VAIL PARK AND RECREATION DISTRICT
d/b/a VAIL RECREATION DISTRICT
BOARD OF DIRECTORS

5:00 P.M.
Thursday, June 26, 2025
Vail Town Council Chambers
AGENDA
REGULAR MEETING

Agenda

1. Call to Order

2. Changes to Agenda;

3. Approval of Minutes;
    a. May 22, 2025

4. Public Input (for matters not otherwise on agenda/three-minute time limit/no disrupting, pursuant to § 18-9-108, C.R.S.);

5. New Business and Special Orders;
    a. 2025 Vail Athlete Scholarship Award Winners-Daniel Sanchez, Sage Gwin and Connor Wadey- Mr. Mike Ortiz
    b. Presentation and Acceptance of 2024 Financial Audit-Mr. Eric Weaver

6. Unfinished Business;
    a. Vail Golf Course Gore Creek Master Plan- Mr. Mike Ortiz

7. Officers, Committees, Staff, and Professional Consultants;
    a. May 2025 Financial Report- Mr. Eric Weaver
    b. Executive Director Report - Mr. Mike Ortiz
    c. Board Member Input

8. Adjournment

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RECORD OF PROCEEDINGS

Minutes of the Regular Meeting
Of the Board of Directors

Vail Park and Recreation District
dba Vail Recreation District
May 22, 2025

A Regular Meeting of the Board of Directors of the Vail Recreation District, Town of Vail, Eagle County, Colorado, was held on May 22, 2025, at 5:00 p.m. at the Vail Town Council Chambers, Town of Vail, Eagle County, Colorado, in accordance with the applicable statutes of the State of Colorado.

1. MEMBERS PRESENT
   1.1. Bob Armour, John Rediker, Kim Saalfeld, Kirk Hansen, Molly Rabin

2. MEMBERS ABSENT AND EXCUSED
   2.1. None.

3. STAFF PRESENT
   3.1. Nell Davis, April Heredia, Jared Biniecki, Mike Ortiz, Scott O'Connell, Chris Desseauve, Andrew Villescas, John Zavoral

4. OTHERS PRESENT
   4.1. Rick Sackbauer, Billy Suarez, Kevin Foley

5. CONSULTANTS PRESENT
   5.1. Eric Weaver, Marchetti & Weaver, LLC

6. CALL TO ORDER
   6.1. Director Armour called the meeting to order at 5:00 p.m.

7. CHANGES TO AGENDA
   7.1. None.

8. APPROVAL OF MINUTES
   8.1 By motion duly made and seconded it was unanimously RESOLVED to approve the minutes of the March 27, 2025, meeting.

9. PUBLIC INPUT FOR MATTERS NOT OTHERWISE ON AGENDA
   9.1 Mr. Rick Sackbauer addressed the board with his concerns of the growing population in Vail and would like the recreation district to be working on long-term planning for programming and facilities to accommodate this growth. He encouraged the board to get this topic added to the rec subcommittee agenda.

9.2 Mr. Kevin Foley thanked the board for keeping the Dobson staff employed while the building is under renovation.

10. ELECTION OF OFFICERS

10.1. Mr. John Rediker nominated Bob Armour to be chairman.

10.2. By motion duly made and seconded it was unanimously RESOLVED to approve the nomination of Bob Armour as chairman of the board.

10.3. Mr. Kirk Hanson nominated John Rediker as secretary of the board.

10.4. By motion duly made and seconded it was unanimously RESOLVED to approve the nomination of John Rediker as secretary of the board.

10.5. Mr. Bob Armour nominated Kirk Hansen as treasurer of the board.

10.6. By motion duly made and seconded it was unanimously RESOLVED to approve the nomination of Kirk Hansen as treasurer of the board.

10.7. Mr. Bob Armour shared that the Recreation Subcommittee is comprised of two VRD board members and two town council members. Currently, he and Kirk Hansen sit on that committee and both would like to continue in that role.

10.8. Mr. Eric Weaver asked if the other two non-elected board members could be assistant secretary/treasurer if either of the elected members were not present, they could act on their behalf. By motion duly made and seconded it was unanimously RESOLVED to approve the nomination of Kim Saalfeld and Molly Rabin as Assistant Secretary/Treasurer.

11. GAME BALLS

11.1 Mr. Mike Ortiz presented John Zavoral a game ball award for his 2nd Place finishing at the Taste of Vail, Steamship Cook Off. Even though the weather was a challenge Mr. Zavoral shared with the board that he and his team were able to execute his plate as planned and were excited for how they finished.

11.2 Mr. Ortiz presented Mr. Andrew Villescas with a game ball award for being named the 2024 Colorado West Chapter Assistant Golf Professional of the Year. Mr. Villescas shared with the board his many roles at the golf course and was very honored to get the recognition.

12. DOBSON UPDATE

12.1 OAC meetings continue. The site has been secured, and the contractor has worked with the Town of Vail on transportation issues and making walkways for pedestrians. So far, the project is on schedule. Mr. Ortiz shared that tours of Dobson can be done but you will need to reach out to Scott or himself beforehand.

13. FORD PARK UPDATE

13.1 Mr. Scott O'Connell thanked the staff for their flexibility and the terrific teamwork that everyone showed during the entire renovation. He shared the project is almost complete except for a few punch list items. There are three big things that need to

be completed: bathroom partition, wall coverings and replacing the front and side doors on the main level.
13.2 Mr. O'Connell shared that there will be a grand revel near Father's Day.
13.3 Mr. Ortiz thanked Mr. O'Connell for his hard work and all the coordination that went into the project. He also thanked staff for how well they all worked together to make it all work.

14.VAIL GOLF COURSE GORE CREEK MASTER PLAN

14.1 Mr. Ortiz shared with the board that the master plan is being developed to guide future maintenance practices and course development as it relates to and impacts Gore Creek. He shared there are the two main goals of the master plan are slow down the creek and improve the water quality. He shared slides of the plan and walked through a couple of scenarios of what potentially could be approved by town council and then implemented to accomplish the goals.

14.2 Mr. Ortiz stated that he will continue to update the board with any new developments as the plan continues to be worked out.

15. ATHLETIC FIELD STORAGE BUILDING UPDATE

15.1 Mr. Scott O'Connell shared with the board the bid process has been completed, and the project came in higher than the budget. The Design team has met to start value engineering the project to bring numbers closer to budget. There are parts of the project that will have to be eliminated in order to be budget compliant. So far, the cuts have been wants and not needed items. The project will hopefully start in 2025 with completion in 2026.

16 TEMPORARY ICE UPDATE

16.1 Temporary ice is going to be at the Eagle County rodeo arena. The Mountaineer Hockey Club is currently raising the anticipated $650K that will be needed to make the ice operations viable. The Mountaineers will be purchasing what is needed to get ice built and the district will plan on operating it during the winter of 2025/2026. The Mountaineers have an attorney that is working on an agreement between them and the district.

16.2 Operations are tentatively set to start in October and operate until mid-March. The hockey club will retain any revenues generated from rentals and the district will keep any revenues generated by our own programs.

17. APRIL 2025 FINANCIAL REPORT

17.1 Mr. Eric Weaver reviewed with the board that on the balance sheet the district's cash balance is up to $15.3 million. Property taxes are what drive this number at this time of the year as people are paying their taxes that will be used to cover costs throughout the rest of the year.

17.2 On the P&L the current month shows revenues down, however there is no big concern it is an estimate of when people will pay their property taxes. Nordic did finish the year slightly down resulting in adjustments to forecast numbers. F&B was also down, this is due to a shift in events on the calendar. There are no concerns at this point. Expenses show that all departments are running favorably.

17.3 Director Armour asked Mr. Weaver how the legislation that was passed last year will affect next year's district budget. Mr. Weaver shared that this analysis will be prepared once the needed information becomes available. With the assessments that recently went out he had heard that there was about a 7% increase in property values county-wide.

18 EXECUTIVE DIRECTOR REPORT

18.1 Mr. Mike Ortiz shared a few highlights from the director's report that can be requested by sending an email to admin@vailrec.com

18.2 Mr. Mike Ortiz thanked Jared Biniecki and his staff for working with the employees from the tennis center and making our temporary office space and location a smooth transition. Jared's team was very welcoming and helpful.

18.3 Mr. Ortiz shared that there were many upcoming sport events, white water, running and bike races and more information can be found on our website. Tennis will open the weekend of Memorial Day for free and will start to staff the following Monday.

18.4 Mr. Ortiz thanked Jason Plante for his time served on the Board. He shared that he appreciated that Jason was a great listener, his calm demeanor and his passion for the community he was serving. He also loved that Jason was an avid golfer and enjoyed Nordic skiing.

18.5 Director Armour asked about a reunion of past golf employees, he stated that invitations are out and asked what the fiduciary responsibilities were of the VRD and what is expected from the participants, most importantly who is paying for the event. He would like to know what the financial impact is to the district for this event. Mr. Ortiz said he would investigate it and report back to the board.

19 BOARD MEMBER INPUT

19.1 Director Saalfeld shared she is looking forward to serving on the board.

19.2 Director Armor thanked Jason Plante for his time on the board.

19.3.1 Director Rabin congratulated both game ball recipients again. She also shared the positive experience she had with the new registration system. Ms. Rabin welcomed Nell back and shared that May was mental health awareness month and reminded everyone to check in with their team.

19.3.2 Director Rediker asked if concessions at Ford Park will be happening this summer. Mr. Ortiz confirmed that it will run just as it did last summer for events but will not be running for softball. He also thanked town council for

moving Dobson forward and also thanked Jason Plante for his service and for caring for our community, Jason will be missed.

19.3.3 Director Hansen welcomed Nell back. He also acknowledged how great it has been working with the Town council the past few years as many great projects have taken place. He heard Mr. Sackbauer's request and agrees with working on long-term planning for the District. He also recognized all the hard work that went into making Dobson a reality and thanked everyone for their hard work.

20 ADJOURNMENT

20.1 Upon a motion duly made and seconded, it was unanimously RESOLVED to adjourn the Regular Meeting of the Vail Recreation District Board of Directors.

Respectfully Submitted,
April Heredia
Secretary to the Meeting

M & A

McMahan and Associates, L.L.C.

Certified Public Accountants and Consultants

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To the Board of Directors
Vail Recreation District
Vail, Colorado

We have audited the financial statements of Vail Recreation District (the "District") for the year ended December 31, 2024. Professional standards require that we provide you with the following information related to our audit.

Qualitative Aspects of Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Vail Recreation District are described in the Notes to the financial statements.

Financial reporting standards for the District are promulgated by the Governmental Accounting Standards Board ("GASB"). Effective in 2024, the District implemented GASB Statement No. 101, Compensated Absences ("GASB 101"), which required that the District recognize a liability for all forms of compensated absences, including those that are not paid upon an employee's separation from service, such as sick leave. The Standard requires entities to estimate the compensated absence liability based on historical data regarding the accumulation and forfeiture of leave balances rather than solely on termination payouts. As discussed in Note V.H to the District's 2024 audited financial statements, the implementation of this new standard was applied effective January 1, 2024 and resulted in a decrease of $431,835 to the District's beginning net position.

