash &amp; Cash Equivalents, End of Year</b>	\$ 1,534,498	\$ 3,382,277	\$ 4,916,775	\$ 371,603
<b>RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Net Operating Income (Loss)	\$ (732,367)	\$ (38,391)	\$ (770,758)	\$ 132,058
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	681,500	281,426	962,926	-
Changes to Assets & Liabilities:				
Accounts Receivable	(23,108)	(15,849)	(38,957)	(30,829)
Prepays	4,155	-	4,155	-
Inventory	(7,764)	-	(7,764)	-
Accounts Payable	6,950	2,067	9,017	(4,325)
Accrued Liabilities	2,737	-	2,737	-
Claims Payable	-	-	-	5,014
Compensated Absences	4,288	-	4,288	-
Total Adjustments	668,758	267,644	936,402	(30,140)
Net Cash Provided (Used) by Operating Activities	\$ (63,609)	\$ 229,253	\$ 165,644	\$ 101,918
<b>Non-cash Capital Activities</b>				
Contributed Infrastructure from Developers	\$ 104,776	\$ 47,658	\$ 152,434	\$ -

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

TOWN OF SILVERTHORNE, COLORADO

STATEMENT OF ASSETS AND LIABILITIES - AGENCY FUND

December 31, 2015

	<u>Joint Sewer Authority</u>
<b>ASSETS</b>	
CURRENT ASSETS	
Cash & Investments	\$ <u>5,172,263</u>
Total Current Assets	\$ <u><u>5,172,263</u></u>
<b>LIABILITIES</b>	
LIABILITIES	
Funds Held for Authority	\$ <u>5,172,263</u>
Total Liabilities	\$ <u><u>5,172,263</u></u>

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

**TOWN OF SILVERTHORNE, COLORADO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Town of Silverthorne is a Colorado Home Rule Town operating under a charter provided by the authority of the Constitution of the State of Colorado, and adopted by its citizens on April 4, 1994. The Town operates under a Council-Manager form of government and provides services as authorized by its charter.

The accounting policies of the Town of Silverthorne conform to generally accepted accounting principles (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of the more significant policies:

**1. Financial Reporting Entity**

The definition of the reporting entity is based primarily on financial accountability. The Town is financially accountable for departments that make up its legal entity. It is also financially accountable for legally separate organizations if Town officials appoint a voting majority of the organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose the specific financial burdens on, the Town. The Town may also be financially accountable for organizations that are fiscally dependent upon it.

The Silverthorne Urban Renewal Authority (URA) was established in 1996 along with the Silverthorne Urban Renewal Plan to assist with revitalization of the Town's commercial areas and downtown core. The Town amended the Silverthorne Urban Renewal Plan in 2013 to allow for tax increment financing and the ability to purchase commercial properties. The Town Council serves as the governing board for the URA and the Town has operational responsibilities. Although the URA is legally separate from the Town, the URA's primary revenue source, tax increment financing, can only be established by the Town. The URA does not issue separate financial statements and is reported as a capital projects fund in the Town's financial statements. The URA is considered a blended component unit of the Town.

**2. Government-wide & Fund Financial Statements**

The government-wide financial statements (e.g., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Exceptions to this general rule are charges between the government's water and sewer functions and various other functions of the Town. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

*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.

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

TOWN OF SILVERTHORNE, COLORADO

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2015

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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

**3. Measurement Focus & Basis of Accounting**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting* as are the proprietary fund financial statements. Accordingly, all of the Town's assets and liabilities, including capital assets, as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flow. The agency fund utilizes the accrual basis of accounting.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims, judgments and compensated absences, are recorded only when payment is due.

Taxes, intergovernmental revenues, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. Sales and lodging taxes collected and held by vendors at year end on behalf of the Town are recognized as revenue if collected within sixty days after year end. Expenditure-driven grants are recognized as revenue when qualifying expenditures have been incurred and all other grant requirements imposed by the provider have been met. All other revenue items are considered to be measurable and available only when cash is received by the Town.

**4. Financial Statement Presentation**

The Town uses funds to report on its financial position, the results of its operations and cash flows. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

***Governmental Funds***

Governmental funds are used to account for all or most of a government's general activities, including the collection and distribution of earmarked monies for the acquisition or construction of general capital assets (Capital Projects Funds). The General Fund is used to account for all activities of the general government not accounted for in some other fund.

**TOWN OF SILVERTHORNE, COLORADO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

In 2015, the Town had the following major Governmental Funds:

*General Fund* – This fund is the Town's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

*Sales Tax Capital Improvement Fund* – This fund is used to account for 60% of the Town's 2% sales tax. The funds are used for the acquisition, construction and debt of major capital projects and facilities other than those financed by proprietary funds and fiduciary funds. This was approved by voters in 1992.

*Urban Renewal Authority Fund* – This fund is used to account for all financial activities related to the URA. The URA's main function is to collect property tax increment revenues and to assist with revitalization of the Town's commercial areas and downtown core.

***Proprietary Funds***

In 2015, the Town had the following major Proprietary Funds:

Enterprise Funds:

*Water Fund* – This fund is used to account for the acquisitions, operation and maintenance of the facilities, services and water rights associated with providing water to the Town.

*Sewer Fund* – This fund is used to account for the operation and maintenance of the infrastructure and services associated with providing sewer services to the Town.

Additionally, the Town reports the following fund types:

***Internal Service Fund***

*Internal Service Fund* – This fund is used to account for the Town's self-funded insurance programs. Internal Service Funds account for services provided to other departments, funds or agencies of the Town, on a cost reimbursement basis.

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

***Fiduciary Funds***

In 2015, the Town had the following Fiduciary Fund:

Agency Fund:

*Joint Sewer Authority (JSA) Agency Fund* – This fund is used to account for the joint venture which provides wastewater collection and treatment facilities for the central basin of Summit County. There are five participants (Town of Silverthorne, Town of Dillon, Dillon Valley Metro District, Buffalo Mountain Metro District and the Mesa Cortina Metro District) to the JSA and the Town is the managing entity. The Town holds all assets on behalf of the JSA in a purely custodial capacity.

**TOWN OF SILVERTHORNE, COLORADO**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015**

**NOTE B - ASSETS, LIABILITIES & NET POSITION OR FUND BALANCE**

**1. Cash & Investments**

The Town pools cash resources of its various funds in order to facilitate the management of cash. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements can be invested in various interest-bearing securities and disclosed as part of the Town's investments.

The Town considers pooled cash and investments to be cash equivalents for the statement of cash flows. Cash equivalents include investments with original maturities of three months or less. Investments are stated at fair value. Earnings on investments are recognized when earned and include realized and unrealized gains on investments.

**2. Receivables**

Receivables are reported net of an allowance for uncollectible accounts, where applicable.

**3. Property Taxes Receivable**

Property taxes earned but collected in the subsequent year are recorded as receivables and deferred inflows of resources at year end. Taxes are due in the subsequent year on April 30<sup>th</sup>, or in two installments on February 28<sup>th</sup> and June 15<sup>th</sup>. Taxes are collected by the County Treasurer and remitted to the Town (URA) on a monthly basis. In April of 1994, the Town had a ballot question that included the phrase "...and reduce the Town of Silverthorne ad valorem property tax to zero." The voters of the Town approved this reduction in property taxes when the ballot question was approved, and therefore, the Town's General Fund no longer collects property taxes. However, the Silverthorne Urban Renewal Authority does receive property taxes through a tax increment within the Urban Renewal designated area.

**4. Inventory & Prepaids**

Inventories are merchandise intended for sale to the public. For the enterprise funds, some of the inventories are also available for internal use. Inventories are valued at cost using the first in/first out (FIFO) method. The cost of inventories is recorded as expenditures or expenses when consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaids in both government-wide and fund financial statements using the consumption method.

**5. Deposits & Land Held for Resale**

Deposits are funds being held in a separate account, outside of Town bank accounts, that are intended to be used or held for a Town purpose. For 2015, Summit County Court system is holding \$55,209 that is to be applied based on the outcome of the appeal of the property valuation trial for trail easements.

Land held for resale is any property purchased through the URA that is intended to be sold for future commercial development. The land is reported at cost, which is the approximate value of the land.

**6. Restricted Cash & Investments**

Restricted cash and investments of \$174,968, are reported in the General and URA Funds. These funds represent escrowed monies held from developers pending satisfactory completion of various construction projects within the Town and for the Blue River Real Estate Company, LLC that the URA is an equal partner with Craig Realty.

TOWN OF SILVERTHORNE, COLORADO

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015

**NOTE B - ASSETS, LIABILITIES & NET POSITION OR FUND BALANCE (CONTINUED)**

**7. Capital Assets**

Capital assets, which include land, building and improvements, other improvements, intangibles, equipment and furniture, vehicles and heavy equipment and infrastructure assets (e.g. roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and the proprietary funds in the financial statements. Capital assets are defined by the Town as assets with a cost of \$5,000 or more and an estimated useful life in excess of one year. Capital assets are valued at historical or estimated historical costs. Donated or contributed assets are recorded at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital asset, as applicable.

Capital assets are depreciated using the straight-line method. Depreciation expense is reflected as an operating expense in the government-wide statement of activities and the proprietary fund statements.

Estimated useful lives for asset types are as follows:

<u>Asset</u>	<u>Years</u>
Buildings and Improvements	5-40
Equipment and Furniture	5-15
Vehicles and Heavy Equipment	5-15
Infrastructure	7-50
Intangible Assets	5-10
Other Improvements	10-25
Water Tanks, Wells and Lines	10-60

**8. Unearned Revenues**

Unearned revenues include contributions/donations that have been collected but the corresponding expenditures have not been incurred. The next calendar year's business licenses that are collected prior to the first of the year are also unearned.

**9. Deferred Inflows of Resources**

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Deferred inflows of resources include property taxes earned but levied for a subsequent year.

**10. Compensated Absences**

Employees accrue personal leave time which may be used in place of traditional sick and vacation time. Personal leave accrues to employees based on a sliding scale, and may be carried over to subsequent periods. Upon termination in good standing, employees are compensated for 100% of unused personal time.

Compensation time is earned when a full time employee works over 40 hours in a week. The time is figured at time and half for each hour worked over 40 hours.

Accumulated personal and compensation time is available to employees due to services employees have already provided to the Town. No liability is reported in the governmental funds in connection with compensated absences until they are paid or due for payment.

**TOWN OF SILVERTHORNE, COLORADO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

**NOTE B – ASSETS, LIABILITIES & NET POSITION OR FUND BALANCE (CONTINUED)**

**11. Long-term Obligations**

In the government-wide and proprietary 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 funds statement of net position. Debt premiums and discounts are deferred and amortized over the life of the debt using the straight-line method.

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

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

**12. Net Position/Fund Balances**

In the government-wide financial statements and the proprietary funds in the fund financial statements, net position is restricted when constraints placed on the use of resources are externally imposed. In the fund financial statements, governmental funds report fund balances based on financial reporting standards that establish criteria for classifying fund balances into specifically defined classifications to make the nature and extent of constraints more useful and understandable. The classifications comprise a hierarchy based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances may be classified as nonspendable, restricted, committed, assigned, or unassigned.

- Nonspendable Fund Balance – Amounts that cannot be spent because they are either not in spendable form, or legally or contractually required to be maintained intact. Examples are items that are not expected to be converted to cash including inventories and prepaids.
- Restricted Fund Balance – Amounts that are restricted for specific purposes. The spending constraints placed on the use of fund balance amounts are externally imposed by creditors, grantors, contributors, laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation that are legally enforceable.
- Committed Fund Balance – Amounts that can only be used for specific purposes pursuant to constraints imposed by the Town Council by ordinance. The committed amounts cannot be used for any other purpose until Town Council removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.
- Assigned Fund Balance – Amounts that are constrained by the Town's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by Town Council through policy or resolution, or Council can delegate the authority. Council has granted, through resolution, the Town Manager or the Manager's Designee, the authority to designate the assigned fund balance for each fund based on the intended use of such resources.
- Unassigned Fund Balance – The remaining fund balance of the general fund after amounts are set aside for other classifications. Negative fund balances of other funds are also included in this category.

**TOWN OF SILVERTHORNE, COLORADO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

**NOTE B - ASSETS, LIABILITIES & NET POSITION OR FUND BALANCE (CONTINUED)**

**12. Net Position/Fund Balances (continued)**

The Town of Silverthorne has established a formal policy for its use of restricted and unrestricted (committed, assigned, unassigned) fund balance. If expenditures are incurred, the Town uses restricted fund balance first, if the expenditure meets the restricted purpose, followed by committed amounts, assigned amounts, and finally, unassigned amounts.

**NOTE C – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Deficit Fund Equity** – The Urban Renewal Authority Fund has a deficit fund balance of \$39,801 as of December 31, 2015. Prior to 2015, the URA has purchased two commercial properties within the URA’s area as well as had general expenses related to the URA. Funds used to administer the URA and purchase property were advanced from the Town’s General Fund. The URA will pay back the General Fund by either selling the property(s) or with revenues generated through tax increment financing.

**NOTE D - DEPOSITS & INVESTMENTS**

The Town maintains a cash and short-term investments pool that is available for use by all Funds. Additionally, the Town pools longer-term investments for all Funds.

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 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 market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits. At December 31, 2015, the Town had bank deposits of \$6,373,656 collateralized with securities held by the financial institutions’ agents but not in the Town’s name.

The deposits and investments held at December 31, 2015, and reported at fair value, are shown below.

	<u>Type</u>	<u>Fair Value</u>
<b>Cash on Hand:</b>		<u>\$ 2,500</u>
<b>Deposits:</b>		
Bank Deposits		\$ 4,608,327
Certificates of Deposit		<u>2,066,057</u>
		<u>\$ 6,674,384</u>
<b>Investments:</b>		
Local Governmental Investment Pools		<u>\$13,894,545</u>
<b>Total Cash on Hand, Deposits &amp; Investments</b>		<u><u>\$20,571,429</u></u>
<b>Reconciliation to the Financial Statements</b>		
Current:		
Cash & Investments		\$15,224,198
Restricted Cash & Investments		174,968
Fiduciary Fund Cash & Investments		<u>5,172,263</u>
		<u><u>\$20,571,429</u></u>

TOWN OF SILVERTHORNE, COLORADO

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015

**NOTE D - DEPOSITS & INVESTMENTS (CONTINUED)**

The Town of Silverthorne is governed by the deposit and investment limitations of State law. Custodial risk is not addressed by State statutes or by policy. The Town has a formal investment policy that limits its investment choices. The investment choices are within the limitations of State laws and include:

- Direct obligations of the US government and certain US agency securities;
- Certificates of deposits or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions;
- With certain limitations, commercial paper and money market funds regulated by the Securities and Exchange Commission (SEC);
- Local government investment pools

*Credit Risk* – State statutes limit investments to those with specified ratings, as provided by nationally recognized statistical rating organizations, depending on the investment type.

*Interest Rate Risk* – State statutes generally limit investments to an original maturity of no more than five years. The Town has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising for increasing interest rates. The Town's general policy is to buy and hold investments to maturity. The Town's investment portfolio is designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the Town's investment risk constraints and the cash flow characteristics of the portfolio.

*Concentration of Credit Risk* – The Town places limits on the amount it may invest in any one issuer. The Town's investment policy limits concentration depending on the investment instruments. At a maximum, the policy allows no more than 50% of the portfolio in any single issuer. Additionally, the Town's investment policy recommends the Town diversify use of investment instruments to avoid incurring unreasonable risk in over investing in one specific instrument or in one institution. The Town's investment policy recommends that "no more than 25% of the portfolio deposited in any single bank or savings and loan. No more than 50% of the portfolio in PDPA collateralized deposits."

At December 31, 2015, the Town had invested \$13,894,545 in Local Governmental Investment Pools (Pools) from the Colorado Local Government Liquid Asset Trust (COLOTRUST) and Colorado Surplus Asset Fund Trust (CSAFE). The Pools are 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 with each share equal in value to \$1. Investments of COLOTRUST and CSAFE are limited to those allowed by State statute. A designated custodial bank provides safekeeping and depository services, and substantially all securities owned by the Pools are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investment owned by the participating government. The Pools are rated AAAM by Standard and Poor's.

TOWN OF SILVERTHORNE, COLORADO

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015

**NOTE E – RECEIVABLES & DUE FROM OTHER GOVERNMENTS**

Receivables and Due from Other Governments, as of December 31, 2015, for the Town's individual major funds and non-major funds in the aggregate, are as follows.

	General Fund	Sales Tax Capital Improvement Fund	Urban Renewal Authority Fund	Nonmajor Funds	Water Fund	Sewer Fund
Receivables:						
Taxes	\$ 339,687	\$ 399,198	\$ -	\$ 29,310	\$ -	\$ -
Accounts	10,416	14,175	91	-	216,861	329,744
Total Receivables	<u>\$ 350,113</u>	<u>\$ 413,373</u>	<u>\$ 91</u>	<u>\$ 29,310</u>	<u>\$ 216,861</u>	<u>\$ 329,744</u>
Due from Other Governments						
County	\$ 2,751	\$ -	\$ -	\$ -	\$ -	\$ -
Local Authority	-	-	-	48,647	-	-
State	985,050	-	-	-	-	-
Total Other Governments	<u>\$ 987,801</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,647</u>	<u>\$ -</u>	<u>\$ -</u>

**TOWN OF SILVERTHORNE, COLORADO**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015**

**NOTE F – CAPITAL ASSETS**

The following is a summary of changes in capital assets for the year ended December 31, 2015. Certain prior year amounts have been reclassified to conform to the current year presentation.

<b>Governmental Activities</b>	Balance December 31, 2014	Additions	Disposals	Balance December 31, 2015
Capital assets, not being depreciated:				
Land	\$ 9,694,924	\$ -	\$ -	\$ 9,694,924
Projects in Progress	<u>115,838</u>	<u>477,480</u>	<u>(35,148)</u>	<u>558,170</u>
Total capital assets not being depreciated	<u>9,810,762</u>	<u>477,480</u>	<u>(35,148)</u>	<u>10,253,094</u>
Capital assets, being depreciated:				
Buildings and Improvements	16,303,995	1,212,419	(189,829)	17,326,585
Vehicles & Heavy Equipment	3,476,593	824,585	(296,861)	4,004,317
Equipment & Furniture	1,534,901	108,234	(56,812)	1,586,323
Infrastructure	34,255,460	505,179	-	34,760,639
Intangibles	893,794	34,126	(32,988)	894,932
Other Improvements	<u>6,365,385</u>	<u>385,088</u>	<u>(31,113)</u>	<u>6,719,360</u>
Total capital assets being depreciated	<u>62,830,128</u>	<u>3,069,631</u>	<u>(607,603)</u>	<u>65,292,156</u>
Less accumulated depreciation:				
Buildings and Improvements	(7,528,810)	(596,089)	115,201	(8,009,698)
Vehicles & Heavy Equipment	(1,539,342)	(258,600)	262,445	(1,535,497)
Equipment & Furniture	(856,458)	(156,871)	56,812	(956,517)
Infrastructure	(13,814,505)	(1,308,151)	-	(15,122,656)
Intangibles	(265,334)	(87,806)	18,143	(334,997)
Other Improvements	<u>(3,352,069)</u>	<u>(302,976)</u>	<u>31,113</u>	<u>(3,623,932)</u>
Total accumulated depreciation	<u>(27,356,518)</u>	<u>(2,710,493)</u>	<u>483,714</u>	<u>(29,583,297)</u>
Total capital assets, being depreciated, net	<u>35,473,610</u>	<u>359,138</u>	<u>(123,889)</u>	<u>35,708,859</u>
Governmental activities capital assets, net	<u>\$ 45,284,372</u>	<u>\$ 836,618</u>	<u>\$ (159,037)</u>	<u>\$ 45,961,953</u>
<b>Business - Type Activities</b>	Balance December 31, 2014	Additions	Disposals	Balance December 31, 2015
Capital assets, not being depreciated:				
Land	\$ 3,871	\$ -	\$ -	\$ 3,871
Projects in Progress	215,785	32,633	(19,799)	228,619
Water Rights	<u>8,424,250</u>	<u>-</u>	<u>-</u>	<u>8,424,250</u>
Total capital assets, not being depreciated	<u>8,643,906</u>	<u>32,633</u>	<u>(19,799)</u>	<u>8,656,740</u>
Capital assets, being depreciated:				
Water Tanks	2,272,867	-	-	2,272,867
Lines	17,332,996	236,836	-	17,569,832
Wells	2,852,934	18,576	-	2,871,510
Machinery & Equipment	669,320	57,946	(31,741)	695,525
Intangibles	199,307	19,799	-	219,106
Other Improvements	<u>2,044,563</u>	<u>-</u>	<u>-</u>	<u>2,044,563</u>
Total capital assets, being depreciated	<u>25,371,987</u>	<u>333,157</u>	<u>(31,741)</u>	<u>25,673,403</u>
Less accumulated depreciation:				
Water Tanks	(971,907)	(56,781)	-	(1,028,688)
Lines	(7,885,175)	(656,311)	-	(8,541,486)
Wells	(1,689,388)	(121,664)	-	(1,811,052)
Machinery & Equipment	(326,960)	(44,066)	31,741	(339,285)
Intangibles	(105,571)	(22,220)	-	(127,791)
Other Improvements	<u>(116,453)</u>	<u>(61,884)</u>	<u>-</u>	<u>(178,337)</u>
Total accumulated depreciation	<u>(11,095,454)</u>	<u>(962,926)</u>	<u>31,741</u>	<u>(12,026,639)</u>
Total capital assets, being depreciated, net	<u>14,276,533</u>	<u>(629,769)</u>	<u>-</u>	<u>13,646,764</u>
Business-type activities capital assets, net	<u>\$ 22,920,439</u>	<u>\$ (597,136)</u>	<u>\$ (19,799)</u>	<u>\$ 22,303,504</u>

**TOWN OF SILVERTHORNE, COLORADO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

**NOTE F – CAPITAL ASSETS (CONTINUED)**

Depreciation expense was charged to functions as follows:

Governmental Activities:

General Government	\$ 108,290
Public Safety	73,905
Public Works	1,864,782
Community Development	58,004
Recreation & Culture	<u>605,512</u>
Total Governmental Activities Depreciation Expenses	<u>\$2,710,493</u>

**NOTE G - INVESTMENT IN JOINT VENTURES**

**Joint Sewer Authority**

The Town is a participant in the Silverthorne/Dillon Joint Sewer Authority (JSA), which was formed to construct and operate a wastewater treatment facility. Participants in the JSA are the Towns of Silverthorne and Dillon, the Dillon Valley District, the Buffalo Mountain Metropolitan District and the Mesa Cortina Metro District.

Construction costs are paid by each participant based on their share of the available capacity in each phase of the project. Operating costs are funded by quarterly billings to the participants, which are based on the number of taps each participant has connected to the system.

The Town records its investments in the JSA, and its share of operating costs in the Sewer Fund. The investment is accounted for under the equity method. The Town had an investment in the JSA at December 31, 2015, the date of the most recent audited financial statements, of \$9,052,497. The Town represents a 67.17% share in the joint venture. At December 31, 2015, the Town was responsible for 39.9% of the JSA's operating expenses.

Based on the 2015 audited results, the Town's equity in the JSA increased by \$835,546.

Joint Sewer Authority financial statements are issued annually and can be obtained from the managing entity, the Town of Silverthorne.

**Urban Renewal Authority Joint Venture**

The Town's Urban Renewal Authority (URA) is an equal partner with Craig Reality in the Acorn commercial property that was purchased in 2014. The partnership formed is Blue River Real Estate Company, LLC. The purpose of the partnership is to attain and hold a section of commercial property to be used at a future date within a new commercial development.

All revenues and expenses are to be equally shared. Equal payments are to be made to the LLC when needed. The URA had an investment in the partnership as of December 31, 2015, of \$729,362. The URA represents a 50% share in the joint venture. At December 31, 2015, the URA was responsible for 50% of the partnerships operating expenses.

**TOWN OF SILVERTHORNE, COLORADO**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015**

**NOTE H – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the year are referred to as either *Interfund Receivables* or *Payables*. Any residual balances outstanding between governmental and business-type activities are reported in the government-wide financial statements as internal balances.

**Interfunds:**

<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Amount</u>
General Fund	Urban Renewal Authority Fund	\$3,952,773

The amounts payable to the General Fund relate to the advance made to the URA for URA activity and land purchases. Repayment will be made from increment property taxes and proceeds from the sale of land.

Transfers between funds during the year ended December 31, 2015, were as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
Sales Tax Capital Improvement Fund	\$ 360,000	\$ -
General Fund	-	360,000
<b>Total Transfers</b>	<u>\$ 360,000</u>	<u>\$ 360,000</u>

The General Fund transferred \$360,000 to the Sales Tax Capital Improvement Fund to assist with the design and engineering of the Silverthorne Performing Arts Center.

**NOTE I - LONG-TERM DEBT**

**Governmental & Business Activities:**

The following summarizes the changes in the Town's long-term liabilities for the year ended December 31, 2015:

	<u>Balance 12/31/14</u>	<u>Additions</u>	<u>Retirement</u>	<u>Balance 12/31/15</u>	<u>Due Within One Year</u>
<b>Governmental Activities:</b>					
Capital Leases	\$ 180,000	\$ -	\$ ( 16,628)	\$ 163,372	\$ 34,133
Compensated Absences – Gov.	<u>441,721</u>	<u>578,490</u>	<u>(506,184)</u>	<u>514,027</u>	<u>514,027</u>
<b>Total Governmental</b>	<u>\$ 621,721</u>	<u>\$ 578,490</u>	<u>\$ (522,812)</u>	<u>\$ 677,399</u>	<u>\$ 548,160</u>
<b>Business-Type Activities:</b>					
Compensated Absences – Bus.	<u>\$ 23,348</u>	<u>\$ 41,320</u>	<u>\$ (37,032)</u>	<u>\$ 27,636</u>	<u>\$ 23,491</u>

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

**TOWN OF SILVERTHORNE, COLORADO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

**NOTE I - LONG-TERM DEBT (CONTINUED)**

**Capital Lease Obligations:**

In 2014, The Town entered into a lease purchase agreement for \$180,000 to purchase a John Deere front loader and related accessories. The front loader has an estimated useful life of ten-years. This year, \$14,114 was included in depreciation expense. The equipment is used by the Town's Public Works department. The amount financed was \$180,000 at an interest rate of 3.5%. Semi-annual payments are \$19,778 which includes interest. Payments are due on July 1<sup>st</sup> and January 1<sup>st</sup> starting on July 1, 2015.

The following is a schedule of the future minimum lease payments under this capital lease, and the present value of the net minimum lease payments at December 31, 2015:

2016	\$ 39,555
2017	39,555
2018	39,555
2019	39,555
2020	<u>19,778</u>
Total Minimum Lease Payments	\$177,998
Less: Amount Representing Interest	<u>(14,626)</u>
 Present Value of Minimum Lease Payments	 <u>\$163,372</u>

**NOTE J - PENSION PLANS**

**ICMA Retirement Prototype Money Purchase Plan & Trust (A 401 Qualified Plan)**

All full-time and ¾ time employees, except elected/appointed officials as defined by the Town Code, participate in a Section 401(A) defined contribution money purchase retirement plan. The plan, administered by ICMA Retirement Corporation, requires the Town to contribute monthly an amount equal to 10.5% of each employee's salary. All amounts contributed are vested immediately. Each participant is required to contribute 7.5% of earnings for the plan year as a condition of participation in the plan. The Town Council has the authority to make changes to the plan as to the contributions and vesting rights as long as the changes are within the laws as set by the Federal Government.

Total contributions by the Town for the year ended December 31, 2015, were \$538,656. Total contributions by the employees for the year ended December 31, 2015, were \$384,756.

**NOTE K - COLORADO CONTRABAND FORFEITURE ACT**

The Town's police department has entered into a program with other law enforcement agencies in the Colorado Fifth Judicial District, whereby most assets acquired under the Colorado Contraband Forfeiture Act are turned over to the District to be used for authorized purposes to benefit all agencies within the District. At December 31, 2015, the Town had \$3,262 in seizure funds, which the police department is using for rewards for information leading to solving police cases.

**TOWN OF SILVERTHORNE, COLORADO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2015**

**NOTE L - RISK MANAGEMENT**

**Colorado Intergovernmental Risk Sharing Agency (CIRSA)**

The Town is a member with CIRSA, a separate and independent governmental and legal entity formed by intergovernmental agreement by member municipalities pursuant to the provision of 24-10-115.5, Colorado Revised Statutes (1982 Replacement Volume) and Colorado Constitution, Article XIV, section 18(2).

The purposes of CIRSA are to provide members defined liability and property coverage and to assist members to prevent and reduce losses and injuries to municipal property and to persons or property which might result in claims being made against members of CIRSA, their employees or officers. CIRSA provides insurance coverage for workers compensation, property, liability, crime, police professional and errors and omissions insurance. CIRSA does not cover contractual risks.

It is the intent of CIRSA to create an entity in perpetuity which will administer and use funds contributed by members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability or loss, to the limit of the financial resources of CIRSA. All income and assets of CIRSA are dedicated to the exclusive benefit of its members.

The deductible amount paid by the Town for each incident in 2015 was \$5,000; there is no change in coverage from past years. CIRSA is a separate legal entity and the Town does not approve budgets nor does it have the ability to significantly affect the operations of CIRSA.

**Group Insurance - Health & Short Term Disability**

The Town has an established partially self-funded insurance plan for health and short-term disability for employees and their dependents. Under the health insurance program, for employees, spouses and dependents who choose to participate, the Town provides health insurance coverage up to \$65,000 and aggregate losses for all participants up to \$1,000,000. The Town purchases commercial insurance for claims in excess of coverage provided by the Town.

For the Town's short-term disability program, the Town provides coverage equal to the coverage that was provided by the private insurance industry. The coverage has a low risk to the Town. There is no excess coverage insurance for these plans. The short-term disability insurance covers a maximum of 12 weeks of 60% of weekly salary with a maximum of \$1,000 per week.

All Town departments participate in the group insurance and make payments to the Health & Short-term Disability Internal Service Fund based on prior claims experience in amounts needed to pay current year claims and to establish a reserve for catastrophic losses. The Fund has a net position of \$327,693 as of December 31, 2015.

The Town has established a reserve for incurred but not reported (IBNR) claims based on claims experience. The IBNR reserves are included in claims payable, and include a provision for incremental claim adjustment expenses as well as estimated recoveries, if applicable. Other than current amounts, the Town does not believe that IBNR claims can be reasonably estimated. Therefore, no long-term liability is reported in the financial statements. Changes in claims payable were as follows:

	2014	2015
Claims Payable, Beginning of Year	\$ 61,171	\$ 64,764
Claims and Changes in Provisions	629,182	580,191
Claim Payments	(625,589)	(575,177)
Claims Payable, End of Year	<u>\$ 64,764</u>	<u>\$ 69,778</u>

**TOWN OF SILVERTHORNE, COLORADO**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015**

**NOTE M– CONTINGENCIES AND COMMITMENTS**

**Litigation**

The Town is named in two lawsuits. In the opinion of the Town’s counsel, none of these lawsuits are expected to result in a material liability which would not be covered by the insurance coverage available nor have a material effect on the Town’s financial statements. At December 31, 2015, Summit County Court system is holding \$55,209 that is based on the outcome of a property valuation trial for trail easements in that took place in 2014. The Plaintiff has filed an appeal.