No other new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was:

> Estimated useful lives for depreciation on capital assets: Management's estimate is based on industry practice and experience. We evaluated the key factors and assumptions used to develop the useful lives used in determining depreciation and found that it is reasonable in relation to the financial statements taken as a whole.
>
> Estimate of allowance for doubtful accounts ($0 at December 31, 2024): Management's estimate is based on an analysis of the collectability of individual accounts. We evaluated the key factors and assumptions used to develop the allowance and found that they are reasonable in relation to the financial statements taken as a whole.

Qualitative Aspects of Accounting Policies (continued)

Estimate of future usage of accrued sick leave in compensated absences liability: Management's estimate is based on current usage of sick leave relative to what is earned during the year. We evaluated the key factors and assumptions used to develop the estimated usage and found that it is reasonable in relation to the financial statements taken as a whole.

Estimate of discount rate, lease term, and lease payments used to determine present value of leasing arrangements: Management's estimate is based on industry practice and experience. We evaluated the key factors and assumptions used to develop the present value and found that it is reasonable in relation to the financial statements taken as a whole.

Estimate of discount rate, arrangement term, and arrangement payments used to determine present value of subscription-based information technology arrangements: Management's estimate is based on industry practice and experience. We evaluated the key factors and assumptions used to develop the present value and found that it is reasonable in relation to the financial statements taken as a whole.

Difficulties Encountered in Performing the Audit

We encountered no difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. The following material misstatements detected as a result of audit procedures were corrected by management and reflected in the 2024 audited financial statements:

- To accrue Zehren and Associates December services

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

As is required in an audit engagement we have requested certain representations from management that are included in the management representation letter.

New Financial Reporting Standard

Financial reporting standards for the District are promulgated by the Governmental Accounting Standards Board ("GASB"), which has issued Statement No. 102, Guidance in Disclosures of Certain Risks ("GASB 102"). GASB 102 requires the disclosure of essential information about risks to vulnerabilities due to certain concentrations and constraints. GASB 102 defines a concentration as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources – for example, a small number of companies that represent a majority of employment in a government's jurisdiction, or a government that relies on one revenue source for most of its revenue. GASB 102 also defines a constraint as a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority – such as a voter-approved property tax cap or a state-imposed debt limit. Concentrations and constraints may limit a government's ability to acquire resources or control spending.

New Financial Reporting Standard (continued)

Under GASB 102, governments are required to disclose information about a concentration or constraint if they meet the following criteria:

- The concentration or constraint is known to the government prior to issuing the financial statements.
- The concentration or constraint makes the government vulnerable to the risk of a substantial impact.
- An event(s) associated with the concentration or constraint that could cause a substantial impact has occurred, has begun to occur, or is more likely than not to begin to occur within 12 months of the date the financial statements are issued.

The disclosures should include a description of the concentration or constraint, each event associated with the concentration or constraint that could cause a substantial impact if the event has occurred or has begun to occur prior to the issuance of the financial statements, and actions taken by the government to mitigate the risk prior to the issuance of the financial statements.

GASB 102 is effective for reporting periods beginning after June 15, 2024, and all reporting periods thereafter. Earlier application is encouraged. We will work with the District to assist with implementation of this new standard.

Recommendations

In planning and performing our audit of the District's financial statements as of and for the year ended December 31, 2024, in accordance with auditing standards generally accepted in the United States of America, we considered the District's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses and therefore there can be no assurance that all such deficiencies have been identified.

Old/Stale Gift Cards

At the time of our audit, there were many gift cards that had been outstanding for several years. Tracking old gift cards is an important control procedure that ensures continuity with current system in place as well as compliance with regulations regarding remittance to the Great Colorado Payback. Under VRD's current system, gift cards are set to expire after five years. During our audit we determined there to be approximately $18,427 in gift cards recorded that are older than five years. We suggest that the listing of outstanding gift cards to be reviewed and any gift cards older than five years be remitted to the Great Colorado Payback.

Recommendations (continued)

Clean Energy Tax Credits

In June 2023, the IRS issued proposed regulations (which were finalized in March 2024) under the federal Inflation Reduction Act (the "Act") allowing local governments and non-profit tax-exempt entities access to the Act's refundable tax credits for certain clean energy investments. Although these entities are typically not subject to income tax and thus unable to utilize tax credits, the "elective pay" / "direct pay" provisions of the Act provide an exception which allows qualifying entities to receive a "refund" for a portion of their qualifying investment in clean energy projects. The refund is accessed by electronically filing Form 990-T, Exempt Organization Business Income Tax Return, including applicable supporting forms and schedules. Elective pay credits are available under the Act for a variety of clean energy projects, which include the following:

- **Clean vehicle credits.** Purchases of plug-in electric vehicles that draw significant propulsion from an electric motor may be eligible for a maximum credit of $7,500 for qualified vehicles with a gross vehicle weight of under 14,000 pounds and $40,000 for all other vehicles. This includes passenger vehicles, buses, and ambulances.
- **Charging infrastructure.** Acquisition / installation of charging infrastructure may qualify for a refundable tax credit.
- **Solar, geothermal or wind generation projects.** Investing in energy-efficient upgrades or improvements to facilities - including the addition of solar panels – may qualify for the credit.

As with all such programs, entities wishing to benefit from the elective pay provisions of the Act should carefully review the requirements documented on the IRS website to determine if their project will qualify for these credits. We can assist with the preparation and filing of Form 990-T.

This report is intended solely for the information and use of the Board of Directors, management, and others within the organization and is not intended to be, and should not be, used by anyone other than those specified parties.

Sincerely,

McMahan and Associates, L.L.C.
Avon, Colorado

PRELIMINARY DRAFT

VAIL RECREATION DISTRICT

Financial Statements
December 31, 2024

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District
Financial Statements
December 31, 2024

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PRELIMINARY DRAFT

McMahan and Associates, L.L.C.
Certified Public Accountants and Consultants

Web Site: www.McMahanCPA.com Main Office: (970) 845-8800

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Vail Recreation District
Vail, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the general fund, and aggregate remaining fund information of Vail Recreation District (the "District"), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the general fund, and aggregate remaining fund information of Vail Recreation District, as of December 31, 2024, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis-of-Matter

As discussed in Note IV.H to the financial statements, the District adopted Governmental Accounting Standards Board Statement No. 101, Compensated Absences, in 2024. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for one year after the date that the financial statements are issued.

PRELIMINARY DRAFT

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

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

PRELIMINARY DRAFT

INDEPENDENT AUDITOR'S REPORT
To the Board of Directors
Vail Recreation District

Required Supplementary Information (continued)

The budgetary comparison information in section E is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

McMahan and Associates, L.L.C.
Avon, Colorado

PRELIMINARY DRAFT

VAIL RECREATION DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District

Management's Discussion and Analysis
December 31, 2024

As management of the Vail Park and Recreation District dba the Vail Recreation District ("District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2024.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains 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 District's finances, in a manner similar to a private-sector business.

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

The Statement of Activities presents information showing how the government'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 are reported in this statement for some items that will only result in cash flows in future fiscal periods (i.e. uncollected taxes and earned but unused vacation leave).

The government-wide financial statements can be found on pages C1 and C2 of this report.

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

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

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

The District adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund on page E1 of this report to demonstrate compliance with this budget.

PRELIMINARY DRAFT

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found starting on page D1 of this report.

Government-wide Financial Analysis

Vail Recreation District's
Net Position

	Activities	
	2024	**2023**
Assets:		
Current and other assets	$ 21,667,533	$ 17,827,616
Capital assets	8,462,693	7,590,024
Total Assets	30,130,226	25,417,640
Liabilities & Deferred Inflows:		
Current liab & def inflows	7,619,562	7,252,677
Long-term liabilities	528,118	-
Total Liab & Def Inflows	8,147,680	7,252,677
Net Position:		
Net investment in capital assets	8,354,277	7,590,024
Restricted	490,000	389,356
Unrestricted	13,138,269	10,185,583
Total Net Position	$ 21,982,546	$ 18,164,963

A large portion of the District's assets is reflected as net investment in capital assets (i.e. land, buildings, machinery, and equipment). At the end of 2024, net investment in capital assets accounted for 38% of the total net position, which the District uses to provide services to its citizens. Accordingly, these assets are not an available source for payment of future spending. Of the remaining net position 3% of the governmental activities annual budget is restricted for use in the event of an emergency.

PRELIMINARY DRAFT

Vail Recreation District's
Change in Net Position

	Governmental Activities	
	2024	2023
Revenues:		
Program revenues:		
Charges for services	$ 8,533,056	$ 7,069,502
Operating grants & contributions	-	-
Capital grants & contributions	31,114	34,752
General revenues:		
Property taxes	6,690,056	4,689,884
Other taxes	355,975	297,173
Loss (gain) on disposal of assets	45,005	187,900
Interest and other revenue	705,054	585,572
Total Revenues	16,360,260	12,864,783
Expenses:		
Administration	1,285,548	1,229,394
Sports programs	725,579	720,001
Gymnastics	503,141	451,786
Community programs	744,312	667,254
Public relations	413,187	395,023
Nordic center	981,798	977,793
Ice arena	1,431,782	1,362,864
Golf	5,123,811	4,485,253
Tennis and pickleball	279,539	281,734
Park maintenance	461,022	408,675
Facilities maintenance	161,123	158,488
Total Expenses	12,110,842	11,138,265
Change in Net Position	4,249,418	1,726,518
Net Position - Beginning	18,164,963	16,438,445
Proir Period Adjustment	(431,835)	-
Net Position - Ending	$ 21,982,546	$ 18,164,963

Governmental activities: Net position of the governmental activities increased by $4,249,418 during 2024 after an increase of $1,726,518 during 2023. In both years the increase is largely due to the District accumulating funds for upcoming capital projects. Also, during 2024 the District implemented GASB 101 to retroactively add accumulated sick leave for personnel to liabilities, with the $431,835 December 31, 2023 balance shown as a prior period adjustment in 2024. See Note IV.H. on page D18 for more information

Financial Analysis of the District's Funds
As mentioned early, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

The ending fund balance of General Fund increased by $3,501,667 during 2024 which is rolled forward for spending in future years.

As of the end of the current fiscal year, the District's general fund reported an ending fund balance of $14,222,257. Of this balance, $665,624 is nonspendable, $490,000 is restricted for emergencies as required by TABOR, $9,820,000 is assigned for future capital projects, and the remaining $3,206,633 is unassigned.

PRELIMINARY DRAFT

Budget variances: No budget amendments were required during 2024 as the General Fund finished the year favorable to budget. Details of the variances by department can be seen on page E1 of this report.

Capital assets: The District ‘s capital assets increased by $872,669 as a result of capital additions being greater than depreciation expense and capital deletions. Additional information as well as a detailed classification of the District’s net capital assets can be found in the Notes to the Financial Statements on pages D12 and D13 of this report.

Long-term debts: The District entered into a non-capital lease and a non-cancelable SBITA during 2024 which both have a 4 year term and are reported as long-term liabilities. See Notes III.B. and III.C on pages D13 and D14 for more information.

Request for Information

This financial report is designed to provide a general overview of the District’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 Vail Recreation District, 700 S. Frontage Road, E., Vail, Colorado 81657, phone (970) 479-2279.