**Economic Development Agreements**

The Town has entered into certain agreements in an effort to promote economic development and re-development within the Town. There are currently five active, the Lowes, Murdoch, Baker’s Brewery, Starbucks and Hampton Inn Enhanced Sales Tax Incentive Programs (Agreements) as of December 31, 2015.

The following represents a summary of the funding obligations related to economic development commitments of the Town:

Project Name	Maximum Amount Committed	Termination of Agreement	Description of Sharing Agreement	Amt. of Total Tax Shared with Developer as of 12/31/2015
Lowes Home Improvement	Up To \$1,913,068	09/01/2019	50% of 2.8% Sales Tax less a calculated amount for displaced sales tax.	\$ 959,164
Murdoch’s	Up To \$ 613,000	01/31/2022	50% of 2.8% Sales Tax less a calculated amount for displaced sales tax.	\$ 110,843
Baker’s Brewery	Up To \$ 225,000	03/31/2022	50% of 2.8% Sales Tax less a calculated amount for displaced sales tax.	\$ 10,193
Starbucks	Up To \$ 100,000	09/30/2019	50% of 2.8% Sales Tax less a calculated amount for displaced sales tax.	\$ 3,047
Hampton Inn	Up to \$ 150,000	11/30/2020	50% of 2.8% Sales Tax less a calculated amount for displaced sales tax.	\$ 1,695

**NOTE N - TAXPAYER BILL OF RIGHTS & THE AMENDMENT ONE ELECTION QUESTION**

At the November 3, 1992 general election, Colorado voters approved an amendment to the Colorado Constitution commonly known as the Taxpayer’s Bill of Rights (the Amendment). The Amendment was effective December 31, 1992, and its provisions limit government taxes, spending, revenues and debt without electoral approval.

The Amendment by its terms applies to local governments such as the Town but excludes “enterprises” which are defined as a (1) government owned business, (2) authorized to issue its own debt and (3) receives less than 10% of its annual revenue in grants from all state and local governments. The Town considers its Water and Sewer Funds to be “enterprises” and, therefore, considers them excluded from the terms of the Amendment.

On April 5, 1994 an election question was approved by the Citizens of the Town of Silverthorne. The election question asked the citizens for the Town to retain the ability to collect and expend the full revenues generated without any increase in any tax rate and expenditures and revenues on debt service, municipal operations and capital projects without the limitation of the Amendment. The period covered was January 1, 1994 to December 31, 2013.

**TOWN OF SILVERTHORNE, COLORADO**

**NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2015**

**NOTE N - TAXPAYER BILL OF RIGHTS & THE AMENDMENT ONE ELECTION QUESTION  
(CONTINUED)**

On November 3, 2009, an election question was approved by the Citizens of Silverthorne. The election question asked the citizens for the Town to continue beyond December 31, 2013, to retain the ability to collect and expend the full revenues generated without any increase in any tax rate and expenditures and revenues on debt service, municipal operations and capital projects without the limitation of the Amendment. The basis of this question was to take the 1994 election question and continue to be exempt from TABOR as it relates to revenue limits indefinitely.

For 2015, The Town was required to reserve 3% of its fiscal year spending as "emergency reserves." The TABOR emergency reserve of \$467,218 has been recorded as restricted fund balance in the General Fund.

# **Required Supplementary Information**

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**TOWN OF SILVERTHORNE, COLORADO**

**GENERAL FUND**  
**BUDGETARY COMPARISON SCHEDULE**

Year Ended December 31, 2015

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance with Final Budget
<b>REVENUES</b>				
Taxes	\$ 7,133,610	\$ 7,374,610	\$ 7,566,771	\$ 192,161
Intergovernmental	389,340	389,340	405,121	15,781
Licenses, Permits & Fees	269,533	422,533	536,667	114,134
Charges for Services	2,169,315	2,578,914	2,690,962	112,048
Fines & Forfeitures	125,000	125,000	110,966	(14,034)
Interest	81,266	12,266	13,821	1,555
Grants/Donations	43,000	43,000	65,059	22,059
Miscellaneous	27,000	27,000	33,119	6,119
	<b>10,238,064</b>	<b>10,972,663</b>	<b>11,422,486</b>	<b>449,823</b>
<b>EXPENDITURES</b>				
Current				
General Government	2,086,752	2,134,756	1,981,088	153,668
Public Safety	1,954,162	1,906,655	1,718,693	187,962
Public Works	2,436,506	2,431,511	2,061,593	369,918
Community Development	809,248	790,248	758,949	31,299
Recreation & Culture	2,930,241	3,123,254	2,973,466	149,788
	<b>10,216,908</b>	<b>10,386,424</b>	<b>9,493,789</b>	<b>892,635</b>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<b>21,156</b>	<b>586,239</b>	<b>1,928,697</b>	<b>1,342,458</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer Out	-	(460,000)	(360,000)	100,000
	<b>-</b>	<b>(460,000)</b>	<b>(360,000)</b>	<b>100,000</b>
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>(460,000)</b>	<b>(360,000)</b>	<b>100,000</b>
<b>Net Change in Fund Balance, Budgetary Basis</b>	<b>21,156</b>	<b>126,239</b>	<b>1,568,697</b>	<b>1,442,458</b>
<b>ADJUSTMENTS TO GAAP BASIS</b>				
Advance to Urban Renewal Authority	(12,000)	-	-	-
	<b>9,156</b>	<b>126,239</b>	<b>1,568,697</b>	<b>1,442,458</b>
<b>Net Change in Fund Balance, GAAP Basis</b>	<b>9,156</b>	<b>126,239</b>	<b>1,568,697</b>	<b>1,442,458</b>
<b>Fund Balance, Beginning of Year</b>	<b>5,417,711</b>	<b>9,790,509</b>	<b>9,790,509</b>	<b>-</b>
<b>Fund Balance, End of Year</b>	<b>\$ 5,426,867</b>	<b>\$ 9,916,748</b>	<b>\$ 11,359,206</b>	<b>\$ 1,442,458</b>

See the accompanying Independent Auditors' Report

**TOWN OF SILVERTHORNE, COLORADO**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2015**

**NOTE 1 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

Budgets for the governmental funds, except for interfund loan activity in General, Housing 5A and Development Excise Tax Funds, are adopted on a basis consistent with generally accepted accounting principles (GAAP). Additionally, interfund loan activity, developer proceeds and capital outlay of the Urban Renewal Authority Fund, are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgets for the proprietary fund are adopted on a basis consistent with GAAP, except that the budgeted expenditures also include capital outlay and exclude depreciation expense and equity gain/loss from joint ventures and capital assets. The Council does not budget for the fiduciary funds. Council legally adopts all governmental and proprietary fund budgets. All annual appropriations lapse at the end of the fiscal year.

During the year, the Town Council meets with each department to approve policy, identify goals and performance measures. It is the department's responsibility to prepare an annual budget to implement the policy and accomplish the goals identified. Each year, the Manager will present the Financial Policies in August, Capital Budget in September, and the Operating Budget in October. The Council holds two public hearings prior to the Council's adoption of the Budget Resolution schedule to be completed on or before the first regular Council meeting in November of each year.

The appropriated budget is prepared by fund, department, programs and categories. The Manager may approve transfer of budget between departments within a fund. Departments may request the Manager's approval to transfer budget items between categories and programs within a department. The Manager will review requests to ensure compliance with the goals and objectives of the annual budget as approved by the Council. Transfers of appropriation between funds require the approval of Council. The legal level of budgetary control is the fund level. Council can amend the approved budget during the year.

For the year ended December 31, 2015, the Health & Short-term Disability Claims Fund expenses exceeded the amounts budgeted by \$25,278. This may be a violation of State statute.

**COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES**

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## **Capital Project Funds**

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Capital project funds are used to account for financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets.

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Sales Tax Capital Improvement Fund - This fund is used to account for the 60% of the Town's 2% sales tax. The funds are used for the acquisition, construction and debt of major capital products and facilities other than those financed by proprietary funds and trust funds

Silverthorne Urban Renewal Authority – The Silverthorne Urban Renewal Authority was established in 1996 and the Silverthorne Urban renewal Authority was approved in 2013 in order to revitalize blighted areas and stimulate commercial development in the Town.

Conservation Trust Fund - This fund is used to account for the Town's share of lottery funds distributed by the State of Colorado. Funds are to be used for Parks, Trails and Open Space.

Lodging Tax Fund – This fund is used to account for the voter approved 2% tax on lodging sales. Funds are to be split and expended 85% to Parks, Trails and Open Space – 15% for marketing.

5A Housing Fund – This fund is used to account for the voter approved .125% sales tax and impact fees that is assessed by the Summit Housing Authority and distributed back to the Town for affordable housing related capital projects.

Development Excise Tax Fund – This fund is used to account for the voter approved \$2 per square foot charged on new residential construction. Funds are to be used for growth related operations and capital expenditures.

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TOWN OF SILVERTHORNE, COLORADO

**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**

December 31, 2015

	Capital Project Funds				Total Other Governmental Funds
	Conservation Trust	Lodging Tax	5A Housing	Development Excise Tax	
<b>ASSETS</b>					
Cash & Investments	\$ 38,607	327,002	\$ 480,947	\$ 1,523,278	\$ 2,369,834
Accounts Receivable	-	29,310	-	-	29,310
Due from Other Governments	-	-	48,647	-	48,647
Deposits	-	55,209	-	-	55,209
<b>Total Assets</b>	<b>\$ 38,607</b>	<b>411,521</b>	<b>\$ 529,594</b>	<b>\$ 1,523,278</b>	<b>\$ 2,503,000</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$ -	\$ 5,412	\$ 535	\$ 2,922	\$ 8,869
<b>Total Liabilities</b>	<b>-</b>	<b>5,412</b>	<b>535</b>	<b>2,922</b>	<b>8,869</b>
<b>FUND BALANCES</b>					
Restricted For:					
Blue River Improvements	-	268,853	-	-	268,853
Parks, Trails & Open Space	38,607	52,322	-	-	90,929
Marketing	-	84,934	-	-	84,934
Affordable Housing	-	-	529,059	-	529,059
Capital Improvements	-	-	-	1,520,356	1,520,356
<b>Total Fund Balances</b>	<b>38,607</b>	<b>406,109</b>	<b>529,059</b>	<b>1,520,356</b>	<b>2,494,131</b>
<b>Total Liabilities &amp; Fund Balances</b>	<b>\$ 38,607</b>	<b>411,521</b>	<b>\$ 529,594</b>	<b>\$ 1,523,278</b>	<b>\$ 2,503,000</b>

See the accompanying Independent Auditors' Report.

**TOWN OF SILVERTHORNE, COLORADO**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS**

Year Ended December 31, 2015

	<b>Capital Project Funds</b>				<b>Total Other Governmental Funds</b>
	<b>Conservation Trust</b>	<b>Lodging Tax</b>	<b>5A Housing</b>	<b>Development Excise Tax</b>	
<b>REVENUES</b>					
Taxes	\$ -	\$ 187,720	\$ -	\$ 350,438	\$ 538,158
Intergovernmental	38,583	-	294,154	-	332,737
Licenses, Permits & Fees	-	-	232,560	-	232,560
Interest	24	603	479	2,910	4,016
<b>Total Revenues</b>	<b>38,607</b>	<b>188,323</b>	<b>527,193</b>	<b>353,348</b>	<b>1,107,471</b>
<b>EXPENDITURES</b>					
Current:					
General Government - Marketing	-	24,920	-	-	24,920
Housing	-	-	32,575	-	32,575
Capital Outlay	-	98,290	-	28,220	126,510
<b>Total Expenditures</b>	<b>-</b>	<b>123,210</b>	<b>32,575</b>	<b>28,220</b>	<b>184,005</b>
<b>Net Change in Fund Balance</b>	<b>38,607</b>	<b>65,113</b>	<b>494,618</b>	<b>325,128</b>	<b>923,466</b>
<b>Fund Balances, Beginning of Year</b>	<b>-</b>	<b>340,996</b>	<b>34,441</b>	<b>1,195,228</b>	<b>1,570,665</b>
<b>Fund Balances, End of Year</b>	<b>\$ 38,607</b>	<b>\$ 406,109</b>	<b>\$ 529,059</b>	<b>\$ 1,520,356</b>	<b>\$ 2,494,131</b>

See the accompanying Independent Auditors' Report.

**TOWN OF SILVERTHORNE, COLORADO**

**CONSERVATION TRUST FUND**  
**BUDGETARY COMPARISON SCHEDULE**

Year Ended December 31, 2015

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Intergovernmental	\$ 41,212	\$ 41,212	\$ 38,583	\$ (2,629)
Interest	25	25	24	(1)
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	41,237	41,237	38,607	(2,630)
	<hr/>	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>				
Capital Outlay	41,237	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	41,237	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Net Change in Fund Balance	-	41,237	38,607	(2,630)
	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balance, Beginning of Year	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balance, End of Year	\$ -	\$ 41,237	\$ 38,607	\$ (2,630)
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See the accompanying Independent Auditors' Report.

**TOWN OF SILVERTHORNE, COLORADO**

**LODGING TAX FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
 Year Ended December 31, 2015

	<b>Original Budgeted Amounts</b>	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
<b>REVENUES</b>				
Taxes	\$ 147,900	\$ 147,900	\$ 187,720	\$ 39,820
Interest	4,904	4,904	603	(4,301)
Total Revenues	152,804	152,804	188,323	35,519
<b>EXPENDITURES</b>				
General Government - Marketing	25,000	25,000	24,920	80
Capital Outlay	117,814	197,814	98,290	99,524
Total Expenditures	142,814	222,814	123,210	99,604
Excess (Deficiency) of Revenues Over/(Under) Expenditures	9,990	(70,010)	65,113	135,123
<b>OTHER FINANCING SOURCES</b>				
Transfer In	-	10,000	-	(10,000)
Net Change in Fund Balance	9,990	(60,010)	65,113	125,123
<b>Fund Balance, Beginning of Year</b>	326,933	326,933	340,996	14,063
<b>Fund Balance, End of Year</b>	\$ 336,923	\$ 266,923	\$ 406,109	\$ 139,186

See the accompanying Independent Auditors' Report.

**TOWN OF SILVERTHORNE, COLORADO**

**5A HOUSING FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
 Year Ended December 31, 2015

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Intergovernmental	\$ 282,030	\$ 282,030	\$ 294,154	\$ 12,124
Licenses, Permits & Fees	90,000	145,000	232,560	87,560
Interest	<u>727</u>	<u>727</u>	<u>479</u>	<u>(248)</u>
Total Revenues	<u>372,757</u>	<u>427,757</u>	<u>527,193</u>	<u>99,436</u>
<b>EXPENDITURES</b>				
Housing Administrative Fees	87,112	87,112	32,575	54,537
Payments to Excise Tax and Sewer Funds	<u>152,000</u>	<u>42,000</u>	<u>42,000</u>	<u>-</u>
Total Expenditures	<u>239,112</u>	<u>129,112</u>	<u>74,575</u>	<u>54,537</u>
Net Change in Fund Balance, Budgetary Basis	\$ <u><u>133,645</u></u>	\$ <u><u>298,645</u></u>	452,618	\$ <u><u>153,973</u></u>
<b>ADJUSTMENTS TO GAAP BASIS</b>				
Payments to Excise Tax and Sewer Funds			<u>42,000</u>	
<b>Change in Fund Balance, GAAP Basis</b>			494,618	
<b>Fund Balance, Beginning of Year</b>			<u>34,441</u>	
<b>Fund Balance, End of Year</b>			\$ <u><u>529,059</u></u>	

See the accompanying Independent Auditors' Report.