PRELIMINARY DRAFT

VAIL RECREATION DISTRICT

GOVERNMENT-WIDE FINANCIAL STATEMENTS

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District
Statement of Net Position
December 31, 2024

	Governmental Activities
Assets:	
Cash and cash equivalents - Unrestricted	13,836,434
Due from County Treasurer	32,450
Receivables, net	455,228
Property taxes receivable	6,677,797
Inventory	329,891
Deposits and prepaid expenditures	335,733
Capital assets, net	8,462,693
Total Assets	30,130,226
Liabilities:	
Accounts payable	492,468
Unearned revenue	275,012
Noncurrent liabilities:	
Portion due or payable within one year:	
Accrued compensated absences	148,497
Leases payable	13,346
Subscriptions payable	12,443
Portion due or payable after one year:	
Accrued compensated absences	445,491
Leases payable	35,601
Subscriptions payable	47,026
Total Liabilities	1,469,884
Deferred Inflows of Resources:	
Unavailable property tax revenue	6,677,796
Total Deferred Inflows of Resources	6,677,796
Net Position:	
Net investment in capital assets	8,354,277
Restricted for emergencies	490,000
Unrestricted	13,138,269
Total Net Position	21,982,546

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

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District
Statement of Activities
For the Year Ended December 31, 2024

Functions/Programs:	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities
Governmental activities:					
General administration	1,285,548	-	-	-	(1,285,548)
Sports programs	725,579	543,614	-	-	(181,965)
Gymnastics	503,141	305,716	-	-	(197,425)
Community programs	744,312	546,399	-	-	(197,913)
Public relations	413,187	-	-	-	(413,187)
Nordic center	981,798	1,012,258	-	-	30,460
Dobson arena	1,431,782	1,216,435	-	-	(215,347)
Golf	5,123,811	4,712,550	-	-	(411,261)
Tennis and pickleball	279,539	196,084	-	-	(83,455)
Park maintenance	461,022	-	-	31,114	(429,908)
Facilities maintenance	161,123	-	-	-	(161,123)
Total Governmental Activities	12,110,842	8,533,056	-	31,114	(3,546,672)
General Revenues:					
Property taxes					6,690,056
Specific ownership taxes					347,945
Delinquent taxes and interest					8,030
Investment and other income					705,054
Gain on the sale of assets					45,005
Total General Revenues					7,796,090
Change in Net Position					4,249,418
Net Position - Beginning (as restated)					17,733,128
Net Position - Ending					21,982,546

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

PRELIMINARY DRAFT

VAIL RECREATION DISTRICT

FUND FINANCIAL STATEMENTS

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District
Balance Sheet
Governmental Fund - General Fund
December 31, 2024

Assets:		
Cash and cash equivalents - Unrestricted		13,836,434
Due from County Treasurer		32,450
Receivables, net		455,228
Property taxes receivable		6,677,797
Inventory		329,891
Deposits and prepaid expenses		335,733
Total Assets		21,667,533
Liabilities:		
Accounts payable		492,468
Unearned revenue		275,012
Total Liabilities		767,480
Deferred Inflows of Resources:		
Unavailable property tax revenue		6,677,796
Total Deferred Inflows of Resources		6,677,796
Fund Balances:		
Nonspendable		665,624
Restricted for emergencies		490,000
Assigned for capital projects		9,820,000
Unassigned		3,246,633
Total Fund Balances		14,222,257
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 as assets in governmental fund financial statements:		
Capital assets	20,855,069	
Accmulated depreciation	(12,392,376)	
		8,462,693
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Compensated absences	(593,988)	
Leases payable	(48,947)	
Subscriptions payable	(59,469)	
		(702,404)
Net Position of Governmental Activities		21,982,546

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

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Fund - General Fund
For the Year Ended December 31, 2024

Revenues:	
Property taxes	6,690,056
Specific ownership taxes	347,945
Delinquent interest and taxes	8,030
Sports programs	543,614
Gymnastics	305,716
Nordic center	740,258
Community programs	546,399
Dobson Arena	1,216,435
Golf	2,088,502
Golf pro shop	577,417
Golf food and beverage	2,046,631
Tennis	60,111
Pickleball	135,973
Lottery revenue	31,114
Investment and other income	705,054
Total Revenues	16,043,255
Expenditures:	
General administration	1,067,369
Sports programs	689,753
Gymnastics	490,325
Community programs	715,121
Public relations	419,542
Nordic center	698,206
Nordic center - cost of goods sold	245,978
Dobson arena	1,379,042
Golf operations	1,006,758
Golf maintenance	980,148
Golf pro shop - cost of goods sold	328,188
Golf food and beverage	1,491,741
Golf food and beverage - cost of goods sold	498,274
Tennis	150,325
Pickleball	122,662
Park maintenance	375,420
Facilities maintenance	162,749
Capital outlay	1,664,143
Treasurer's fees	201,558
Debt service:	
Principal	12,453
Interest	7,707
Total Expenditures	12,707,462
Excess (Deficiency) of Revenues Over Expenditures	3,335,793
Other Financing Sources (Uses):	
Sale of assets	45,005
Debt proceeds	120,869
Total Other Financing Sources (Uses)	165,874
Change in Fund Balance	3,501,667
Fund Balance - Beginning	10,720,590
Fund Balance - Ending	14,222,257

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

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balance of the Governmental Funds
To the Statement of Activities
For the Year Ended December 31, 2024

Net Change in Fund Balance of the Governmental Fund		3,501,667
Amounts reported for Governmental Activities in the Statement of Activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown on the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities:		
Capital outlay	1,760,967	
Depreciation expense	(875,844)	
Amortization expense	(12,453)	
		872,670
The issuance of long-term debt (e.g., bonds, notes, and leases) provides current financial resources to governmental funds, however this transaction does not effect net position.		(120,869)
Retirement of lease principal and bonds oustanding on the District's debt result in a reduction of accumulated resources on the fund financial statements. The government-wide statement show these as reduction against the long-term liabilities.		12,453
Changes in accrued compensated absences do not consume current financial resources and, therefore, are not reported in the funds.		(16,503)
Change in Net Position of Governmental Activities		4,249,418

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

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District
Statement of Fiduciary Net Position
Youth Recreation Private Purpose Trust Fund
December 31, 2024

Assets:	
Cash and cash equivalents	267,118
Total Assets	267,118
Net Position:	
Held in trust for future earnings	50,000
Held in trust for scholarships	217,118
Total Net Position	267,118
Total Liabilities and Net Position	267,118

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

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District
Statement of Changes in Fiduciary Net Position
Youth Recreation Private Purpose Trust Fund
For the Year Ended December 31, 2024

Additions:	
Contributions	74,328
Investment income	11,437
Total Additions	85,765
Deductions:	
Recreation awards	23,174
Total Deductions	23,174
Change in Net Position	62,591
Net Position - Beginning	204,527
Net Position - Ending	267,118

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

PRELIMINARY DRAFT

VAIL RECREATION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

PRELIMINARY DRAFT

I. Summary of Significant Accounting Policies

The Vail Park and Recreation District, dba Vail Recreation District (the "District") is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The District was established to provide recreational facilities and services within its boundaries. The District is located in Eagle County, Colorado.

On February 13, 1991, the Board of Vail Metropolitan Recreation District passed a resolution to change the name of the District to the Vail Park and Recreation District. On the same date, the Board passed a resolution for the District to do business as the Vail Recreation District.

The financial statements of the District have been prepared in conformity with U.S. generally accepted accounting principles ("GAAP") as applied to government units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies established by GAAP used by the District are discussed below.

A. Reporting Entity

The reporting entity consists of (a) the primary government; i.e., the District, and (b) organizations for which the District is financially accountable. The District is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either 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 specific financial burdens on, the District. Consideration is also given to other organizations which are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the District. Organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

The District has no component units, and it is not a component unit of any other entity.

B. Government-wide and Fund Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major fund).

1. Government-wide Financial Statements

Government-wide financial statements report on information of all of the non-fiduciary activities of the District. The District's general administration, sports programs, gymnastics, community programs, public relations, outdoor programs, Nordic center operations, golf operations, Dobson Arena, tennis and pickleball, park maintenance, and facilities maintenance functions are classified as governmental activities.

PRELIMINARY DRAFT

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

1. Government-wide Financial Statements (continued)

The government-wide Statement of Activities reports both the gross and net cost of each of the District's governmental functions. The governmental functions are also supported by general government revenues (property and specific ownership taxes, investment earnings, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the governmental function. Operating grants and contributions include operating-specific and discretionary (either operating or capital) grants while the capital grants and contributions column reflects capital-specific grants and contributions received.

The government-wide focus is on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

2. Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, deferred inflows, reserves, fund equity, revenues and expenditures/expenses. The fund focus is on current available resources and budget compliance.

The District reports the following governmental fund:

The *General Fund* accounts for all financial resources not required to be accounted for in another fund. The District's general administration, sports programs, gymnastics, community programs, public relations, outdoor programs, Nordic center operations, golf operations, Dobson Arena, tennis and pickleball, park maintenance, and facilities maintenance functions are accounted for in the General Fund.

Additionally, the District reports the following fiduciary fund which is not included in the government-wide statements since the resources of the fund are not available to the District:

The *Youth Recreation Private-Purpose Trust Fund* is used to account for a trust established that stipulates only earnings and other revenues, and not principal of the original $50,000 contribution, may be spent for youth recreation purposes.

PRELIMINARY DRAFT

I. Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures or expenses are recognized in the accounts and reported in the financial statements. Financial statement presentation refers to classification of revenues by source and expenses by function.

1. Long-term Economic Focus and Accrual Basis

Governmental activities in the government-wide financial statements and fiduciary fund financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows.

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. “Available” means collectible within the current period or soon enough thereafter (60 days) to be used to pay liabilities of the current period. Expenditures are generally recognized when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt, if any, is recognized when due.

3. Financial Statement Presentation

Amounts reported as program revenues include 1) charges to customers and applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

D. Financial Statement Accounts

1. Cash, Cash Equivalents and Investments

Cash and cash equivalents are defined as deposits that can be withdrawn at any time without notice or penalty and investments with original maturities of three months or less.

Investments are stated at fair value or net asset value. The change in fair value or net asset value of investments is recognized as an increase or decrease to investment assets and investment income.

PRELIMINARY DRAFT

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

1. Cash, Cash Equivalents and Investments (continued)

The District generally limits investments to the following type of obligations:

- U.S. Treasury Obligations (maximum maturity of 60 months)
- Federal Instrumentality Securities (maximum maturity of 60 months)
- FDIC-insured Certificates of Deposit (maximum maturity of 60 months)
- Corporate Bonds (maximum maturity of 36 months)
- Prime Commercial Paper (maximum maturity of 9 months)
- Eligible Bankers Acceptances
- Repurchase Agreements
- General Obligations and Revenue Obligations
- Local Government Investment Pools
- Money Market Mutual Funds

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts. However, no allowance was established at December 31, 2024, as the District considered all receivables to be collectible.

3. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by the governmental entities until the subsequent year. In accordance with GAAP, the assessed but uncollected property taxes have been recorded as a receivable and as unavailable revenue.

4. Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond December 31, 2024 are recorded as prepaid expenses.

5. Capital Assets

Capital assets, which include land, buildings, improvements, and equipment, are reported on the government-wide financial statements. Capital assets are defined by the District as assets and leasehold improvements with an initial cost of $5,000 or more and an estimated useful life in excess of one year. Such assets and leasehold improvements are recorded at historical cost. Donated capital assets are recorded at acquisition value at the date of donation.

Capital expenditures for leasehold improvement projects are capitalized as projects are constructed. Interest incurred during the construction phase is expensed as incurred.

As stated in Note IV.A through IV.C, the Town of Vail owns the facilities maintained and operated by the District. The District capitalizes expenditures on the facilities that meet the cost and useful life criteria above as leasehold improvements.

PRELIMINARY DRAFT

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

5. Capital Assets (continued)

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.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and improvements	5 - 50
Equipment	5 - 20

6. Inventory

Inventory is valued a cost, which approximates market, using the first-in/first-out (FIFO) method. The cost of inventory is recorded as an expense when consumed rather than when purchased.

7. Compensated Absences

Accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are shown as long-term debt on the Government-wide Statement of Net Position. A liability is also recognized for a portion of accumulating sick leave benefits that is estimated to be taken during employment.

8. Fund Balance

The District classifies governmental fund balances as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority which is the Board of Directors.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the Board of Directors or its management designee.

PRELIMINARY DRAFT

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

8. Fund Balance (continued)

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The District uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the District first uses committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The District does not have a formal minimum fund balance policy. However, the District's budget includes a calculation of targeted reserve positions and management calculates targets and reports them annually to Board of Directors.

9. Leases

The District is party to a non-cancellable lease agreement, as further described in Note III.C.2. At the commencement of a lease, the District initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made.

The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or the useful life of the underlying asset.

Key estimates and judgments related to leases include how the District determines the following:

Discount Rate: The District uses the interest rate charged by the lessor as the discount rate to discount the expected lease payments to present value. When the interest rate charged by the lessor is not provided, the District uses the daily United States Treasury Yield Rate.

Lease Term: The lease term includes the non-cancellable period of the lease and extended term(s) that the District is reasonably certain to exercise.

Lease Payments: Lease payments included in the measurement of the lease liability are composed of fixed payments.

PRELIMINARY DRAFT

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

10. Subscriptions

The District is party to a non-cancellable agreement for subscription-based information technology software arrangements ("SBITAs"), as further described in Note III.C.3. In such arrangements, the District recognizes right-to-use subscription assets (and corresponding subscription liabilities) with an initial, individual value of $10,000 or more. Right-to-use subscription assets and subscription liabilities are reported on the Statement of Net Position.

At the commencement of a subscription, the District initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made.

The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at or before the subscription commencement date, plus certain initial direct costs. Subsequently, the subscription asset is amortized on a straight-line basis over the shorter of the subscription term or the useful life of the underlying asset.

Key estimates and judgments related to subscriptions include how the City determines the following:

Discount Rate: The District uses the interest rate charged by the subscription service provider as the discount rate to discount the expected lease payments to present value. When the interest rate charged by the subscription service provider is not provided, the District uses the daily United States Treasury Yield Rate.

Subscription Term: The subscription term includes the non-cancellable period of the subscription and extended term(s) that the District is reasonably certain to exercise.

Subscription Payments: Subscription payments included in the measurement of the subscription liability are composed of fixed payments.

11. Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District does not have any items that qualify for reporting in this category at December 31, 2024.

PRELIMINARY DRAFT

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

11. Deferred Outflows and Inflows of Resources (continued)

In addition to liabilities, the statement of net 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 assets that applies to a future period(s) and so will not be recognized as an inflow of resource (revenue) until that time. The District has one type of item which qualifies for reporting in this category. Accordingly, the item, unavailable property tax revenue, is deferred and recognized as an inflow of resource in the period that the amounts become available and earned.

E. Other Significant Policies

1. Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires the District's management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

II. Stewardship, Compliance, and Accountability

A. Budgets and Budgetary Accounting

Annually the District's Board of Directors formally adopts a budget with appropriations by fund for the ensuing year pursuant to the Colorado Local Budget Law. The budget for the governmental fund is adopted on a basis consistent with U.S. GAAP.

As required by Colorado statutes, the District follows required timetables in preparing, approving, and enacting its budget for the ensuing year. The following is a summary of the budget calendar for the 2024 budget year:

(1) For the 2024 budget year, prior to August 25, 2023, the County Assessor sent the District the certified assessed valuation of all taxable property within the District's boundaries. Typically, prior to December 10, 2023, the County Assessor would have sent the final recertified assessed valuation to the District. However, property tax measures enacted by the Colorado Legislature during a special session in November 2023 allowed counties an extension to January 3, 2024, to provide final assessed valuations.

(2) On or before October 15, 2023, the District's accountant would have submitted to the District's Board of Directors a recommended budget, which detailed the property taxes needed, along with other available revenues to meet the District's operating requirements.

PRELIMINARY DRAFT

II. Stewardship, Compliance, and Accountability (continued)

A. Budgets and Budgetary Accounting (continued)

(3) Typically, for the 2024 budget, prior to December 15, 2023, a public hearing would have been held for the budget, the Board would have computed and certified to the County Commissioners a levy rate that derived the necessary property taxes as computed in the proposed budget, and the Board would have adopted the proposed budget and an appropriating resolution that legally appropriated expenditures for the upcoming year. Due to the Colorado Legislature's actions discussed above, the deadline for mill levy certifications was extended from December 15, 2023 to January 10, 2024. For the 2024 budget, the final budget resolution was adopted prior to January 10, 2024

(4) After adoption of the budget resolution, the District may make the following changes: (a) transfer appropriated monies between funds; (b) approve supplemental appropriations to the extent of revenues in excess of estimated revenues in the budget; (c) approve emergency appropriations; and (d) reduce appropriations for which originally estimated revenues are insufficient.

Taxes levied in one year are collected in the succeeding year. Thus taxes certified in 2023 were collected in 2024 and taxes certified in 2024 will be collected in 2025. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than April 30th) or two equal installments (not later than February 28th and June 15th) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 15th.

B. TABOR Amendment - Revenue and Spending Limitation Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20, commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years

TABOR also requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending (excluding bonded debt service) for the fiscal year ended December 31, 2024.

The District has reserved a portion of its December 31, 2024 year-end fund balance in the General Fund for emergencies as required under TABOR in the amount of $490,000, which is the approximate required reserve.

PRELIMINARY DRAFT

II. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment - Revenue and Spending Limitation Amendment (continued)

On May 7, 1996, the District's voters approved the following ballot question: "Shall Vail Park and Recreation District be authorized to collect, retain and spend all revenues and other funds collected from any source, effective January 1, 1996 and continuing thereafter; provided that the District's general property tax levy shall not be increased without voter approval; and shall the revenues be spent for recreational services as a voter-approved revenue change and an exception to the limits which would otherwise apply?".

On May 7, 2002, the District's voters approved the following ballot question: "Shall Vail Park and Recreation District be authorized to collect, retain, and spend all revenues and other funds, received from all sources, including without limitation the District's existing general operating property tax rate of 2.76 mills, which rate shall not be increased without voter approval, commencing January 1, 2002 and continuing thereafter until repealed, to be spent for general operations and capital improvements as a voter-approved revenue change, offset and exception to the limits with would otherwise apply under Article X, Section 20 of the Colorado Constitution or any other law, and as a permanent waiver of the 5.5% limitation under Section 29-1-301, C.R.S.?".

On November 7, 2017, the District's voters approved the following ballot question: "Shall Vail Park and Recreation District ("VRD") taxes be increased by $1,093,026 in 2018, and by such amounts as may be collected annually thereafter from a total levy of 3.760 mills (an increase of 1.000 mills, resulting in an expected 2018 annual tax increase of $36 for a house worth $500,000) for operating and capital expenses, including:

- To reduce the need for VRD to raise fees,
- To address the current major repair backlog to facilities and equipment, and
- To make VRD operations and facilities more environmentally friendly;

With VRD's entire operating mill levy rate subject to adjustment to offset refunds, abatement and changes to the percentage of actual valuation used to determine assessed valuation?"

The District's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

At December 31, 2024 the District had no authorized but unissued debt.

III. Detailed Notes on All Funds

A. Deposits and Investments

The District's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first $250,000 of the District's deposits at each financial institution. Deposit balances over $250,000 are collateralized as required by PDPA. The carrying amount of the District's demand deposits was $405,049 at year end.

PRELIMINARY DRAFT

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

The District measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

At December 31, 2024, the District had the following recurring fair value measurements:

Investments Measured at Net Asset Value	
COLOTRUST	13,698,503
	13,698,503
Total Investments	13,698,503

Interest Rate Risk. As a means of limiting its exposure to interest rate risk, the District diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer and type of issuer. The District coordinates its investment maturities to closely match cash flow needs and restricts the maximum investment term to less than five years (less in some cases) from the purchase date. As a result of the limited length of maturities the District has limited its interest rate risk.

Credit Risk. The District's investment policy limits investments to those authorized by State statutes as listed in Note 1C. The District's general investment policy is to apply the prudent-person rule: investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk. The District diversifies its investments by security type and institution. Financial institutions holding District funds must provide the District a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository.

Local Government Investment Pool – At December 31, 2024, the District had invested $13,698,503 in the Colorado Government Liquid Asset Trust ("COLOTRUST"), referred to as the Trust. The Trust is an investment vehicle established by State statute for local government entities in Colorado to pool surplus funds for investment purposes, and is registered with the State Securities Commissioner. It operates similarly to money market funds and each share is equal in value to $1. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions of each pooled investment. The majority of securities owned by the Trust are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify investments owned by the Trust. The Trust investments consist of U.S. Treasury and U.S. agency securities, repurchase agreements collateralized by U.S. Treasury and U.S. agency securities and commercial paper. These investments are not categorized because the underlying securities and commercial paper cannot be determined.

PRELIMINARY DRAFT

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

The District had the following cash and investments with the following maturities:

Type	Rating	Carrying Amount	Maturities: Less Than One Year	Maturities: Less Than Five Years
Deposits:				
Checking and savings	Not Rated	405,049	405,049	-
Investments:				
COLOTRUST	AAAm	13,698,503	13,698,503	-
		14,103,552	14,103,552	-

Financial Statement Captions:	
Cash and cash equivalents - unrestricted	13,836,434
Fiduciary cash and cash equivalents	267,118
	14,103,552

B. Capital Assets

Capital asset activity for the year ended December 31, 2024 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital assets, being depreciated:				
Building and improvements	16,021,036	392,870	(49,507)	16,364,399
Equipment	3,343,508	1,247,226	(220,934)	4,369,800
Intangible right-to-use leased equipment	-	56,172	-	56,172
Subscription assets	-	64,698	-	64,698
Total capital assets, being depreciated	19,364,544	1,760,966	(270,441)	20,855,069
Less accumulated depreciation for:				
Building and improvements	(9,721,878)	(459,085)	49,507	(10,131,456)
Equipment	(2,052,642)	(416,759)	220,934	(2,248,467)
Intangible right-to-use leased equipment	-	(7,224)	-	(7,224)
Subscription assets	-	(5,229)	-	(5,229)
Total accumulated depreciation	(11,774,520)	(888,297)	270,441	(12,392,376)
Total capital assets, being depreciated, net	7,590,024	872,669	-	8,462,693
Governmental Activities Capital Assets, Net	7,590,024	872,669	-	8,462,693

PRELIMINARY DRAFT

III. Detailed Notes on All Funds (continued)

B. Capital Assets

Depreciation expense was charged to functions of the District as follows:

Governmental Activities:	
General administration	9,170
Sports programs	17,214
Gymnastics	9,506
Community programs	21,886
Public relations	3,149
Nordic center	33,683
Dobson Arena	47,515
Golf	644,703
Tennis and pickleball	6,448
Food and beverage	25,083
Park maintenance	69,940
Total Depreciation Expense - Governmental Activities	888,297

C. Long-Term Liabilities

1. Compensated Absences

The District allows its employees to accumulate vacation time, based on the employee's length of service. Vacation time can be accrued up to a maximum of 200 hours. Vacation paid out upon termination up to the maximum accrual. The District also allows employees to accumulate sick leave. Sick leave is accrued at a rate of 8 hours per month regardless of employee's length of service. Sick leave can accumulate up to 1,060 hours.