**TOWN OF SILVERTHORNE, COLORADO**

**DEVELOPMENT EXCISE TAX FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
 Year Ended December 31, 2015

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 140,000	\$ 290,000	\$ 350,438	\$ 60,438
Payment from 5A Housing	76,000	21,000	21,000	-
Interest	<u>15,655</u>	<u>15,655</u>	<u>2,910</u>	<u>(12,745)</u>
Total Revenues	<u>231,655</u>	<u>326,655</u>	<u>374,348</u>	<u>47,693</u>
<b>EXPENDITURES</b>				
Capital Outlay	<u>58,750</u>	<u>58,750</u>	<u>28,220</u>	<u>30,530</u>
Total Expenditures	<u>58,750</u>	<u>58,750</u>	<u>28,220</u>	<u>30,530</u>
Excess of Revenues Over Expenditures	172,905	267,905	346,128	78,223
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer Out	<u>-</u>	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>
Net Change in Fund Balance, Budgetary Basis	\$ <u>172,905</u>	\$ <u>257,905</u>	346,128	\$ <u>88,223</u>
<b>ADJUSTMENTS TO GAAP BASIS</b>				
Payment from 5A Housing			<u>(21,000)</u>	
<b>Change in Fund Balance, GAAP Basis</b>			325,128	
<b>Fund Balance, Beginning of Year</b>			<u>1,195,228</u>	
<b>Fund Balance, End of Year</b>			\$ <u>1,520,356</u>	

See the accompanying Independent Auditors' Report.

**TOWN OF SILVERTHORNE, COLORADO**  
**SALES TAX CAPITAL IMPROVEMENT FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
Year Ended December 31, 2015

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 2,826,394	\$ 2,826,394	\$ 3,008,841	\$ 182,447
Interest	14,028	14,028	2,428	(11,600)
Total Revenues	<u>2,840,422</u>	<u>2,840,422</u>	<u>3,011,269</u>	<u>170,847</u>
<b>EXPENDITURES</b>				
Capital Outlay	3,313,099	4,130,504	4,008,151	122,353
Debt Services:				
Principal	-	-	16,628	(16,628)
Interest & Fiscal Charges	-	-	3,167	(3,167)
Total Expenditures	<u>3,313,099</u>	<u>4,130,504</u>	<u>4,027,946</u>	<u>102,558</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(472,677)</u>	<u>(1,290,082)</u>	<u>(1,016,677)</u>	<u>273,405</u>
<b>OTHER FINANCING SOURCES</b>				
Sale of Capital Assets	147,000	147,000	86,416	(60,584)
Transfer In	-	460,000	360,000	(100,000)
Total Other Financing Sources	<u>147,000</u>	<u>607,000</u>	<u>446,416</u>	<u>(160,584)</u>
Net Change in Fund Balance	(325,677)	(683,082)	(570,261)	112,821
Fund Balance, Beginning of Year	<u>935,192</u>	<u>935,192</u>	<u>1,251,744</u>	<u>316,552</u>
Fund Balance, End of Year	<u>\$ 609,515</u>	<u>\$ 252,110</u>	<u>\$ 681,483</u>	<u>\$ 429,373</u>

See the accompanying Independent Auditors' Report.

**TOWN OF SILVERTHORNE, COLORADO**

**URBAN RENEWAL AUTHORITY FUND**  
**BUDGETARY COMPARISON SCHEDULE**

Year Ended December 31, 2015

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 31,463	\$ 31,463	\$ 32,671	\$ 1,208
Advance from General Fund	12,000	-	-	-
Rebate from State of Colorado	60,000	-	-	-
Interest	-	-	29	29
	<hr/>	<hr/>	<hr/>	<hr/>
Total Revenues	103,463	31,463	32,700	1,237
	<hr/>	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>				
Urban Renewal	49,300	20,000	2,298	17,702
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	49,300	20,000	2,298	17,702
	<hr/>	<hr/>	<hr/>	<hr/>
Net Change in Fund Balance	\$ <u>54,163</u>	\$ <u>11,463</u>	30,402	\$ <u>18,939</u>
<b>Fund Balance, Beginning of Year</b>			<hr/>	
			(70,203)	
<b>Fund Balance, End of Year</b>			<hr/>	
			\$ <u>(39,801)</u>	

See the accompanying Independent Auditors' Report.

## **Enterprise Funds**

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Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the government's council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes.

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Water Fund - This fund is used to account for the provision of water service for the Town.

Sewer Fund - This fund is used to account for the provision of sewer service for the Town.

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**TOWN OF SILVERTHORNE, COLORADO**

**WATER FUND  
BUDGETARY COMPARISON SCHEDULE**

Year Ended December 31, 2015

	Original Budgeted Amounts	Final Budgeted Amounts	Actual Amounts	Variance with Final Budget
<b>REVENUES</b>				
User Fees	\$ 982,342	\$ 982,342	\$ 1,029,828	\$ 47,486
Charges for Services	4,600	4,600	8,988	4,388
Tap Fees	158,400	385,000	478,456	93,456
Miscellaneous	5,000	5,000	-	(5,000)
Interest	21,550	21,550	2,924	(18,626)
	<u>1,171,892</u>	<u>1,398,492</u>	<u>1,520,196</u>	<u>121,704</u>
<b>EXPENSES</b>				
Operations	722,889	756,879	761,446	(4,567)
Maintenance	243,000	243,000	274,087	(31,087)
Contractual Services	49,500	49,500	54,150	(4,650)
Capital Outlay	223,750	223,750	135,713	88,037
Transfer Out	25,000	-	-	-
	<u>1,264,139</u>	<u>1,273,129</u>	<u>1,225,396</u>	<u>47,733</u>
<b>Change in Net Position, Budgetary Basis</b>	<u>\$ (92,247)</u>	<u>\$ 125,363</u>	<u>294,800</u>	<u>\$ 169,437</u>
<b>ADJUSTMENTS TO GAAP BASIS</b>				
Capital Outlay			135,713	
Depreciation Expense			(681,500)	
Contributed Capital from Developers			104,776	
Gain on Sale of Capital Assets			8,000	
			<u>8,000</u>	
<b>Change in Net Position, GAAP Basis</b>			<u>\$ (138,211)</u>	

See the accompanying Independent Auditors' Report.

**TOWN OF SILVERTHORNE, COLORADO**

**SEWER FUND**  
**BUDGETARY COMPARISON SCHEDULE**  
 Year Ended December 31, 2015

	<b>Original Budgeted Amounts</b>	<b>Final Budgeted Amounts</b>	<b>Actual Amounts</b>	<b>Variance with Final Budget</b>
<b>REVENUES</b>				
User Fees	\$ 1,254,489	\$ 1,254,489	\$ 1,265,688	\$ 11,199
Charges for Services	4,400	4,400	3,850	(550)
Tap Fees	127,600	287,600	388,122	100,522
Interest	42,159	42,159	7,221	(34,938)
Payment from Water Fund	25,000	-	-	-
Payment from Housing 5A	76,000	21,000	21,000	-
	<u>1,529,648</u>	<u>1,609,648</u>	<u>1,685,881</u>	<u>76,233</u>
<b>Total Revenues</b>				
	<u>1,529,648</u>	<u>1,609,648</u>	<u>1,685,881</u>	<u>76,233</u>
<b>EXPENSES</b>				
Operations	233,992	299,992	253,857	46,135
Maintenance	128,000	128,000	150,427	(22,427)
Contractual Services	954,400	954,400	622,219	332,181
Capital Outlay	137,500	137,500	57,844	79,656
	<u>1,453,892</u>	<u>1,519,892</u>	<u>1,084,347</u>	<u>435,545</u>
<b>Total Expenses</b>				
	<u>1,453,892</u>	<u>1,519,892</u>	<u>1,084,347</u>	<u>435,545</u>
<b>Change in Net Position, Budgetary Basis</b>	<u>\$ 75,756</u>	<u>\$ 89,756</u>	601,534	<u>\$ 511,778</u>
<b>ADJUSTMENTS TO GAAP BASIS</b>				
Capital Outlay			57,844	
Depreciation Expense			(281,426)	
Payment from 5A Housing			(21,000)	
Contributed Capital from Developers			47,658	
Equity Gain in Joint Sewer Authority Investment			<u>502,079</u>	
<b>Change in Net Position, GAAP Basis</b>			<u>\$ 906,689</u>	

See the accompanying Independent Auditors' Report.

## **Internal Service Funds**

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Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units, on a cost-reimbursement basis.

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Health & Short-Term Disability Fund – This fund is used to account for the first \$65,000 in medical claims per claimant per year and short-term disability claims. The claims related premiums are paid into this fund to cover the claims which are paid through a third party administrator.

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**TOWN OF SILVERTHORNE, COLORADO**

**HEALTH & SHORT-TERM DISABILITY CLAIMS FUND**  
**BUDGETARY COMPARISON SCHEDULE**

Year Ended December 31, 2015

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
<b>REVENUES</b>				
Charges for Services	\$ 740,450	\$ 700,450	\$ 735,193	\$ 34,743
Interest	-	-	841	841
Miscellaneous	<u>1,200</u>	<u>1,200</u>	<u>295</u>	<u>(905)</u>
Total Revenues	<u>741,650</u>	<u>701,650</u>	<u>736,329</u>	<u>34,679</u>
<b>EXPENSES</b>				
Claims	690,000	540,000	580,191	(40,191)
Wellness Program	23,500	23,500	14,877	8,623
Miscellaneous	<u>14,652</u>	<u>14,652</u>	<u>8,362</u>	<u>6,290</u>
Total Expenses	<u>728,152</u>	<u>578,152</u>	<u>603,430</u>	<u>(25,278)</u>
Change in Net Position	13,498	123,498	132,899	9,401
Net Position, Beginning of Year	<u>252,997</u>	<u>194,794</u>	<u>194,794</u>	<u>-</u>
Net Position, End of Year	<u>\$ 266,495</u>	<u>\$ 318,292</u>	<u>\$ 327,693</u>	<u>\$ 9,401</u>

See the accompanying Independent Auditors' Report.

**TOWN OF SILVERTHORNE, COLORADO**

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUND**

Year Ended December 31, 2015

	<u>Balance</u> <u>January 1, 2015</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>December 31, 2015</u>
<b>Joint Sewer Authority</b>				
<b>ASSETS</b>				
Cash and Investments	\$ <u>5,278,037</u>	\$ <u>2,933,165</u>	\$ <u>(3,038,939)</u>	\$ <u>5,172,263</u>
Total Assets	\$ <u><u>5,278,037</u></u>	\$ <u><u>2,933,165</u></u>	\$ <u><u>(3,038,939)</u></u>	\$ <u><u>5,172,263</u></u>
<b>LIABILITIES</b>				
Funds Held for Authority	\$ <u>5,278,037</u>	\$ <u>2,933,165</u>	\$ <u>(3,038,939)</u>	\$ <u>5,172,263</u>
Total Liabilities	\$ <u><u>5,278,037</u></u>	\$ <u><u>2,933,165</u></u>	\$ <u><u>(3,038,939)</u></u>	\$ <u><u>5,172,263</u></u>

See the accompanying Independent Auditors' Report.

## TOWN OF SILVERTHORNE, COLORADO

### STATISTICAL SECTION

(Unaudited)

This part of the Town of Silverthorne's comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, note disclosures and supplementary information. This section includes data for the Town (i.e., the primary government) and the business-type funds. This information has not been audited by the independent auditor.

<b>Contents</b>	<b>Schedules</b>	<b>Pages</b>
<b>Financial Trends</b> These tables contain trend information that may assist the reader in assessing the Town's current financial performance by placing it in historical perspective.	1-8	75-82
<b>Revenue Capacity</b> These tables contain information that may assist the reader in assessing the viability of the Town's most significant "own-source" revenues.	9-15	83-89
<b>Debt Capacity</b> These tables present information that may assist the reader in analyzing the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.	16-19	90-93
<b>Demographic and Economic Information</b> These tables offer economic and demographic indicators that are commonly used for financial analysis and depict the Town's present and ongoing financial status.	20-22	94-96
<b>Operating Information</b> These tables contain service and infrastructure indicators that represent how the information in the Town's financial statements relates to the services the Town provides and the activities it performs.	23-24	97-98

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Town of Silverthorne, Colorado  
Government-wide Net Position by Category  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

Source	2006	2007	2008	2009 (3)	2010	2011	2012	2013	2014	2015
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$21,157,048	\$30,551,010	\$37,724,350	\$40,538,196	\$40,917,450	\$41,837,491	\$43,533,197	\$46,177,806	\$45,104,372	\$45,798,581
Restricted	743,056	765,449	780,551	252,224	253,108	-	-	-	-	-
Restricted for: (1)										
Emergency	-	-	-	-	-	258,084	266,008	421,023	434,517	467,218
Trail Easements	-	-	-	-	-	-	-	386,461	-	-
Blue River Improvements	-	-	-	-	-	-	68,314	68,323	268,379	268,853
Parks, Trails & Open Space	-	-	-	-	-	157,948	81,448	61,325	23,620	90,929
Marketing	-	-	-	-	-	40,625	44,331	42,994	48,997	84,934
Affordable Housing	-	-	-	-	-	-	-	-	34,441	529,059
Capital Improvements	-	-	-	-	-	2,128,797	3,148,262	2,070,935	2,446,972	2,188,396
Unrestricted	15,622,291	11,699,883	8,281,222	6,975,032	7,392,136	5,445,153	5,919,695	6,727,071	9,471,179	10,862,103
<b>Subtotal Governmental Activities</b>	<b>37,522,395</b>	<b>43,016,342</b>	<b>46,786,123</b>	<b>47,765,452</b>	<b>48,562,694</b>	<b>49,868,098</b>	<b>53,061,255</b>	<b>55,955,938</b>	<b>57,832,477</b>	<b>60,090,073</b>
<b>Business-type Activities</b>										
Net Investment in Capital Assets	10,988,647	13,834,516	14,840,210	21,753,271	21,312,175	20,957,378	20,831,886	22,425,901	22,920,439	22,303,504
Unrestricted	11,985,937	11,416,846	11,534,762	11,530,909	11,905,165	12,190,736	12,082,221	13,122,888	13,099,229	14,492,431
<b>Subtotal Business-type Activities</b>	<b>22,974,584</b>	<b>25,251,362</b>	<b>26,374,972</b>	<b>33,284,180</b>	<b>33,217,340</b>	<b>33,148,114</b>	<b>32,914,107</b>	<b>35,548,789</b>	<b>36,019,668</b>	<b>36,795,935</b>
<b>Primary Government</b>										
Net Investment in Capital Assets	32,145,695	44,385,526	52,564,560	62,291,467	62,229,625	62,794,869	64,365,083	68,603,707	68,024,811	68,102,085
Restricted	743,056	765,449	780,551	252,224	253,108	-	-	-	-	-
Restricted for: (1)										
Emergency	-	-	-	-	-	258,084	266,008	421,023	434,517	467,218
Trail Easements	-	-	-	-	-	-	-	386,461	-	-
Blue River Improvements	-	-	-	-	-	-	68,314	68,323	268,379	268,853
Parks, Trails & Open Space	-	-	-	-	-	157,948	81,448	61,325	23,620	90,929
Marketing	-	-	-	-	-	40,625	44,331	42,994	48,997	84,934
Affordable Housing	-	-	-	-	-	-	-	-	34,441	529,059
Capital Improvements	-	-	-	-	-	2,128,797	3,148,262	2,070,935	2,446,972	2,188,396
Unrestricted	27,608,228	23,116,729	19,815,984	18,505,941	19,297,301	17,635,889	18,001,916	19,849,959	22,570,408	25,154,534
<b>Total Primary Government</b>	<b>\$60,496,979</b>	<b>\$88,267,704</b>	<b>\$73,161,095</b>	<b>\$81,049,632</b>	<b>\$81,780,034</b>	<b>\$83,016,212</b>	<b>\$85,975,362</b>	<b>\$91,504,727</b>	<b>\$93,852,145</b>	<b>\$96,886,008</b>

(1) Required for GASB 54, implemented in FY2011.  
(2) There is no capital related debt for business-type activities.  
(3) Prior Year Adjustments due to GASB 51 adding intangibles capital assets from prior years.