The District estimates how much of the leave is more likely than not to be used as paid leave and recognizes that portion as a liability for compensated absences. At December 31, 2024, the estimated value of accumulated personal days off and sick leave is $593,988.

2. Leases Payable

In 2024, the District entered into a non-cancelable lease (the "lease") with Visage Connect/GPSi for golf course GPS hardware for their golf carts. The non-cancelable term of the lease is 4 years. The lease calls for 6 monthly payments of $2,520 and is measured using the estimated incremental borrowing rate of 3.90%.

During 2024, the District recorded principal reduction of $7,224 against the lease payable, incurred $336 of interest expense, and $215 in variable payment expense in respect of the subscriptions.

PRELIMINARY DRAFT

III. Detailed Notes on All Funds (continued)

C. Long-Term Liabilities (continued)

2. Leases Payable

The following is a schedule of future principal and interest payments due under the terms of the lease at December 31, 2024:

Year Ending December 31,	Principal	Interest	Total
2025	13,346	1,774	15,120
2026	13,863	1,257	15,120
2027	14,400	720	15,120
2028	7,338	222	7,560
	48,947	3,973	52,920

3. Subscriptions Payable

In 2024, the District entered into a non-cancelable SBITA (the “agreement”) with Visage Connect/GPSi for golf course GPS software. The non-cancelable term of the agreement is 4 years. The agreement calls for 6 monthly payments of $4,200 and is measured using the estimated incremental borrowing rate of 3.90%.

During 2024, the District recorded principal reduction of $5,229 against the subscriptions payable, incurred $7,371 of interest expense, and $0 in variable payment expense in respect of the subscriptions.

The following is a schedule of future principal and interest subscription payments due under the terms of the agreement at December 31, 2024:

Year Ending December 31,	Principal	Interest	Total
2025	12,443	12,757	25,200
2026	15,654	9,546	25,200
2027	19,694	5,506	25,200
2028	11,678	922	12,600
	59,469	28,731	88,200

PRELIMINARY DRAFT

III. Detailed Notes on All Funds (continued)

C. Long-Term Liabilities (continued)

4. Changes in Long-Term Debt

Changes in long-term debt obligations for the year ended December 31, 2024 are as follows:

	Beginning Balance (restated)	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities:					
Accrued compensated absences*	(577,485)	(16,503)	-	(593,988)	(148,497)
Leases payable	-	(56,171)	7,224	(48,947)	(13,346)
Subscriptions payable	-	(64,698)	5,229	(59,469)	(12,443)
Total Governmental Activities	(577,485)	(137,372)	12,453	(702,404)	(174,286)

*The change in the compensated absence liability is presented as a net change.

IV. Other Information

A. Master Lease Agreement – Town of Vail

On January 24, 1989, the Town of Vail (the "Town") transferred management and the related revenue and operating costs of operations of all recreational services other than the Vail Municipal Golf Course and the Vail Gymnastics Center (see Notes V.B and V.C) of the Town to the District. The agreement includes a license for the District to use the recreational facilities owned by the Town. The District is to pay all operating costs of the facilities. The agreement also provides that the Town transfer all personal property and vehicles for use during the lease. The District is to maintain this equipment. The Town is responsible for the debt service on the facilities. This agreement was amended on July 18, 2008 to better define the responsibilities for operations and cost sharing of deferred capital maintenance. The term of the new agreement is for 10 years with automatically renews of two successive 10-year terms. The District will pay the Town an annual lease payment of $1 each year. The annual lease payments do not represent an exchange-like transaction as management has determined the amount is considerably below market value. Accordingly, a lease asset and lease liability has not been recorded.

On May 3, 1994, the District's voters approved an increase in the District's mill levy and an equal decrease in the Town's mill levy by an amount approximately equal to the amount paid to the District by the Town in 1994.

PRELIMINARY DRAFT

IV. Other Information (continued)

B. Vail Municipal Golf Course - Town of Vail

On June 12, 2019, the District entered into an agreement with the Town of Vail (the "Town") whereby the District will lease and operate the Vail Municipal Golf Course (the "Golf Course") which includes Golf Course, Club House, and the Nordic Center. The term of the agreement is for 20 and 1/2 years, terminating January 1, 2030. The lease will automatically renew for an additional 10-year term.

The District will pay the Town an annual rental fee of $165,000 starting in 2019 and will increase annually each year thereafter based on increases in the U.S. Department of Labor's Consumer Price Index for the Denver-Boulder statistical area. The District is responsible for non-structural, non-capital repair and maintenance of the VGC. The Town is responsible for structural and major capital improvements. The annual lease payments do not represent an exchange-like transaction as management has determined the amount is considerably below market value. Accordingly, a lease asset and lease liability has not been recorded. For the year ended December 31, 2024, the District paid the Town $191,285 related to this lease.

C. Vail Gymnastics Center - Town of Vail

On April 1, 2021, the District entered into an agreement with the Town of Vail (the "Town") whereby the District will lease and operate Vail Gymnastics Center ("VGC"). The term of the agreement is for 10 years, terminating April 1, 2031. The lease can be renewed for 2 additional 5-year terms upon written notice to the Town by the District.

The District will pay the Town an annual rental fee of $10. In addition, the District will pay the Town $3,000 on or before the 15th of January and June each year, for a Capital Maintenance Fund to help offset the cost of major capital improvements for the VGC. The District is responsible for non-structural, non-capital repair and maintenance of the VGC. The Town is responsible for structural and major capital improvements. The annual lease payments do not represent an exchange-like transaction as management has determined the amount is considerably below market value. Accordingly, a lease asset and lease liability has not been recorded.

D. Risk Management

The District is exposed to various risks of loss related to workers compensation; general liability, unemployment, torts, theft of, damage to, and destruction of assets; and errors and omissions. In addition, the District is exposed in the ordinary course of business to the risk of injury to persons attending or operating its recreational facilities and events. The District has acquired commercial coverage for these risks and claims, if any, are not expected to exceed the commercial insurance coverage.

PRELIMINARY DRAFT

IV. Other Information (continued)

E. Conservation Trust

The District received $31,114 of Colorado lottery funds during 2024 based upon a formula considering population within the District. The funds are restricted under the State Conservation Trust Fund statutes to acquisition, development and maintenance of parks and recreation facilities.

F. Youth Recreation Private-Purpose Trust Fund

In August 1997, the Slaughter family donated $50,000 principal to remain invested in a trust fund. The income earned on the principal is to be used to provide financial aid to youth to influence the constructive development of leisure and recreation skills. The proceeds from an annual golf tournament fundraiser and other events are accumulated in the fund. The principal and income are being accounted for in a private-purpose trust fund. During 2024, the fund expended $23,174 in recreation awards. At December 31, 2024, the fund had $217,118 in investment and other earnings available for awards.

G. Retirement Plans

1. Defined Contribution Pension Plan

The District offers a defined contribution pension plan which covers all permanent paid employees for the District. The District established this qualified money purchase plan under IRC Section 401(a) and may amend all plan provisions.

Full-time regular employees are eligible to participate in the plan from the date of employment. The District will contribute 7.5% and match 100% of voluntary after-tax employee contributions by employees up to a maximum match of 5%.

Vesting of the District's contributions to the employees is 20% after the first year of employment, with additional vesting of 20% per year through the fifth year, when vesting is 100%. If an employee dies, becomes disabled, or attains age 60, their entire interest in the fund becomes vested; normal retirement age is 60 with early retirement at age 50 and four years of service.

The annual pension cost is the District's contributions less forfeitures from the prior year. The District’s plan investments at December 31, 2024 of $10,795,064 are stated at market value. All earnings, losses, expenses and changes in the fair market value of the trust fund will be apportioned at least annually among the participants in proportion to each participant's current share of the Trust Investment Fund. The District has no liability for unfunded future vested employee benefits.

The trustees and administrators of the plan are the Retirement Board. The Retirement Board determines how the plan's assets are to be invested in adherence to an adopted investment policy statement.

For 2024, the District contributed $423,389 to this plan on behalf of participating employees.

PRELIMINARY DRAFT

IV. Other Information (continued)

E. Retirement Plans (continued)

1. Defined Contribution Pension Plan (continued)

The District may use the plan's forfeitures and administrator allocation to pay the costs of the plan or to fund employer contributions. The portion of the plan investment set aside for forfeited and administrator allowance available for spending at December 31, 2024 totaled $317,009.

2. Deferred Compensation Plan

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all District employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the plan participants and their beneficiaries.

Plan investment purchases are determined by the plan participant and therefore, the plan's investment concentration varies between participants.

The District has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

H. Implementation of Accounting Standard

Effective January 1, 2024, the District implemented Governmental Accounting Standards Board Statement No. 101, Compensated Absences ("GASB 101"). The Standard requires entities to recognize a liability for all forms of compensated absences, including those that are not paid upon an employee's separation from service, such as sick leave. The standard requires entities to estimate the compensated absence liability based on historical data regarding the accumulation and forfeiture of leave balances rather than solely on termination payouts. The District applied GASB 101 retroactively by restating the beginning governmental activities net position as of January 1, 2024.