**Town of Silverthorne, Colorado**  
**Changes in Net Position - Governmental Activities**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

Source	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses:</b>										
General Government	\$1,328,306	\$1,405,667	\$1,469,486	\$1,605,745	\$1,536,770	\$1,670,910	\$1,872,746	\$2,241,236	\$1,935,134	\$2,312,724
Public Safety	1,886,232	1,841,689	1,947,374	1,857,556	1,832,321	1,740,615	1,837,454	1,890,569	1,928,658	1,888,198
Public Works	2,942,747	3,053,768	3,378,759	3,598,113	3,411,665	3,489,925	3,726,877	3,956,584	4,538,704	4,315,694
Community Development	738,851	814,718	805,313	745,431	719,689	780,753	746,989	844,004	917,763	925,638
Recreation & Culture	2,682,592	2,912,284	3,054,899	3,089,079	3,038,923	3,049,233	3,241,437	3,214,835	3,419,012	3,897,197
Urban Renewal	-	-	-	-	-	-	-	25,386	30,967	2,298
Housing	-	39,713	77,764	316,901	84,104	42,821	37,444	61,489	44,081	32,575
Interest on Long-Term Debt	240,015	229,425	162,916	126,502	7,576	2,417	-	-	-	3,167
<b>Total Expenses</b>	<b>9,818,743</b>	<b>10,297,264</b>	<b>10,896,511</b>	<b>11,339,327</b>	<b>10,631,048</b>	<b>10,776,674</b>	<b>11,462,947</b>	<b>12,234,103</b>	<b>12,814,319</b>	<b>13,377,491</b>
<b>Program Revenues:</b>										
Charges for Services										
General Government	153,354	169,744	182,069	257,581	205,876	243,697	334,442	354,339	431,398	587,756
Public Safety	104,384	115,227	143,199	158,075	143,689	139,631	133,987	175,426	156,672	167,225
Public Works	72,733	71,279	83,963	76,876	76,318	78,318	102,056	80,150	78,765	79,487
Community Development	404,569	449,551	412,551	169,820	200,217	219,989	151,940	408,477	345,634	438,838
Recreation & Culture	1,515,738	1,638,050	1,620,801	1,617,781	1,583,607	1,692,136	1,708,500	1,848,633	1,890,066	2,067,382
Housing	-	-	-	-	-	-	-	130,757	216,458	232,560
Operating Grants & Contributions	57,324	7,773	292,037	250,850	252,062	452,588	421,313	473,856	489,073	416,907
Capital Grants & Contributions	1,788,089	2,517,121	1,517,000	977,500	106,017	318,192	2,537,671	1,320,774	266,083	288,657
<b>Total Program Revenues</b>	<b>4,096,191</b>	<b>4,968,745</b>	<b>4,251,620</b>	<b>3,508,483</b>	<b>2,567,786</b>	<b>3,144,551</b>	<b>5,389,909</b>	<b>4,792,412</b>	<b>3,874,149</b>	<b>4,278,812</b>
<b>Net (Expenses)/Revenues</b>	<b>(5,722,552)</b>	<b>(5,328,519)</b>	<b>(6,644,891)</b>	<b>(7,830,844)</b>	<b>(8,063,262)</b>	<b>(7,632,123)</b>	<b>(6,073,038)</b>	<b>(7,441,691)</b>	<b>(8,940,170)</b>	<b>(9,098,679)</b>
<b>General Revenues &amp; Transfers:</b>										
<b>Taxes:</b>										
Sales Taxes for General Purpose	5,505,476	6,029,697	5,917,576	5,206,198	5,292,277	5,430,076	5,717,520	6,319,207	6,649,243	7,164,905
Sales Taxes for Capital & Debt	2,393,680	2,714,907	2,559,111	2,245,857	2,202,647	2,321,097	2,443,476	2,664,399	2,779,772	3,008,841
Lodging Tax	122,571	135,088	146,041	113,629	120,602	128,803	126,856	141,420	160,594	187,720
Franchise Taxes	211,959	204,669	241,047	213,636	231,610	233,638	227,469	258,518	274,436	280,925
Development Excise Tax	402,059	381,781	311,944	92,276	96,986	105,958	129,080	409,336	231,332	350,438
Marijuana Excise Tax	-	-	-	-	-	-	-	-	136,301	120,941
TIF Property Taxes	-	-	-	-	-	-	-	-	-	32,671
Grants & Contributions not Restricted	336,234	332,663	328,836	347,084	360,206	150,967	49,288	54,361	103,539	97,353
Investment Income	443,509	571,350	361,769	124,732	91,096	47,392	42,473	24,124	20,204	20,294
Miscellaneous	48,404	102,500	229,937	154,128	182,165	177,218	204,454	37,353	261,489	49,562
Gain on Sales of Capital Assets	-	-	-	-	-	-	22,339	18,281	199,799	42,625
Transfers	331,102	349,811	318,411	262,092	282,915	342,378	303,240	409,375	-	-
<b>Total General Revenues &amp; Transfers</b>	<b>9,794,994</b>	<b>10,822,466</b>	<b>10,414,672</b>	<b>8,759,632</b>	<b>8,860,504</b>	<b>8,937,527</b>	<b>9,266,195</b>	<b>10,336,374</b>	<b>10,816,709</b>	<b>11,356,275</b>
<b>Change in Net Position</b>	<b>\$4,072,442</b>	<b>\$5,493,947</b>	<b>\$3,769,781</b>	<b>\$ 928,788</b>	<b>\$ 797,242</b>	<b>\$ 1,305,404</b>	<b>\$ 3,193,157</b>	<b>\$ 2,894,683</b>	<b>\$ 1,876,539</b>	<b>\$ 2,257,596</b>

Town of Silverthorne, Colorado  
 Changes in Net Position - Business-type Activities  
 Last Ten Fiscal Years  
 (accrual basis of accounting)

Source	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses:</b>										
Water	\$ 942,428	\$ 1,101,207	\$ 1,129,095	\$ 1,138,255	\$ 1,161,340	\$ 1,143,688	\$ 1,354,773	\$ 1,307,263	\$ 1,611,244	\$ 1,763,394
Sewer	1,022,839	1,035,722	1,062,344	1,116,886	1,191,002	1,423,734	1,247,906	1,236,203	1,366,990	1,307,929
<b>Total Expenses</b>	<b>1,965,267</b>	<b>2,136,929</b>	<b>2,191,439</b>	<b>2,255,141</b>	<b>2,352,342</b>	<b>2,567,422</b>	<b>2,602,679</b>	<b>2,543,466</b>	<b>2,978,234</b>	<b>3,071,323</b>
<b>Program Revenues:</b>										
Charges for Services										
Water	853,448	850,636	899,740	893,157	963,413	935,373	947,202	909,877	950,644	1,038,816
Sewer	1,027,270	973,371	1,010,619	1,030,277	1,078,408	1,138,130	1,149,668	1,167,496	1,224,868	1,269,538
Capital Grants & Contributions	616,320	2,265,718	1,321,018	788,267	275,185	741,708	517,458	3,356,775	951,489	1,019,012
<b>Total Program Revenues</b>	<b>2,497,038</b>	<b>4,089,725</b>	<b>3,231,377</b>	<b>2,711,701</b>	<b>2,317,006</b>	<b>2,815,211</b>	<b>2,614,328</b>	<b>5,434,148</b>	<b>3,127,001</b>	<b>3,327,366</b>
<b>Net (Expenses)/Revenues</b>	<b>531,771</b>	<b>1,952,796</b>	<b>1,039,938</b>	<b>456,560</b>	<b>(35,336)</b>	<b>247,789</b>	<b>11,649</b>	<b>2,890,682</b>	<b>148,767</b>	<b>256,043</b>
<b>General Revenues &amp; Transfers:</b>										
Investment Income	274,474	324,704	159,173	52,044	36,005	25,363	23,217	14,310	12,289	10,145
Gain on Sale of Capital Assets	-	-	-	-	-	-	-	15,042	9,108	8,000
Miscellaneous	329,146	349,089	242,910	120,403	215,406	-	34,367	124,023	300,715	502,079
Transfers	(331,102)	(349,811)	(318,411)	(262,092)	(282,915)	(342,378)	(303,240)	(409,375)	-	-
<b>Total General Revenues &amp; Transfers</b>	<b>272,518</b>	<b>323,982</b>	<b>83,672</b>	<b>(89,645)</b>	<b>(31,504)</b>	<b>(317,015)</b>	<b>(245,656)</b>	<b>(256,000)</b>	<b>322,112</b>	<b>520,224</b>
<b>Change in Net Position</b>	<b>\$ 804,289</b>	<b>\$ 2,276,778</b>	<b>\$ 1,123,610</b>	<b>\$ 366,915</b>	<b>\$ (66,840)</b>	<b>\$ (69,226)</b>	<b>\$ (234,007)</b>	<b>\$ 2,634,682</b>	<b>\$ 470,879</b>	<b>\$ 776,267</b>

Town of Silverthorne, Colorado  
 Changes in Net Position - Proprietary Funds  
 Last Ten Fiscal Years  
 (accrual basis of accounting)

Source	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Operating Revenues:</b>										
Users Fees	\$1,846,356	\$1,813,100	\$1,898,765	\$1,907,084	\$2,032,061	\$2,061,699	\$2,088,388	\$2,068,686	\$2,157,860	\$2,295,516
Charges for Services	34,362	10,907	11,594	16,350	9,760	11,804	8,482	8,687	17,652	12,838
<b>Total Operating Revenues</b>	<b>1,880,718</b>	<b>1,824,007</b>	<b>1,910,359</b>	<b>1,923,434</b>	<b>2,041,821</b>	<b>2,073,503</b>	<b>2,096,870</b>	<b>2,077,373</b>	<b>2,175,512</b>	<b>2,308,354</b>
<b>Operating Expenses:</b>										
Operations	423,211	457,614	498,024	479,666	501,184	518,748	530,359	562,240	944,393	1,015,303
Maintenance	160,378	146,354	123,411	89,422	159,665	199,856	359,048	236,744	341,765	424,514
Contractual Services	813,238	899,027	852,785	864,837	872,484	857,304	882,193	866,492	754,592	676,369
Depreciation and Amortization	568,440	631,585	717,219	821,216	819,009	954,880	817,881	875,017	939,766	962,926
<b>Total Operating Expenses</b>	<b>1,965,267</b>	<b>2,134,580</b>	<b>2,191,439</b>	<b>2,255,141</b>	<b>2,352,342</b>	<b>2,530,788</b>	<b>2,589,481</b>	<b>2,540,493</b>	<b>2,980,516</b>	<b>3,079,112</b>
<b>Operating Income/(Loss)</b>	<b>(84,549)</b>	<b>(310,573)</b>	<b>(281,080)</b>	<b>(331,707)</b>	<b>(310,521)</b>	<b>(457,285)</b>	<b>(492,611)</b>	<b>(463,120)</b>	<b>(805,004)</b>	<b>(770,758)</b>
<b>Non-Operating Revenues/Expenses:</b>										
Interest Revenue	274,474	324,704	159,173	52,044	36,005	25,363	23,217	14,310	12,289	10,145
Gain/(Loss) on Disposal of Capital Assets	-	(2,349)	-	-	-	(11,371)	(7,917)	15,042	9,108	8,000
Equity Income in Joint Sewer Authority Investment	329,146	349,089	242,910	120,403	215,406	(40,639)	34,367	124,023	300,715	502,079
<b>Total Non-Operating Revenues</b>	<b>603,620</b>	<b>671,444</b>	<b>402,083</b>	<b>172,447</b>	<b>251,411</b>	<b>(26,647)</b>	<b>49,667</b>	<b>153,375</b>	<b>322,112</b>	<b>520,224</b>
<b>Income Before Transfers &amp; Capital Contributions</b>	<b>519,071</b>	<b>360,871</b>	<b>121,003</b>	<b>(159,260)</b>	<b>(59,110)</b>	<b>(483,932)</b>	<b>(442,944)</b>	<b>(309,745)</b>	<b>(482,892)</b>	<b>(250,534)</b>
<b>Transfer out to General Fund</b>	<b>(331,102)</b>	<b>(349,811)</b>	<b>(318,411)</b>	<b>(262,092)</b>	<b>(282,915)</b>	<b>(342,378)</b>	<b>(303,240)</b>	<b>(409,375)</b>	<b>-</b>	<b>-</b>
<b>Capital Contributions</b>	<b>616,320</b>	<b>2,265,718</b>	<b>1,321,018</b>	<b>788,267</b>	<b>275,185</b>	<b>741,708</b>	<b>517,458</b>	<b>3,356,775</b>	<b>951,489</b>	<b>1,019,012</b>
<b>Change in Net Position</b>	<b>\$804,289</b>	<b>\$2,276,778</b>	<b>\$1,123,610</b>	<b>\$366,915</b>	<b>(\$66,840)</b>	<b>(\$84,602)</b>	<b>(\$228,726)</b>	<b>\$2,637,655</b>	<b>\$468,597</b>	<b>\$768,478</b>

Town of Silverthorne, Colorado  
 Changes in Net Position - Total  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)

Source	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses:</b>										
Governmental Activities	\$ 9,818,743	\$ 10,297,264	\$ 10,896,511	\$ 11,339,327	\$ 10,631,048	\$ 10,776,674	\$ 11,462,947	\$ 12,234,103	\$ 12,814,319	\$ 13,377,491
Business-type Activities	1,965,267	2,136,929	2,191,439	2,255,141	2,352,342	2,567,422	2,602,679	2,543,466	2,978,234	3,071,323
<b>Total Expenses</b>	<b>11,784,010</b>	<b>12,434,193</b>	<b>13,087,950</b>	<b>13,594,468</b>	<b>12,983,390</b>	<b>13,344,096</b>	<b>14,065,626</b>	<b>14,777,569</b>	<b>15,792,553</b>	<b>16,448,814</b>
<b>Program Revenues:</b>										
Governmental Activities	4,096,191	4,968,745	3,977,762	3,274,144	2,337,143	2,916,688	5,389,909	4,792,412	3,874,149	4,278,812
Business-type Activities	2,497,038	4,089,725	3,231,377	2,711,701	2,317,006	2,815,211	2,614,328	5,434,148	3,127,001	3,327,366
<b>Total Program Revenues</b>	<b>6,593,229</b>	<b>9,058,470</b>	<b>7,209,139</b>	<b>5,985,845</b>	<b>4,654,149</b>	<b>5,731,899</b>	<b>8,004,237</b>	<b>10,226,560</b>	<b>7,001,150</b>	<b>7,606,178</b>
<b>Net (Expense)/Revenue</b>	<b>(5,190,781)</b>	<b>(3,375,723)</b>	<b>(5,878,811)</b>	<b>(7,608,623)</b>	<b>(8,329,241)</b>	<b>(7,612,197)</b>	<b>(6,061,389)</b>	<b>(4,551,009)</b>	<b>(8,791,403)</b>	<b>(8,842,636)</b>
<b>General Revenues &amp; Transfers:</b>										
Governmental Activities	9,794,994	10,822,466	10,688,530	8,993,971	9,091,147	9,165,390	9,266,195	10,336,374	10,816,709	11,356,275
Business-type Activities	272,518	323,982	83,672	(89,645)	(31,504)	(317,015)	(245,656)	(256,000)	322,112	520,224
<b>Total General Revenues &amp; Transfers</b>	<b>10,067,512</b>	<b>11,146,448</b>	<b>10,772,202</b>	<b>8,904,326</b>	<b>9,059,643</b>	<b>8,848,375</b>	<b>9,020,539</b>	<b>10,080,374</b>	<b>11,138,821</b>	<b>11,876,499</b>
<b>Change in Net Position</b>	<b>\$ 4,876,731</b>	<b>\$ 7,770,725</b>	<b>\$ 4,893,391</b>	<b>\$ 1,295,703</b>	<b>\$ 730,402</b>	<b>\$ 1,236,178</b>	<b>\$ 2,959,150</b>	<b>\$ 5,529,365</b>	<b>\$ 2,347,418</b>	<b>\$ 3,033,863</b>