The District applied GASB 101 retroactively and restated beginning net position as follows:

	12/31/2023 As Previously Reported	Restatement: Increase / (Decrease)	12/31/2023 As Restated
Government-Wide:			
Governmental activities	18,164,963	(431,835)	17,733,128
Total Government-Wide	18,164,963	(431,835)	17,733,128

PRELIMINARY DRAFT

VAIL RECREATION DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION

PRELIMINARY DRAFT

Vail Park and Recreation District
dba Vail Recreation District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for 2023)

	2024			2023
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Property taxes	6,755,450	6,690,056	(65,394)	4,689,884
Specific ownership taxes	246,494	347,945	101,451	292,225
Delinquent taxes and interest	4,500	8,030	3,530	4,948
Sports programs	497,710	543,614	45,904	518,873
Gymnastics	327,360	305,716	(21,644)	294,430
Nordic center	722,865	740,258	17,393	1,004,619
Community programs	520,250	546,399	26,149	468,383
Dobson Arena	1,067,312	1,216,435	149,123	1,054,950
Golf	1,607,000	2,088,502	481,502	1,450,290
Golf pro shop	453,400	577,417	124,017	456,425
Golf food and beverage	1,705,402	2,046,631	341,229	1,631,577
Tennis	63,000	60,111	(2,889)	58,518
Pickleball	158,375	135,973	(22,402)	131,437
Lottery revenue	32,500	31,114	(1,386)	34,752
Investment and other income	533,506	705,054	171,548	585,572
Total Revenues	14,695,124	16,043,255	1,348,131	12,676,883
Expenditures:				
General administration	1,164,349	1,067,369	96,980	1,068,260
Sports programs	740,317	689,753	50,564	681,457
Gymnastics	486,149	490,325	(4,176)	423,926
Community programs	761,442	715,121	46,321	640,747
Public relations	432,956	419,542	13,414	389,549
Nordic center	752,978	698,206	54,772	687,412
Nordic center - cost of goods sold	247,556	245,978	1,578	262,606
Dobson arena	1,410,299	1,379,042	31,257	1,282,858
Golf operations	928,282	1,006,758	(78,476)	895,349
Golf maintenance	1,013,210	980,148	33,062	961,217
Golf pro shop - cost of goods sold	253,000	328,188	(75,188)	241,489
Golf food and beverage	1,360,955	1,491,741	(130,786)	1,189,022
Golf food and beverage - cost of goods sold	416,810	498,274	(81,464)	401,914
Tennis	164,423	150,325	14,098	147,766
Pickleball	144,477	122,662	21,815	121,610
Park maintenance	404,448	375,420	29,028	346,417
Facilities maintenance	165,201	162,749	2,452	156,837
Capital projects	4,443,934	1,664,143	2,779,791	1,470,159
Treasurer's fees	197,195	201,558	(4,363)	140,845
Debt service:				
Principal	-	12,453	(12,453)	-
Interest	-	7,707	(7,707)	-
Contingency	300,000	-	300,000	-
Total Expenditures	15,787,981	12,707,462	3,080,519	11,509,440
Excess (Deficiency) of Revenues Over Expenditures	(1,092,857)	3,335,793	4,428,650	1,167,443
Other Financing Sources (Uses):				
Sale of assets	45,000	45,005	5	187,900
Debt proceeds	-	120,869	120,869	-
Total Other Financing (Uses)	45,000	165,874	120,874	187,900
Change in Fund Balance	(1,047,857)	3,501,667	4,549,524	1,355,343
Fund Balance - Beginning	10,089,039	10,720,590	631,551	9,365,247
Fund Balance - Ending	9,041,182	14,222,257	5,181,075	10,720,590

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

Wright Water Engineers

Water Quality Testing

Sample Date: 28 May 2025
Report Date: 10 Jun 2025

Field Biologist: Erich Meyerhoffer

Site #1	2	**Site #5**	6
Site #2	3	**Glossary**	7
Site #3	4		
Site #4	5		

SŌLITUDE
LAKE MANAGEMENT
Restoring Balance. Enhancing Beauty.

Water Quality Testing - Wright Water Engineers, Site #1

Sample Date: 28 May 2025

Test	Desired Range	Surface	This lake is
pH Reading	**6.5 - 8.5**	**7.6**	**Healthy**
Phosphorus, Total (ppb)	**< 30**	**30**	**Borderline**
Orthophosphate (ppb)	**< 30**	**< 5**	**Healthy**
Conductivity (uS/cm)	**< 1,200**	**137**	**Healthy**
Alkalinity, Total (ppm)	**> 80**	**14**	**Low**
Turbidity (NTU)	**< 5**	**3.3**	**Healthy**
Hardness, Total (ppm)	**50 - 150**	**46**	**Borderline**
Total Nitrogen, (ppb)	**< 1,200**	**< 100**	**Low**
Total Kjeldahl Nitrogen, (ppb)	**< 1,200**	**< 100**	**Low**
Nitrates/Nitrites (ppb)	**< 600**	**< 20**	**Healthy**
Chlorophyll a (ppb)	**< 40**	**< 10**	**Healthy**

Please speak with your local SOLitude Lake Manager about the options for restoring balance in your aquatic resource.

Water Quality Testing - Wright Water Engineers, Site #2

Sample Date: 28 May 2025

Test	Desired Range	Surface	This lake is
pH Reading	**6.5 - 8.5**	**7.6**	**Healthy**
Phosphorus, Total (ppb)	**< 30**	**30**	**Borderline**
Orthophosphate (ppb)	**< 30**	**5**	**Healthy**
Conductivity (uS/cm)	**< 1,200**	**100**	**Healthy**
Alkalinity, Total (ppm)	**> 80**	**11**	**Low**
Turbidity (NTU)	**< 5**	**3.3**	**Healthy**
Hardness, Total (ppm)	**50 - 150**	**36**	**Low**
Total Nitrogen, (ppb)	**< 1,200**	**260**	**Healthy**
Total Kjeldahl Nitrogen, (ppb)	**< 1,200**	**200**	**Healthy**
Nitrates/Nitrites (ppb)	**< 600**	**60**	**Healthy**
Chlorophyll a (ppb)	**< 40**	**< 10**	**Healthy**

Please speak with your local SOLitude Lake Manager about the options for restoring balance in your aquatic resource.

Water Quality Testing - Wright Water Engineers, Site #3

Sample Date: 28 May 2025

Test	Desired Range	Surface	This lake is
pH Reading	**6.5 - 8.5**	**7.5**	**Healthy**
Phosphorus, Total (ppb)	**< 30**	**29**	**Borderline**
Orthophosphate (ppb)	**< 30**	**5**	**Healthy**
Conductivity (uS/cm)	**< 1,200**	**108**	**Healthy**
Alkalinity, Total (ppm)	**> 80**	**12**	**Low**
Turbidity (NTU)	**< 5**	**3.3**	**Healthy**
Hardness, Total (ppm)	**50 - 150**	**37**	**Low**
Total Nitrogen, (ppb)	**< 1,200**	**< 100**	**Low**
Total Kjeldahl Nitrogen, (ppb)	**< 1,200**	**< 100**	**Low**
Nitrates/Nitrites (ppb)	**< 600**	**50**	**Healthy**
Chlorophyll a (ppb)	**< 40**	**< 10**	**Healthy**

Please speak with your local SOLitude Lake Manager about the options for restoring balance in your aquatic resource.

Water Quality Testing - Wright Water Engineers, Site #4

Sample Date: 28 May 2025

Test	Desired Range	Surface	This lake is
pH Reading	**6.5 - 8.5**	**7.6**	**Healthy**
Phosphorus, Total (ppb)	**< 30**	**32**	**Borderline**
Orthophosphate (ppb)	**< 30**	**< 5**	**Healthy**
Conductivity (uS/cm)	**< 1,200**	**137**	**Healthy**
Alkalinity, Total (ppm)	**> 80**	**13**	**Low**
Turbidity (NTU)	**< 5**	**3.3**	**Healthy**
Hardness, Total (ppm)	**50 - 150**	**46**	**Borderline**
Total Nitrogen, (ppb)	**< 1,200**	**< 100**	**Low**
Total Kjeldahl Nitrogen, (ppb)	**< 1,200**	**< 100**	**Low**
Nitrates/Nitrites (ppb)	**< 600**	**< 20**	**Healthy**
Chlorophyll a (ppb)	**< 40**	**< 10**	**Healthy**

Please speak with your local SOLitude Lake Manager about the options for restoring balance in your aquatic resource.

Water Quality Testing - Wright Water Engineers, Site #5

Sample Date: 28 May 2025

Test	Desired Range	Surface	This lake is
pH Reading	**6.5 - 8.5**	**8.0**	**Healthy**
Phosphorus, Total (ppb)	**< 30**	**35**	**Borderline**
Orthophosphate (ppb)	**< 30**	**5**	**Healthy**
Conductivity (uS/cm)	**< 1,200**	**388**	**Healthy**
Alkalinity, Total (ppm)	**> 80**	**60**	**Borderline**
Turbidity (NTU)	**< 5**	**3.2**	**Healthy**
Hardness, Total (ppm)	**50 - 150**	**188**	**Borderline**
Total Nitrogen, (ppb)	**< 1,200**	**250**	**Healthy**
Total Kjeldahl Nitrogen, (ppb)	**< 1,200**	**180**	**Healthy**
Nitrates/Nitrites (ppb)	**< 600**	**70**	**Healthy**
Chlorophyll a (ppb)	**< 40**	**< 10**	**Healthy**

Please speak with your local SOLitude Lake Manager about the options for restoring balance in your aquatic resource.

Glossary

Water Quality Parameter	Desired Range	Action Level	Non-normal results may lead to	Common causes of non-normal levels
Phosphorus, total	< 30 ppb	> 100 ppb	Excessive algae growth, muck accumulation, nuisance midge fly population, unbalanced fishery, etc.	Reclaimed water discharge, landscape fertilizer runoff and agricultural drainage, phosphorus laden bottom sediments
Orthophosphate (Free Reactive Phosphorus)	< 30 ppb	> 100 ppb	Excessive algae growth, low dissolved oxygen levels, unbalanced fishery, etc.	Landscape fertilizer runoff and agricultural drainage, sewage, rock erosion, plant and animal decay
Nitrogen, total	< 1,200 ppb	> 2,000 ppb	Excessive algae growth, muck accumulation, nuisance midge fly population, unbalanced fishery, etc.	Reclaimed water discharge, landscape fertilizer runoff and agricultural drainage, organic material input like grass clippings and leaf litter
Ammonia	< 100 ppb	> 250 ppb	May lead to fish and wildlife becoming unhealthy or passing, especially under high pH conditions	Organic decomposition, landscape/fertilizer runoff, and anoxic conditions (low oxygen), excessive waterfowl excrement
Dissolved Oxygen	> 4 ppm	N/A	Leads to nutrient recycling from the sediments (phosphorus), may cause fish kill events, foul odors, etc.	Stratification, higher than normal biological oxygen demand
Temperature	< 4 degree difference	N/A	Often leads to low dissolved oxygen, nutrient recycling, and unbalanced ecosystems	Natural processes
Alkalinity	> 80 ppm	N/A	Drastic pH swings and an unhealthy ecosystem to grow sportfish populations	Low background levels
Conductivity	< 1,200 uS/cm	N/A	Fish kills for salt intolerant species, damage to turf through irrigation, change in algae community (golden algae)	Salt water intrusion, road salt runoff, excessive additions of reclaimed / effluent water
Hardness	50 - 150 ppm	N/A	Buildup of solid material in water systems and an unhealthy environment for fish populations	Leaching of soil and rocks
Turbidity	< 5 NTU	N/A	Loss of clarity in water and in extreme conditions fish kills	Sediment run-off, bottom sediment in suspension, algae blooms, etc.
Secchi Disk	> 4 feet	N/A	Loss of clarity in water	Sediment run-off, bottom sediment in suspension, algae blooms, etc.
pH reading	6.5 - 8.5	N/A	Unbalanced ecosystems and potentially fish kill events	Watershed run-off, pool discharges, algae blooms, etc.