Town of Silverthorne, Colorado  
Fund Balances - Governmental Funds  
Last Ten Fiscal Years

Source	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>General Fund</b>										
Nonspendable:										
Inventory & Prepaids	\$ 262,404	\$ 299,264	\$ 324,789	\$ 319,430	\$ 375,817	\$ 32,087	\$ 23,823	\$ 27,880	\$ 119,697	\$ 17,744
Restricted	-	-	-	-	-	-	-	-	-	-
Restricted For: (1)										
Emergency	-	-	-	-	-	258,084	266,008	421,023	434,517	467,218
Blue River Improvements	-	-	-	-	-	-	-	-	-	-
Parks, Trails & Open Space	-	-	-	-	-	-	-	-	-	-
Marketing	-	-	-	-	-	-	-	-	-	-
Capital Improvements	-	-	-	-	-	-	-	-	-	-
Unrestricted	6,792,952	7,843,847	6,494,675	6,056,714	6,122,549	5,857,715	6,157,776	6,741,760	9,236,295	10,874,244
Unassigned	-	-	-	-	-	-	-	-	-	-
<b>Subtotal General Fund</b>	<b>7,055,356</b>	<b>8,143,111</b>	<b>6,819,464</b>	<b>6,376,144</b>	<b>6,498,366</b>	<b>6,147,886</b>	<b>6,447,607</b>	<b>7,190,663</b>	<b>9,790,509</b>	<b>11,359,206</b>
<b>General Fund Percentage Change</b>	<b>20.0%</b>	<b>15.4%</b>	<b>-16.3%</b>	<b>-6.5%</b>	<b>1.9%</b>	<b>-5.4%</b>	<b>4.9%</b>	<b>11.5%</b>	<b>36.2%</b>	<b>16.0%</b>
<b>All Other Governmental Funds</b>										
Nonspendable:										
Inventory, Prepaids, Resale Land & Joint Inv.	\$ 800,976	\$ 626,976	\$ 511,991	\$ -	\$ 133,000	\$ -	\$ 4,618	\$ 3,148,429	\$ 3,877,791	\$ 3,891,234
Restricted	-	-	-	-	-	-	-	-	-	-
Restricted, reported in: (1)										
Capital Improvement Fund	972,607	1,111,808	1,112,962	650,120	480,806	635,566	1,579,978	853,207	1,251,744	668,040
Conservation Trust Fund	-	-	-	-	-	-	39,103	-	-	38,607
Lodging Tax Fund	28,862	168,463	306,072	313,059	349,562	198,573	154,990	559,103	340,996	406,109
Excise Tax Fund	1,426,594	1,653,759	1,840,154	1,286,926	1,385,539	1,493,231	1,566,284	1,217,728	1,195,228	1,520,356
5A Housing Fund	-	454,920	(1,839,441)	(1,665,335)	(1,469,126)	(1,002,422)	(737,424)	(410,255)	34,441	529,059
Unassigned	-	-	-	-	-	-	-	(3,187,665)	(3,947,994)	(3,917,592)
<b>Subtotal All Other Governmental Funds</b>	<b>3,229,039</b>	<b>4,025,926</b>	<b>1,931,738</b>	<b>584,771</b>	<b>879,781</b>	<b>1,324,948</b>	<b>2,609,549</b>	<b>2,180,547</b>	<b>2,752,206</b>	<b>3,135,813</b>
<b>Total Governmental Funds</b>										
Nonspendable	1,063,380	926,240	836,780	319,430	508,817	32,087	28,441	3,176,309	3,997,488	3,908,978
Restricted	9,221,015	11,242,797	7,914,422	6,641,484	6,869,330	2,585,454	3,608,363	3,051,061	3,256,926	3,629,389
Unassigned	\$ 10,284,395	\$ 12,169,037	\$ 8,751,202	\$ 6,960,914	\$ 7,378,147	\$ 8,475,256	\$ 9,794,560	\$ 9,781,465	\$ 12,542,715	\$ 14,495,019
<b>All Governmental Funds Percentage Change</b>	<b>10.9%</b>	<b>18.3%</b>	<b>-28.1%</b>	<b>-20.5%</b>	<b>6.0%</b>	<b>14.9%</b>	<b>15.6%</b>	<b>-0.1%</b>	<b>28.2%</b>	<b>15.6%</b>

(1) Required for GASB 54, implemented in FY2011.

Town of Silverthorne, Colorado  
 Changes in Fund Balances - Governmental Funds  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)

Source	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Total Revenues</b>	\$ 13,457,434	\$ 13,806,106	\$ 13,265,758	\$ 11,497,637	\$ 11,129,403	\$ 12,182,568	\$ 12,168,761	\$ 14,034,091	\$ 14,483,903	\$ 15,573,926
<b>Total Expenditures</b>	13,239,399	12,532,906	17,190,402	13,579,019	11,131,960	12,140,869	11,087,961	14,229,117	12,980,312	13,708,038
<b>Excess (Deficiency of Revenues Over (Under) Expenditures</b>	218,035	1,273,200	(3,924,644)	(2,081,382)	(2,557)	41,699	1,080,800	(195,026)	1,503,591	1,865,888
<b>Other Financing Sources (Uses)</b>										
Capital Lease	384,972	237,326	166,000	-	-	-	-	-	180,000	-
Sale of Capital Assets	77,842	24,305	22,398	29,003	136,875	185,116	200,282	99,705	1,220,301	86,416
Loan Repayment	-	-	-	-	-	-	-	-	267,613	-
Transfers In	496,102	649,811	2,378,411	762,092	282,915	942,378	303,240	1,934,375	450,000	360,000
Transfers Out	(165,000)	(300,000)	(2,060,000)	(500,000)	-	(1,074,506)	-	(1,525,000)	(450,000)	(360,000)
<b>Total Other (Uses) Financing Sources</b>	793,916	611,442	506,809	291,095	419,790	52,988	503,522	509,080	1,667,914	86,416
<b>Net Change in Fund Balances</b>	\$ 1,011,951	\$ 1,884,642	\$ (3,417,835)	\$ (1,790,287)	\$ 417,233	\$ 94,687	\$ 1,584,322	\$ 314,054	\$ 3,171,505	\$ 1,952,304

Town of Silverthorne, Colorado  
General Governmental Expenditures by Function  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Current:</b>										
General Government	\$ 1,244,030	\$ 1,316,409	\$ 1,394,565	\$ 1,374,550	\$ 1,430,842	\$ 1,606,449	\$ 1,775,620	\$ 2,113,352	\$ 1,786,908	\$ 2,006,008
Public Safety	1,737,911	1,808,163	1,914,928	1,778,406	1,758,679	1,696,797	1,726,112	1,777,197	1,827,667	1,718,693
Public Works	1,775,885	2,057,478	2,252,885	1,989,880	2,067,316	2,062,359	2,126,862	2,120,051	2,086,824	2,061,593
Community Development	638,500	756,543	743,026	682,488	641,036	695,909	676,672	750,395	844,267	758,949
Recreation and Culture	2,284,185	2,496,865	2,660,391	2,593,163	2,552,086	2,566,259	2,577,156	2,666,719	2,781,363	2,973,466
Urban Renewal	-	-	-	-	-	-	-	39,236	30,967	32,998
5A Housing	-	39,713	103,361	103,791	84,104	42,821	37,444	61,489	44,081	32,575
<b>Total Current Expenditures</b>	<b>7,680,511</b>	<b>8,475,171</b>	<b>9,069,156</b>	<b>8,522,278</b>	<b>8,534,063</b>	<b>8,670,594</b>	<b>8,919,866</b>	<b>9,528,439</b>	<b>9,402,077</b>	<b>9,553,582</b>
<b>% Change from Prior Year</b>	<b>5.9%</b>	<b>10.3%</b>	<b>7.0%</b>	<b>-6.0%</b>	<b>0.1%</b>	<b>1.6%</b>	<b>2.9%</b>	<b>6.8%</b>	<b>-1.3%</b>	<b>1.6%</b>
<b>Capital Outlay</b>	<b>4,759,662</b>	<b>3,208,983</b>	<b>5,502,862</b>	<b>2,910,833</b>	<b>2,430,624</b>	<b>3,379,228</b>	<b>2,152,216</b>	<b>4,700,678</b>	<b>3,578,235</b>	<b>4,134,661</b>
<b>% Change from Prior Year</b>	<b>225.1%</b>	<b>-32.6%</b>	<b>71.5%</b>	<b>-47.1%</b>	<b>-16.5%</b>	<b>39.0%</b>	<b>-36.3%</b>	<b>118.4%</b>	<b>-23.9%</b>	<b>15.6%</b>
<b>Debt Service</b>	<b>560,744</b>	<b>620,620</b>	<b>2,437,571</b>	<b>2,034,669</b>	<b>158,942</b>	<b>88,428</b>	<b>15,564</b>	<b>-</b>	<b>-</b>	<b>16,628</b>
Principal	238,482	228,132	180,813	111,239	8,331	2,619	315	-	-	3,167
Interest and Fiscal Charges	799,226	848,752	2,618,384	2,145,908	167,273	91,047	15,879	-	-	19,795
<b>% Change from Prior Year</b>	<b>-83.1%</b>	<b>6.2%</b>	<b>208.5%</b>	<b>-18.0%</b>	<b>-92.2%</b>	<b>-45.6%</b>	<b>-82.6%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>
<b>Total Expenditures</b>	<b>\$ 13,239,399</b>	<b>\$ 12,532,906</b>	<b>\$ 17,190,402</b>	<b>\$ 13,579,019</b>	<b>\$ 11,131,960</b>	<b>\$ 12,140,869</b>	<b>\$ 11,087,961</b>	<b>\$ 14,229,117</b>	<b>\$ 12,980,312</b>	<b>\$ 13,708,038</b>
<b>% Change from Prior Year</b>	<b>-1.6%</b>	<b>-5.3%</b>	<b>37.2%</b>	<b>-21.0%</b>	<b>-18.0%</b>	<b>9.1%</b>	<b>-8.7%</b>	<b>28.3%</b>	<b>-8.8%</b>	<b>5.6%</b>
<b>Debt Service as a Percentage of Noncapital Expenditures (1)</b>	<b>9.4%</b>	<b>9.1%</b>	<b>22.4%</b>	<b>20.1%</b>	<b>1.9%</b>	<b>1.0%</b>	<b>0.2%</b>	<b>0.0%</b>	<b>0.0%</b>	<b>0.2%</b>

(1) Debt service amount includes financial charges.



Town of Silverthorne, Colorado  
Changes in Fund Balances - Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

Source	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Revenues:</b>										
Taxes	\$ 8,780,919	\$ 9,613,728	\$ 9,601,173	\$ 8,264,367	\$ 8,323,214	\$ 8,598,402	\$ 8,782,052	\$ 9,792,880	\$ 10,231,678	\$ 11,146,441
Intergovernmental	233,071	477,430	217,608	227,151	248,440	245,999	487,782	646,936	711,647	737,858
Licenses, Permits & Fees	442,241	486,642	674,307	289,014	324,285	570,985	291,456	618,974	666,735	769,227
Charges for Services	1,716,864	1,895,858	2,012,446	1,926,913	1,910,868	2,460,431	2,114,406	2,254,078	2,356,781	2,690,962
Fines & Forfeitures	98,018	99,555	99,243	137,646	124,666	118,523	83,922	124,730	102,943	110,966
Interest	443,509	571,351	361,769	124,733	91,096	47,390	42,473	24,124	20,204	20,294
Grants/Donations	1,700,752	606,555	218,179	416,511	34,419	16,025	158,315	519,648	147,047	65,059
Miscellaneous	42,060	54,987	81,033	111,302	72,415	124,813	208,355	52,721	254,868	33,119
<b>Total Revenues</b>	<b>\$ 13,457,434</b>	<b>\$ 13,806,106</b>	<b>\$ 13,265,758</b>	<b>\$ 11,497,637</b>	<b>\$ 11,129,403</b>	<b>\$ 12,182,568</b>	<b>\$ 12,168,761</b>	<b>\$ 14,034,091</b>	<b>\$ 14,483,903</b>	<b>\$ 15,573,926</b>
<b>Expenditures:</b>										
General Government	1,244,030	1,316,409	1,394,565	1,374,550	1,430,842	1,606,449	1,775,620	2,113,352	1,786,908	2,006,008
Public Safety	1,737,911	1,808,163	1,914,928	1,778,406	1,758,679	1,696,797	1,726,112	1,777,197	1,827,667	1,718,693
Public Works	1,775,885	2,057,478	2,252,885	1,989,880	2,067,316	2,067,359	2,126,862	2,120,051	2,086,824	2,061,593
Community Development	638,500	756,543	743,026	682,488	641,036	695,909	676,672	750,395	844,267	758,949
Recreation & Culture	2,284,185	2,496,865	2,660,391	2,593,163	2,552,086	2,566,259	2,577,156	2,666,719	2,781,363	2,973,466
Urban Renewal	-	-	-	-	-	-	-	39,236	30,967	2,298
Housing	-	39,713	103,361	103,791	84,104	42,821	37,444	61,489	44,081	32,575
Capital Outlay	4,759,662	3,208,983	5,502,862	2,910,833	2,430,624	3,379,228	2,152,216	4,700,678	3,578,235	4,134,661
Debt Service:										
Principal	560,744	620,620	2,437,571	2,034,669	156,942	88,428	15,564	-	-	16,628
Interest & Fiscal Charges	238,482	228,132	180,813	111,239	8,331	2,619	315	-	-	3,167
<b>Total Expenditures</b>	<b>13,239,399</b>	<b>12,532,906</b>	<b>17,190,402</b>	<b>13,579,019</b>	<b>11,131,960</b>	<b>12,140,869</b>	<b>11,087,961</b>	<b>14,229,117</b>	<b>12,980,312</b>	<b>13,708,038</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>218,035</b>	<b>1,273,200</b>	<b>(3,924,644)</b>	<b>(2,081,382)</b>	<b>(2,557)</b>	<b>41,699</b>	<b>1,080,800</b>	<b>(195,026)</b>	<b>1,503,591</b>	<b>1,865,888</b>
<b>Other Financing Sources (Uses)</b>										
Capital Leases	384,972	237,326	166,000	-	-	-	-	-	180,000	-
Sales of Capital Assets	77,842	24,305	22,398	29,003	136,875	185,116	200,282	99,705	1,220,301	86,416
Loan Repayment	-	-	-	762,092	282,915	942,378	-	-	267,613	-
Transfer In	496,102	649,811	2,378,411	(600,000)	-	(1,074,506)	303,240	1,934,375	450,000	360,000
Transfer Out	(165,000)	(300,000)	(2,060,000)	(600,000)	-	-	-	(1,525,000)	(450,000)	(360,000)
<b>Total Other Financing Sources (Uses)</b>	<b>793,916</b>	<b>611,442</b>	<b>506,809</b>	<b>291,095</b>	<b>419,790</b>	<b>52,988</b>	<b>503,522</b>	<b>509,080</b>	<b>1,667,914</b>	<b>86,416</b>
<b>Net Change in Fund Balances</b>	<b>\$ 1,011,951</b>	<b>\$ 1,884,642</b>	<b>\$ (3,417,835)</b>	<b>\$ (1,790,287)</b>	<b>\$ 417,233</b>	<b>\$ 94,687</b>	<b>\$ 1,584,322</b>	<b>\$ 314,054</b>	<b>\$ 3,171,505</b>	<b>\$ 1,952,304</b>