^The above thresholds are general goals that have been determined by decades of lake management experience from our lake management team and a variety of peer reviewed journal studies.

VAIL RECREATION DISTRICT
COMBINED BALANCE SHEET
FOR THE PERIODS INDICATED BELOW

	12/31/24			05/31/25		
	General Fund	General Fixed Assets & LTD	Total	General Fund	General Fixed Assets & LTD	Total
ASSETS						
CASH- UNRESTRICTED	13,836,434		13,836,434	17,507,755		17,507,755
INVESTMENTS- RESTRICTED			0			0
ACCOUNTS RECEIVABLE	487,677		487,677	102,592		102,592
PROPERTY TAXES RECEIVABLE	6,677,797		6,677,797	1,946,202		1,946,202
PREPAIDS, DEPOSITS & INVENTORY	665,624		665,624	398,347		398,347
BUILDINGS		16,364,399	16,364,399		16,364,399	16,364,399
EQUIPMENT		4,369,801	4,369,801		4,369,801	4,369,801
LEASED ASSETS		120,869	120,869		120,869	120,869
ACCUM DEPR		(12,392,376)	(12,392,376)		(12,392,376)	(12,392,376)
TOTAL ASSETS	**21,667,533**	**8,462,693**	**30,130,226**	**19,954,895**	**8,462,693**	**28,417,588**
LIABILITIES AND FUND EQUITY						
ACCOUNTS PAYABLE	492,468		492,468	898,233		898,233
DEFERRED PROPERTY TAXES	6,677,796		6,677,796	1,946,201		1,946,201
DEFERRED REVENUE	275,012		275,012	361,344		361,344
ACCRUED COMPENSATED ABSENCES		593,988	593,988		593,988	593,988
SUBSCRIPTIONS & LEASES		108,416	108,416		108,416	108,416
TOTAL LIABILITIES	**7,445,276**	**702,404**	**8,147,680**	**3,205,778**	**702,404**	**3,908,182**
NET ASSETS						
INV IN FIXED ASSETS, NET OF DEBT		7,760,289	7,760,289		7,760,289	7,760,289
NON-SPENDABLE & RESTRICTED	1,155,624		1,155,624	868,347		868,347
COMMITTED & ASSIGNED FOR CAPITAL	9,810,000		9,810,000	12,030,000		12,030,000
UNASSIGNED	3,256,632		3,256,632	3,850,771		3,850,771
TOTAL NET ASSETS	**14,222,257**	**7,760,289**	**21,982,546**	**16,749,117**	**7,760,289**	**24,509,406**
TOTAL LIAB & NET ASSETS	**21,667,533**	**8,462,693**	**30,130,226**	**19,954,895**	**8,462,693**	**28,417,588**
	=	=	=	=	=	=

No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.

VAIL RECREATION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ACTUAL, BUDGET AND FORECAST FOR THE PERIODS INDICATED

Printed: 06/20/25
Modified Accrual Basis

	2024 Prelim Actual	2025 Forecast	2025 Adopted Budget	Variance Favorable (Unfavor)	5 Months Ended 05/31/25 Actual	5 Months Ended 05/31/25 Budget	Variance Favorable (Unfavor)	Current Month 05/31/25 Actual	Current Month 05/31/25 Budget	Variance Favorable (Unfavor)
COMBINED REVENUES										
PROPERTY AND OTHER TAXES, NET OF FEES	6,844,474	6,803,266	6,786,571	16,694	4,707,841	4,758,868	(51,027)	1,940,556	1,974,204	(33,648)
INTEREST & OTHER REVENUES	736,176	614,500	567,181	47,319	286,384	265,075	21,309	68,816	53,390	15,426
SPORTS	543,613	547,507	552,701	(5,194)	291,708	282,775	8,933	54,007	48,988	5,019
GYMNASTICS	305,716	341,505	328,705	12,800	161,147	155,273	5,874	16,118	9,383	6,735
COMMUNITY PROGRAMMING	546,397	538,660	552,045	(13,385)	370,408	351,930	18,478	75,610	90,977	(15,367)
NATURE CENTER	-	-	-	-	-	-	-	-	-	-
NORDIC CENTER, NET OF COGS	766,281	749,360	777,010	(27,650)	397,266	427,506	(30,240)	-	(1,542)	1,542
GOLF COURSE, NET OF COGS	2,337,730	2,268,500	2,273,500	(5,000)	455,881	303,158	152,723	451,351	303,458	147,894
TENNIS	60,110	73,050	61,850	11,200	11,200	471	10,729	6,200	471	5,729
PICKLEBALL	135,971	152,400	152,400	-	8,785	6,160	2,625	(250)	563	(813)
DOBSON	1,216,435	506,918	588,871	(81,953)	496,437	481,019	15,417	2,712	1,568	1,144
GOLF F&B / BANQUET ROOM, NET OF COGS	1,548,354	1,496,448	1,496,448	-	179,694	220,983	(41,289)	72,335	41,226	31,110
TOTAL REVENUES	15,041,259	14,092,113	14,137,282	(45,168)	7,366,751	7,253,218	113,533	2,687,456	2,522,686	164,770
OPERATING EXPENSES										
ADMINISTRATION	(1,067,367)	(1,180,671)	(1,248,327)	67,656	(589,008)	(674,283)	85,274	(49,334)	(77,222)	27,888
PUBLIC RELATIONS/MARKETING	(419,545)	(467,714)	(465,546)	(2,168)	(174,654)	(194,373)	19,719	(26,788)	(39,386)	12,598
PARK MAINTENANCE	(375,422)	(437,508)	(438,710)	1,202	(108,457)	(129,826)	21,369	(37,600)	(50,585)	12,985
FACILITIES MAINTENANCE	(162,751)	(170,678)	(171,211)	534	(73,681)	(72,464)	(1,216)	(12,568)	(12,567)	(1)
SPORTS	(689,748)	(792,365)	(796,366)	4,001	(225,443)	(249,185)	23,743	(46,469)	(54,444)	7,975
GYMNASTICS	(490,325)	(559,144)	(546,163)	(12,981)	(205,770)	(208,591)	2,821	(32,413)	(42,280)	9,867
COMMUNITY PROGRAMMING	(715,122)	(765,424)	(749,740)	(15,685)	(238,152)	(230,682)	(7,470)	(41,153)	(47,877)	6,724
NATURE CENTER	-	-	-	-	-	-	-	-	-	-
NORDIC CENTER	(698,207)	(782,416)	(777,458)	(4,958)	(455,736)	(468,196)	12,460	(21,776)	(18,016)	(3,759)
GOLF OPERATIONS	(1,026,917)	(1,025,618)	(1,025,018)	(600)	(201,956)	(193,752)	(8,203)	(69,076)	(68,902)	(174)
GOLF MAINTENANCE	(980,148)	(1,141,388)	(1,134,124)	(7,264)	(235,301)	(293,579)	58,278	(83,376)	(122,869)	39,493
TENNIS	(150,324)	(174,920)	(174,920)	-	(13,887)	(15,192)	1,304	(2,903)	(3,759)	855
PICKLEBALL	(122,662)	(150,447)	(150,447)	-	(21,997)	(33,115)	11,118	(2,689)	(6,677)	3,989
DOBSON	(1,379,042)	(1,008,822)	(1,214,186)	205,364	(580,043)	(675,911)	95,868	(55,070)	(58,299)	3,229
GOLF F&B / BANQUET ROOM	(1,491,742)	(1,545,712)	(1,545,712)	-	(463,130)	(472,016)	8,886	(81,859)	(83,150)	1,290
TOTAL EXPENSES	(9,769,323)	(10,202,827)	(10,437,929)	235,102	(3,587,215)	(3,911,166)	323,951	(563,073)	(686,032)	122,958
CHANGE IN FUND BAL BEFORE DS & CAP	5,271,936	3,889,287	3,699,353	189,933	3,779,536	3,342,052	437,483	2,124,382	1,836,654	287,728
DEBT SERVICE	-	-	-	-	-	-	-	-	-	-
SALE OF ASSETS, DONATIONS, & LOANS	165,874	20,000	20,000	-	-	20,000	(20,000)	-	20,000	(20,000)
CAPITAL EXPENDITURES	(1,936,143)	(8,125,198)	(7,957,809)	(167,388)	(1,253,003)	(1,021,624)	(231,380)	(114,848)	(145,187)	30,340
LESS UNFUNDED CAPITAL PROJECTS		-	-	-						
CONTINGENCY	-	(300,000)	(300,000)	-	-	(62,500)	62,500	-	(12,500)	12,500
TOTAL NET CAPITAL EXPENSES	(1,770,269)	(8,405,198)	(8,237,809)	(167,388)	(1,253,003)	(1,064,124)	(188,880)	(114,848)	(137,687)	22,840
CHANGE IN FUND BALANCE	3,501,666	(4,515,911)	(4,538,456)	22,545	2,526,532	2,277,929	248,604	2,009,535	1,698,966	310,568
BEGINNING FUND BALANCES	10,720,590	14,222,257	13,276,850	945,407	14,222,585	13,276,850	945,735			
ENDING FUND BALANCES	14,222,257	9,706,346	8,738,394	967,952	16,749,117	15,554,779	1,194,339			
	=	=	=	=	=	=	=	=	=	=

SUMMARY OF SIGNIFICANT VARIANCES:

NORDIC REVENUES- Revenues lagging to budget, especially in pro shop sales.
DOBSON REVENUES- Operated well until closed. Forecast assumes there is no down-valley ice to operate until we know more on how it will be structured.
GOLF F&B/ BANQUET REVENUES- Banquet Room revenues lagging to date but bookings are strong for summer and fall.
ADMINISTRATION EXPENSES- Savings in insurance, election, and not needing to rent office space during construction.
PUBLIC RELATIONS EXPENSES- Timing variances due to changeover in Director position
GOLF MAINTENANCE EXPENSES- Primarily timing variances
DOBSON EXPENSES- Utilities & operating expenses were under budget through April, Wages for staff will continue to be charged to Dobson. Assumes no down-valley ice operations.
CAPITAL- Added to scope of Tennis Center remodel, majority of Zamboni cost moved to 2026 .
CONTINGENCY-Not needed so far but continue to leave in forecast.
FUND BALANCE- Savings at end of 2024 rolled forward to 2025.

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substantially all disclosures required by GAAP omitted.

VAIL RECREATION DISTRICT DIRECTOR REPORTS
June 26, 2025

MARKETING

- It has been an extremely busy spring/early summer season in the marketing department!
- We have sent out many press releases and emails covering topics including whitewater, bike and trail running races, Ford Park paid parking info, tennis announcements, golf course information, golf monthly newsletter, pickleball monthly newsletter, gymnastics camps, youth pickleball camps, skateboard/sports camps, VRD scholarship winners, BB&B registration, and many more.
- Nell and Alice presented at the Community & Trail Host Summer Kick-Off meeting on June 10.
- We coordinated with F&B and the Vail Daily magazine team for an EAT Magazine feature on the Grill on the Gore, which should be hitting newsstands soon.
- Madelyn completed concession menus for Ford Park, digital menus for the Starter Haus and restaurant menus, concierge cards and host stand signage for the Grill on the Gore.
- The Tennis Center desk now features a large monitor, so we created digital slides to replace the printed signage we created in the past. The digital slides will be more economical and eco-friendlier since we don't have to reprint materials every year.
- Madelyn is continuing to create our weekly printed and digital Vail Daily ads, plus race-focused ads that run on a regular schedule in the paper per our sponsorship agreement with the Daily.
- We ramped back up with improving digital accessibility on the vailrec.com website, in accordance with Colorado Law HB21-1110.
- We have continued to coordinate with Kaizen and the other VRD departments to keep transitioning from Amilia and continue building out our new registration system.
- Madelyn researched existing technology to improve the way sponsor logos are handled on our web pages (such as races and sponsored youth programs). It was great to have her take the initiative to tackle this project.
- We have our marketing assistant Maddie Lindley back for the summer, which we are very excited about! She is our main event photographer and helps with press releases, social media and more.
- We are ramping up promotion for the 2025 BB&B Charity Golf Tournament on Sept. 11! We are currently about half full of teams and are looking for sponsorships and donations.
- We continue to promote race events with press releases, racer detail emails, social media posts, digital & print ads, signage, photos at the races, and more.
- We continue to promote VRD facilities and summer programs — from youth sports and gymnastics to adult leagues, camps, Imagination Station, clinics and much more.

FOOD & BEVERAGE

Grill:

- 2 of our 3 J1 students have started.
- It has been busy on weekends and steady during the week.
- We rolled out our full menu last weekend. New items are doing great!
- We are beginning to receive a ton of google reviews and they are fantastic.

Starter Haus:

- Very busy!
- New Italian Sub is selling wonderfully.
- Staff is doing a great job of keeping things clean, tidy and providing great service.

Beverage Cart:

- Is currently maintaining pace with last summer's numbers and that was a historic season for the beverage cart.

Events:

- Setting up to be a crazy busy summer!
- We have around 20 plus events for June.
- Our new Banquet manager begins tomorrow, June 19th. We are excited!
- We want to wish Adrienne the best of luck in her future endeavors as she continues her career.

Ford Park:

- We had our first two tournaments, and they were successful.
- Sales figures are above last season!
- Looking forward to the bigger lacrosse tournament coming up.

Overall F&B is about as busy as it could be. We still need to fill a couple holes in the kitchen but are continuing to work with our team on training before we get even busier.

COMMUNITY PROGRAMMING

- Staff Training week was June 9-13. We have a fabulous and fun crew working camps this summer!
- Camp Vail and Pre Kamp Vail began June 16. Both are off to a great start!
- We have increased our capacities and are full with wait-lists! We are fully staffed!
- For the first 2 weeks of Camp Vail past summer demand was around 40-50 kids a day, but this summer we have 50-80 kids a day.
- Pre Kamp Vail has successfully been re-licensed on the east side of GPCC building. We will see 20 kids a day.
- Imagination Station is seeing light summer traffic and summer day camp groups visiting.

SPORTS

- Adult Sports:
    - Summer softball leagues and 8v8 soccer league have started
    - Sand Volleyball and Cornhole leagues begin next week (June 26)
    - Working with Avanti F&B to help them produce a 2v2 grass volleyball league on Monday nights as part of their sponsorship of our adult leagues.

- Youth Sports:
    - Tball and Spring soccer wrapped up.
    - Summer Sports Camps are off to a good start with a successful week of baseball with CSU coach Stan Sanchez. Next up are Skyhawks Flag Football and Volleyball camp with Vail local, Brittany Brown Branson.
- Tournaments and Special events:
    - Completed King of the Mountain and Adrenaline Lacrosse tournaments already. Next on the calendar is the Vail Lacrosse Shootout.
- Summer Races:
    - Whitewater Series and Minturn Downriver Race have been completed with great turnout and rave reviews.
    - Produced all trail races and mountain bike races for the VVF during the Go Pro Mountain Games weekend.
    - Supported the Vail Public Library to produce a color run to promote their summer reading program themed “Color your World”
    - 2 short track bike races and two xc mountain bike races have gone well with equal or greater participation compared to 2024
    - The first trail race took place in May and went incredibly smooth.
    - We are timing the Bighorn Gravel race on June 22 in Gypsum
    - Next up:
        - June 21 – Beaver Creek Summer Solstice Trail Run
        - June 25 - Son of Middle Creek Enduro MTB
        - July 5 – Vail Hill Climb
        - July 9 – Berry Creek Bash MTB
        - July 10 - 10K, 5K @ 10,000 Feet trail race

      As always if anyone is interested in volunteering at any event please reach out.

- Congratulations to Joel and his soccer team for winning the regional President’s Cup championship. Next stop is Tampa, Florida for the national finals in July-Good Luck Joel and thanks to the VRD board for supporting their efforts.

GOLF MAINTENANCE

- Tomorrow, June 20th, the Vail Golf Club moves into peak season. We have worked very hard to get all our areas in good shape for this transition. Greens have been given much attention, and we continue to apply healthy rates of fertility in our applications, to deal with high traffic and seasonal stresses. We are intensively working on improving a few areas that have proven difficult and fully expect these areas to catch up and round into great shape for the duration of the season. Greens are rolling true and smooth and are playing better and better all the time. Our bulk granular wall-to-wall fertilizer application of all tees, fairways and roughs has been applied. All these areas are all beginning to display the obvious benefits of this application by showing significant color improvement, gaining canopy density and filling in thin and bare areas. Any deficient area in the tees, fairways and roughs that require extra cultural practice inputs as well as seed and/or sod, will receive that extra attention as needed. Bunkers continue to be improved as time has allowed and will continue to get essential attention as needed for improvement of playability and aesthetics. The irrigation system is running well and overall is in good repair and only in need of small general repairs and adjustments. The Golf Course Maintenance Department still expects to bring on a few staff members to help us excel during the significant stress period incurred through the hottest months of the season. I feel we are assembling a very good and enthusiastic team that is working hard and enjoying the splendor and beauty of the summer in Vail.

GYMNASTICS

- **Recreational Gymnastics Camps**
  The first of five week-long recreational camps begins Monday, June 23, with a Lion King theme. All five weeks are full, and thanks to a strong staff this season, we've been able to accept additional participants from the waitlists.
- **Summer Gymnastics**
  Summer gymnastics programs will run Monday, June 9 through Friday, August 15, with youth classes available for individual daily drop-in's.
- **Vail Gymnastics Classic**
  This year's Vail Gymnastics Classic will be held at the Grand Hyatt on September 20–21, due to ongoing construction at Dobson Arena. The Commission on Special Events (CSE) awarded $20,000 to help cover increased facility and equipment rental costs.
- **Competitive Camps & Guest Coaches**
  Vail Gymnastics is proud to welcome several returning guest coaches for our competitive gymnastics camps this summer, including Tani Blount (PA) and Fernando Urbina (TX). We are also excited to introduce Kristina Coccia, who most recently coached Olympian Lynzee Brown at the 2024 Paris Olympics, where Brown represented Haiti. Coccia competed for the University of Denver on a full athletic scholarship. Lynzee Brown, also a University of Denver alumna, served as a guest coach at our competitive camp in previous years, and we are honored to continue this connection with such accomplished athletes and coaches!

GOLF

- The golf course has been open for one month as of June 16. We have received positive feedback about the course conditions so far this season. Memorial Day weekend was busy and since, we have continued to be busy. Season pass sales have been strong as well.
- First Tee Camps have started. We have conducted two beginner camps already. PGA Junior League has begun as well. The Mastery junior program has started also. Mastery teaches the game to our juniors from the green back vs. tee to green.
- On Tuesday, June 17, we hosted the Colorado PGA Junior Cup Series Tournament. We had 107 juniors compete in the tournament.
- The 8th Annual Lady Golf Camp happened on June 6 and 7. We had 16 ladies participate. This is a full 2-day camp including meals, yoga, technical instruction and on course instruction. The feedback about the camp has been positive. One of our interns, Zoey Fuentes was involved with instruction. We also had Erica Webster, PGA professional, join the coaching staff.
- The Heroes and Huskies Tournament happened on June 13, this tournament raises funds for the Battle Mountain Football team. Fort Carson active-duty soldiers and officers also play in the event.
- Peak season rates begin on Friday, June 20.
- Men's and Ladies League play began the week of June 9. Senior Club began June 16.
- The golf shop is fully stocked. We have Callaway, Cobra, and PING Demo days coming up in the next couple weeks. Inquire in the golf shop if interested.
- The weekly clinics on Tuesday, Thursday and Sunday are being well attended. Sign up in the golf shop.

PARKS

- The first half of the month we prepared tennis and pickleball for play. We also put a lot of work into the flower beds around the concession stand and tennis center. We hosted King of the Mountain Father's Day weekend, and the first lacrosse tournament finished yesterday. We are cleaning up from that and getting fertilizer out today. We'll do a solid tine aeration then spray soil surfactants next week.

Bldg. Maintenance

- Vail Golf & Nordic Clubhouse had a plumbing leak in the lower hallway. Leak was repaired but required removal of HVAC duct work to repair. Once plumbing was repaired, we re-installed HVAC duct work, replaced wet insulation, replaced drywall on ceiling and walls, painted and installed base cove. Door handle and lock to loading dock will be replaced after screws stripped out from use. Boiler 1 went into "lock-out" and required new combustion fan motor.
- Concessions at Ford Park had dangling light fixture and was repaired. Main water entry (irrigation & domestic) has a leak and required removing wall and insulation to access 8" line. Line was repaired and required 48 hours before charging the line. Working on other minor issues (equipment related) however concessions is open and busy.
- Vail Golf Starter Haus canopy would not open. Motor was reset and now operating
- Working through other Ford Park plumbing issues that are normal once systems are charged for summer operations
- Golf Maintenance building will need to have metal doors replaced.
- AED's being installed in Ford Park upper bench
- Pickleball restrooms and water fountain now on for the season.

Capital Projects

- Vail Gymnastics AC is 98% complete and will be operational by 06/20. The wrong duct detectors were ordered, and we were prohibited from running the equipment by Vail Fire until new ones arrived and installed. Punch list items will be finished nearing completion, interior painting, window washing, access ladder installed, EPO switch wired. (Additional roof membrane issues were discovered while we sealed the penetrations however, they were not related to this project. We are addressing these issues with the TOV
- Vail Gymnastics counter tops and sinks installed, one sink arrived chipped, and we decided not to install. This is ordered and will be installed when it arrives. We decided to leave 1 sink functional in the men's room as it has the least use in the summer.
- Interior renovations at Tennis & Admin are nearing completion. Installation of new exterior doors is the final major part to be completed. Doors are on premise however we are missing associated hardware. Hyder is on top of it. Punch list items now underway including: TV bracket and monitor install, carpet repair, additional shelving, etc.
- Athletic Field restrooms and equipment storage building replacement bids came back over budget. Design team has identified VE options, and we are meeting with the TOV to discuss path forward. This project will probably be pushed to 2026 to avoid additional costs associated to winter conditions.
- Dobson project is on a roll, steel arrives daily and is being installed on the purlins.
- Golf Maintenance building paving repair is complete.
- Driving range transition from snowcat bay to turf scheduled for week of 06/23 – 27. Working with golf team to minimize the impact to driving range.
- Pickleball court resurfacing schedule for 08/11 – 08/29.