Town of Silverthorne, Colorado  
General Governmental Tax Revenues by Source  
Last Ten Fiscal Years

Revenue Source	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Sales Tax	\$7,899,156	\$8,491,553	\$8,476,687	\$7,452,055	\$7,502,589	\$7,751,173	\$8,160,996	\$ 8,983,606	\$ 9,429,015	\$ 10,173,746
5A Housing Tax	-	253,051	273,858	234,339	222,978	227,863	243,209	257,693	272,148	294,155
Lodging Tax	122,571	135,088	146,041	113,629	120,602	128,803	126,856	141,420	160,594	187,720
Dev. Excise Tax	402,059	381,781	311,944	92,276	96,986	105,958	129,080	409,336	231,332	350,438
Marijuana Excise Tax	-	-	-	-	-	-	-	-	136,301	120,941
TIF Property Tax (1)	-	-	-	-	-	-	-	-	-	32,671
Franchise Tax	211,959	204,669	241,047	213,636	231,610	233,638	227,469	258,518	274,436	280,925
Cigarette Tax	50,984	51,194	49,426	44,674	40,805	37,544	35,963	35,661	77,259	81,379
Road & Bridge Tax	64,848	66,757	72,702	73,862	74,951	75,733	62,672	63,487	62,235	62,240
Miscellaneous Tax	29,342	29,635	29,468	39,896	32,693	37,690	39,015	46,420	54,313	44,582
<b>Total Revenues (2)</b>	<b>\$8,780,919</b>	<b>\$9,613,728</b>	<b>\$9,601,173</b>	<b>\$8,264,367</b>	<b>\$8,323,214</b>	<b>\$8,598,402</b>	<b>\$9,025,260</b>	<b>\$ 10,196,141</b>	<b>\$ 10,697,633</b>	<b>\$ 11,628,797</b>
% change from prior year	8.9%	9.2%	-0.2%	-13.6%	9.7%	3.2%	4.9%	13.0%	4.9%	8.7%

(1) The Town of Silverthorne does not assess a municipal property tax.

(2) Years prior to 2012 included Highway User Tax, which is now included in Program Revenues.

Source: Town of Silverthorne Sales Tax Reports

**Town of Silverthorne, Colorado**  
**Silverthorne Property Tax Mill Levies (1)**  
**Last Ten Fiscal Years**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Summit County Government:</b>										
General Fund	5.250	4.625	4.704	5.004	4.240	5.204	5.260	5.158	4.939	4.833
Road & Bridge Fund	1.079	0.943	0.932	0.813	0.814	0.814	0.814	0.814	0.814	0.814
Social Services Fund	0.189	0.211	0.158	0.103	0.103	0.234	0.203	0.130	0.256	0.231
Library Fund	0.761	0.646	0.644	0.563	0.548	0.662	0.665	0.768	0.865	0.895
Capital Expenditures	2.035	2.360	2.362	3.033	2.991	1.898	1.899	1.920	1.913	2.000
Legacy Fund	0.196	0.288	0.253	0.289	0.336	0.421	0.421	0.437	0.433	0.346
Open Space (2)	2.001	1.630	1.611	0.000	0.000	0.000	0.000	0.000	0.000	0.000
2010 Fund	0.353	0.288	0.284	2.297	3.063	3.063	3.062	3.062	3.062	3.062
Early Childhood Care & Learning	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500
Safety First Fund (3)	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	2.391	2.391
<b>Total</b>	<b>12.364</b>	<b>11.491</b>	<b>11.448</b>	<b>12.602</b>	<b>12.595</b>	<b>12.796</b>	<b>12.824</b>	<b>12.789</b>	<b>15.173</b>	<b>15.072</b>
<b>Summit School District RE-1:</b>										
General Fund	13.377	13.271	13.320	12.832	13.923	14.635	14.677	14.708	14.670	14.273
Bond Redemption Fund	5.691	4.663	4.653	3.886	3.582	4.492	4.331	4.421	4.350	4.350
Special Building & Technology Fund	3.370	3.671	3.396	3.396	0.000	0.000	0.000	0.000	0.000	0.000
Kindergarten Fund	0.000	0.000	0.438	0.451	0.403	0.524	0.472	0.573	0.548	0.485
Transportation Fund	0.410	0.485	0.484	0.371	0.456	0.551	0.551	0.573	0.567	0.510
<b>Total</b>	<b>22.848</b>	<b>22.090</b>	<b>22.291</b>	<b>20.936</b>	<b>18.364</b>	<b>20.202</b>	<b>20.031</b>	<b>20.275</b>	<b>20.135</b>	<b>19.618</b>
<b>College:</b>										
Colorado Mountain College	3.997	3.997	3.997	3.997	3.997	3.997	3.997	3.997	3.997	3.997
<b>Special Districts:</b>										
Colorado River Water Conservation District	0.221	0.191	0.198	0.166	0.188	0.228	0.242	0.254	0.253	0.243
Eagles Nest Metropolitan District (4)	17.000	15.030	15.014	15.076	15.028	15.022	15.157	15.007	15.023	15.000
Lake Dillon Fire Protection District	8.311	8.275	8.286	8.295	8.279	8.284	9.021	9.014	9.016	9.026
Middle Park Water Conservancy District	0.075	0.062	0.062	0.056	0.056	0.056	0.056	0.056	0.056	0.055
<b>Total</b>	<b>25.607</b>	<b>23.558</b>	<b>23.560</b>	<b>23.593</b>	<b>23.551</b>	<b>23.590</b>	<b>24.476</b>	<b>24.331</b>	<b>24.348</b>	<b>24.324</b>
<b>Total Mill Levies</b>	<b>64.816</b>	<b>61.136</b>	<b>61.296</b>	<b>61.128</b>	<b>58.507</b>	<b>60.585</b>	<b>61.328</b>	<b>61.392</b>	<b>63.653</b>	<b>63.011</b>

(1) The Town does not have a property tax.  
(2) Combined into "2010 Fund" in 2009, which also includes Workforce Housing, Wildfire Mitigation and Energy Efficiency in Public Buildings.  
(3) Ambulance, Communications Center, Water Protection  
(4) Applies only to properties in the Eagles Nest subdivision.

Source: Summit County Assessor's Office

Town of Silverthorne, Colorado  
Water and Sewer Rates  
Last Ten Fiscal Years

	2006	2007 (1)	2008 (2)	2009 (3)	2010 (4)	2011	2012	2013	2014	2015
<b>Water Rates:</b>										
Monthly	\$ 13.74	\$ 15.00	\$ 15.00	\$ 12.17	\$ 12.17	\$ 12.17	\$ 12.17	\$ 12.35	\$ 12.97	\$ 13.62
Per 1,000 Gallons	1.98	1.00	1.00	1.30	1.35	1.35	1.35	1.35	1.35	1.35
Tap Fee	5,200	5,400	5,800	6,000	6,200	6,400	6,600	6,800	7,000	7,200
<b>Sewer Rates:</b>										
Monthly	\$ 30.10	\$ 27.83	\$ 27.83	\$ 27.83	\$ 28.67	\$ 30.10	\$ 30.10	\$ 30.10	\$ 30.70	\$ 32.32
Tap Fee	5,200	5,400	5,400	5,400	5,400	5,600	5,600	5,600	5,600	5,800

- (1) The Town instituted a tiered water rate commencing in 2007. The rate is \$1.00 for 0 - 5,000 gallons used, \$2.00 for 5,001-10,000 gallons used, \$3.00 for 10,16,666 gallons used and \$4.00 for 16,667 and above.
- (2) The Town changed the tiered water rates for 2008. The rates are \$1.00 for 0-15,000 gallons used, \$2.00 for 15,001-30,000 gallons used, \$3.00 for 30,001-5 gallons used and \$4.00 for 50,001 and above.
- (3) The Town changed the tiered water rates for 2009. The rates are \$1.30 for 0-15,000 gallons used, \$2.60 for 15,001-30,000 gallons used, \$3.90 for 30,001-5 gallons used and \$5.50 for 50,001 and above.
- (4) The Town changed the tiered water rates for 2010. The rates are \$1.35 for 0-15,000 gallons used, \$2.70 for 15,001-30,000 gallons used, \$4.00 for 30,001-5 gallons used and \$5.65 for 50,001 and above.

Source: Town of Silverthorne Water Department

Town of Silverthorne, Colorado  
Taxable Sales by Category  
Last Ten Fiscal Years

Retail Category	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Auto	\$ 590,555	\$ 630,615	\$ 695,540	\$ 422,279	\$ 499,463	\$ 551,583	\$ 613,842	\$ 684,956	\$ 756,682	\$ 813,056
Building	1,235,386	1,402,298	1,368,016	932,906	736,108	745,939	887,482	1,568,468	1,736,169	2,126,152
Consumer	1,531,309	1,739,658	1,626,089	1,749,557	1,846,662	1,892,639	1,911,771	1,924,508	2,234,846	2,418,562
Outlet Stores	2,736,923	2,968,227	2,806,060	2,591,069	2,638,928	2,675,086	2,883,683	2,776,659	2,614,145	2,515,030
Food/Liquor	1,182,601	1,276,947	1,255,496	1,148,404	1,145,697	1,207,311	1,214,509	1,255,380	1,318,150	1,435,827
Lodging	244,383	266,450	286,675	224,013	243,031	260,874	253,433	277,776	318,433	369,432
Services	377,998	460,410	438,810	383,827	392,701	417,741	396,276	495,859	450,590	495,687
<b>Total</b>	<b>\$ 7,899,155</b>	<b>\$ 8,744,605</b>	<b>\$ 8,476,686</b>	<b>\$ 7,452,055</b>	<b>\$ 7,502,590</b>	<b>\$ 7,751,173</b>	<b>\$ 8,160,996</b>	<b>\$ 8,983,606</b>	<b>\$ 9,429,015</b>	<b>\$ 10,173,746</b>
Auto	7.48%	7.21%	8.21%	5.67%	6.66%	7.12%	7.52%	7.62%	8.03%	7.99%
Building	15.64%	16.04%	16.14%	12.52%	9.81%	9.62%	10.87%	17.46%	18.41%	20.90%
Consumer	19.39%	19.89%	19.18%	23.48%	24.61%	24.42%	23.43%	21.42%	23.70%	23.77%
Outlet Stores	34.65%	33.94%	33.10%	34.77%	35.17%	34.51%	35.33%	30.91%	27.72%	24.72%
Food/Liquor	14.97%	14.60%	14.81%	15.41%	15.27%	15.58%	14.88%	13.97%	13.98%	14.11%
Lodging	3.09%	3.05%	3.38%	3.01%	3.24%	3.37%	3.11%	3.09%	3.38%	3.63%
Services	4.79%	5.27%	5.18%	5.15%	5.23%	5.39%	4.86%	5.52%	4.78%	4.87%
<b>Total</b>	<b>100.00%</b>									

Source: Town of Silverthorne Sales Tax Reports

Town of Silverthorne, Colorado  
 Top Ten Sales Tax Remitters  
 Last Ten Fiscal Years

		Sales Tax Remitting Businesses									
		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
1	Target	Target	Target	Target	Target	Target	Target	Target	Target	Target	Target
2	Bighorn	Bighorn	Bighorn	Bighorn	Bighorn	Xcel Energy	Xcel Energy	Lowe's	Lowe's	Lowe's	Lowe's
3	Polo	Polo	Xcel Energy	Xcel Energy	Xcel Energy	Nike	Nike	Nike	Xcel Energy	Xcel Energy	Nike
4	Banana Republic	Xcel Energy	Polo	Polo	Polo	Polo	Polo	Xcel Energy	Nike	Nike	Xcel Energy
5	Xcel Energy	Office Max	Coach	Nike	Nike	Bighorn	Mountain Sports	Coach	Polo	Murdoch's	Murdoch's
6	Nike	Banana Republic	Vista Auto	Coach	Coach	Coach	Coach	Coach	Coach	Vista Motors	Vista Motors
7	Mountain Sports	Nike	Nike	Mountain Sports	Mountain Sports	Coach	Coach	Polo	Coach	Vista Motors	Vista Motors
8	Silverthorne Motorsports	Mountain Sports	Mountain Sports	Mountain Sports	Mountain Sports	Mountain Sports	Bighorn	Mountain Sports	Mountain Sports	Mountain Sports	Mountain Sports
9	Office Max	Coach	Banana Republic	Banana Republic	Banana Republic	Banana Republic	Columbia	Banana Republic	Vista Motors	Columbia	Columbia
10	Gap	Vista Auto	Office Max	Office Max	Office Max	J Crew	Vista Motors	Vista Motors	Banana Republic	Polo	Under Armour

Town of Silverthorne, Colorado  
Computation of Legal Debt Margin  
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Assessed valuations:</b>										
Assessed value	\$ 123,742,000	\$ 154,922,390	\$ 159,036,460	\$ 185,244,790	\$ 186,258,380	\$ 154,970,690	\$ 155,852,340	\$ 152,981,040	\$ 152,959,220	\$ 165,029,720
Legal debt margin:										
Debt limitation - 3 percent of assessed value (1)	3,712,260	4,647,672	4,771,094	5,557,344	5,587,751	4,649,121	4,675,570	4,589,431	4,588,777	4,950,892
Debt applicable to limitation:										
Total bonded debt	4,295,000	3,995,000	1,845,000	-	-	-	-	-	-	-
Less: Special assessment bonds	-	-	-	-	-	-	-	-	-	-
Revenue bonds	(4,295,000)	(3,995,000)	(1,845,000)	-	-	-	-	-	-	-
Debt exempt by law from legal debt margin (Water Bonds)	-	-	-	-	-	-	-	-	-	-
Total exempt debt	(4,295,000)	(3,995,000)	(1,845,000)	-	-	-	-	-	-	-
Total debt applicable to limitation	-	-	-	-	-	-	-	-	-	-
Legal debt margin	\$ 3,712,260	\$ 4,647,672	\$ 4,771,094	\$ 5,557,344	\$ 5,587,751	\$ 4,649,121	\$ 4,675,570	\$ 4,589,431	\$ 4,588,777	\$ 4,950,892

(1) Colorado State Statute limits the total amount of General Obligation debt to three percent (3%) of the jurisdiction's actual property value.

Town of Silverthorne, Colorado  
 Revenue Bond Coverage  
 Water and Sewer Fund  
 Last Ten Fiscal Years  
 (accrual basis of accounting)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Gross Revenues (1)	\$ 2,155,192	\$ 2,148,711	\$ 2,069,532	\$ 2,043,837	\$ 2,041,821	\$ 2,073,503	\$ 2,096,870	\$ 2,077,373	\$ 2,175,512	\$ 2,308,354
Operating Expenses (2)	1,396,826	1,502,995	1,474,220	1,433,925	1,533,333	1,575,908	1,702,243	1,665,476	2,040,750	2,116,186
Net Revenue Available	758,366	645,716	595,312	609,912	508,488	497,595	394,627	411,897	134,762	192,168
Debt Service Requirement	-	-	-	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Coverage	-	-	-	-	-	-	-	-	-	-

(1) Total revenues (including interest) exclusive of tap fees.

(2) Total operating expenses exclusive of depreciation and amortization, and bond interest.

Town of Silverthorne, Colorado  
 Revenue Bond Coverage  
 Government Fund Types (1)  
 Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Gross Revenues (1)	\$ 14,416,350	\$ 14,717,548	\$ 15,832,557	\$ 12,288,732	\$ 11,549,193	\$ 12,235,556	\$ 12,672,283	\$ 14,543,171	\$ 16,151,817	\$ 15,660,342
Operating Expenses (2)	13,404,399	12,832,908	19,250,402	14,079,019	11,131,960	12,140,869	11,087,951	13,870,078	12,980,312	13,708,038
Net Revenue Available	1,011,951	1,884,642	(3,417,835)	(1,790,287)	417,233	94,687	1,584,322	673,093	3,171,505	1,952,304
Debt Service Requirement	290,000	300,000	325,000	-	-	-	-	-	-	-
Principal	214,570	201,808	187,976	-	-	-	-	-	-	-
Interest	504,570	501,808	512,976	-	-	-	-	-	-	-
Total	2,01	3,76	(6,66)	-	-	-	-	-	-	-
Coverage	-	-	-	-	-	-	-	-	-	-

(1) Includes general, special revenue and capital improvement funds.

(2) Includes transfers in/out from/to all.

Town of Silverthorne, Colorado  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Population (1) (2) (3)	3,937	4,068	4,163	3,863	3,887	3,896	3,916	4,010	4,116	4,239
Assessed Value	\$ 123,742,000	\$ 154,922,390	\$ 159,036,460	\$ 185,244,790	\$ 186,258,380	\$ 154,970,690	\$ 155,852,340	\$ 152,981,040	\$ 152,959,220	\$ 165,029,720
<b>Governmental Activities</b>										
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Revenue Bonds	\$ 4,295,000	\$ 3,995,000	\$ 1,845,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Leases	\$ 657,468	\$ 574,174	\$ 452,603	\$ 262,933	\$ 103,991	\$ 15,879	\$ -	\$ -	\$ 180,000	\$ 163,372
<b>Business-Type Activities</b>										
General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Revenue Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Leases	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total Primary Government</b>	\$ 4,952,468	\$ 4,569,174	\$ 2,297,603	\$ 262,933	\$ 103,991	\$ 15,879	\$ -	\$ -	\$ 180,000	\$ 163,372
Percentage of Personal Income (2) (4)	2.87%	2.49%	1.21%	0.16%	0.06%	0.01%	0.00%	0.00%	0.09%	0.07%
Per Capita (2) (5)	\$ 1,258	\$ 1,123	\$ 552	\$ 68	\$ 27	\$ 4	\$ -	\$ -	\$ 44	\$ 39

(1) Annual government censuses and Summit County/Community Development department.  
 (2) Prior year numbers that were based on estimates may have changed due to actual numbers becoming available.  
 (3) Current year is an estimate based on historical data.  
 (4) Percentage of per capita income from schedule 19.  
 (5) Represents per capita of Silverthorne population.

Town of Silverthorne, Colorado  
 Direct and Overlapping Governmental Activities Debt  
 December 31, 2015

Overlapping Entity	2015 Value	Debt Outstanding	Net Outstanding Debt Chargeable to Properties within the Town	
			Percent	Amount
Eagle's Nest Metropolitan District	\$ 59,353,140	\$ 3,475,000	100.0	\$ 3,475,000
Summit County School District RE-1	1,725,995,920	24,415,000	10.0	2,441,500
		Total Overlapping Debt		5,916,500
		Town of Silverthorne Direct Debt		180,000
		Total Direct & Overlapping Debt		<u>\$ 6,096,500</u>

Sources: Summit County Assessor's Office and information obtained from individual entities

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

Town of Silverthorne, Colorado  
Demographics Statistics  
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Silverthorne Population (1) (4) (5)	3,937	4,068	4,163	3,863	3,887	3,896	3,916	4,010	4,116	4,239
County Population (1) (3) (4) (5)	25,745	26,234	26,724	27,783	28,073	28,144	28,294	28,637	28,975	30,257
Personal Income (2) (3) (4) (5) (6)	1,128,272	1,182,809	1,215,100	1,138,281	1,210,044	1,286,331	1,296,192	1,414,380	1,490,350	1,590,203
Per Capita Income (2) (3) (4) (5)	43,825	45,087	45,468	41,789	43,090	44,431	46,220	49,369	50,685	54,081
Median Family Income (1) (2) (3) (4) (5)	80,752	84,741	81,300	85,100	87,200	89,351	93,729	92,979	90,800	96,883
Silverthorne School Enrollment (7)	307	315	336	330	338	342	307	307	320	364
Unemployment Rate (1) (2) (3) (4) (5)	3.2%	2.7%	3.8%	6.9%	7.8%	7.5%	7.1%	4.4%	3.2%	1.6%

(1) Annual government census (2000), DOLA (Department of Local Affairs) and Community Development.

(2) Statistics available for Summit County only.

(3) Colorado Department of Local Affairs or Bureau of Economic Analysis (BEA).

(4) Current year is an estimate based on historical data.

(5) Prior year numbers that were based on estimates may have changed due to actual numbers becoming available.

(6) In thousands

(7) RE-1 School District

Town of Silverthorne, Colorado  
Principal Employers  
Fiscal Year 2015

Employer	Employee # Range (1)	Percentage (2) of Total County Employment
Outlets at Silverthorne	500-999	2.5 - 5.0%
Town of Silverthorne	100-249	0.5 - 1.2%
Target Stores	100-249	0.5 - 1.2%
Lowe's	100-249	0.5 - 1.2%
United Parcel Service	50-99	0.2 - 0.5%
Neils Lunceford	50-99	0.2 - 0.5%
Colorado Mountain Express	50-99	0.2 - 0.5%
McDonald's	50-99	0.2 - 0.5%
Vista Auto Group	50-99	0.2 - 0.5%
Xcel Energy	1-49	.005 - 0.2%
Wendy's	1-49	.005 - 0.2%
Hudson Auto Source	1-49	.005 - 0.2%
Summit Ford, Inc	1-49	.005 - 0.2%

(1) Includes part-time and seasonal employees, if any.

(2) Based on County employment number of 20,174.

(3) Comparisons are unavailable because statistics compilation didn't start until 2007.

Sources: Department of Local Affairs, Summit County and information obtained from individual entities

Town of Silverthorne, Colorado  
Operating Indicators by Function  
Last Ten Fiscal Years

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Administrative Services:</b>										
Council Meetings	22	23	23	22	22	22	22	22	22	22
Newsletters	6	6	6	4	6	6	6	4	2	-
Business Licenses	1,007	1,005	1,067	1,179	1,134	1,130	1,156	1,204	1,241	1,301
Elections	1	-	1	1	1	-	2	1	-	-
<b>Public Safety:</b>										
Physical Arrests	290	347	533	498	498	172	144	178	167	334
Parking Violations	100	114	251	294	143	51	110	260	160	161
Traffic Violations	1,112	1,265	1,265	1,203	1,151	1,295	917	2,760	942	1,781
Calls for Service	7,933	15,205	9,501	8,982	7,314	6,554	6,039	7,032	6,237	6,112
<b>Public Works:</b>										
Street Resurfacing (miles)	1.95	5.17	4.18	4.55	3.68	3.68	3.68	0.5	0	7.55
Miles of Streets to Plow	26.08	26.08	28.08	28.39	28.39	28.39	28.39	29.03	31.54	31.71
Miles of Sidewalks/Trails to Maintain	14	14.5	17.75	23.95	23.95	24.35	24.35	24.66	26.18	26.18
<b>Community Development (1):</b>										
Building Permits Issued	87	151	92	65	72	59	52	47	81	107
CO's Issued	61	38	56	78	35	8	23	20	30	32
Computers	93	105	113	115	115	115	115	115	115	117
Users	100	120	121	107	109	110	110	110	115	120
Applications	25	25	27	27	33	33	33	35	34	34
<b>Recreation &amp; Culture:</b>										
Annual Visitors	211,744	242,010	259,922	250,369	248,433	242,593	265,137	265,399	258,469	279,074
Daily Admissions	35,640	35,700	34,000	33,384	33,071	39,013	31,247	32,602	31,632	33,435
Free Fitness Classes	1,565	1,538	1,593	1,593	1,623	1,619	1,542	1,663	1,520	1,533
Pavilion Wedding Rentals	36	50	51	34	53	48	50	80	91	104
Pavilion Non-Wedding Rentals	38	74	95	80	119	114	64	69	66	70
<b>Water &amp; Sewer:</b>										
Water EQR's	2818.22	2960.35	3053.25	3053.25	3147.76	3163.69	3216.98	3242.66	3345.87	3433.50
Service Connections	1,518	1,518	1,602	1,643	1,660	1,671	1,687	1,707	1,756	1,819
Average Daily Consumption in Gallons	700,000	760,000	691,500	750,000	643,000	628,000	607,000	727,000	619,745	577,800
Sewer EQR's	2809.35	2971.48	3042.08	3095.98	3148.89	3160.82	3210.41	3237.94	3339.05	3430.94
Service Connections	1,475	1,517	1,574	1,600	1,625	1,635	1,654	1,675	1,719	1,758

(1) Includes Management Information Systems

Source: Town of Silverthorne Biennial Financial Plan, Comprehensive Annual Financial Report and Individual Departments

Town of Silverthorne, Colorado  
 Capital Asset Statistics by Function  
 Last Ten Fiscal Years

Function	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Public Safety:</b>										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	9	9	9	9	9	9	9	9	9	9
<b>Public Works:</b>										
Miles of Streets	26.08	26.08	28.08	28.39	28.39	28.39	28.39	29.03	31.54	31.71
Miles of Sidewalks/Trails	14	14.5	17.75	23.95	23.95	24.35	24.35	24.66	26.18	26.18
Traffic Lights	8	8	8	8	8	10	10	10	11	11
<b>Recreation &amp; Culture:</b>										
Park/Open Space Acreage	72.18	72.18	72.18	72.18	72.18	72.18	73.54	82.81	82.81	82.81
Parks	4	4	4	4	4	4	7	7	7	7
Swimming Pools	4	4	4	4	4	4	4	4	4	4
Tennis Courts	4	4	4	4	4	4	4	4	4	4
Skateboard Parks	1	1	1	1	1	1	1	1	1	1
Volleyball Courts	4	4	4	4	4	4	4	4	4	4
Pavilion (Community Center)	1	1	1	1	1	1	1	1	1	1
<b>Water &amp; Sewer:</b>										
Miles of Water Mains	46.50	46.50	46.50	50.18	50.28	45.44	45.60	46.08	48.24	50.21
Fire Hydrants	369	376	388	405	407	390	399	416	442	435
Miles of Sewers	28.25	28.25	28.25	32.78	32.88	31.61	31.61	32.68	32.38	33.89
Manholes	748	759	789	870	873	894	933	960	1020	1023

Source: Town of Silverthorne Biennial Financial Plan, Comprehensive Annual Financial Report and Individual Departments

Note: No capital asset indicators are available for the Administrative Services and Community Development functions.

Town of Silverthorne, Colorado  
 Summary of Approved Full-time Positions by Department  
 Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Elected/Appointed	8	8	8	8	8	8	8	8	8	8
<b>Total Elected/Appointed</b>	<b>8</b>									
Administrative Services	9	9	10	10	10	10	10	10	10	11
Public Safety	21	21	20	18	18	18	18	19	19	18
Public Works (1)	20	20	20	20	20	20	20	20	21	21
Water and Sewer	4	4	4	4	4	4	4	4	4	5
Community Development	8	8	8	7	6	6	6	6	6	6
Recreation and Culture (2)	19	19	19	19	19	19	19	19	19	21
Pavilion	3	3	4	4	4	4	4	4	4	5
<b>Total Full-Time Employees</b>	<b>84</b>	<b>84</b>	<b>85</b>	<b>82</b>	<b>81</b>	<b>81</b>	<b>81</b>	<b>82</b>	<b>83</b>	<b>87</b>

(1) 2009 and 2010 numbers were decreased.

(2) Includes three 3/4 time employees.

Source: Town of Silverthorne Biennial Financial Plan

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

<b>LOCAL HIGHWAY FINANCE REPORT</b>	City or County: Town of Silverthorne
	YEAR ENDING : December 2015

This Information From The Records Of (example - City of \_ or County of \_  
Town of Silverthorne) Prepared By: T McArthur  
Phone: 970-262-7301

**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
<b>A. Receipts from local sources:</b>		<b>A. Local highway disbursements:</b>	
1. Local highway-user taxes		1. Capital outlay (from page 2)	596,966
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	1,075,040
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	65,816
2. General fund appropriations	0	b. Snow and ice removal	245,019
3. Other local imposts (from page 2)	2,458,618	c. Other	
4. Miscellaneous local receipts (from page 2)	161,396	d. Total (a. through c.)	310,835
5. Transfers from toll facilities		4. General administration & miscellaneous	363,781
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	499,124
a. Bonds - Original Issues		6. Total (1 through 5)	2,845,746
b. Bonds - Refunding Issues		<b>B. Debt service on local obligations:</b>	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)	0	a. Interest	
7. Total (1 through 6)	2,620,014	b. Redemption	
<b>B. Private Contributions</b>		c. Total (a. + b.)	0
<b>C. Receipts from State government</b> (from page 2)	245,528	2. Notes:	
<b>D. Receipts from Federal Government</b> (from page 2)	0	a. Interest	3,168
<b>E. Total receipts (A.7 + B + C + D)</b>	2,865,542	b. Redemption	16,628
		c. Total (a. + b.)	19,796
		3. Total (1.c + 2.c)	19,796
		<b>C. Payments to State for highways</b>	
		<b>D. Payments to toll facilities</b>	
		<b>E. Total disbursements (A.6 + B.3 + C + D)</b>	2,865,542

**IV. LOCAL HIGHWAY DEBT STATUS**

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
<b>A. Bonds (Total)</b>				0
1. Bonds (Refunding Portion)				
<b>B. Notes (Total)</b>	180,000		16,628	163,372

**V. LOCAL ROAD AND STREET FUND BALANCE**

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
		2,865,542	2,865,542		0

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
<b>A.3. Other local imposts:</b>		<b>A.4. Miscellaneous local receipts:</b>	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	73,981
1. Sales Taxes	2,396,378	c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	86,415
4. Licenses		f. Charges for Services	
5. Specific Ownership &/or Other	62,240	g. Other Misc. Receipts	1,000
6. Total (1. through 5.)	2,458,618	h. Other	
c. Total (a. + b.)	2,458,618	i. Total (a. through h.)	161,396
	(Carry forward to page 1)		(Carry forward to page 1)

ITEM	AMOUNT	ITEM	AMOUNT
<b>C. Receipts from State Government</b>		<b>D. Receipts from Federal Government</b>	
1. Highway-user taxes	216,920	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	28,608	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	
f. Total (a. through e.)	28,608	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	245,528	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)
<b>A.1. Capital outlay:</b>			
a. Right-Of-Way Costs			0
b. Engineering Costs		28,219	28,219
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation		483,195	483,195
(4). System Enhancement & Operation		85,552	85,552
(5). Total Construction (1) + (2) + (3) + (4)	0	568,747	568,747
d. Total Capital Outlay (Lines I.a. + I.b. + I.c.5)	0	596,966	596,966
			(Carry forward to page 1)

Notes and Comments: