



CITY OF ASPEN

2018 Comprehensive Annual Financial Report

For Year Ending December 31, 2018

Finance Department
130 S Galena Street
Aspen, CO 81611





**City of Aspen, Colorado
Comprehensive Annual Financial Report
For the Year Ended December 31, 2018**

*Prepared by the Finance Department of the City of Aspen
Pete Strecker, Director of Finance and Administrative Services*

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INTRODUCTORY SECTION



CITY OF ASPEN
FINANCE DEPARTMENT
130 SOUTH GALENA STREET
ASPEN, COLORADO 81611

July 29, 2019

To the Honorable Mayor, Members of the City Council, City Manager and Citizens of the City of Aspen:

It is with great pleasure that I present the Comprehensive Annual Financial Report (CAFR) for the City of Aspen (the "City") for the year ended December 31, 2018. The City Charter, in conjunction with State law, requires a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) to be published at the close of each fiscal year and audited in accordance with generally accepted auditing standards by a firm of certified public accountants. This Comprehensive Annual Financial Report is hereby issued and submitted to you in accordance with these requirements.

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

McMahan and Associates, L.L.C., a firm of certified public accountants, performed the annually required independent audit of the City's annual financial report. This independent audit provides reasonable assurance that the financial statements of the City of Aspen for the fiscal year ended December 31, 2018, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Aspen's financial statements for the fiscal year ended December 31, 2018, are fairly presented in conformity with GAAP. The independent auditor's report is presented on page A1 & A2 in the financial section of this report.

Generally accepted accounting principles require that management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). The City of Aspen's MD&A can be found immediately following the report of the independent auditors. This letter of transmittal and the MD&A are designed to complement each other and should be read in that context.

Profile of City of Aspen Government

The City of Aspen was incorporated in 1879 under provisions of the Constitution of Colorado. On January 1, 1972, the City became a Colorado home rule city. The City is located in central Colorado, situated within the Rocky Mountains, approximately 205 miles west of Denver, encompassing approximately four-square miles and is the county seat of Pitkin County. The estimated current population of the City is 7,099. Aspen is an international destination resort community and the local population increases significantly during peak ski and summer vacation seasons with both seasonal residents and visitors.

The City has all the powers granted to municipal corporations and to cities by the constitution and general laws of the State of Colorado, including the power to acquire property within or outside its corporate limits for any City purpose, to sell, lease, mortgage, hold, manage, and control such property as its interests may require, except as prohibited by the state constitution or the City Charter.

Policy-making and legislative authority are vested in a City Council consisting of five members one of which is a separately elected Mayor. The Council is responsible, among other things, for passing ordinances, adopting the budget, appointing boards and commissions, and hiring the City Manager, City Attorney, and Municipal Judge. The City Manager is responsible for carrying out the policies and ordinances of the Council, for overseeing the day-to-day operations of the City, and for appointing the heads of the various departments. The Council is elected on a non-partisan basis. Council members serve four-year staggered terms, with two council members elected every two years. The Mayor's term is two years. All Council positions are elected on a city-wide basis.

While the City Council exercises the legislative power of the City, other City officials oversee the daily operation of the City. Aspen is a Council-Manager form of City government and provides full-service municipal services. As noted above, the City Council appoints the City Manager and City Attorney, both of whom serve at the pleasure of the Council. The Council also ratifies the appointment of the Finance Director and City Clerk, as required by the City Charter.

The City has approximately 314 full-time equivalent employees. General Government Services provided include police, parks and recreation, parking and transportation, environmental health and protection, community development and planning, financial management, information technology, street maintenance, capital project management, and engineering. In addition to general government services, the City operates the Wheeler Opera House, a historic opera house originally constructed in the 1890's – it was purchased and refurbished by the City in the 1980's. The Wheeler today is host to musical and artistic presentations from local and internationally acclaimed actors and entertainers. The City provides deed restricted workforce housing for some of its employees as well as workers for other organizations within the Aspen area. The City also provides support, training, and funding to local childcare providers through its "Kids First" program, operates a municipal golf course, and provides water and electric utility services, generating 100% of its power from renewable energy. Fire protection, sanitary sewerage, public schools, and medical services are provided to City residents by a variety of public and private entities depending on property location.

Financial Management and Factors Affecting Financial Condition

Indicators include increases in sales tax and lodging tax when compared to the prior year of 4.2% and 1.0%, respectively. Growth in sales tax for 2018 was influenced by the recent Wayfair court case around online retailers' collection and remittance of local sales tax. Overall, the City's government-wide net position increased by 5.2% from 2017.

Additional, and more complete information regarding the City's overall financial condition and changes in net position, can be found in the Management's Discussion and Analysis, found on page B1 of this report.

From a financial management standpoint, the City has maintained strong controls, both in the areas of internal controls and budgetary controls. The City's reliance on consumption-based tax revenues for ongoing operations requires recognition that contraction of the local retail or real estate economy will result in a decrease in revenues to support operations. These controls create an environment that permits the City to quickly adapt to changes in revenue forecasts, modifying spending plans accordingly.

The Finance Director oversees a set of city-wide internal controls that provide reasonable assurances that financial activity transacted by and among City departments is managed in a way that results in complete, accurate, and timely accounting for all financial transactions. All bank statements and accounts are closed and reconciled, and the City's internal controls are demonstrated through the Finance Department's monthly presentation of its financial condition, which documents the condition of each fund of City.

The objective of the City's budgetary controls is twofold: to ensure compliance with legal provisions embodied in the annually appropriated budget approved by the City Council and to provide funding allocations to City departments sufficient to permit them to effectively and efficiently deliver services to their customers, the citizens, and Aspen visitors.

Activities of the general fund, special revenue funds, debt service fund, capital project fund, business-type funds, and internal service funds are included in the annually appropriated budget resolution. Appropriations for all funds lapse at year end. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level. Even though the budget enacted by the City Council is at the fund level, the City prepares a program based budget by department for control at the departmental level, typically referred to as each department's "bottom line" operating budget. Department heads have the authority to reallocate the distribution of budget amounts within and among programs within their department as necessary to accomplish priority goals and achieve their departmental mission. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts are not an actual use of appropriations. Therefore, open encumbrances at year-end for which the expenditure has not yet occurred are canceled.

The City utilizes a fund balance policy as another form of budgetary control. This policy ensures sufficient cash is on hand (typically 60 to 90 days of annual appropriations) to cover all current cash flow and budgetary requirements, and sets targets for fund balances sufficient to permit the City to absorb an economic downturn without having to significantly reduce services or ask Aspen's citizens for emergency funding to cover the cost of necessary operating costs.

As noted above, budget-to-actual comparisons are provided in this report for each major individual governmental fund for which an appropriated annual budget has been adopted.

Long-term Financial Planning

Management's ten-year financial plans for each major City fund assume reasonable and reduced growth rates for revenues, based upon historical results and current economic conditions, and pragmatic expenditure estimates that account for increasing cost pressures in the energy and transportation sectors of the economy, and the reality of increasing health care and wage costs for City employees.

Conservative budgets are in place to ensure sufficient reserves and in the case of another shift in the economy. Please see the Management Discussion and Analysis for more complete information regarding the City's multi-year financial planning process and the predicted future financial condition of all budgeted funds.

Compliance with the Taxpayer Bill of Rights

The Colorado Constitutional Amendment passed in November 1992 known as TABOR (Taxpayer Bill of Rights), restricts growth in governmental revenues and property tax revenues to amounts adjusted for inflation and a local growth factor. The City received voter approval for permanent exemption from TABOR revenue limits for all non-property tax revenue sources in 1993. The City has applied a mill levy credit for years where the increase in property tax revenue would have exceeded the TABOR limit. In 2018, the amount of the credit was decreased as even years are non-reassessment years and there is minimal change to total assessed property values when this occurs.

Major Initiatives and Accomplishments

The new Aspen police station along with eight affordable housing units for City staff were completed and put into use in 2018 – construction of these facilities began in 2016. The City also received voter preference on the preferred site for new municipal offices and the Council provided direction to proceed with securing outside financing for this new space. The City also moved forward with acquiring new acreage in Woody Creek to potentially act as a future water storage site (reservoir) and a solution to the water rights for storage that are currently located in two nearby valleys that include heavy tourism visitation and support vast wildlife which have public support for preservation.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Aspen for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2017. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City believes the current comprehensive annual financial report continues to meet the Certificate of Achievement Program requirements and will submit it to the GFOA to determine eligibility for another certificate.

The timely preparation of this report was accomplished through the efficient and dedicated services of the entire City of Aspen Finance Department staff. I would like to express my appreciation of all members of the Department who assisted and contributed to its preparation. It should be noted that staff from other departments provide great assistance in the preparation of the report and their work is also appreciated. On behalf of the administration, I would also like to thank the Mayor and City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

The City's external auditors, McMahan and Associates, L.L.C., are also commended for their comprehensive and efficient examination of the various funds of the City for the fiscal year ended December 31, 2018.

Respectfully submitted,



Pete Strecker
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Aspen
Colorado**

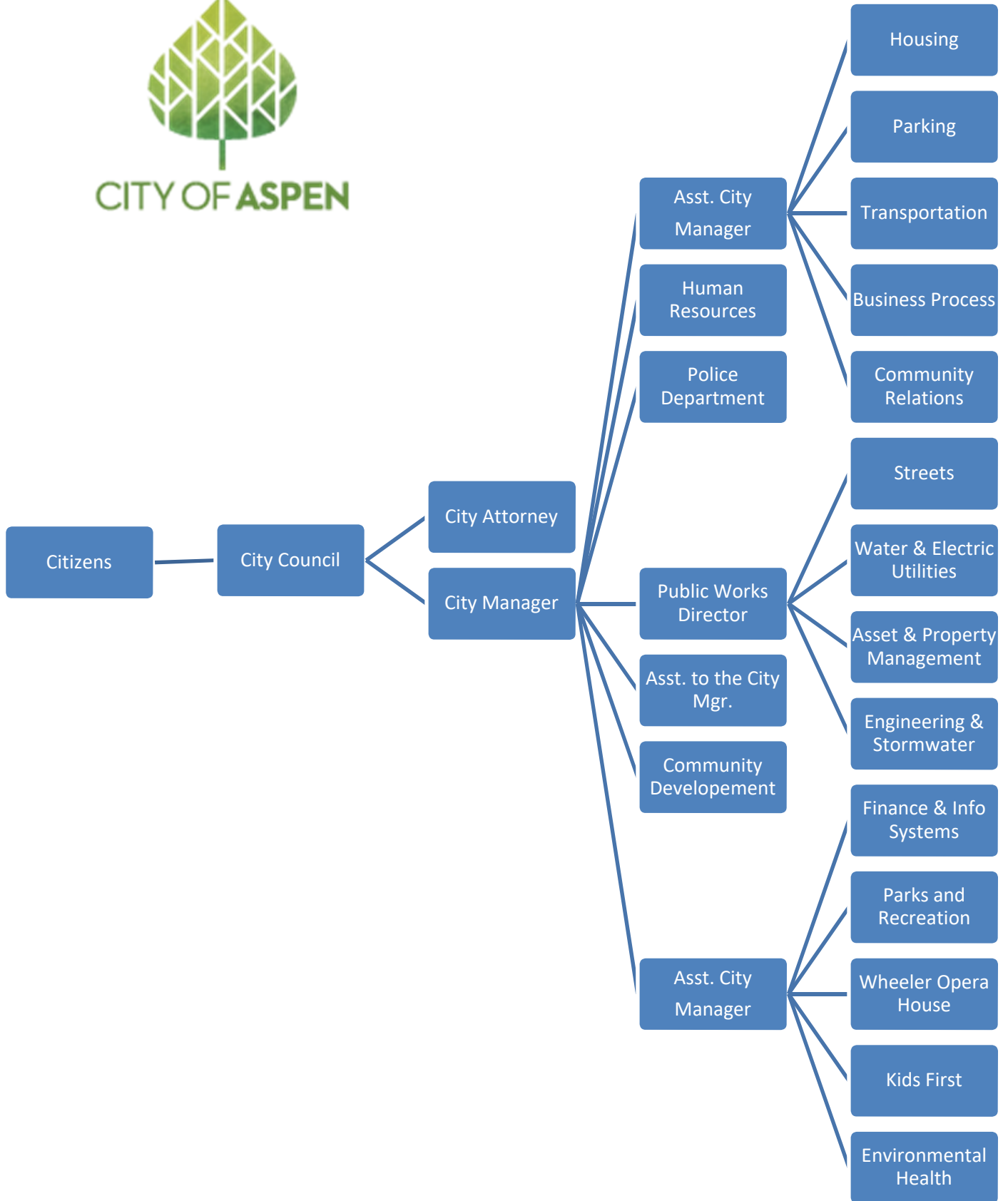
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2017

Christopher P. Morill

Executive Director/CEO

City of Aspen, Colorado
 Organizational Chart
 December 31, 2018



City of Aspen, Colorado

As of December 31, 2018

Members of the City Council

Steve Skadron, Mayor
Adam Frisch
Ann Mullins
Bert Myrin
Ward Hauenstein

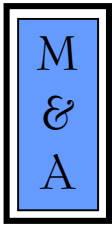
City Officials

Stephen Barwick, City Manager
Barry Crook, Assistant City Manager
Sara Ott, Assistant City Manager
Scott Miller, Public Works Director
Jim True, City Attorney
Linda Manning, City Clerk
Jessica Garrow, Community Development Director
Pete Strecker, Director of Finance
Alissa Farrell, Human Resources Director
Richard Pryor, Police Chief
Jeff Woods, Parks and Recreation Manager



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT



MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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245 CHAPEL PLACE, SUITE 300
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INDEPENDENT AUDITOR'S REPORT

**The Honorable Mayor and City Council
City of Aspen, Colorado**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Aspen, Colorado, (the "City"), as of and for the year ended December 31, 2018, which collectively comprise the City's basic financial statements as listed in the table of contents, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Aspen, Colorado at December 31, 2018 and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the general fund, wheeler transfer tax fund, affordable housing fund, parks and open space fund, and transportation fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
MICHAEL N. JENKINS, CA, CPA, CGMA
DANIEL R. CUDAHY, CPA, CGMA

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Other Matters

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

The budgetary fund information in section E is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. The budgetary fund information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining non-major fund financial schedules, individual non-major fund budgetary schedules found in section F, the Annual Schedule of Revenues and Expenditures for Roads, Bridges and Streets and the statistical tables listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining non-major fund financial schedules, individual fund budgetary schedules found in section F, and the Annual Schedule of Revenues and Expenditures for Roads, Bridges and Streets are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the combining non-major fund financial schedules, individual fund budgetary schedules found in section F, and the Annual Schedule of Revenues and Expenditures for Roads, Bridges and Streets is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
July 29, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of Aspen, Colorado

Management's Discussion and Analysis

December 31, 2018

As management of the City of Aspen (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2018.

Overview of the Financial Statements: This discussion and analysis is intended to serve as an introduction to the City's Comprehensive Annual Financial Report (CAFR). The discussion and analysis is comprised of six components:

- 1) Government-wide Financial Statements,
- 2) Fund Financial Statements,
- 3) Notes to the Financial Statements,
- 4) Statistical Section,
- 5) Government-wide Financial Analysis,
- 6) Fund Financial Analysis

This report also provides an analysis of the City's financial condition, how that condition has changed over the past 12 months, and how that condition is forecasted to change in coming years.

1. Government-wide Financial Statements: Found on pages C1 and C2 of this report, the government-wide financial statements are designed to provide readers with an executive summary level overview of the City's finances. These statements divide the City's financial activity into two broad categories; governmental and business-type or "enterprise" activities.

Governmental Activities: These are functions of the City that are principally supported by taxes and intergovernmental revenues. These activities are divided into five broad categories of service provision. The following chart provides a listing of City departments that comprise each of these broad categories of service delivery:

<u>Category</u>	<u>Departments</u>
<u>General government:</u>	City Council, City Manager, Human Resources (including Risk Management), City Clerk, City Attorney, Finance, Asset Management, Community Development & Building Inspection, Information Technology, Geographic Information Services, and Transportation
<u>Public health and welfare:</u>	Affordable Housing Departments, Kids First and Childcare, and Environmental Health
<u>Public safety:</u>	Police Department, Public Safety Records Department, and Public Safety Communications Department
<u>Public works:</u>	Engineering Department, Streets Department, and Stormwater Department
<u>Culture and Recreation services:</u>	Parks Department, Special Events and Marketing, Recreation Department, Aspen Recreation Center, Ice Garden Operations, and Wheeler Opera House Operations

Business-type Activities: The business-type activities of the City include water and electric utility operations (including hydroelectric power generation), parking operations and services, municipal golf operations, ditch water and certain affordable housing operations and services. Business-type activities are reported on page C2 by these service categories.

The City's expense budget is organized using this same structure.

Burlingame Housing, Inc. is presented in the Government-wide Financial Statements as a discretely presented component unit of the City.

The **Government-wide Statement of Net Position** (page C1) presents information on all of the City’s assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. The first and second columns of this statement provide separate reporting of governmental and business type assets, deferred outflows of resources, liabilities and deferred inflows of resources and calculate an ending net position by activity type. The third column provides a combined total of both governmental and business type categories. Over time, increases or decreases in net position may serve as a useful indicator of the City’s changing financial condition.

The **Government-wide Statement of Activities** (page C2) presents information showing how the City of Aspen’s governmental and business type net position changed, both by category of service and in total, during 2018. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes).

2. Fund Financial Statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds: The City’s governmental funds account on a fund by fund basis for the same functions reported collectively as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, which evaluate the overall net position of the City’s governmental activities, the governmental fund financial statements disclose annual changes in the net position of individual funds. This disclosure may be useful in evaluating the fiscal condition of individual funds, and the government’s near-term financing requirements based upon this disclosure of individual fund financial condition.

These funds are divided into two categories, “major” and “nonmajor,” based upon total asset size, among other factors.

The City’s major governmental funds and the location of their individual Statement of Revenues, Expenditures, and Changes in Fund Balances are as follows:

Fund Name:	Page Location in CAFR
General Fund.....	Page C7
Wheeler Transfer Tax Fund.....	Page C8
Affordable Housing Fund.....	Page C9
Parks and Open Space Fund.....	Page C10
Transportation Fund.....	Page C11
Asset Management Plan Fund.....	Page E9

The City also reports the following nonmajor governmental funds, found on the following pages:

Tourism/Regional Transportation Fund.....	Page E3
Aspen Public Education Revenue Fund.....	Page E4
Renewable Energy Mitigation Program Fund.....	Page E5
Kids First/Daycare Fund.....	Page E6
Stormwater Fund.....	Page E7
Debt Service Fund.....	Page E8

Combining statements of revenues, expenditures, and changes in fund balance, which summarize individual fund activity and provide an annual total for each of these funds types, can be found on pages C5 for all governmental funds and E2 for nonmajor governmental funds.

A balance sheet for all major and nonmajor governmental funds is provided on page C3. Page E1 provides a combining balance sheet for nonmajor governmental funds only. The balance sheet provides additional information regarding the financial condition of each individual fund and the City’s government-wide financial condition by providing a summary accounting of assets and liabilities by the fund, and by providing a detail of restricted and unrestricted fund balances. The balance sheet and the statement of revenues, expenditures, and changes in fund balances are reconciled to each other to facilitate the readers’ comparison of the fiscal condition for individual governmental funds and the City’s overall fiscal condition.

Compliance with Budget adoption requirements: The City adopts an annual budget for all governmental funds and amends that budget from time to time throughout the fiscal year. Each individual fund statement of revenues, expenditures, and changes in fund balance includes an “original” and “final” budgetary comparison column. These columns reconcile to the City Council’s adopted budget resolutions for the fiscal year and demonstrate compliance with City Charter budgeting requirements and Colorado state budget statutes.

The basic major governmental fund financial statements, which provide a summary accounting of all of the City’s governmental funds, can be found on pages C3 through C6.

“Business-type” Funds: The City maintains business-type funds commonly known as enterprise funds or proprietary funds. The City maintains three internal service funds, which are individually treated as business-type funds. The proprietary fund statements are used to report the same functions presented as business-type activities in the government-wide financial statements, excluding the internal service funds. The City uses proprietary funds to account for its water, electric, parking, golf, water rights and affordable workforce housing operations.

Business-type fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. While the government wide financial statements provide summary information for all governmental services combined, the proprietary fund financial statements provide separate information for each of the business-type services provided by the City. The City’s proprietary funds include:

Fund Name:	Page Location in CAFR
Water Enterprise Fund.....	Page F4
Electric Enterprise Fund.....	Page F5
Truscott Place Housing Enterprise Fund.....	Page F6
Parking Enterprise Fund.....	Page F7
Golf Course Enterprise Fund.....	Page F8
Marolt Ranch Housing Enterprise Fund.....	Page F9
ACI Affordable 1 LLLP.....	Page F10
Si Johnson Ditch Company, Inc.....	Page F11
Health Insurance Internal Service Fund.....	Page G4
Employee Housing Internal Service Fund.....	Page G5
Information Technologies Internal Service Fund.....	Page G6

The internal service funds are eliminated at the government-wide level, with their assets and liabilities consolidated into governmental activities, where the majority of their services are provided.

The proprietary fund Combining Balance Sheet and Combining Statement of Revenues, Expenses, and Changes in Fund Balance, and Statement of Cash Flows are found on pages C12 through C14 of this report.

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City’s own programs. As such, these funds have no operations and no adopted budget. The accounting used for fiduciary funds is much like that used for proprietary funds. The fiduciary funds used by the City are the Police Seizure Fund and the Deposits Agency Fund.

The basic fiduciary fund financial statements can be found on page C15 of this report.

3. Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found on pages D1 through D37 of this report.

4. Statistical Section: This section of the report provides a historical analysis of key financial and demographic statistics regarding the City of Aspen’s operations as well as the community in general. This information helps to place the annual financial disclosure and reporting into context with the community’s population and economic makeup by providing information regarding overlapping taxing jurisdictions, major employers, and broad economic and financial trends.

5. Government-wide Financial Analysis: This section provides an analysis of the City’s current financial condition, how that condition changed over the 2018 fiscal year, and how it is projected to change in coming years.

The following chart provides a comparison of government and business-type assets, liabilities, and net position for December 31, 2018 and 2017.

City of Aspen's Net Position						
	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Assets:						
Current and other assets	\$ 196,732,014	\$ 183,252,404	\$ 17,163,778	\$ 21,720,189	\$ 213,895,792	\$ 204,972,593
Capital assets, net	197,218,472	195,905,585	60,079,778	65,152,376	257,298,250	261,057,961
Total Assets	393,950,486	379,157,989	77,243,556	86,872,565	471,194,042	466,030,554
Deferred Outflows of Resources:						
Deferred loss on refunding	1,112,696	1,352,383	175,738	174,473	1,288,434	1,526,856
Total Deferred Outflow	1,112,696	1,352,383	175,738	174,473	1,288,434	1,526,856
Liabilities:						
Current liabilities	13,653,817	13,187,365	3,076,956	4,132,896	16,730,773	17,320,261
Noncurrent liabilities	58,507,321	60,473,798	7,646,259	19,311,473	66,153,580	79,785,271
Total Liabilities	72,161,138	73,661,163	10,723,215	23,444,369	82,884,353	97,105,532
Deferred Inflows of Resources:						
Deferred revenue	8,596,369	8,254,804	-	-	8,596,369	8,254,804
Total Deferred Inflows	8,596,369	8,254,804	-	-	8,596,369	8,254,804
Net Position:						
Net investment in capital assets	133,189,847	136,784,170	47,183,243	54,423,555	180,373,090	191,207,725
Restricted	5,392,696	3,920,933	-	-	5,392,696	3,920,933
Unrestricted	175,723,132	157,889,302	19,512,836	9,179,112	195,235,968	167,068,414
Total Net Position	\$ 314,305,675	\$ 298,594,405	\$ 66,696,079	\$ 63,602,667	\$ 381,001,754	\$ 362,197,072

At the end of the 2018 fiscal year, the City reported an increase in total net position from the prior year. Overall, change in net position can be summarized by the following chart:

City of Aspen - Change in Net Position				
Asset Type	2018	2017	Change	Change %
Governmental	\$314,305,675	\$298,594,405	\$ 15,711,270	5.3%
Business-type	66,696,079	63,602,667	3,093,412	4.9%
Total	\$381,001,754	\$362,197,072	\$ 18,804,682	5.2%

The City's government-wide net position increased \$18,804,682 or 5.2% between January 1, 2018 and December 31, 2018. This increase is attributed to a number of variables discussed in detail in this report.

Within that annual total, governmental net position increased by \$15,711,270 or 5.3%. Operating grants and contributions were \$3 million higher than in 2017. Additionally, the affordable housing fund had a \$5 million gain on sale of assets. A number of other factors contributed to the change in governmental net position as discussed further in the Financial Analysis of the City's Funds section of this report.

Business-type net position increased \$3,093,412 or 4.9%. This increase is largely explained by a one-time receipt of tax credit proceeds associated with the Aspen Country Inn affordable housing capital project.

Traditionally, the largest portion of any municipality's investments is in its capital assets. Land, buildings, infrastructure, equipment, machinery, and specialized tools are necessary in order to deliver and/or provide services to the City's residents and visitors. The City's net investment in capital assets account for 47.3% or \$180,373,090, of its total net position of \$381,001,754 as of December 31, 2018; these assets are not an available source for payment of future spending.

Of the City's \$381,001,754 net position, \$2,583,000 is restricted for TABOR Emergency and \$104,659 is restricted for community enhancement.

The following chart provides an analysis of changes in net position from the end of fiscal year 2017 to the end of fiscal year 2018. Revenues and expenses across all governmental and business type activities are disclosed in summary format, providing a general evaluation of revenue and expense activity resulting in a 5.2% increase in net position over the 12 months comprising fiscal year 2018. These activities are analyzed here by activity type:

CITY OF ASPEN, COLORADO
SUMMARY OF ACTIVITIES - DECEMBER 31, 2018 AND 2017

	Governmental Activities		Business-type Activities		Total	
	2018	2017	2018	2017	2018	2017
Revenues						
Program revenues:						
Charges for services	\$ 17,352,853	\$ 19,502,705	\$ 27,573,549	\$ 24,539,686	\$ 44,926,402	\$ 44,042,391
Operating grants and contributions	6,537,483	3,591,731	251,330	323,034	6,788,813	3,914,765
Capital grants and contributions	1,663,262	194,451	4,667,292	2,586,589	6,330,554	2,781,040
General revenues:						
Sales and use taxes	29,206,295	28,092,458	-	-	29,206,295	28,092,458
Property taxes	8,223,349	7,720,595	-	-	8,223,349	7,720,595
Other taxes	19,900,279	21,139,326	-	-	19,900,279	21,139,326
Interest and other revenue	3,593,361	1,477,796	368,228	144,683	3,961,589	1,622,479
Total Revenues	86,476,882	81,719,062	32,860,399	27,593,992	119,337,281	109,313,054
Expenses						
General government	29,000,269	20,169,084	-	-	29,000,269	20,169,084
Public safety	5,977,009	5,234,259	-	-	5,977,009	5,234,259
Public works	6,493,334	6,264,309	-	-	6,493,334	6,264,309
Public health and welfare	8,257,006	6,515,529	-	-	8,257,006	6,515,529
Culture and recreation	20,248,755	17,883,540	-	-	20,248,755	17,883,540
Interest on long-term debt	1,881,744	1,798,358	-	-	1,881,744	1,798,358
Water system	-	-	6,421,288	6,146,349	6,421,288	6,146,349
Electric system	-	-	8,951,448	8,416,345	8,951,448	8,416,345
Affordable housing	-	-	3,073,001	2,944,025	3,073,001	2,944,025
Parking	-	-	3,096,694	2,791,806	3,096,694	2,791,806
Golf	-	-	1,977,454	1,898,938	1,977,454	1,898,938
Total Expenses	71,858,117	57,865,079	23,519,885	22,197,463	95,378,002	80,062,542
Change in Net Position						
Before Transfers and Special Item	14,618,765	23,853,983	9,340,514	5,396,529	23,959,279	29,250,512
Special Item	-	-	(5,154,597)	-	(5,154,597)	-
Transfers	1,092,505	2,240,398	(1,092,505)	(2,240,398)	-	-
Change in Net Position	15,711,270	26,094,381	3,093,412	3,156,131	18,804,682	29,250,512
Net Position - Beginning	298,594,405	272,500,024	63,602,667	60,446,536	362,197,072	332,946,560
Net Position - Ending	\$ 314,305,675	\$ 298,594,405	\$ 66,696,079	\$ 63,602,667	\$ 381,001,754	\$ 362,197,072

Governmental Activities Revenues and Expenditures: Overall, there was a large increase in net position for governmental activities of \$15,711,270. This increase is a result of multiple factors.

Revenues from governmental activities increased \$4,757,820, or 5.8%. Sales and use tax collections were up \$1,113,837 from the prior year, and investment earnings increased \$1,377,319 over 2017. Operating grants and contributions increased \$2,945,752 from 2017. A number of other factors contributed to the change in revenues for governmental activities as discussed further in the Financial Analysis of the City's Funds section of this report.

Expenditures from governmental activities increased from \$57,865,079 to \$71,858,117, an increase of \$13,993,038 or 24.2%. This change is predominately due to capital outlay.

Business Activities Revenues and Expenses: Revenues from business activities increased by \$5,266,407 or 19.1%. Increases in charges for service revenue (largely in the two utilities and parking programs) and tax credits for new affordable housing contributed to the majority of this increase.

Expenses from business activities were \$1,322,422 higher than in 2017, or 6.0%. The increase in expenses is predominately a result of an increase of \$274,939 in the Water utility, an increase of \$535,103 in the Electric utility, and \$304,888 in the parking program.

The City's business-type activity funds are charged their share of overall general governmental costs. The reimbursement of these costs from business-type activities to the General Fund provides for the appropriate allocation of the cost of administrative and other support services among all City of Aspen operating units. A detailed listing of 2018 interfund transfers can be found on page D20 of this report (Note IV, E).

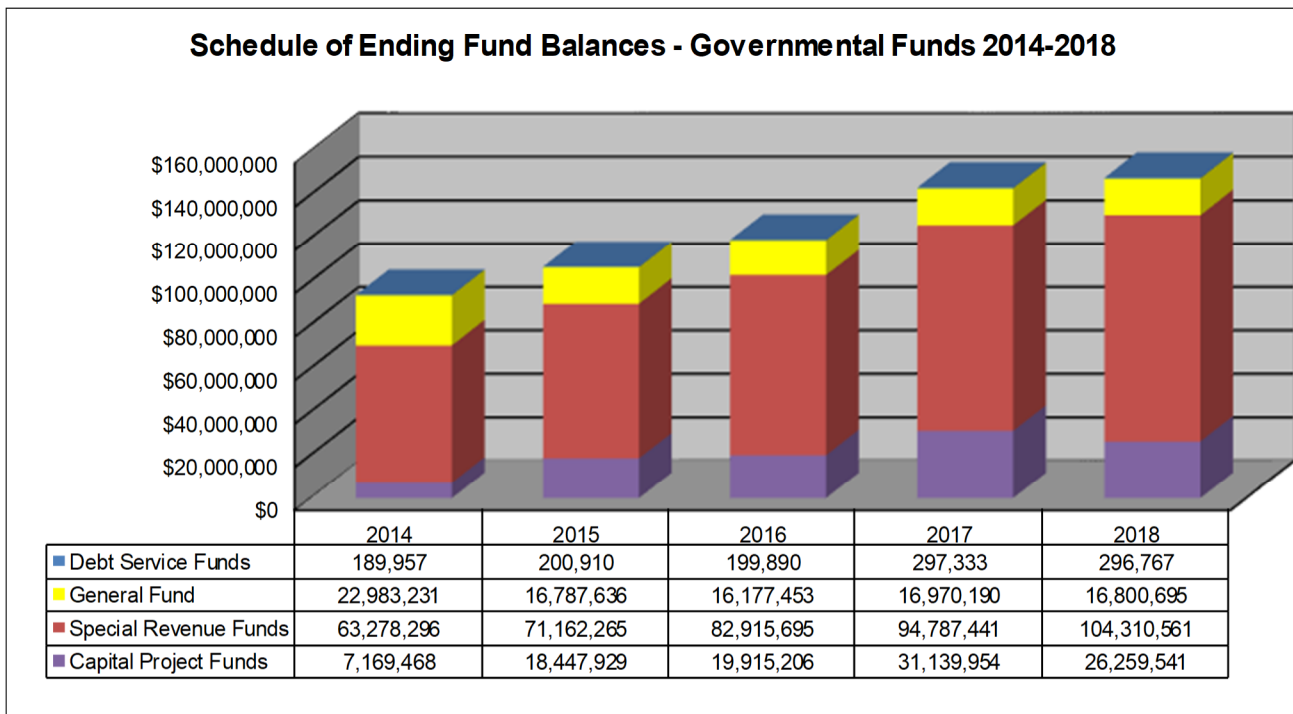
Financial Analysis of the City's Funds

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

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

At the end of 2018, the City's governmental funds reported combined ending fund balances of \$147,667,564, a 20.4% an increase from the 2017 year end combined fund balances.

The graph below provides a view of the City's ending governmental fund balances by fund type.



The General Fund ended 2018 with a fund balance of \$16,800,695, a decrease of \$169,495 from the 2017 fund balance of \$16,970,190. The change in fund balance was due to normal fund activities and was minimal for 2018.

The Wheeler Fund ended 2018 with a fund balance of \$30,808,386, a decrease of \$1,052,997 from the beginning of the year. The change in fund balance was largely due to a reduction in real estate transfer tax collections which is a function of sales activity in the real estate market and typically volatile and expected.

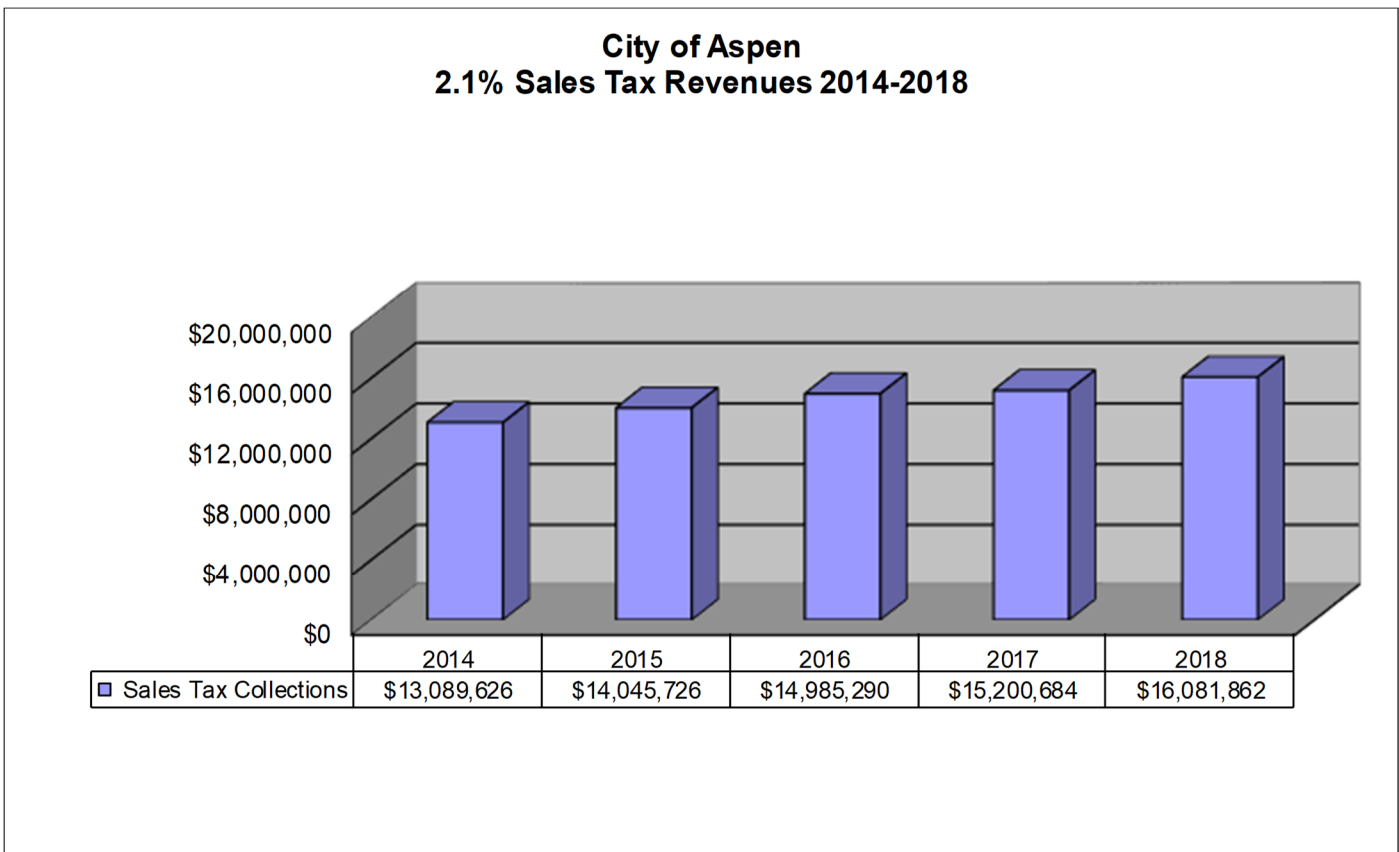
The Affordable Housing Fund ended the year with a fund balance of \$47,551,436, an increase of \$9,646,756. This large increase in fund balance is due to the timing associated with a new public private partnership affordable housing project, which did not commence until December 2018.

The Parks and Open Space Fund ended 2018 with a fund balance of \$7,020,066, experiencing a decrease of \$699,621 from the 2017 fund balance of \$7,719,686. The change in fund balance was due in large part to the one-time capital project for pedestrian and bicycle connectivity over a main artery into the City (Castle Creek Bridge).

The Transportation Fund ended 2018 with a fund balance of \$6,185,554, an increase of \$1,948,318 over the 2017 ending fund balance of \$4,413,210. This increase is due to the timing of State reimbursement grants for fleet replacements along with significant excess revenue transfers in from the Parking Fund.

The Asset Management fund ended 2018 with a fund balance of \$26,259,539. This was a change of (\$4,880,414) which occurred primarily due to capital expenditures in excess of annual property taxes.

The City's primary funding source for non-General Fund governmental activities is its 2.1% local sales tax. The next chart represents total City sales tax collections over the last five years.



From 2014 through 2018 the City's sales tax collections increased an average of 6.4% per year.

The City's local sales tax rate of 2.1% provides for the following services (effective year) and activities:

Parks and Open Space Acquisition and Development (1970):	1.00%
Parks and Open Space Acquisition and Development (2001):	0.50%
Affordable Housing Development & Daycare (1990):	0.45%
Transportation City Route Operations, Capital Replacement, & Improvement (2009):	0.15%
Total City Sales Tax Rate:	<u>2.10%</u>

The City is a conduit for collecting a 0.30% sales tax solely for educational purposes for the benefit of the Aspen School District No.1(RE). Education sales tax collections were \$2,274,410 in 2018. Voters voted in 2016 to extend this tax through 2021.

Annual revenue from the City's local sales tax 5.8% in 2018 in comparison to 2017, an indication of a healthy local retail economy. Additionally, the City receives a portion of a County-wide sales tax. This tax is collected by Pitkin County and is distributed to entities within the County on the basis of an intergovernmental agreement. Funds from this tax source are used to support General Fund operations of the City. In 2018, this revenue source generated \$9,939,937, an increase of 11.3% over 2017 collections of \$8,929,958 (see page C7).

Proprietary (Enterprise) Funds: The City's proprietary fund statements provide the same type of information found in the government-wide financial statements.

The City's proprietary funds ended 2018 with a net position of \$66,696,079, an increase of \$3,093,412 or 4.6% in proprietary net position from the January 1, 2018 total of \$63,602,667. Please see the Statement of Revenues, Expenses, and Changes in Net Position on page C13 of this document.

The City's largest proprietary operation, the Water Fund, ended 2018 with a \$26,135,863 net position, an increase of \$4,485,674 or 20.7% in net position compared to the prior year balance of \$21,650,189. The increase was largely caused by higher rates due to drought conditions and increased tap fees collected.

The Electric Fund ended 2018 with a net position of \$8,898,441, a decrease of \$5,238,101 or 37.1% from 2017's net position of \$14,136,542. This decrease can be attributed to the abandonment of the Castle Creek hydroelectric plant capital project.

The Truscott Place Housing Fund ended 2018 with a net position of \$8,529,200, an increase of \$29,798 from the beginning net position of \$8,499,402. The change in fund balance was due to normal fund activities and was minimal for 2018.

The Parking Fund ended 2018 with a net position of \$9,616,961, a decrease of \$115,891 from the beginning net position of \$9,732,852. The change in fund balance was due to normal fund activities and was minimal for 2018.

The ACI Affordable 1 LLLP Fund ended 2018 with a net position of \$4,449,305, an increase of \$3,052,649 from the beginning net position of \$1,396,656. The change in fund balance was due to receipt of tax credit funding following the completion and close out of the capital renovation project associated with this affordable housing property.

Internal Service Funds: The City of Aspen operates three internal service funds: Health Insurance Fund, Employee Housing Fund, and Information Technology Fund.

The Health Insurance Fund accounts for self-funding health insurance benefits for employees. This fund ended 2018 with a net position of \$3,783,893, an increase of \$458,771 from January 1, 2018. This increase was attributed to claims coming in under budget and premiums exceeding expected revenue targets.

The Employee Housing Fund accounts for sales transactions of City-owned housing units to City employees, as well as City owned employee rental housing. The fund ended 2018 with a net position of \$7,450,020, a decrease of \$168,883 or 2.2%. The change in fund balance was due to normal fund activities and was minimal for 2018.

Internal Service Funds (continued):

The Information Technology Fund accounts for the costs incurred by individual departments and funds as serviced by the City's IT Department. For 2018, the net position increased by \$101,119, or 8.5% to \$1,288,284. The IT Department received transfers in for projects that were not completed in 2018 and will draw on these dedicated resources to complete those projects in 2019.

General Government Budgetary Highlights: At the end of 2018, differences between the originally budgeted expenses and the final amended budgeted expenses for the General Fund were \$3,882,926 or 13.6% of the original budget. This difference was the cumulative impact from the City taking over the Red Brick Center for the Arts programming, annual re-adoption of unspent operational dollars focused on one-time projects, additional resources for Community Development efforts, and the adoption of departmental savings from unspent authority in the prior year. The City allows for the carryforward of departmental operating budget savings in governmental funds. Fifty percent (50%) of these savings is appropriated in the subsequent fiscal year in the first budget amendment.

General Fund expenditures were less than the amended budget of \$32,387,916 by \$3,269,497. 2018 General Fund revenues totaled \$31,424,536, or \$213,006 higher than projected. The favorable expenditure budget to actual variance is largely due to the accumulation of carryforward savings available in the budget, but not necessarily needed for operations. Carryforward savings are intended to cover unexpected cost overruns. The City Manager must approve uses of carryforward savings over \$10,000. Significant revenue budget variances include City share of the County 2.0% sales tax collections exceeding budget by \$778,936, the addition of a new tobacco tax that resulted in \$386,123 in new revenue, and \$138,203 higher than projected rents and royalties. Note that these positive collections exceeded the loss in expected revenue from license and permit collections which was \$1,118,004 below forecast.

Capital Assets: There were two significant capital projects programmed into 2018: construction of a new municipal office building and development of new affordable housing through a public private partnership arrangement. Both of these projects were moved forward at the very end of the fiscal year but remaining in process. The only other project of significant value (\$2,515,000) was the acquisition of land for future water storage, which did occur. The City's capitalization policy pertains to assets with a purchase value of \$5,000 or greater. Assets of lesser value or a life expectancy of fewer than twelve months are treated as operational expenses.

Additional information, as well as a detailed classification of the City's net capital assets, can be found in the Notes to the Financial Statements on pages D21 and D22 of this report (Note IV, F).

Long-term Debt: As of December 31, 2018, the City's long-term liabilities totaled \$72,591,707, a decrease of \$7,143,588 from the prior year. This change can be accounted for largely by a payoff of the \$7.5 million construction loan and notes payable additions related to the construction and completion of Aspen Country Inn, LLLP affordable housing units, plus the \$2,135,000 partial call on 2008 General Obligation bonds associated with the Castle Creek Energy Center. Additional information, as well as a detailed classification of the City's total long-term liabilities, can be found in the Notes to the Financial Statements on pages D21 through D31 of this report (Note IV, G - N).

Budgetary Fund Balance Condition and Forecast: The City uses a combination of internal and external financial and economic variables to forecast the future financial condition of all of its budgeted funds. These forecasts are tailored to the specific activities as well as the financial and economic drivers of each fund. Forecasts are based on their major revenue sources, the composition of expense types, and exposure to economic and financial trends. These trends are updated annually and evaluated as an important component of the City's annual budget development process. These long-range financial plans are used to assist the City Council in making current year budgetary decisions in light of the long-term financial impact of those decisions on each fund's ability to sustain the required level of financial support for governmental and business-type services of the City of Aspen. Updated long range financial plans for all budgeted funds are published annually as part of the City's Adopted Operating and Capital Budget document.

At the current time, most of the City's budgeted funds are projected to remain stable over the coming ten-year budget planning horizon with sufficient reserves. The following paragraphs discuss the exceptions:

The Stormwater Fund is able to provide base level maintenance for the conveyance of runoff water; however, it does not have sufficient resources to address major capital improvements that are identified and desirable to the community. This is due to the elimination of a development fee based on Council direction many years ago.

The Truscott I Housing Fund continues to require a subsidy from the City's Affordable Housing Development Fund to ensure it can meet its annual debt service requirement, which reaches its final term in 2021.

The Golf Course Fund is expected to remain stable but is particularly susceptible to economic downturns and relies primarily upon discretionary funding sources to cover annual operating costs. While the local economy has suffered some setbacks in years past, the City has not experienced a decline in demand for golf. Should the local demand change, the Golf Course Fund may be required to use fund balances to cover annual operating costs and debt service payments.

More complete information on the projected future financial health of all budgeted funds can be found within the City of Aspen 2019 Adopted Operating and Capital budget document.

Requests for Information: This financial report is designed to provide a general overview of the City's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Aspen, Controller, 130 South Galena Street, Aspen, CO 81611, or email jennifer.walker@cityofaspen.com.

BASIC FINANCIAL STATEMENTS

City of Aspen, Colorado
Statement of Net Position
December 31, 2018

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Burlingame Housing, Inc. September 30, 2018
Assets:				
Cash and investments	\$ 157,567,126	\$ 20,647,655	\$ 178,214,781	\$ 129,169
Restricted cash	10,204	221,795	231,999	4,239,075
Receivables (net of allowance for uncollectibles)	24,931,395	2,858,516	27,789,911	27,357
Internal balances	6,739,419	(6,739,419)	-	-
Prepaid expenses	3,781,678	1,573	3,783,251	-
Inventories	3,702,192	173,658	3,875,850	-
Capital assets not being depreciated	87,052,106	5,167,307	92,219,413	646,533
Capital assets net of accumulated depreciation	110,166,366	54,912,471	165,078,837	4,505,275
Total Assets	393,950,486	77,243,556	471,194,042	9,547,409
Deferred Outflows of Resources:				
Deferred loss on refunding	1,112,696	175,738	1,288,434	-
Total Deferred Outflows of Resources	1,112,696	175,738	1,288,434	-
Liabilities:				
Accounts payable	6,265,851	1,549,631	7,815,482	59,567
Accrued liabilities	1,069,699	636,700	1,706,399	-
Accrued interest	338,051	36,740	374,791	64,417
Unearned revenue	5,816,084	122,377	5,938,461	32,282
Deposits	164,132	731,508	895,640	204,197
Noncurrent liabilities:				
Due within one year	5,501,231	1,299,713	6,800,944	375,000
Due in more than one year	53,006,090	6,346,546	59,352,636	8,074,720
Total Liabilities	72,161,138	10,723,215	82,884,353	8,810,183
Deferred Inflows of Resources:				
Property taxes assessed but not collectible until 2019	8,596,369	-	8,596,369	-
Total Deferred Inflows of Resources	8,596,369	-	8,596,369	-
Net Position:				
Net investment in capital assets	133,189,847	47,183,243	180,373,090	-
Restricted for:				
Constitutionally required emergency reserve	2,583,000	-	2,583,000	-
Community enhancement	109,659	-	109,659	-
Unrestricted	178,423,169	19,512,836	197,936,005	737,226
Total Net Position	\$ 314,305,675	\$ 66,696,079	\$ 381,001,754	\$ 737,226

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

**City of Aspen, Colorado
Statement of Activities
For the Year Ended December 31, 2018**

Functions/Programs:	Program Revenues					Net (Expense) Revenue and Changes in Net Position			Component Unit Burlingame Housing, Inc. September 30, 2018
	Expenses	Indirect Expenses Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
						Governmental Activities	Business-type Activities		
Governmental Activities:									
General government	\$ 29,000,269	\$ (2,164,896)	\$ 7,478,935	\$ 5,918,693	\$ 1,360,035	\$ (12,077,710)	\$ -	\$ (12,077,710)	
Public safety	5,977,009	-	199,631	1,017	-	(5,776,361)	-	(5,776,361)	
Public works	6,493,334	217,500	1,502,104	80,847	276,217	(4,851,666)	-	(4,851,666)	
Public health and welfare	8,257,006	872,400	3,200,571	90,652	27,010	(5,811,173)	-	(5,811,173)	
Culture and recreation	20,248,755	1,074,996	4,971,612	446,274	-	(15,905,865)	-	(15,905,865)	
Interest on long-term debt	1,881,744	-	-	-	-	(1,881,744)	-	(1,881,744)	
Total Governmental Activities	<u>71,858,117</u>	<u>-</u>	<u>17,352,853</u>	<u>6,537,483</u>	<u>1,663,262</u>	<u>(46,304,519)</u>	<u>-</u>	<u>(46,304,519)</u>	
Business-type activities:									
Water	6,421,288		8,680,777	122,760	1,114,020	-	3,496,269	3,496,269	
Electric	8,951,448		8,919,934	55,351	-	-	23,837	23,837	
Parking	3,096,694		5,134,063	23,529	-	-	2,060,898	2,060,898	
Golf	1,977,454		1,875,852	1,575	-	-	(100,027)	(100,027)	
Affordable housing	3,073,001		2,962,923	48,115	3,553,272	-	3,491,309	3,491,309	
Total Business-type Activities	<u>23,519,885</u>		<u>27,573,549</u>	<u>251,330</u>	<u>4,667,292</u>	<u>-</u>	<u>8,972,286</u>	<u>8,972,286</u>	
Total	<u>\$ 95,378,002</u>		<u>\$ 44,926,402</u>	<u>\$ 6,788,813</u>	<u>\$ 6,330,554</u>	<u>(46,304,519)</u>	<u>8,972,286</u>	<u>(37,332,233)</u>	
Component Unit: Burlingame Housing, Inc.	<u>\$ 1,076,537</u>		<u>\$ 1,475,901</u>						\$ 399,364
General Revenues:									
Taxes:									
Property taxes						8,223,349	-	8,223,349	-
Specific ownership taxes						301,259	-	301,259	-
Sales and use taxes						29,206,295	-	29,206,295	-
Franchise and business taxes						2,378,755	-	2,378,755	-
Real estate transfer tax						13,530,329	-	13,530,329	-
Lodging tax						3,689,936	-	3,689,936	-
Unrestricted investment earnings						2,841,528	368,228	3,209,756	57,633
Gain on disposition of assets						751,833	-	751,833	-
Special item						-	(5,154,597)	(5,154,597)	-
Transfers						1,092,505	(1,092,505)	-	-
Total General Revenues and Transfers						<u>62,015,789</u>	<u>(5,878,874)</u>	<u>56,136,915</u>	<u>57,633</u>
Change in Net Position						15,711,270	3,093,412	18,804,682	456,997
Net Position - Beginning						298,594,405	63,602,667	362,197,072	280,229
Net Position - Ending						<u>\$ 314,305,675</u>	<u>\$ 66,696,079</u>	<u>\$ 381,001,754</u>	<u>\$ 737,226</u>

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

City of Aspen, Colorado
Balance Sheet
Governmental Funds
December 31, 2018

	<u>Special Revenue</u>				<u>Capital Projects</u>			
	<u>General Fund</u>	<u>Wheeler Transfer Tax Fund</u>	<u>Affordable Housing Fund</u>	<u>Parks and Open Space Fund</u>	<u>Transportation Fund</u>	<u>Asset Management Plan Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:								
Cash and investments	\$ 15,864,806	\$ 31,029,219	\$ 47,448,140	\$ 5,096,851	\$ 12,008,043	\$ 24,265,044	\$ 13,197,983	\$ 148,910,086
Restricted cash and investments	-	-	-	-	-	10,204	-	10,204
Property tax receivable	4,146,102	-	-	-	-	3,393,003	1,057,264	8,596,369
Notes and accounts receivable, net of allowance for uncollectibles	2,731,563	17,623	217,113	1,961,522	471,786	-	1,035,385	6,434,992
Prepaid items	33,902	241,933	-	-	1,263	3,500,000	4,580	3,781,678
Inventories	16,293	-	-	13,650	-	-	-	29,943
Advances to other funds	-	-	-	100,375	-	-	-	100,375
Total Assets	<u>22,792,666</u>	<u>31,288,775</u>	<u>47,665,253</u>	<u>7,172,398</u>	<u>12,481,092</u>	<u>31,168,251</u>	<u>15,295,212</u>	<u>167,863,647</u>
Liabilities, Deferred Inflows of Resources and Fund Balance:								
Liabilities:								
Accounts payable	1,097,186	266,737	29,881	94,012	968,085	1,259,861	1,140,611	4,856,373
Accrued liabilities	340,462	47,586	10,218	58,320	9,829	255,846	51,002	773,263
Unearned revenue	359,147	139,314	-	-	5,317,624	-	-	5,816,085
Deposits	49,074	26,752	73,718	-	-	-	4,449	153,993
Total Liabilities	<u>1,845,869</u>	<u>480,389</u>	<u>113,817</u>	<u>152,332</u>	<u>6,295,538</u>	<u>1,515,707</u>	<u>1,196,062</u>	<u>11,599,714</u>
Deferred Inflows of Resources:								
Property taxes assessed but not collectible until 2019	4,146,102	-	-	-	-	3,393,003	1,057,264	8,596,369
Total Deferred Inflows of Resources	<u>4,146,102</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,393,003</u>	<u>1,057,264</u>	<u>8,596,369</u>
Fund Balance:								
Nonspendable	50,195	241,933	-	114,025	1,263	3,500,000	4,580	3,911,996
Restricted	2,692,659	-	-	-	-	-	-	2,692,659
Committed	11,357,804	30,566,453	47,551,436	6,906,041	6,184,291	-	12,776,672	115,342,697
Assigned	-	-	-	-	-	22,759,541	296,767	23,056,308
Unassigned	2,700,037	-	-	-	-	-	(36,133)	2,663,904
Total Fund Balance	<u>16,800,695</u>	<u>30,808,386</u>	<u>47,551,436</u>	<u>7,020,066</u>	<u>6,185,554</u>	<u>26,259,541</u>	<u>13,041,886</u>	<u>147,667,564</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 22,792,666</u>	<u>\$ 31,288,775</u>	<u>\$ 47,665,253</u>	<u>\$ 7,172,398</u>	<u>\$ 12,481,092</u>	<u>\$ 31,168,251</u>	<u>\$ 15,295,212</u>	<u>\$ 167,863,647</u>

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

City of Aspen, Colorado
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position
December 31, 2018

Governmental Funds Total Fund Balance	\$	147,667,564
<i>Add:</i>		
Capital assets, net of depreciation, are used in governmental activities and are not financial resources and, therefore, are not reported in the governmental funds.		197,218,471
Internal service funds are used by the City to charge the costs of the IT Department and the costs of employees' health insurance to the individual funds and to account for City owned housing sales and costs for sale or rent to City employees. The assets and liabilities of the internal service funds are included with governmental activities.		10,704,884
Long-term receivables are not available for current year expenditures and, therefore, are not reported in the funds. These are amounts that the City is owed but will not collect soon enough to pay for current year expenditures.		16,447,433
<i>Less:</i>		
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. This is the amount of bonded debt payable.		(47,856,336)
Deferred amounts on refundings and bond premiums or discounts are reflected as current charges in the governmental fund financial statements. On the Statement of Activities and the Statement of Net Position, these costs are capitalized and amortized over the life of the bond issues. These amounts consist of unamortized deferred refunding losses of \$1,112,696 less unamortized bond premiums of \$4,016,986.		(2,904,290)
Long-term liabilities, including compensated absences and retirement, are not due and payable in the current period and, therefore, are not reported in the funds. This is the amount of compensated absences and retirement not currently payable.		(6,634,000)
Interest payable on debt is not recorded on the fund statements but rather recognized as an expenditure when due. This is the accrued interest on bonded debt that has been incurred but not yet due.		(338,051)
		(338,051)
Governmental Activities Net Position	\$	<u><u>314,305,675</u></u>

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

City of Aspen, Colorado
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2018

	Special Revenue					Capital Projects		Total Governmental Funds
	General Fund	Wheeler Transfer Tax Fund	Affordable Housing Fund	Parks and Open Space Fund	Transportation Fund	Asset Management Plan Fund	Nonmajor Governmental Funds	
Revenues:								
Taxes	\$ 14,409,582	\$ 4,633,568	\$ 10,430,296	\$ 11,356,616	\$ 3,150,831	\$ 5,373,920	\$ 7,975,110	\$ 57,329,923
Licenses and permits	6,152,596	-	-	55,449	-	-	1,412,741	7,620,786
Intergovernmental	83,582	-	-	72,032	1,120,000	261,817	27,010	1,564,441
Rents and royalties	886,003	137,575	729,161	107,175	-	-	730,850	2,590,764
Donations and contributions	51,131	-	-	-	264,032	149,400	7,731	472,294
Charges for services	4,010,866	784,321	1,079,859	68,707	41,232	-	-	5,984,985
Fines	40,748	-	-	-	-	-	-	40,748
Refund of expenditures	5,313,976	100,594	4,816	336,229	320,251	118,095	54,767	6,248,728
Investment earnings	315,204	509,841	798,569	103,512	191,497	487,628	232,534	2,638,785
Miscellaneous	160,848	1,013	-	681,190	14,801	170,385	2,614	1,030,851
Total Revenues	31,424,536	6,166,912	13,042,701	12,780,910	5,102,644	6,561,245	10,443,357	85,522,305
Expenditures:								
General government	13,060,629	-	-	-	4,318,358	107,232	2,796,631	20,282,850
Public safety	5,414,041	-	-	-	-	-	-	5,414,041
Public works	3,735,325	-	-	-	-	-	904,116	4,639,441
Public health and welfare	704,063	-	1,235,448	-	-	-	5,379,485	7,318,996
Culture and recreation	6,154,926	4,386,481	-	6,933,238	-	-	-	17,474,645
Debt service:								
Interest	8,322	-	-	-	-	-	2,119,908	2,128,230
Principal retirement	40,604	-	-	-	-	-	2,666,950	2,707,554
Capital Outlay	509	543,538	7,383,940	1,618,339	492,768	15,082,304	1,004,733	26,126,131
Total Expenditures	29,118,419	4,930,019	8,619,388	8,551,577	4,811,126	15,189,536	14,871,823	86,091,888
Excess (Deficiency) of Revenues Over Expenditures	2,306,117	1,236,893	4,423,313	4,229,333	291,518	(8,628,291)	(4,428,466)	(569,583)
Other Financing Sources (Uses):								
Proceeds from sale of assets	-	-	5,126,563	-	-	-	-	5,126,563
Transfers in	1,452,780	284,770	100,000	166,868	1,878,846	3,907,978	4,257,550	12,048,792
Transfers out	(3,928,392)	(2,574,660)	(3,120)	(5,095,822)	(222,046)	(160,100)	(148,986)	(12,133,126)
Total Other Financing Sources (Uses)	(2,475,612)	(2,289,890)	5,223,443	(4,928,954)	1,656,800	3,747,878	4,108,564	5,042,229
Net Change in Fund Balances	(169,495)	(1,052,997)	9,646,756	(699,621)	1,948,318	(4,880,413)	(319,902)	4,472,646
Fund Balances - Beginning	16,970,190	31,861,383	37,904,680	7,719,687	4,237,236	31,139,954	13,361,788	143,194,918
Fund Balances - Ending	\$ 16,800,695	\$ 30,808,386	\$ 47,551,436	\$ 7,020,066	\$ 6,185,554	\$ 26,259,541	\$ 13,041,886	\$ 147,667,564

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

City of Aspen, Colorado
Reconciliation of the Statement of Revenues, Expenditures, and Change in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2018

Net Change in Fund Balances - Governmental Funds	\$ 4,472,646
<i>Add:</i>	
Long-term assets, including accrued interest, are not receivable in the current period and therefore are not reported in the funds. This is the change in the amount of long-term interest receivable not currently due.	202,747
The repayment of debt is a use of current available resources but has no effect on net position because although the City has less current available resources it also has less debt. This is the amount of principal payments on long-term debt during the year.	2,707,554
Interest payable on debt is not recorded in the fund statements but rather recognized as an expenditure when due. This is the change in accrued interest on long-term debt that has been incurred but not yet due.	246,486
Internal service costs are used by the City to charge employee health insurance and information technology services to the individual funds, and to account for City owned housing sales and costs for sale or rent to City employees. This is the increase in the Internal Service Funds' net position which is charged back to governmental activities on the Statement of Activities.	391,005
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the current period.	7,312,033
Notes receivable revenue reported in governmental activities, which is not a current financial resource, and therefore, not reported in the funds. This is the amount of the note receivable from ACI of \$2,582,197, the note receivable from 488 Castle Creek of \$958,464, the note receivable from 517 Park Circle of \$1,307,909 and the note receivable from 802 W Main St of \$1,119,458.	5,968,028
<i>Less:</i>	
Long-term capital assets which are not fully depreciated are routinely retired. Because no sale transaction has occurred, no current resources are recorded which offset the book value of the assets retired. This is the total book value of capital assets retired during the year that were not fully depreciated.	(4,374,730)
Long-term liabilities, including compensated absences and retirement, are not due and payable in the current period and therefore are not reported in the funds. This is the change in the amount of compensated absences and retirement benefits not currently payable.	(1,214,499)
Change in Net Position of Governmental Activities	<u>\$ 15,711,270</u>

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

City of Aspen, Colorado
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			Final Budget Variance Positive (Negative)	2017
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
General property tax	\$ 1,784,400	\$ 1,784,400	\$ 1,789,632	\$ 5,232	\$ 1,705,173
Specific ownership tax	250,000	250,000	301,259	51,259	283,513
Sales and use tax	9,161,000	9,161,000	9,939,936	778,936	9,398,167
Franchise and business tax	985,000	985,000	968,079	(16,921)	871,796
Other taxes	954,000	954,000	1,410,676	456,676	1,104,218
Licenses and permits	7,270,600	7,270,600	6,152,596	(1,118,004)	6,709,557
Intergovernmental:					
Federal	-	-	17,000	17,000	25,853
State	52,000	52,000	66,582	14,582	37,337
Charges for services	4,056,400	4,187,220	4,010,866	(176,354)	4,251,439
Fines:					
Court fines	21,300	21,300	29,642	8,342	25,939
Other fines	17,750	17,750	11,106	(6,644)	14,755
Refund of expenditures	5,271,560	5,337,500	5,313,976	(23,524)	4,928,754
Investment earnings	320,370	320,370	315,204	(5,166)	142,806
Miscellaneous:					
Rents and royalties	490,800	747,800	886,003	138,203	614,327
Contributions	16,000	53,000	51,131	(1,869)	15,707
Other	39,590	69,590	160,848	91,258	268,683
Total Revenues	<u>30,690,770</u>	<u>31,211,530</u>	<u>31,424,536</u>	<u>213,006</u>	<u>30,398,024</u>
Expenditures:					
Current:					
General government	12,468,610	14,380,028	13,060,629	1,319,399	12,089,190
Public safety	5,518,120	5,986,879	5,414,041	572,838	5,174,698
Public works	3,909,260	4,500,637	3,735,325	765,312	3,730,883
Public health and welfare	692,200	788,986	704,063	84,923	662,074
Culture and recreation	5,867,860	6,682,446	6,154,926	527,520	5,986,505
Debt service:					
Interest	-	-	8,322	(8,322)	10,231
Principal retirement	48,940	48,940	40,604	8,336	38,695
Capital outlay	-	-	509	(509)	5,547
Total Expenditures	<u>28,504,990</u>	<u>32,387,916</u>	<u>29,118,419</u>	<u>3,269,497</u>	<u>27,697,823</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,185,780</u>	<u>(1,176,386)</u>	<u>2,306,117</u>	<u>3,482,503</u>	<u>2,700,201</u>
Other Financing Sources (Uses):					
Proceeds from sale of assets	-	-	-	-	570
Transfers in	1,424,260	1,522,910	1,452,780	(70,130)	1,274,870
Transfers out	(4,485,630)	(4,655,580)	(3,928,392)	727,188	(3,182,904)
Total Other Financing Sources	<u>(3,061,370)</u>	<u>(3,132,670)</u>	<u>(2,475,612)</u>	<u>657,058</u>	<u>(1,907,464)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ (875,590)</u>	<u>\$ (4,309,056)</u>	<u>(169,495)</u>	<u>\$ 4,139,561</u>	<u>792,737</u>
Fund Balances - Beginning			<u>16,970,190</u>		<u>16,177,453</u>
Fund Balances - Ending			<u>\$ 16,800,695</u>		<u>\$ 16,970,190</u>

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

City of Aspen, Colorado
Wheeler Transfer Tax Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			Final Budget Variance Positive (Negative)	2017
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
Real estate transfer tax	\$ 3,713,000	\$ 3,713,000	\$ 4,633,568	\$ 920,568	\$ 5,220,948
Charges for services	812,500	812,500	784,321	(28,179)	795,310
Refund of expenditures	111,500	111,500	100,594	(10,906)	99,737
Investment earnings	628,700	628,700	509,841	(118,859)	232,025
Miscellaneous:					
Rents and royalties	210,000	210,000	137,575	(72,425)	148,167
Contributions	5,000	5,000	-	(5,000)	11,548
Other	-	-	1,013	1,013	2,850
Total Revenues	<u>5,480,700</u>	<u>5,480,700</u>	<u>6,166,912</u>	<u>686,212</u>	<u>6,510,585</u>
Expenditures:					
Current:					
Culture and recreation	4,066,300	4,415,287	4,386,481	28,806	3,502,194
Capital outlay	506,500	508,710	543,538	(34,828)	54,948
Total Expenditures	<u>4,572,800</u>	<u>4,923,997</u>	<u>4,930,019</u>	<u>(6,022)</u>	<u>3,557,142</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>907,900</u>	<u>556,703</u>	<u>1,236,893</u>	<u>680,190</u>	<u>2,953,443</u>
Other Financing Sources (Uses):					
Transfers in	284,770	284,770	284,770	-	-
Transfers out	(2,572,600)	(2,574,660)	(2,574,660)	-	(67,610)
Total Other Financing Sources	<u>(2,287,830)</u>	<u>(2,289,890)</u>	<u>(2,289,890)</u>	<u>-</u>	<u>(67,610)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ (1,379,930)</u>	<u>\$ (1,733,187)</u>	<u>(1,052,997)</u>	<u>\$ 680,190</u>	<u>2,885,833</u>
Fund Balances - Beginning			<u>31,861,383</u>		<u>28,975,550</u>
Fund Balances - Ending			<u>\$ 30,808,386</u>		<u>\$ 31,861,383</u>

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

City of Aspen, Colorado
Affordable Housing Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			Final Budget Variance Positive (Negative)	2017
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
Sales and use tax	\$ 1,508,200	\$ 1,508,200	\$ 1,533,535	\$ 25,335	\$ 1,470,243
Real estate transfer tax	6,750,000	-	8,896,761	8,896,761	10,005,041
Charges for services	530,238	530,238	1,079,859	549,621	528,317
Refund of expenditures	-	-	4,816	4,816	3,217
Investment earnings	654,400	654,400	798,569	144,169	255,057
Miscellaneous:					
Rents and royalties	570,600	570,600	729,161	158,561	686,362
Other	-	-	-	-	473,994
Total Revenues	<u>10,013,438</u>	<u>3,263,438</u>	<u>13,042,701</u>	<u>9,779,263</u>	<u>13,422,231</u>
Expenditures:					
Current:					
Public health and welfare	1,253,470	1,253,470	1,235,448	18,022	1,088,944
Capital outlay	16,400,000	29,894,002	7,383,940	22,510,062	3,051,872
Total Expenditures	<u>17,653,470</u>	<u>31,147,472</u>	<u>8,619,388</u>	<u>22,528,084</u>	<u>4,140,816</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(7,640,032)</u>	<u>(27,884,034)</u>	<u>4,423,313</u>	<u>32,307,347</u>	<u>9,281,415</u>
Other Financing Sources (Uses):					
Proceeds from sale of assets	5,000,000	5,000,000	5,126,563	126,563	-
Transfers in	100,000	100,000	100,000	-	-
Transfers out	(4,680)	(4,680)	(3,120)	1,560	(758,348)
Total Other Financing Sources	<u>5,095,320</u>	<u>5,095,320</u>	<u>5,223,443</u>	<u>128,123</u>	<u>(758,348)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ (2,544,712)</u>	<u>\$ (22,788,714)</u>	<u>9,646,756</u>	<u>\$ 32,435,470</u>	<u>8,523,067</u>
Fund Balances - Beginning			<u>37,904,680</u>		<u>29,381,613</u>
Fund Balances - Ending			<u>\$ 47,551,436</u>		<u>\$ 37,904,680</u>

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

City of Aspen, Colorado
Parks and Open Space Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			Final Budget Variance Positive (Negative)	2017
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
Sales and use tax	\$ 11,172,000	\$ 11,172,000	\$ 11,356,616	\$ 184,616	\$ 10,887,859
Licenses and permits	36,500	36,500	55,449	18,949	33,163
Intergovernmental:					
State	69,000	69,000	72,032	3,032	175,453
Charges for services	277,000	277,000	68,707	(208,293)	70,949
Refund of expenditures	370,777	370,777	336,229	(34,548)	312,879
Investment earnings	100,670	100,670	103,512	2,842	54,442
Miscellaneous:					
Rents and royalties	80,000	80,000	107,175	27,175	78,430
Contributions	-	-	-	-	94,579
Other	120,000	120,000	681,190	561,190	884,047
Total Revenues	<u>12,225,947</u>	<u>12,225,947</u>	<u>12,780,910</u>	<u>554,963</u>	<u>12,591,801</u>
Expenditures:					
Current:					
Culture and recreation	6,784,510	6,999,003	6,933,238	65,765	6,471,537
Capital outlay	1,808,420	2,827,164	1,618,339	1,208,825	1,287,122
Total Expenditures	<u>8,592,930</u>	<u>9,826,167</u>	<u>8,551,577</u>	<u>1,274,590</u>	<u>7,758,659</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>3,633,017</u>	<u>2,399,780</u>	<u>4,229,333</u>	<u>1,829,553</u>	<u>4,833,142</u>
Other Financing Sources (Uses):					
Proceeds from sale of assets	-	-	-	-	42,269
Transfers in	163,100	175,600	175,604	4	572,367
Transfers out	(3,675,260)	(5,147,034)	(5,095,822)	51,212	(4,676,977)
Total Other Financing Sources	<u>(3,512,160)</u>	<u>(4,971,434)</u>	<u>(4,920,218)</u>	<u>51,216</u>	<u>(4,062,341)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ 120,857</u>	<u>\$ (2,571,654)</u>	<u>(690,885)</u>	<u>\$ 1,880,769</u>	<u>770,801</u>
Reconciliation to GAAP Basis:					
Interfund advance principal payments			(8,736)		(8,400)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses) - GAAP Basis			(699,621)		762,401
Fund Balances - Beginning			<u>7,719,687</u>		<u>6,957,286</u>
Fund Balances - Ending			<u>\$ 7,020,066</u>		<u>\$ 7,719,687</u>

City of Aspen, Colorado
Transportation Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			Final Budget Variance Positive (Negative)	2017
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
Sales and use tax	\$ 2,217,200	\$ 2,217,200	\$ 2,228,349	\$ 11,149	\$ 2,362,424
Lodging tax	945,800	945,800	922,482	(23,318)	913,451
Intergovernmental:					
Federal	-	-	40,000	40,000	47,763
State	-	149,020	1,080,000	930,980	-
Charges for services	53,000	53,000	41,232	(11,768)	38,402
Refund of expenditures	308,890	324,380	320,251	(4,129)	312,080
Investment earnings	83,390	83,390	191,497	108,107	78,497
Miscellaneous:					
Contributions	25,000	25,000	264,032	239,032	12,990
Other	-	-	14,801	14,801	-
Total Revenues	<u>3,633,280</u>	<u>3,797,790</u>	<u>5,102,644</u>	<u>1,304,854</u>	<u>3,765,607</u>
Expenditures:					
Current:					
General government	3,967,000	4,876,373	4,318,358	558,015	3,838,416
Capital outlay	149,200	827,200	492,768	334,432	1,909,972
Total Expenditures	<u>4,116,200</u>	<u>5,703,573</u>	<u>4,811,126</u>	<u>892,447</u>	<u>5,748,388</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(482,920)</u>	<u>(1,905,783)</u>	<u>291,518</u>	<u>2,197,301</u>	<u>(1,982,781)</u>
Other Financing Sources (Uses):					
Transfers in	1,750,000	1,878,850	1,878,846	(4)	1,141,090
Transfers out	(1,722,120)	(1,923,921)	(222,046)	1,701,875	(340,548)
Total Other Financing Sources	<u>27,880</u>	<u>(45,071)</u>	<u>1,656,800</u>	<u>1,701,871</u>	<u>800,542</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ (455,040)</u>	<u>\$ (1,950,854)</u>	<u>1,948,318</u>	<u>\$ 3,899,172</u>	<u>(1,182,239)</u>
Fund Balances - Beginning			<u>4,237,236</u>		<u>5,419,475</u>
Fund Balances - Ending			<u>\$ 6,185,554</u>		<u>\$ 4,237,236</u>

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

City of Aspen, Colorado
Statement of Net Position
Proprietary Funds
December 31, 2018

	Business-type Activities - Enterprise Funds							Governmental Activities Internal Service Funds
	Water Fund	Electric Fund	Truscott Place Housing Fund	Parking Fund	ACI Affordable 1 LLL	Nonmajor Proprietary Funds	Total	
Assets:								
Current Assets:								
Cash and investments	\$ 7,251,831	\$ 3,167,167	\$ 736,308	\$ 6,356,080	\$ 177,050	\$ 2,959,220	\$ 20,647,656	\$ 8,657,040
Accounts receivable, net of allowance for uncollectibles	1,067,672	1,633,022	7,896	94,909	5,142	49,875	2,858,516	91,647
Restricted cash	-	-	-	-	221,795	-	221,795	-
Inventories	109,271	23,858	-	-	-	40,529	173,658	3,672,249
Prepaid expenses	-	-	-	-	1,573	-	1,573	-
Total Current Assets	8,428,774	4,824,047	744,204	6,450,989	405,560	3,049,624	23,903,198	12,420,936
Noncurrent Assets:								
Land and land rights	1,548,246	117,115	1,021,183	-	507,493	1,155,631	4,349,668	-
Construction in progress	563,919	152,489	-	-	-	101,231	817,639	160,808
Buildings	3,222,831	598,874	13,693,531	11,879	12,804,035	11,196,285	41,527,435	1,249,736
Infrastructure and improvements other than buildings	29,629,776	18,072,817	2,102,832	3,093,180	855,158	1,022,187	54,775,950	549,919
Machinery and equipment	5,127,880	2,215,782	166,296	1,478,436	260,182	1,985,319	11,233,895	1,361,950
Less: accumulated depreciation	(21,749,751)	(13,308,737)	(7,066,294)	(1,131,132)	(717,779)	(8,651,115)	(52,624,808)	(1,505,097)
Net Property, Plant, and Equipment	18,342,901	7,848,340	9,917,548	3,452,363	13,709,089	6,809,538	60,079,779	1,817,316
Total Noncurrent Assets	18,342,901	7,848,340	9,917,548	3,452,363	13,709,089	6,809,538	60,079,779	1,817,316
Total Assets	26,771,675	12,672,387	10,661,752	9,903,352	14,114,649	9,859,162	83,982,977	14,238,252
Deferred Outflows of Resources:								
Deferred charge on refunding	-	-	124,814	-	46,897	4,027	175,738	-
Total Deferred Outflows of Resources	-	-	124,814	-	46,897	4,027	175,738	-
Liabilities:								
Current liabilities:								
Accounts payable	236,095	1,136,526	27,678	59,571	17,599	72,163	1,549,632	1,409,480
Accrued liabilities	45,338	62,940	2,152	21,085	493,961	11,224	636,700	32,740
Accrued interest	5,085	15,308	6,533	-	210,406	325	237,657	-
Customer deposits	51,423	157,159	208,148	590	65,572	248,616	731,508	10,139
Unearned revenue	-	-	12,823	-	8,363	101,191	122,377	-
Advances from other funds	-	-	-	-	-	100,375	100,375	-
Compensated absences - current	102,632	74,134	3,884	60,789	-	46,333	287,772	45,529
OPEB obligation - current	16,517	46,778	-	21,269	-	32,510	117,074	59,950
Notes payable - current	-	-	-	-	24,892	-	24,892	-
General obligation bonds - current	-	175,000	630,000	-	-	-	805,000	-
Revenue bonds - current	-	-	-	-	-	64,975	64,975	-
Total Current Liabilities	457,090	1,667,845	891,218	163,304	820,793	677,712	4,677,962	1,557,837
Noncurrent Liabilities:								
Compensated absences	153,947	111,200	5,826	91,184	-	69,499	431,656	68,293
OPEB obligation	24,775	70,168	-	31,903	-	48,765	175,611	89,924
Notes payable	-	-	-	-	8,891,448	-	8,891,448	-
General obligation bonds (net of unamortized premium)	-	1,924,733	1,360,322	-	-	-	3,285,055	-
Revenue bonds (net of unamortized premium)	-	-	-	-	-	904	904	-
Total Noncurrent Liabilities	178,722	2,106,101	1,366,148	123,087	8,891,448	119,168	12,784,674	158,218
Total Liabilities	635,812	3,773,946	2,257,366	286,391	9,712,241	796,880	17,462,636	1,716,055
Net Position:								
Net investment in capital assets	18,342,901	5,748,607	8,052,040	3,452,363	4,839,646	6,747,686	47,183,243	1,817,316
Unrestricted	7,792,962	3,149,834	477,160	6,164,598	(390,341)	2,318,623	19,512,836	10,704,881
Total Net Position	\$ 26,135,863	\$ 8,898,441	\$ 8,529,200	\$ 9,616,961	\$ 4,449,305	\$ 9,066,309	\$ 66,696,079	\$ 12,522,197

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

City of Aspen, Colorado
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2018

Business-type Activities - Enterprise Funds

	Water Fund	Electric Fund	Truscott Place Housing Fund	Parking Fund	ACI Affordable 1 LLLP	Nonmajor Proprietary Funds	Total	Governmental Activities Internal Service Funds
Operating Revenues:								
Charges for service								
Utility sales	\$ 7,771,646	\$ 8,911,979	\$ -	\$ -	\$ -	\$ 42,424	\$ 16,726,049	\$ -
Parking sales	-	-	-	4,332,113	-	-	4,332,113	-
Fines	-	-	4,650	736,592	-	1,800	743,042	-
Golf sales	-	-	-	-	-	1,780,564	1,780,564	-
Premium contributions	-	-	-	-	-	-	-	5,263,993
Sale of affordable housing units	-	-	-	-	-	-	-	1,187,842
Ditch assessment	-	-	-	-	-	71,325	71,325	-
Service charges	-	-	-	-	-	-	-	76,822
Other	777,983	-	33,107	-	-	-	811,090	171,127
Total charges for services	<u>8,549,629</u>	<u>8,911,979</u>	<u>37,757</u>	<u>5,068,705</u>	<u>-</u>	<u>1,896,113</u>	<u>24,464,183</u>	<u>6,699,784</u>
Miscellaneous:								
Rents and royalties	-	-	1,207,158	61,482	396,138	1,343,065	3,007,843	156,840
Refund of expenses	-	-	-	-	-	-	-	1,555,512
Other revenues	182,584	63,307	10,305	27,404	9,190	60,065	352,855	270
Total miscellaneous	<u>182,584</u>	<u>63,307</u>	<u>1,217,463</u>	<u>88,886</u>	<u>405,328</u>	<u>1,403,130</u>	<u>3,360,698</u>	<u>1,712,622</u>
Total Operating Revenues	<u>8,732,213</u>	<u>8,975,286</u>	<u>1,255,220</u>	<u>5,157,591</u>	<u>405,328</u>	<u>3,299,243</u>	<u>27,824,881</u>	<u>8,412,406</u>
Operating Expenses:								
Personnel services	2,652,753	1,806,588	109,471	1,104,394	44,690	1,021,670	6,739,566	913,818
General operations	2,290,858	5,865,142	563,440	1,171,830	140,307	1,027,348	11,058,925	784,136
Materials and supplies	390,086	142,138	28,295	79,994	27,950	268,337	936,800	10,552
Insurance claims	-	-	-	-	-	-	-	4,838,417
Cost of units sold	-	-	-	-	-	-	-	2,500,331
Asset management fees	-	-	-	-	3,122	-	3,122	-
Depreciation and amortization	1,177,702	970,122	571,489	285,532	392,486	499,140	3,896,471	254,236
Total Operating Expenses	<u>6,511,399</u>	<u>8,783,990</u>	<u>1,272,695</u>	<u>2,641,750</u>	<u>608,555</u>	<u>2,816,495</u>	<u>22,634,884</u>	<u>9,301,490</u>
Operating Income (Loss)	<u>2,220,814</u>	<u>191,296</u>	<u>(17,475)</u>	<u>2,515,841</u>	<u>(203,227)</u>	<u>482,748</u>	<u>5,189,997</u>	<u>(889,084)</u>
Non-Operating Revenues (Expenses):								
Investment earnings	114,750	86,667	18,509	104,114	6	44,189	368,235	140,589
Gain (loss) on disposition of assets	-	(5,154,597)	-	(979,430)	-	(11,045)	(6,145,072)	(15,777)
Interest expense	-	(188,256)	(117,126)	-	(295,134)	(5,501)	(606,017)	-
Total Non-Operating Revenues (Expenses)	<u>114,750</u>	<u>(5,256,186)</u>	<u>(98,617)</u>	<u>(875,316)</u>	<u>(295,128)</u>	<u>27,643</u>	<u>(6,382,854)</u>	<u>124,812</u>
Income (Loss) Before Contributions and Transfers	<u>2,335,564</u>	<u>(5,064,890)</u>	<u>(116,092)</u>	<u>1,640,525</u>	<u>(498,355)</u>	<u>510,391</u>	<u>(1,192,857)</u>	<u>(764,272)</u>
Capital contributions	1,114,020	467,171	151,686	-	3,551,004	-	5,283,881	73,333
Transfers in	2,690,000	3,200	-	55,584	-	506,304	3,255,088	1,126,620
Transfers out	(1,653,910)	(643,582)	(5,796)	(1,812,000)	-	(137,412)	(4,252,700)	(44,674)
Change in Net Position	<u>4,485,674</u>	<u>(5,238,101)</u>	<u>29,798</u>	<u>(115,891)</u>	<u>3,052,649</u>	<u>879,283</u>	<u>3,093,412</u>	<u>391,007</u>
Net Position - Beginning	<u>21,650,189</u>	<u>14,136,542</u>	<u>8,499,402</u>	<u>9,732,852</u>	<u>1,396,656</u>	<u>8,187,026</u>	<u>63,602,667</u>	<u>12,131,190</u>
Net Position - Ending	<u>\$ 26,135,863</u>	<u>\$ 8,898,441</u>	<u>\$ 8,529,200</u>	<u>\$ 9,616,961</u>	<u>\$ 4,449,305</u>	<u>\$ 9,066,309</u>	<u>\$ 66,696,079</u>	<u>\$ 12,522,197</u>

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

City of Aspen, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2018

Business-type Activities - Enterprise Funds

	Water Fund	Electric Fund	Truscott Place Housing Fund	Parking Fund	ACI Affordable 1 LLLP	Nonmajor Proprietary Funds	Total	Governmental Activities Internal Service Funds
Cash Flows from Operating Activities:								
Cash received from customers and others	\$ 8,091,556	\$ 8,745,047	\$ 1,255,746	\$ 5,068,749	394,318	\$ 3,388,212	\$ 26,943,628	\$ 7,107,791
Other operating cash receipts	45,855	-	-	-	5,582	-	51,437	1,555,512
Cash payments to vendors for goods and services	(2,652,651)	(5,846,453)	(577,048)	(1,281,075)	(1,110,527)	(1,314,655)	(12,782,409)	(5,958,600)
Cash payments to employees for services	(2,713,345)	(1,620,775)	(106,311)	(1,186,870)	(44,690)	(1,008,811)	(6,680,802)	(892,632)
Net Cash Provided by Operating Activities:	2,771,415	1,277,819	572,387	2,600,804	(755,317)	1,064,746	7,531,854	1,812,071
Cash Flows from Non-Capital Financing Activities:								
Capital grants								
Transfers from other funds	2,690,000	3,200	-	55,584	-	506,304	3,255,088	1,126,620
Transfers (to other funds)	(1,653,910)	(643,582)	(5,796)	(1,812,000)	-	(146,148)	(4,261,436)	(44,674)
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	1,036,090	(640,382)	(5,796)	(1,756,416)	-	360,156	(1,006,348)	1,081,946
Cash Flows from Capital and Related Financing Activities:								
Sale of assets	1,469,111	21,184	3,481	6,871	-	6,943	1,507,590	(37,928)
Capital contributed by customers (tap fees)	1,114,020	467,171	151,686	-	-	-	1,732,877	73,333
Capital contributions by limited partner	-	-	-	-	3,551,004	-	3,551,004	-
Acquisition of capital assets	(5,259,996)	(638,981)	(155,167)	(42,019)	-	(376,765)	(6,472,928)	(2,899,731)
Debt proceeds	-	-	-	-	5,182,197	-	5,182,197	-
Principal payments	-	(2,135,000)	(629,654)	-	(7,621,787)	(123,050)	(10,509,491)	-
Interest paid on debt	-	(189,880)	(77,047)	-	(405,252)	(4,500)	(676,679)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(2,676,865)	(2,475,506)	(706,701)	(35,148)	706,162	(497,372)	(5,685,430)	(2,864,326)
Cash Flows from Investing Activities:								
Interest received - Unrestricted	114,749	86,670	18,510	104,114	6	44,189	368,238	140,588
Net Cash Provided by Investing Activities	114,749	86,670	18,510	104,114	6	44,189	368,238	140,588
Net Increase (Decrease) in Cash	1,245,389	(1,751,399)	(121,600)	913,354	(49,149)	971,719	1,208,314	170,279
Cash - Beginning of Year	6,006,442	4,918,566	857,908	5,442,726	447,994	1,987,501	19,661,137	8,486,761
Cash - End of Year	7,251,831	3,167,167	736,308	6,356,080	398,845	2,959,220	20,869,451	8,657,040
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:								
Operating income (loss)	2,220,814	191,296	(17,475)	2,515,841	(203,227)	482,748	5,189,997	(889,084)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:								
Depreciation	1,177,702	970,122	571,489	285,532	392,486	499,140	3,896,471	254,236
Changes in Assets and Liabilities:								
(Increase) decrease in accounts receivable	(565,727)	(239,289)	(1,626)	(88,642)	(4,344)	14,039	(885,589)	248,886
(Increase) decrease in prepaid expenses	-	49	-	-	63,291	-	63,340	3,796
(Increase) decrease in inventories	(19,018)	(2,943)	-	-	-	(21,375)	(43,336)	1,639,698
Increase (decrease) in accounts payable	47,477	163,721	14,687	(29,251)	(1,423,369)	3,055	(1,223,680)	531,342
Increase (decrease) in accrued liabilities	(60,758)	185,813	414	(82,476)	419,138	70,440	532,571	21,186
Increase (decrease) in customer deposits	(29,075)	9,050	4,898	(200)	708	16,699	2,080	2,011
Net Cash Provided by Operating Activities:	\$ 2,771,415	\$ 1,277,819	\$ 572,387	\$ 2,600,804	\$ (755,317)	\$ 1,064,746	\$ 7,531,854	\$ 1,812,071
Schedule of Non-Cash Activities:								
Assets from developer fee payable	\$ -	\$ -	\$ -	\$ -	\$ 569,500	\$ -	\$ 569,500	\$ -
Amortization of deferred charge on refunding	-	-	41,605	-	-	4,027	45,632	-
Amortization of bond premium	-	1,109	19,654	-	-	2,616	23,379	-
Total Non-Cash Activities	\$ -	\$ 1,109	\$ 61,259	\$ -	\$ 569,500	\$ 6,643	\$ 638,511	\$ -

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

City of Aspen, Colorado
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2018

	<u>Agency Funds</u>
Assets	
Cash and investments	<u>\$ 7,466,857</u>
Total Assets	<u><u>7,466,857</u></u>
Liabilities	
Due to others	<u>7,466,857</u>
Total Liabilities	<u><u>\$ 7,466,857</u></u>

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018

I. Summary of Significant Accounting Policies

The City of Aspen is a municipal corporation that was incorporated in 1879 under provisions of the Constitution of Colorado. On January 1, 1972, the City became a Colorado home rule city. The City operates under a council- manager form of government and is governed by a separately elected mayor and four-member council. The City provides the following services as authorized by its charter: public safety, public works, public health and welfare, culture and recreation, water and electric utilities, parking, golf, affordable housing, and general administrative services.

The City's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP used by the City are discussed below.

A. Reporting Entity

The reporting entity consists of: (a) the primary government (i.e., the City), and (b) organizations for which the City is financially accountable. The City 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 City. 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 City. Organizations for which the nature and significance of their relationship with the City 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 accompanying financial statements present the primary government and its component units (entities for which the government is considered to be financially accountable).

1. Blended Component Units - ACI Affordable 1 LLLP and Si Johnson Ditch Company, Inc.

Based on the above criteria, the City is financially accountable for ACI Affordable 1 LLLP and Si Johnson Ditch Company, Inc., which have been included in the financial reporting entity as blended component units. ACI Affordable 1 LLLP and Si Johnson Ditch Company are entities legally separate from the City and are presented as if they were part of the City's operations. The City is the general managing partner of ACI Affordable 1 LLLP and therefore, is financially responsible for its operations. The City is the majority shareholder in Si Johnson Ditch Company and therefore, is financially responsible for its operations. The audited financial statements of these entities are available at the City of Aspen Finance Department.

2. Discretely Presented Component Unit – Burlingame Housing, Inc.

Burlingame Housing, Inc. (the Corporation) is a non-profit corporation organized for the purpose of operation, maintenance, and development of affordable housing property within the City. The Corporation is governed by a Board of Directors consisting of five Directors. The City's Council elects four of the Directors and the Music Associates of Aspen elects one. The City is not accountable for the debt of the Corporation. However, upon the Corporation's repayment of all outstanding debt, title in the Burlingame Housing Project shall revert to the City, without demand of, further action by, or cost to the City.

Complete financial statements for Burlingame Housing, Inc. may be obtained from the City of Aspen Finance Department.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

I. Summary of Significant Accounting Policies (continued)

A. Reporting Entity (continued)

3. Jointly Governed Organizations - Aspen-Pitkin County Housing Authority

The Aspen-Pitkin County Housing Authority (the Housing Authority) was formed in 1982 to manage and construct projects that are deed restricted as to the amount rent charged or amount of appreciation on privately owned units. The Housing Authority is governed by a seven-member board of directors. The Aspen City Council and the Pitkin County Board of Commissioners each appoint three directors and one director is appointed jointly. The Housing Authority's board reports to the City and County boards, the City and County share operating costs equally, and the City and County significantly and equally influence the operations budget.

The City's proportionate share of net operating expenses (50%) is recorded in the City's financial statements in the Housing Department Fund and the County's share is reported in their financial statements.

The complete audited financial statements for the Aspen-Pitkin County Housing Authority may be obtained from the City's Finance Department.

B. Government-Wide and Fund Financial Statements

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Government-wide financial statements report on information of all of the nonfiduciary activities of the City and its component units. Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The City's general government, public safety, public works, public health and welfare, and culture and recreation are classified as governmental activities. Water, electric, parking, golf, and affordable housing are classified as business-type activities.

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

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

C. Fund Financial Statements

The financial transactions of the City are reported in individual funds in the fund's financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues and expenditures/expenses.

The fund focus is on current available resources and budget compliance.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

I. Summary of Significant Accounting Policies (continued)

C. Fund Financial Statements (continued)

The City reports the following major governmental funds:

The *General Fund* is the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

The *Wheeler Transfer Tax Fund* is used to account for the collection of a one-half percent (1/2%) tax on the value of all transfers of real property in the City. This tax was extended until 2039 in an election held in Nov 2016. Expenditures are restricted by ordinance to renovation, reconstruction, and maintenance of the Wheeler Opera House and for the support of the visual and performing arts.

The *Affordable Housing Fund* is used to account for revenues and expenditures related to the collection of a one percent (1%) tax on the value of all transfers of real property in the City, an affordable housing dedication fee, and a portion (45%) of a sales tax of .45%. In November 2008, the electorate approved an extension of both the 1% real estate transfer tax and the .45% sales tax through 2040. Expenditures are restricted to affordable housing purposes.

The *Parks and Open Space Fund* provides funding for the acquisition, development, and maintenance operations of the City's parks and open space trails. It accounts for two of the City's specifically authorized sales taxes.

The *Transportation Fund* accounts for the collection of a 2.1% construction use tax, a sales tax of .15%, and a lodging tax of two percent (2%). The 2% lodging tax is split between transportation (25%) and tourism (75%). Funds are used to develop and promote transportation alternatives, improve transit services in the City, and implement new City transit routes.

The *Asset Management Plan Fund* accounts for capital improvements made to the City's physical assets.

The City reports the following major proprietary or business-type funds:

The *Water Fund* accounts for the activities of the water utility owned by the City for the delivery of water service to the residents of Aspen. The major sources of revenue are from water user fees, which are used for operations, and from tap fees, which are used for capital improvements and are charged to new or enlarged water services in the City.

The *Electric Fund* accounts for the activities of the electric utility and hydroelectric plants operated by the City for the delivery of electric service to a portion of the citizens of Aspen. The major source of revenue is electric service revenue, while purchased power is the major expense.

The *Truscott Place Housing Fund* accounts for the operations of Truscott Place affordable rental housing. The complex provides housing for employees of Pitkin County businesses.

The *Parking Fund* is used to account for all costs of in town and on street parking control and services and the operation and maintenance of the Rio Grande Parking Plaza.

The *ACI Affordable 1 LLLP Fund* accounts for the operations of Aspen Country Inn affordable rental housing. The complex provides housing for employees of Pitkin County businesses and retired Pitkin County residents.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

I. Summary of Significant Accounting Policies (continued)

C. Fund Financial Statements (continued)

The internal service funds account for health insurance, employee housing, and information technology services. The Health Insurance Fund accounts for health insurance contributions and claims paid to beneficiaries on a cost reimbursement basis. The Employee Housing Fund accounts for the current construction and maintenance of all rental and sale units for City Employees. The Information Technology Fund accounts for the implementation, management, and support of computer and telephone technology.

Additionally, the City reports the following fund types:

The agency funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. The Police Seizure Fund accounts for proceeds from police seizure activities. The Deposits Agency Fund accounts for deposits that will be remitted to other parties upon meeting payment criteria. The Aspen Pitkin County Housing Authority Fund accounts for funds held and used for Aspen Pitkin County Housing Authority activities.

D. 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

Both governmental and business-type activities in the government-wide financial statements and the proprietary 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. Property taxes, sales taxes, intergovernmental revenues, other taxes, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal 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 are recorded only when payment is due.

Non-current portions of long-term receivables due to governmental funds are reported on their balance sheets, in spite of their spending measurement focus. Special reporting treatments are used to indicate, however, that they should not be considered "available spendable resources," since they do not represent net current assets. Recognition of governmental fund type revenues represented by non-current receivables is deferred until they become current receivables.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

I. Summary of Significant Accounting Policies (continued)

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

3. Financial Statement Presentation

Amounts reported as program revenues in governmental funds 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.

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

E. Financial Statement Accounts

1. Cash and Investments

Whenever possible, cash is pooled from the various City funds to enhance investment capabilities and maximize investment income. Investments are made taking into consideration cash flow needs, market conditions, and contingency plans. The City's investment policies prescribe eligible investments, investment diversification, and maturity and liquidity guidance. Investments are stated at market value.

For purposes of the statement of cash flows, the enterprise funds and the internal service funds consider all liquid investments with original maturities of three months or less to be cash equivalents.

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within 3 months of the date acquired by the City.

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

The City permits investments in the following type of obligations which corresponds with applicable state statutes:

- Legal investments for municipalities under state statutes
- Commercial paper
- Repurchase agreements
- Obligations of the United States or obligations unconditionally guaranteed by the United States or its agencies
- Obligations of the State of Colorado and most general obligations of units of local governments
- Federally insured mortgages and student loans
- Participation with other local governments in pooled investment funds (trusts). These trusts are supervised by participating governments and must comply with the same restrictions on cash deposits and investments.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

2. Property Taxes

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

3. Accounts Receivable

The City uses the allowance method for recognizing the potential uncollectibility of delinquent accounts receivable. At December 31, 2018, there were allowances for \$251,647 comprised of \$131,532 for general fund doubtful accounts receivable, \$1,128 for transportation, \$113,678 for water, \$3,842 for Truscott Housing tenants, and \$1,467 for Marolt Housing tenants.

4. Interfund Receivables and Payables

Balances at year-end between funds are reported as “advances to other funds/advances from other funds” in the fund financial statements. Any residual balances not eliminated between the governmental and business-type activities are reported as “internal balances” in the government-wide financial statements. Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in the applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

5. Prepaid Items

Prepaid items of governmental funds are recorded when consumed rather than when purchased.

6. Inventory

Inventories are valued at cost using the first-in, first-out method. Inventory in the General Fund consists of expendable supplies held for consumption and merchandise held for resale. Inventories in the Affordable Housing Fund and Employee Housing Fund consist of affordable housing units held for sale. Inventory in the Parks and Open Space Fund consists of mall bricks held for consumption. Inventory in the Golf Fund consists of golf merchandise held for resale. Inventory in the Water and Electric Funds consists of water and electric parts and materials. The cost of these inventories is recorded as expenditures at the time the individual inventory items are used or sold.

7. Capital Assets

Capital assets, which include land, buildings, improvements, equipment, machinery, and infrastructure assets, are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. Infrastructure assets consist of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems purchased or constructed since 1980. Capital assets are defined by the City as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at cost where historical records are available and at an estimated historical cost where no historical record exists. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value.

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

7. Capital Assets (continued)

Capital outlay for projects is capitalized as projects are constructed. Interest incurred during the construction phase is capitalized as part of the value of the assets. Depreciation begins when the completed asset is put into service.

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

Buildings	25 - 50 years
Infrastructure and improvements other than buildings	10 - 65 years
Machinery and equipment	3 - 40 years

8. Bond Premiums and Discounts

Bonds payable are reported net of the applicable bond premium or discount. No amortization was taken on these premiums and discounts in the first year. These premiums and discounts are amortized over the life of the applicable bonds using the bonds outstanding method.

9. Unearned Revenue

For governmental funds, unavailable revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period.

In subsequent periods, when revenue recognition criteria are met or when the City has legal claim to the resources, the liability for unavailable revenue is removed and revenue is recognized.

10. Compensated Absences

Accumulated paid time off and extended sick leave of governmental funds are reported in the governmental activities column in the government-wide financial statements when incurred. Accumulated paid time off and extended sick leave of the proprietary fund type is recorded as an expense and liability of that fund as the benefits accrue to employees.

11. Fund Balance Classifications

In the fund financial statements, governmental funds report fund balance classifications including nonspendable resources, restricted amounts, committed amounts, and assigned amounts. Only the General Fund reports unassigned amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund. However, it may be necessary for other governmental funds to report negative fund balance as unassigned. The City Council must take formal action through ordinance to establish, modify, or rescind committed fund balance amounts. The City Manager has the authority to establish, modify, or rescind assigned fund balance to a specific department or project within a fund, as stated in the City's adopted financial policies.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

11. Fund Balance Classifications (continued)

Fund balance classifications with the highest level of constraint are spent first; such that restricted fund balance is spent before unrestricted fund balance when an expenditure is incurred for which both restricted and unrestricted balances are available. Likewise, committed and assigned fund balances are spent before unassigned fund balance when an expenditure is incurred for which any such unrestricted fund balances are available.

The City has adopted a minimum fund balance policy, which includes the following requirements:

1. A General Fund reserve of no less than twenty-five percent (25%) of annual appropriated expenditures, including recurring transfers, is required. The constitutionally required emergency reserve is included in this operating reserve.
2. A Wheeler Transfer Tax Fund reserve of no less than twenty-five percent (25%) of annual appropriated expenditures, including recurring transfers, is required.
3. The first twenty percent (20%) of the General Fund reserve and of the Wheeler Transfer Tax Fund reserve may be drawn upon on recommendation of staff with Council approval through resolution or ordinance to compensate for an expected shortfall.
4. All other funds, except for the Tourism/Regional Transportation Fund, the Aspen Public Education Fund, and the Debt Service Fund, are required to maintain a reserve of no less than twelve and a half percent (12.5%) of annual appropriated expenditures, including recurring transfers.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

11. Fund Balance Classifications (continued)

Fund balance classifications are reported in the aggregate on the face of the balance sheet. The components of each classification are displayed below:

	General Fund	Wheeler Transfer Tax Fund	Affordable Housing Fund	Parks and Open Space Fund	Transportation Fund	Asset Management Plan Fund
Nonspendable:						
Advances to other funds	-	-	-	100,375	-	-
Prepaid items	33,902	241,933	-	-	1,263	3,500,000
Inventories	16,293	-	-	13,650	-	-
Total Nonspendable	50,195	241,933	-	114,025	1,263	3,500,000
Restricted:						
Constitutionally required emergency reserve	2,583,000	-	-	-	-	-
Community enhancement	109,659	-	-	-	-	-
Total Restricted	2,692,659	-	-	-	-	-
Committed:						
Operating reserve	9,260,874	1,874,664	-	1,871,650	953,437	-
Carryforward savings	2,096,930	257,560	-	216,020	123,910	-
Culture and recreation	-	28,434,229	-	4,818,371	-	-
Affordable housing	-	-	47,551,436	-	-	-
Transportation	-	-	-	-	5,106,944	-
Total Committed	11,357,804	30,566,453	47,551,436	6,906,041	6,184,291	-
Assigned:						
Capital projects	-	-	-	-	-	22,759,541
Total Assigned	-	-	-	-	-	22,759,541
	Tourism/ Regional Transportation Fund	Aspen Public Education Fund	Renewable Energy Mitig- ation Plan Fund	Kids First/ Daycare Fund	Stormwater Fund	Debt Service Fund
Nonspendable:						
Prepaid items	-	-	-	-	4,580	-
Total Nonspendable	-	-	-	-	4,580	-
Committed:						
Operating reserve	-	-	-	319,206	365,985	-
Carryforward savings	-	-	-	127,070	91,480	-
Public works	-	-	-	-	1,435,984	-
Childcare	-	-	-	5,159,740	-	-
Destination Marketing	75,541	-	-	-	-	-
Energy Mitigation	-	-	5,201,666	-	-	-
Capital projects	-	-	-	-	-	-
Total Committed	75,541	-	5,201,666	5,606,016	1,893,449	-
Assigned:						
Debt service	-	-	-	-	-	296,767
Total Assigned	-	-	-	-	-	296,767

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

12. Interfund Transactions

Interfund services provided and used are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses, initially made from it that are properly applicable to another fund, are recorded as expenditures or expenses in the reimbursing fund and as reimbursement revenue in the fund that is reimbursed. All other interfund transactions, except for reimbursements and interfund services provided and used, are reported as transfers. Repayments of long-term interfund advances are also accounted for as transfers for budgeting purposes with a corresponding decrease/increase in the receivable/payable for GAAP purposes.

F. Significant Accounting Policies

1. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the City'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.

2. Restricted and Unrestricted Resources

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

3. Indirect Expense Allocations

The City chooses to allocate general government expenses consisting of central service departments such as Finance, Human Resources, City Manager, and City Attorney to the appropriate function based on a study estimating the time spent providing services. This allocation is shown as "Indirect Expenses Allocation" on the Statement of Activities.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

II. Reconciliation of Government-Wide and Fund Financial Statements

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position

The governmental fund balance sheet includes a reconciliation between the fund balance of total governmental funds and net position of governmental activities as reported in the government-wide Statement of Net Position. One element of that reconciliation explains "Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds." This \$197,218,471 difference is related to property, plant and equipment of \$304,717,758 less accumulated depreciation of \$107,499,287.

Similarly, long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. The \$47,856,336 difference is made up of \$40,700,025 in bonds payable, \$7,010,000 in outstanding certificates of participation and \$146,311 in capital lease payable. Other long-term liabilities, compensated absences of \$3,418,105 and retirement liabilities of \$3,215,895, make up the \$6,634,000 difference.

Another element of that reconciliation explains "Long-term receivables are not available for current year expenditures and, therefore, are not reported in the funds." This \$16,447,433 difference is long-term receivables of \$14,118,058 and interest receivable of \$2,329,375.

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenue, Expenditures and Changes in Fund Balances and the Government-Wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes reconciliation between net change in fund balances of governmental funds and changes in net position of governmental activities as reported in the government-wide Statement of Activities. One element of that reconciliation explains "Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense". The details of this \$7,312,033 difference are comprised of capital outlay of \$14,425,262 less depreciation expense of \$7,113,229.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

III. Stewardship, Compliance, and Accountability

A. Budgetary Information

An annual budget and appropriation resolution is adopted by City Council in accordance with the City's Home Rule Charter. Separate budget/actual comparisons are presented in these financial statements for all non-agency funds as required by Colorado State Statutes. This comprehensive annual financial report and the adopted budget are filed with the appropriate State of Colorado Department. Budgets are prepared on a GAAP basis for all funds except the Wheeler Transfer Tax Fund, Affordable Housing Fund, Parks and Open Space Fund, Asset Management Plan Fund, and the enterprise funds. The budgets for these funds have been adopted on a non-GAAP budget and are reconciled to GAAP below:

	Parks and Open Space Fund
Net Change in Fund Balances - Budget Basis	\$ (690,885)
Add/(less):	
Interfund advance principal payments	(8,736)
Net Change in Fund Balances - GAAP Basis	\$ (699,621)

	Water Fund	Electric Fund	Truscott Place Housing Fund	Parking Fund	Golf Fund
Change in Net Position - Budget Basis	\$ 1,856,459	\$ (1,680,732)	\$ (137,112)	\$ 1,028,756	\$ 253,101
Add/(less):					
Debt principal payments	-	2,135,000	610,000	-	123,050
Debt accrued interest	-	1,624	(20,425)	-	(1,001)
Contributed capital assets	-	467,171	151,686	-	-
Capitalized expenses	3,790,885	150,624	-	35,148	271,231
Change in compensated absences	24,000	(106,827)	(2,862)	(5,989)	(21,914)
Change in OPEB obligation	(7,968)	(80,242)	-	91,156	9,385
Loss on disposition of fixed assets	-	(5,154,597)	-	(979,430)	(11,045)
Interfund loan principal payments	-	-	-	-	8,736
Depreciation and amortization	(1,177,702)	(970,122)	(571,489)	(285,532)	(266,069)
Change in Net Position - GAAP Basis	\$ 4,485,674	\$ (5,238,101)	\$ 29,798	\$ (115,891)	\$ 365,474

	Housing Fund Housing Fund	ACI Affordable 1 LLLP	Si Johnson Ditch Company Inc.	Employee Housing Fund	Information Technology Fund
Change in Net Position - Budget Basis	\$ 618,687	\$ 1,005,545	\$ 25,332	\$ (3,539,611)	\$ 213,800
Add/(less):					
Debt principal payments	-	7,621,787	-	-	-
Debt issuance	-	(5,182,197)	-	-	-
Capitalized expenses	98,591	-	-	3,420,436	208,724
Change in compensated absences	(2,673)	-	-	-	(16,607)
Change in OPEB obligation	-	-	-	-	(84,493)
Loss on disposition of fixed assets	6,943	-	-	-	(15,777)
Depreciation and amortization	(233,071)	(392,486)	-	(49,708)	(204,528)
Change in Net Position - GAAP Basis	\$ 488,477	\$ 3,052,649	\$ 25,332	\$ (168,883)	\$ 101,119

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

III. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

The City followed these procedures in preparing, approving, and enacting its budget for 2018:

1. Prior to October 15, the City Manager submits to the City Council a proposed operating and capital budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at scheduled City Council meetings to obtain taxpayer comments.
3. The City's mill levy is formally certified to the Pitkin County Treasurer prior to December 15, based on the budget.
4. Prior to December 31, the budget is legally enacted through passage of a resolution.
5. Formal budgetary integration is employed in all funds except agency funds.
6. Budgets in all funds are not adopted on a basis consistent with GAAP. Budgets treat bond and note proceeds as other financing sources, bond principal payments and capital expenditures are treated as expenditures, depreciation and amortization are not treated as expenditures, and interfund advance payments are treated as transfers. Budgets are not adopted for the agency funds.
7. The legal level of budgetary control is the fund level. The City Manager may legally approve budget transfers between departments within a fund. Department directors may transfer budgeted amounts between various programs within the department. The City Manager must approve capital project budget transfers. Department heads must approve transfers of budget between the major expenditure categories (personnel, supplies and services, capital outlay/expenses, and debt service) within a department.
8. Budgeted amounts in this report represent the original adopted amounts plus or minus any amendments by City Council throughout the year. In order to amend the budget, the City Manager must certify that there are current year revenues in excess of those anticipated in the budget that are available for appropriation or the City Manager must certify that there is a prior year fund balance / net position balance available for appropriation. Budgets are amended by ordinance.
9. Individual departments carry forward fifty percent (50%) of any unexpended operating budget amounts to the next fiscal year.

Property taxes levied in one year are collected in the subsequent year. Thus, taxes certified in 2017 were collected in 2018 and taxes certified in 2018 will be collected in 2019. Taxes are due on January 1 in the year of collection; however, they may be paid in either one installment (no later than April 30) or two equal installments (not later than February 28 and June 15) 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 16.

During the year, supplemental appropriations were necessary. The budgetary comparison statements reflect the original budget and the final budget after legally authorized revisions were made.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

III. Stewardship, Compliance, and Accountability (continued)

B. TABOR 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 an emergency reserve to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. The reserve is calculated at 3% of fiscal year spending for fiscal years ending after December 31, 1995. Fiscal year spending excludes bonded debt service and enterprise spending. The City has reserved a portion of the December 31, 2018 year-end fund balance in the General Fund for this purpose in the amount of \$2,583,000, which is the approximate required reserve.

The initial base for local government spending and revenue limits is December 31, 1992 fiscal year spending. Future spending and revenue limits are determined based on the prior year's fiscal year spending adjusted for inflation in the prior calendar year plus annual local growth. Fiscal year spending is generally defined as expenditures and reserve increases with certain exceptions. Revenue, if any, in excess of the fiscal year spending limit, must be refunded in the next fiscal year unless voters approve retention of such revenue.

The City's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation.

In November 1994, the electorate approved ballot question 2B which allows the City to collect, retain, and spend the full proceeds of the City's existing sales and real estate transfer taxes, grants, and revenues from all other sources, with the exception of revenues generated from property tax.

IV. Detailed Notes on All Funds

A. Cash and Investments

In order to facilitate the recording of cash transactions and maximize investment earnings, the City has combined the cash and investments and maintains accountability for each fund's equity in the pooled cash and investments. Investment earnings are prorated among the contributing funds monthly, based on each fund's respective percentage of equity to the total amount of pooled cash and investments. All funds of the City are eligible for investment and may be combined in an investment instrument to maximize earnings.

The City'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 City's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA. The carrying amount of the City's demand deposits was \$25,916,834 at year end. The City also had cash on hand of \$16,548.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

A. Cash and Investments (continued)

Fair Value of Investments

The City 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.

Investment Measured at Fair Value:	Fair Value Measurements Using			
	Total	Level 1	Level 2	Level 3
Agency Securities	\$ 64,987,340	\$ -	\$ 64,987,340	\$ -
Government Bonds	46,257,964	-	46,257,964	-
Corporate Bonds	19,493,244	-	19,493,244	-
Commercial Paper	1,037,654	-	1,037,654	-
Municipals Bonds	5,023,091	-	5,023,091	-
CHFAACI Bond	100,000	-	-	100,000
Total Investments	\$136,899,293	\$ -	\$136,799,293	\$ 100,000

Investment Measured at Net Asset Value:

	Total
Colotrust	\$ 23,080,962

Debt and equity security classified in Level 1 are valued using prices quoted in active markets for those securities. Debt and equity securities in level 2 are valued using Money Market, Bond, and Equity Mutual Funds: published fair value per share (unit) for each fund.

B. Summary of Cash and Investments

A summary of deposits and investments held by the City follows:

Type	Amount
Cash and cash equivalents	\$ 25,916,834
Cash on hand	16,548
Investments	159,980,255
Total Cash and Investments	\$185,913,637

Financial Statement Captions	Amount
Governmental Activities	\$157,577,330
Business-type Activities	20,869,450
Fiduciary Funds	7,466,857
Total Cash and Investments	\$185,913,637

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

B. Summary of Cash and Investments (continued)

The City has a formal investment policy that includes the following guidelines.

Credit Risk. The City limits credit risk by limiting the types of investments to the following:

- Legal investments for municipalities under state statutes
- Commercial paper
- Repurchase agreements
- Obligations of the United States or obligations unconditionally guaranteed by the US or its agencies
- Obligations of the State of Colorado and most general obligations of units of local governments
- Federally insured mortgages and student loans
- Participation with other local governments in pooled investment funds (trusts). These trusts are supervised by participating governments and must comply with the same restrictions on cash deposits and investments.

Investments are to be made with judgment and care – under circumstances then prevailing – which persons of prudence, discretion, and intelligence exercise in the management of their own affairs, not for speculation, but for investment.

Interest Rate Risk. The City invests in various mortgage-backed securities. Mortgage-backed securities receive cash flow in the form of principal and interest payments on underlying mortgages and are sensitive to prepayments by borrowers. The City limits its exposure to interest rate risk by limiting the maturity for investments held. The City restricts the effective maturity of any security to less than five years from the date of purchase. The Investment Pool represents investments in COLOTRUST. The fair value of the pool is determined by the pool's share price. The City has no regulatory oversight for the pool. At December 31, 2018, the City's investments in COLOTRUST were 14% of the City's investment portfolio.

Concentration of Credit Risk. The City diversifies its investments by security type and institution. Financial institutions holding City's funds must provide the City a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository. At December 31, 2018, the City's investments in Fannie Mae, Freddie Mac, Federal Home Loan Bank, Federal Farm Credit Bank, and United States Treasuries were 9%, 6%, 16%, 9%, and 29% of the City's investment portfolio, respectively.

Restricted Cash. Burlingame Housing, Inc., a component unit of the City, had restricted cash for tenant deposits and for amounts held by trustee in the amount of \$4,239,075. The ACI Affordable 1 LLLP had \$221,795 of restricted cash for tenant deposits and the Asset Management Plan Fund had \$10,204 restricted cash for amounts held by trustee.

At December 31, 2018, unrealized losses were \$916,807 which reflects changes in the fair market value of investments. The City had the following cash and investments with the following maturities:

Investment Type	Fair Value	Standard & Poor		Investment Maturities (in Years)	
		Rating	Percentage	Less than 1 Year	1-5
Agency Securities	\$ 64,987,340	AAA	41%	\$ 24,669,725	\$ 40,317,615
Government Bonds	46,257,964	AA+	29%	14,986,111	31,271,853
Corporate Bonds	19,493,244	AA-	12%	13,857,952	5,635,292
Commercial Paper	1,037,654	A-1	1%	-	1,037,654
Municipals Bonds	5,023,091	AA+	3%	3,015,631	2,007,460
CHFA ACI Bond	100,000		0%	-	100,000
Colotrust	23,080,962		14%	23,080,962	-
Total Investments	\$159,980,255		100%	\$ 79,610,381	\$ 80,369,874

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

C. Receivables

The City has several types of receivables. Receivables not meeting the requirements for revenue recognition in the City's funds are shown on the government-wide financial statements. The City had the following receivables, net of applicable uncollectible accounts:

	<u>General Fund</u>	<u>Wheeler Transfer Tax Fund</u>	<u>Affordable Housing Fund</u>	<u>Parks and Open Space Fund</u>
Current Receivables:				
Taxes	\$ 4,146,102	\$ -	\$ -	\$ -
Trade accounts	2,863,095	17,623	217,113	1,961,522
Gross Receivables	<u>7,009,197</u>	<u>17,623</u>	<u>217,113</u>	<u>1,961,522</u>
Less: Allowance for uncollectibles	(131,532)	-	-	-
Net Current Receivables	<u>\$ 6,877,665</u>	<u>\$ 17,623</u>	<u>\$ 217,113</u>	<u>\$ 1,961,522</u>
		Asset Management Plan Fund	Nonmajor Governmental Funds	Total Governmental Funds
Current Receivables:				
Taxes	\$ -	\$ 3,393,003	\$ 1,057,264	\$ 8,596,369
Trade accounts	472,914	-	1,035,385	6,567,652
Gross Receivables	<u>472,914</u>	<u>3,393,003</u>	<u>2,092,649</u>	<u>15,164,021</u>
Less: Allowance for uncollectibles	(1,128)	-	-	(132,660)
Net Current Receivables	<u>\$ 471,786</u>	<u>\$ 3,393,003</u>	<u>\$ 2,092,649</u>	<u>15,031,361</u>
Long-term Receivables:				
Burlingame Housing Corporation				2,319,100
Truscott Place Phase II LLLP				4,102,957
Other developments (488 Castle Creek, 517 Park Circle, 802 W. Main St.)				3,386,332
Internal Service Fund Receivables				<u>91,645</u>
Total per Government-wide Financial Statements				<u>\$ 24,931,395</u>

The Burlingame Housing Corporation receivables are due in 2030. The Truscott Place Phase II receivables are due in 2047.

1. 488 Castle Creek LLC

On December 21, 2018, the City received a promissory note for \$5,791,507, or so much thereof as may be advanced, from 488 Castle Creek, LLC for the construction of affordable housing units. Interest shall accrue daily at a rate of 0.50% per annum, shall be compounded annually and shall be payable in arrears on the maturity date. The maturity date on the note is October 1, 2070. The balance on the note at December 31, 2018 was \$958,606, which includes \$142 of accrued interest.

2. 517 Park Circle LLC Loan A

On December 21, 2018, the City received a promissory note for \$5,262,153, or so much thereof as may be advanced, from 517 Park Circle, LLC for the construction of affordable housing units. Interest shall accrue daily at a rate of 0.50% per annum, shall be compounded annually and shall be payable in arrears on the maturity date. The maturity date on the note is October 1, 2070. The balance on the note at December 31, 2018 was \$958,606, which includes \$142 of accrued interest. The balance on the note at December 31, 2018 was \$1,308,102, which includes \$193 of accrued interest.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

C. Receivables (continued)

3. 517 Park Circle LLC Loan B

On December 20, 2018, the City received a promissory note for \$1,108,529, or so much thereof as may be advanced, from 517 Park Circle, LLC for the construction of affordable housing units. Interest shall accrue at a rate of 2.50% per annum, and shall be calculated on a 365-day year multiplied by the actual numbers of days for which interest has accrued. Payments are due annually beginning December 20, 2018 through January 1, 2021 or such date when the principal balance is paid in full. There was no balance on the note at December 31, 2018.

4. 802 W. Main LLC Loan A

On December 20, 2018, the City received a promissory note for \$5,133,128, or so much thereof as may be advanced, from 802 W. Main, LLC for the construction of affordable housing units. Interest shall accrue daily at a rate of 0.50% per annum, shall be compounded annually and shall be payable in arrears on the maturity date. The maturity date on the note is October 1, 2070. The balance on the note at December 31, 2018 was \$1,119,624, which includes \$166 of accrued interest.

5. 802 W. Main LLC Loan B

On December 20, 2018, the City received a promissory note for \$634,353, or so much thereof as may be advanced, from 802 W. Main, LLC for the construction of affordable housing units. Interest shall accrue at a rate of 2.50% per annum, and shall be calculated on a 365-day year multiplied by the actual numbers of days for which interest has accrued. Payments are due annually beginning December 20, 2018 through January 1, 2021 or such date when the principal balance is paid in full. There was no balance on the note at December 31, 2018.

	<u>Water Fund</u>	<u>Electric Fund</u>	<u>Truscott Place Housing Fund</u>	<u>Parking Fund</u>
Current Receivables:				
Trade accounts	\$ 1,181,350	\$ 1,633,022	\$ 11,738	\$ 94,909
Gross Receivables	1,181,350	1,633,022	11,738	94,909
Less: Allowance for uncollectibles	(113,678)	-	(3,842)	-
Net Current Receivables	<u>\$ 1,067,672</u>	<u>\$ 1,633,022</u>	<u>\$ 7,896</u>	<u>\$ 94,909</u>
	<u>ACI Affordable 1 LLLP</u>	<u>Nonmajor Proprietary Funds</u>	<u>Total Proprietary Funds</u>	
Current Receivables:				
Trade accounts	\$ 5,142	\$ 51,342	\$ 2,977,503	
Gross Receivables	5,142	51,342	2,977,503	
Less: Allowance for uncollectibles	-	(1,467)	(118,987)	
Net Current Receivables	<u>\$ 5,142</u>	<u>\$ 49,875</u>	<u>\$ 2,858,516</u>	

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

D. Deferred Outflows and Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expenses/expenditures) until then. The City has one item that qualifies for reporting under this category on the government-wide Statement of Net Position, deferred loss on refunding.

A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The City has one item that qualifies for reporting under this category on the government-wide Statement of Net Position, property taxes assessed in 2018 but not collectible until 2019.

E. Interfund Receivables, Advances, and Transfers

The following long-term interfund advances existed at December 31, 2018:

	Advance to Other Funds	Advances Due to Other Funds	Total
Parks Open Space Fund	\$ 100,375	\$ -	\$ 100,375
Golf Enterprise Fund	-	(100,375)	(100,375)
Total	\$ 100,375	\$ (100,375)	\$ -

Details regarding the long-term advances are as follows:

In 2009, the Parks and Open Space Fund loaned the Golf Fund \$200,000. The loan bears interest at 4% per annum, with annual principal and interest due through December 31, 2019. Proceeds from the loan were used to start up the Golf Pro Shop operation.

The City makes transfers between funds to 1) move revenue from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, 2) to repay interfund advances, and 3) to allocate resources based upon City Council adopted budgetary policies. A schedule of transfers made during 2018 is shown on the following page.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

E. Interfund Receivables, Advances, and Transfers (continued)

	Transfers Out:													Total Transfers In
	General Fund	Wheeler Transfer Tax Fund	Affordable Housing Fund	Parks and Open Space Fund	Transportation Fund	Asset Management Plan Fund	Water Fund	Electric Fund	Truscott Place Housing Fund	Parking Fund	Nonmajor Governmenta l Funds	Nonmajor Proprietary Funds	Internal Service Funds	
General Fund	-	2,060	3,120	33,150	54,090	-	991,290	344,320	-	-	19,740	1,940	3,070	1,452,780
Wheeler Transfer Tax Fund	-	-	-	-	-	-	284,770	-	-	-	-	-	-	284,770
Affordable Housing Fund	-	-	-	-	-	-	-	-	-	-	100,000	-	-	100,000
Parks and Open Space Fund	-	-	-	-	-	12,500	150,000	-	-	-	-	4,368	-	166,868
Transportation Fund	128,850	-	-	-	-	-	-	-	-	1,749,996	-	-	-	1,878,846
Asset Management Plan Fund	2,041,100	-	-	1,461,064	145,756	-	111,250	64,058	-	-	69,750	-	15,000	3,907,978
Water Fund	-	2,515,000	-	-	-	-	-	175,000	-	-	-	-	-	2,690,000
Electric Fund	-	-	-	-	-	-	3,200	-	-	-	-	-	-	3,200
Parking Fund	55,584	-	-	-	-	-	-	-	-	-	-	-	-	55,584
Nonmajor Governmental Funds	1,156,450	-	-	2,953,500	-	147,600	-	-	-	-	-	-	-	4,257,550
Nonmajor Proprietary Funds	-	-	-	506,304	-	-	-	-	-	-	-	-	-	506,304
Internal Service Funds	546,408	57,600	-	141,804	22,200	-	113,400	60,204	5,796	62,004	59,496	31,104	26,604	1,126,620
Total Transfers Out	3,928,392	2,574,660	3,120	5,095,822	222,046	160,100	1,653,910	643,582	5,796	1,812,000	148,986	137,412	44,674	16,430,500

Capital assets were transferred between governmental funds and proprietary funds. Any differences between the transfers presented on the fund financial statements and the government wide financial statements relates to these asset transfers.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

F. Capital Assets

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land and land rights	\$ 82,110,393	\$ -	\$ -	\$ 82,110,393
Construction in progress	21,509,905	6,217,093	(22,785,285)	4,941,713
Total Capital Assets, Not Being Depreciated	<u>103,620,298</u>	<u>6,217,093</u>	<u>(22,785,285)</u>	<u>87,052,106</u>
Capital Assets, Being Depreciated:				
Buildings	87,060,262	18,920,092	(732,959)	105,247,395
Infrastructure and improvements other than buildings	86,984,266	7,667,108	(1,982,658)	92,668,716
Machinery and equipment	21,126,717	2,246,978	(3,683,691)	19,690,004
Total Capital Assets Being Depreciated	<u>195,171,245</u>	<u>28,834,178</u>	<u>(6,399,308)</u>	<u>217,606,115</u>
Less Accumulated Depreciation For:				
Buildings	(53,067,718)	(2,170,683)	339,545	(54,898,856)
Infrastructure and improvements other than buildings	(35,146,737)	(3,628,789)	810,408	(37,965,118)
Machinery and equipment	(14,671,503)	(1,892,971)	1,988,699	(14,575,775)
Total Accumulated Depreciation	<u>(102,885,958)</u>	<u>(7,692,443)</u>	<u>3,138,652</u>	<u>(107,439,749)</u>
Total Capital Assets, Being Depreciated, Net	<u>92,285,287</u>	<u>21,141,735</u>	<u>(3,260,656)</u>	<u>110,166,366</u>
Governmental Activities Capital Assets, Net	<u>\$ 195,905,585</u>	<u>\$ 27,358,828</u>	<u>\$ (26,045,941)</u>	<u>\$ 197,218,472</u>
Business-Type Activities				
Capital Assets, Not Being Depreciated:				
Land and land rights	\$ 4,349,668	\$ -	\$ -	\$ 4,349,668
Construction in progress	1,553,528	733,222	(1,469,111)	817,639
Total Capital Assets, Not Being Depreciated	<u>5,903,196</u>	<u>733,222</u>	<u>(1,469,111)</u>	<u>5,167,307</u>
Capital Assets, Being Depreciated:				
Buildings	41,236,587	296,634	(5,786)	41,527,435
Infrastructure and improvements other than buildings	55,531,872	5,117,189	(5,873,113)	54,775,948
Machinery and equipment	12,680,788	324,884	(1,771,776)	11,233,896
Total Capital Assets Being Depreciated	<u>109,449,247</u>	<u>5,738,707</u>	<u>(7,650,675)</u>	<u>107,537,279</u>
Less Accumulated Depreciation For:				
Buildings	(14,807,208)	(1,155,025)	6,007	(15,956,226)
Infrastructure and improvements other than buildings	(27,556,877)	(1,974,497)	275,472	(29,255,902)
Machinery and equipment	(7,834,982)	(819,609)	1,241,911	(7,412,680)
Total Accumulated Depreciation	<u>(50,199,067)</u>	<u>(3,949,131)</u>	<u>1,523,390</u>	<u>(52,624,808)</u>
Total Capital Assets, Being Depreciated, Net	<u>59,250,180</u>	<u>1,789,576</u>	<u>(6,127,285)</u>	<u>54,912,471</u>
Business-Type Activities Capital Assets, Net	<u>\$ 65,153,376</u>	<u>\$ 2,522,798</u>	<u>\$ (7,596,396)</u>	<u>\$ 60,079,778</u>

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

F. Capital Assets (continued)

	Depreciation Expense	Capital Outlay
Governmental Activities:		
General government	\$ 1,576,647	2,837,918
Public safety	161,406	607,456
Public works	1,971,062	7,101,285
Public health and welfare	458,976	1,298,054
Culture and recreation	3,524,352	2,580,549
Total Governmental Activities	\$ 7,692,443	\$ 14,425,262
 Business-type Activities:		
Water	\$ 1,177,702	\$ 3,790,885
Electric	970,122	638,992
Parking	341,800	35,148
Golf	266,069	271,231
Affordable housing	1,193,438	266,562
Total Business-Type Activities	\$ 3,949,131	\$ 5,002,818

G. Long-term Debt – Governmental Activities

The City has the following long-term debt outstanding for governmental activities:

1. Parks and Open Space Sales Tax Revenue Refunding Bonds, Series 2015

The City issued \$3,715,000 of Sales Tax Revenue Refunding Bonds (the 2015 Refunding Bonds) dated November 12, 2015 of which \$3,287,775 (88.5%) pertains to governmental activities. The remaining \$427,225 is accounted for as a long-term liability for business-type activities on the Golf Course Fund (see Note IV (H)(3)). Proceeds from the 2015 Refunding Bonds were used to advance refund the City's Sales Tax Revenue Bonds, Series 2005. The Series 2005 Bonds being refunded mature in the years 2016 through 2019. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$123,970. This amount is presented as a deferred outflow of resources and is amortized over the remaining life of the refunded debt.

The interest rates on the 2015 Refunding Bonds range from 2% to 3% and are payable on May 1 and November 1 2016 through 2019.

The 2015 Refunding Bonds are special, limited obligations of the City, payable from and secured solely by the revenues derived from the City's 1.5% Parks and Open Space Sales Tax, after deduction of the reasonable and necessary costs and expenses of collecting and enforcing the tax. The 2015 Refunding Bonds are issued on parity with the Series 2014 Parks and Open Space Revenue Refunding Bonds, Series 2014 Parks and Open Space Revenue Improvement Bonds, the Series 2013 Parks and Open Space Revenue Refunding Bonds, the Series 2012 Parks and Open Space Revenue Refunding Bonds, the Series 2012 Parks and Open Space Revenue Improvement Bonds, and the Series 2009 Parks and Open Space Revenue Refunding Bonds.

The 2015 Refunding Bonds are not subject to redemption prior to their respective maturity dates.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

G. Long-term Debt – Governmental Activities (continued)

2. Parks and Open Space Sales Tax Revenue Refunding Bonds, Series 2014

The City issued \$1,270,000 of Sales Tax Revenue Refunding Bonds (the 2014 Refunding Bonds) dated November 6, 2014. Proceeds from the 2014 Refunding Bonds were used to advance refund a portion of the City's Sales Tax Revenue Bonds, Series 2005B. The Series 2005B Bonds being refunded mature in the years 2016 through 2018 and 2022. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$65,511. This amount is presented as a deferred outflow of resources and is amortized over the remaining life of the refunded debt. The advance refunding was undertaken to reduce total debt service payments by \$202,136 and resulted in an economic gain of \$183,955. The interest rates on the 2014 Refunding Bonds range from 2% to 4% and are payable on May 1 and November 1 2015 through 2022.

The 2014 Refunding Bonds are special, limited obligations of the City, payable from and secured solely by the revenues derived from the City's 1.5% Parks and Open Space Sales Tax, after deduction of the reasonable and necessary costs and expenses of collecting and enforcing the tax.

The 2014 Refunding Bonds are not subject to redemption prior to their respective maturity dates.

3. Parks and Open Space Sales Tax Revenue Improvement Bonds, Series 2014

The City issued \$4,085,000 of Sales Tax Revenue Bonds (the 2014 Bonds) dated November 6, 2014. The proceeds of this issue will be used to purchase and improve trail, recreation and open space properties, and ancillary facilities. The interest rates on the 2014 Bonds range from 2% to 4% and are payable on May 1 and November 1 through 2025.

The 2014 Bonds are special, limited obligations of the City, payable from and secured solely by the revenues derived from the City's 1.5% Parks and Open Space Sales Tax, after deduction of the reasonable and necessary costs and expenses of collecting and enforcing the tax.

The 2014 Bonds are not subject to redemption prior to their respective maturity dates.

4. Parks and Open Space Sales Tax Revenue Refunding Bonds, Series 2013

The City issued \$8,295,000 of Sales Tax Revenue Refunding Bonds (the 2013 Bonds) dated January 3, 2013. Proceeds from the 2013 Bonds were used to advance refund a portion of the City's Sales Tax Revenue Bonds, Series 2005B. The Series 2005B Bonds being refunded, mature in the years 2022 through 2025. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the government activities column of the Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$1,272,702. This amount is presented as a deferred outflow of resources and is amortized over the remaining life of the refunded debt.

The interest rates on the 2013 Bonds range from 2.25% to 4% and are payable on May 1 and November 1 through 2025.

The 2013 Bonds are special, limited obligations of the City, payable from and secured solely by the revenues derived from the City's 1.5% Parks and Open Space Sales Tax, after deduction of the reasonable and necessary costs and expenses of collecting and enforcing the tax.

The 2013 Bonds are not subject to redemption prior to their respective maturity dates.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

G. Long-term Debt – Governmental Activities

5. Parks and Open Space Sales Tax Revenue Refunding Bonds, Series 2012

The City issued \$4,160,000 of Sales Tax Revenue Refunding Bonds (the 2012 Refunding Bonds) dated October 1, 2012. Proceeds from the 2012 Refunding Bonds were used to advance refund a portion of the City's Sales Tax Revenue Bonds, Series 2005B. The Series 2005B Bonds being refunded mature in the years 2019 through 2022. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$558,294. This amount is presented as a deferred outflow of resources and is amortized over the remaining life of the refunded debt.

The interest rates on the 2012 Refunding Bonds range from 2% to 4% and are payable on May 1 and November 1 through 2022.

The 2012 Refunding Bonds are special, limited obligations of the City, payable from and secured solely by the revenues derived from the City's 1.5% Parks and Open Space Sales Tax, after deduction of the reasonable and necessary costs and expenses of collecting and enforcing the tax.

The 2012 Refunding Bonds are not subject to redemption prior to their respective maturity dates.

6. Parks and Open Space Sales Tax Revenue Improvement Bonds, Series 2012

The City issued \$5,225,000 of Sales Tax Revenue Bonds (the 2012 Bonds) dated October 1, 2012. The proceeds of this issue will be used to purchase and improve trail, recreation and open space properties, and ancillary facilities. The interest rates on the 2012 Bonds range from 2.75% to 3% and are payable on May 1 and November 1 through 2032.

The 2012 Bonds are special, limited obligations of the City, payable from and secured solely by the revenues derived from the City's 1.5% Parks and Open Space Sales Tax, after deduction of the reasonable and necessary costs and expenses of collecting and enforcing the tax.

The 2012 Bonds are not subject to redemption prior to their respective maturity dates.

7. Parks and Open Space Sales Tax Revenue Refunding Bonds, Series 2009

The City issued \$7,070,000 of Sales Tax Refunding Bonds (the 2009 Bonds) dated December 15, 2009. Proceeds from the 2009 Bonds were used to advance refund a portion of the City's Sales Tax Revenue Bonds, Series 2001. The Series 2001 Bonds refunded mature in the years 2012 through 2021. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$561,317. This amount is presented as a deferred outflow of resources and is amortized over the remaining life of the refunded debt.

The interest rates on the 2009 Bonds range from 2% to 4% and are payable on May 1 and November 1 through 2021.

The 2009 Bonds are special, limited obligations of the City, payable from and secured solely by the revenues derived from the City's 1.5% Parks and Open Space Sales Tax, after deduction of the reasonable and necessary costs and expenses of collecting and enforcing the tax.

The 2009 Bonds are not subject to redemption prior to their respective maturity dates.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

G. Long-term Debt – Governmental Activities

8. Taxable Certificates of Participation, Series 2007A

The City issued \$8,405,000 of Taxable Certificates of Participation dated February 1, 2007. Proceeds were used for the purpose of acquiring, renovating, and upgrading certain condominium units within the Isis Theater building. The interest rates on the Series 2007A Taxable Certificates range from 5.27% to 5.96% and are payable on March 1 and September 1 through 2037.

The Series 2007A Taxable Certificates are payable solely from 1) annually appropriated base rentals; 2) moneys held by the Trustee in the Certificate Fund, the Reserve Fund, the Capital reserve Fund, and the Acquisitions and Construction Fund created under the Indenture; and 3) following an Event of Nonappropriation or an Event of Default under the Lease, any moneys received by the Trustee from the sale or sublease of the Leased Property or the exercise of other remedies under the Lease and the Indenture.

The Series 2007A Taxable Certificates maturing on or after March 1, 2017 are subject to redemption prior to maturity at the option of the City, on March 1, 2017, and on any date thereafter, at par plus accrued interest to the redemption date, with no redemption premium.

9. Capital Lease

The government entered into a lease agreement as a lessee for financing a series of governmental energy efficiency improvements projects. This lease agreement qualifies as a capital lease for accounting purposes and therefore has been recorded at the present value of the futures minimum lease payments as of the inception date.

The future minimum lease obligations and the net present value of the minimum lease payments as of December 31, 2018, were as follows:

Year Ended December 31	Activities
2019	48,926
2020	48,926
2021	48,926
2022	12,231
Total minimum lease payments	159,009
Less: amount representing interest	(12,699)
Total Governmental Activities	\$ 146,310

10. Certificates of Participation, Series 2017

The City issued \$17,570,000 of Certificates of Participation dated April 12, 2017. Proceeds were used for the purpose of financing the costs of constructing a police facility and related improvements for the City. The interest rates on the Series 2017 Certificates range from 2% to 5% and are payable on June 1 and December 1 through 2046.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

G. Long-term Debt – Governmental Activities

10. Certificates of Participation, Series 2017 (continued)

The Series 2017 Certificates are payable solely from 1) annually appropriated base rentals; 2) moneys held by the Trustee under the Indenture; and 3) following an Event of Nonappropriation or an Event of Default under the Lease, any moneys received by the Trustee from the sale or sublease of the Leased Property or the exercise of other remedies under the Site Lease and the Indenture.

The Series 2017 Certificates maturing on or after December 1, 2028 are subject to redemption prior to maturity at the option of the City, on December 1, 2028, and on any date thereafter, at par plus accrued interest to the redemption date, with no redemption premium.

H. Long-term Debt – Business-type Activities

The City has the following long-term debt outstanding for business-type activities:

1. ACI Affordable 1 LLLP – Construction Loan

The Colorado Housing and Finance Agency ("CHFA") issued Multifamily Housing Revenue Bonds (Aspen Country Inn Project, Series 2016) dated September 20, 2016 in the maximum principal amount of \$7,500,000. The bonds are secured by a first deed of trust and security agreement, an assignment of rents and other rights, and other collateral on the Project as described in the loan documents. The City of Aspen, Colorado (the "Lender") is the registered owner of the bonds. CHFA assigned all of its rights, title and interest in the bond mortgage note to the Lender as security for repayment of the bonds. The bond issue matured on September 1, 2018.

The Lender loaned the proceeds of \$7,500,000 to ACI Affordable 1 LLLP ("ACI") in the form of a promissory note dated September 20, 2016 for construction financing. The promissory note is for a term of two years during which time interest will accrue at the rate of 2.67% per annum, compounded annually and shall be payable in arrears on September 20, 2018, the maturity date. The unpaid principal balance and accrued interest on the loan was due and payable in full on September 20, 2018. On May 24, 2018, the construction loan payable was paid off with proceeds from the permanent loan from CHFA (see note IV.H.2). As of December 31, 2018, the outstanding principal balance and accrued interest thereon was \$0. For the year ended December 31, 2018, \$81,756 of interest was incurred.

Debt issuance costs on the above note are being amortized to interest expense over the term of the loan. For 2018, the effective interest rate was 4.32%. For the year ended December 31, 2018, amortization of debt issuance costs was \$52,663.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

H. Long-term Debt – Business-type Activities (continued)

2. ACI Affordable 1 LLLP – Permanent Loan

On May 24, 2018, CHFA provided permanent financing to the ACI in the form of a first mortgage note in the amount of \$2,600,000. The note is endorsed for mortgage insurance by the U.S. Department of Housing and Urban Development ("HUD") under Section 542(c) of the Housing and Community Development Act of 1992 (the "Risk Share Program"). The note is secured by a single, first and prior deed of trust, security agreement and assignment of rents and leases, and an assignment of ACI's rights, title and interest on the real property, personal property and all other assets secured by the deed of trust. The note bears interest at the rate of 4.40% and has a term of 40 years. Monthly payments of principal and interest are required in installments of \$11,522. As of December 31, 2018, the outstanding principal balance and accrued interest thereon was \$2,587,958 and \$9,489, respectively. For the year ended December 31, 2018, \$69,122 of interest was incurred.

3. ACI Affordable 1 LLLP – Mortgages and Notes Payable

CHFA has committed to provide permanent financing to ACI Affordable 1 LLLP in the form of a first mortgage note in the amount of not more than \$2,460,000. The note will be endorsed for mortgage insurance by the U.S. Department of Housing and Urban Development ("HUD") under Section 542(c) of the Housing and Community Development Act of 1992 (the "Risk Share Program"). The note will be secured by a single, first and prior deed of trust, security agreement and assignment of rents and leases, and an assignment of the ACI Affordable 1 LLLP's rights, title and interest on the real property, personal property and all other assets secured by the deed of trust. The note is expected to bear interest at the rate of 4.40% and will have a term of 40 years. Monthly payments of principal and interest will be required in installments sufficient to fully amortize the loan over the term. On May 24, 2018, the loan was funded in the amount of \$2,600,000.

Aspen Country Inn I, L.P. is providing construction and permanent financing in the maximum amount of \$3,855,930 in the form of a note dated September 20, 2016 (the "Seller Loan"). Pursuant to an Allonge and Assignment agreement dated September 20, 2016, all rights, title and interest in the Seller Loan was assigned to the City of Aspen, Colorado. The note is secured by a deed of trust lien on the Project. The note bears interest at 2.25% compounded annually and matures on December 31, 2058, at which time the outstanding interest and principal balance is due. Annual payments of principal and interest are due from available cash flow and capital proceeds available for distribution from a capital event as defined in the Partnership Agreement. The note may be prepaid partially or in full at any time without premium or penalty and without the prior consent of the Lender. As of December 31, 2018, the outstanding principal balance and accrued interest thereon was \$3,855,930 and \$200,917, respectively. For the year ended December 31, 2018, \$89,270 of interest was incurred.

The City provided permanent financing in the maximum amount of \$2,582,197 in the form of a note dated September 20, 2016 (the "City Loan"). The note is secured by a deed of trust lien on the Project. The note does not bear interest and matures on June 1, 2059, at which time the outstanding principal balance is due. Annual payments of principal are due from available cash flow and capital proceeds available for distribution from a capital event as defined in the Partnership Agreement. The note may be prepaid partially or in full at any time without premium or penalty and without the prior consent of the Lender. On May 24, 2018, the loan was funded. As of December 31, 2018, the outstanding principal balance was \$2,582,197.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

H. Long-term Debt – Business-type Activities (continued)

4. Sales Tax Revenue Refunding Bonds, Series 2015

The City issued \$3,715,000 of Sales Tax Refunding Bonds dated November 12, 2015, of which \$427,225 (11.5%) is accounted for as a long-term liability for business-type activities on the Golf Course Fund (see Note IV (G)(1)).

5. General Obligation Housing Refunding Bonds, Series 2009

The City issued \$6,005,000 of General Obligation Refunding Bonds dated December 15, 2009. Proceeds from the Series 2009 Bonds were used to advance refund a portion of the City's General Obligation Housing Bonds, Series 2001A. The Series 2001A Bonds refunded mature in the years 2012 through 2021. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the business-type activities column of the Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$499,255. This amount is presented as a deferred outflow of resources and is amortized over the remaining life of the refunded debt. The advance refunding was undertaken to reduce the total debt service payments by \$440,292 and resulted in an economic gain of \$342,561. The interest rates on the Series 2009 Bonds range from 2% to 4% and are payable semiannually on June 1 and December 1 through December 2021.

The Series 2009 Bonds are general obligations of the City, payable from the operation of the City's Truscott Housing Fund and, to the extent such fees are not sufficient, from ad valorem property taxes.

The Series 2009 Bonds are not subject to redemption prior to their respective maturity dates.

6. General Obligation Hydroelectric Bonds, Series 2008

The City issued \$5,500,000 of General Obligation bonds dated September 18, 2008 (the 2008 Bonds). Because the City has determined business-type activities will make principal and interest payments on the 2008 Bonds, this issuance is reported as a business-type long-term liability on the Electric Fund.

Interest rates range from 3.00% to 4.85% and are payable semi-annually on June 1 and December 1, through December 2035. Proceeds from the bonds are planned to be used for the design, construction, and equipping of the Castle Creek Hydroelectric Facility.

The 2008 Bonds are payable from certain available fees of the City's Electric Utility System and, to the extent such fees are not sufficient, ad valorem property taxes levied by the City on all taxable property within the boundaries of the City.

The 2008 Bonds maturing on and after December 1, 2019 are subject to redemption prior to maturity at the option of the City at the principal amount thereon (with no redemption premium), plus accrued interest to the redemption date.

On December 1, 2018, the City elected to call bonds maturing on December 1, 2029 through December 1, 2035, outstanding in the amount of \$1,970,000. The City also paid off the remainder of the bonds on February 28, 2019 (See note V.C).

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

I. Long-term Debt – Refunded Bonds

In prior years, the City defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. The bonds intended to be refunded by the refunding issues remain a contingent liability of the City until retired; however, they are not included for the purposes of calculating debt limitations by the City. The amount of debt considered defeased cannot be readily determined as of December 31, 2018.

J. Long-term Debt – Legal Debt Limits

The City is subject to a legal debt limit for general obligation bonds of 20% of assessed value of real property. In 2018, the City's legal debt limit was \$324,513,744. Additionally, authorized but unissued sales tax debt is \$3,010,000 at December 31, 2018.

K. Long-term Liabilities – Compensated Absences

All regular employees are granted paid time off and extended sick leave. Employees accrue paid time off and extended sick leave according to the following schedule:

	<u>Years of Service</u>	<u>Paid Time Off - Per 80 Hour Pay Period</u>	<u>Extended Sick Leave – Per 80 Hour Pay Period</u>
Regular employees	Up to 5 Years	6.77 hours	1.54 hours
Regular employees	After 5 Years	8.62 hours	1.54 hours
Police officers	Up to 5 Years	9.24 hours	1.54 hours
Police officers	After 5 Years	11.08 hours	1.54 hours
Maximum accrual paid out – Regular employees		328 hours	240 hours
Maximum accrual paid out – Police officers		464 hours	240 hours

Upon termination, an employee is paid 100% of the accrued paid time off up to the maximum accrual from the fund that paid the employee's salary. Accrued extended sick leave is paid at the ratio of one hour paid for three hours accrued and the accrual is limited to 720 hours, for a maximum payout of 240 hours. In accordance with GAAP, the City's approximate liability, for paid time off and extended sick leave earned by employees at December 31, 2018, has been reflected in the proprietary type fund financial statements and in the governmental activities column of the government-wide financial statements. Each governmental funds' liability for compensated absences, including liabilities reported in the internal service funds, is liquidated by the respective fund.

L. Other Post-Employment Benefits

Description of the Plans

1. Retirement Bonus

An employee that meets the rule of 80, attaining any combination of age and years of service totaling 80, and reaches age 55, and completes at least 15 years of continuous service is eligible for retirement. Eligible employees are entitled to a certain number of months of pay, depending on the year in which they become eligible. The retirement bonus liability for all eligible employees is recorded in the proprietary type fund financial statements and in the government-wide financial statements, as a component of the Other Post-Employment Benefits (OPEB) obligation under non-current liabilities. The program is being phased out and any active employee reaching the rule of 80 after 2016 is no longer eligible to receive such any bonus.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

L. Other Post-Employment Benefits (continued)

2. Regular Retiree Medical Coverage

The City acts in a single-employer capacity in providing medical benefits to employees eligible for retirement. The City provides to eligible retirees group sponsored medical coverage up to an annual calendar year benefit maximum of \$30,000 for a period of five years or until age 65, whichever comes first, provided the retiree is not employed with an employer that offers the option to elect medical coverage. The City has discontinued this plan offering and there are no current plan participants.

3. Grandfathered Retiree Medical Coverage

Certain employees who are eligible for retirement under the City's Grandfather Clause are eligible to receive group sponsored medical and dental coverage for life, provided the retiree is not employed with an employer that offers the option to elect medical coverage. Upon reaching age 65, Medicare automatically becomes the Grandfathered retiree's primary medical coverage and the City coverage becomes secondary. Currently there are no employees eligible under the City's Grandfather Clause and 17 retirees receiving coverage. The City is not obligated via trust or other agreement to provide funding; however, a liability has been included based upon the City's intention to continue paying grandfathered costs. As of January 1, 2018, this medical coverage has been eliminated. The liability is reported as a net other post-employment benefit ("OPEB") liability in the financial statements and is based upon the alternative measurement method allowed in GASB Statement 75. The liability is calculated based upon the following:

- *Benefit terms:* The health insurance coverage for retirees has the same terms as the coverage for active employees, with the exception that the health insurance coverage for retirees is secondary to Medicare.
- *Mortality:* Expectancies are based on mortality tables at the National Center for Health Statistics website (www.cdc.gov).
- *Healthcare cost trend rate:* The expected rates of increase in healthcare costs is based on historical projections of the City and provides for a 7.0% health care cost escalation rate.
- *Health insurance premiums:* Because the terms of the plan provide a portion of the cost of group sponsored medical and dental coverage for retired participants and premiums are assessed separately for the retiree group, the amount of past historical costs has been used as a basis for calculating the present value of projected benefit payments.
- *Discount rate:* The discount rate applied is 4.0 percent.
- *Other economic assumptions:* The expected long-term inflation assumption is 4.0 percent.

The City's Net OPEB obligation is recorded on the government-wide Statement of Net Position and at December 31, 2018 was \$3,467,287.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

M. Long-term Liabilities – Activity and Debt Service Schedules

Long-term liability activity for the year ended December 31, 2018, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds Payable:					
Revenue Refunding Bonds, Series 2009	2,990,000	-	(715,000)	2,275,000	730,000
Revenue Bonds, Series 2012	5,225,000	-	-	5,225,000	-
Revenue Refunding Bonds, Series 2012	3,800,000	-	(85,000)	3,715,000	755,000
Revenue Refunding Bonds, Series 2013	8,295,000	-	-	8,295,000	-
Revenue Bonds, Series 2014	3,065,000	-	(340,000)	2,725,000	300,000
Revenue Refunding Bonds, Series 2014	1,100,000	-	(80,000)	1,020,000	-
Revenue Refunding Bonds, Series 2015	1,446,975	-	(946,950)	500,025	500,025
Certificates of Participation:					
Taxable Certificates, Series 2007A	6,885,000	-	(190,000)	6,695,000	205,000
Certificates, Series 2017	17,570,000	-	(310,000)	17,260,000	315,000
Add Deferred Amounts:					
Issuance premiums	4,490,408	-	(473,422)	4,016,986	-
Total Bonds Payable	<u>54,867,383</u>	<u>-</u>	<u>(3,140,372)</u>	<u>51,727,011</u>	<u>2,805,025</u>
Capital Lease	186,915	-	(40,605)	146,310	42,606
Compensated absences	3,350,889	134,316	(67,100)	3,418,105	1,367,242
Net OPEB obligation	<u>2,068,611</u>	<u>-</u>	<u>1,147,284</u>	<u>3,215,895</u>	<u>1,286,358</u>
Total Governmental Activities					
Long-term Liabilities	<u>60,473,798</u>	<u>134,316</u>	<u>(2,100,793)</u>	<u>58,507,321</u>	<u>5,501,231</u>
Business-Type Activities					
Bonds Payable:					
General Obligation, Series 2008	4,225,000	-	(2,135,000)	2,090,000	175,000
Refunding Bonds, Series 2009	2,570,000	-	(610,000)	1,960,000	630,000
Sales Tax Revenue Bonds:					
Refunding Bonds, Series 2015	188,025	-	(123,050)	64,975	64,975
Add Deferred Amounts:					
Issuance premiums	14,363	-	26,596	40,959	-
Total Bonds Payable	<u>6,997,388</u>	<u>-</u>	<u>(2,841,454)</u>	<u>4,155,934</u>	<u>869,975</u>
Construction Loan Payable	7,500,000	-	(7,500,000)	-	-
Note Payable - CHFA	-	2,478,213	-	2,478,213	24,892
Note Payable - ACI	3,855,930	2,582,197	-	6,438,127	-
Compensated absences	636,487	-	124,233	760,720	287,772
Net OPEB obligation	<u>271,692</u>	<u>-</u>	<u>(20,300)</u>	<u>251,392</u>	<u>117,074</u>
Total Business-Type Activities					
Long-term Liabilities	<u>19,261,497</u>	<u>5,060,410</u>	<u>(10,237,521)</u>	<u>14,084,386</u>	<u>1,299,713</u>
Total Government-wide					
Long-term Liabilities	<u>\$ 79,735,295</u>	<u>\$ 5,194,726</u>	<u>\$ (12,338,314)</u>	<u>\$ 72,591,707</u>	<u>\$ 6,800,944</u>

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

M. Long-term Liabilities – Activity and Debt Service Schedules (continued)

For governmental activities, claims and judgments are generally liquidated by the General Fund. Compensated absences are liquidated by the fund that paid the salaries. Each governmental funds' liability for other post-employment benefits, including liabilities reported in the internal service funds, is liquidated by the respective fund. Debt service requirements at December 31, 2018, were as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Governmental Activities:			
2019	\$ 2,847,630	\$ 2,043,945	\$ 4,891,575
2020	3,064,707	1,965,416	5,030,123
2021	3,161,913	1,873,592	5,035,505
2022	3,257,085	1,746,490	5,003,575
2023	3,355,000	1,631,985	4,986,985
2024-2028	11,500,000	6,231,223	17,731,223
2029-2033	7,765,000	4,331,726	12,096,726
2034-2038	5,445,000	2,705,380	8,150,380
2039-2043	4,315,000	1,454,750	5,769,750
2044-2046	3,145,000	319,500	3,464,500
Total Governmental Activities	<u>\$ 47,856,335</u>	<u>\$ 24,304,007</u>	<u>\$ 72,160,342</u>
Business-Type Activities:			
2019	\$ 894,867	\$ 246,368	\$ 1,141,235
2020	861,010	227,333	1,088,343
2021	887,178	209,465	1,096,643
2022	223,398	190,859	414,257
2023	234,673	185,489	420,162
2024-2028	1,319,586	836,086	2,155,672
2029-2033	211,232	480,090	691,322
2034-2038	263,105	428,217	691,322
2039-2043	327,717	363,605	691,322
2044-2048	408,197	283,125	691,322
2049-2053	508,440	182,882	691,322
2054-2058	4,309,715	259,576	4,569,291
2059	2,582,197	-	2,582,197
	<u>13,031,315</u>	<u>\$ 1,895,600</u>	<u>\$ 6,316,312</u>

N. Burlingame Housing, Inc. – Multifamily Housing Project Revenue Refunding Bonds, Series 2015

On November 12, 2015, \$5,930,000 of Multifamily Housing Project Revenue Refunding Bonds, Series 2015 were issued by the City (cc.ord.039-15) on behalf of Burlingame Housing, Inc. ("Burlingame") to advance refund Burlingame's Multifamily Housing Project Revenue Refunding Bonds, Series 2005 (see Note IV (O)). The 2015 Bonds do not constitute debt or indebtedness of multiple fiscal year financial obligations of the City. The bonds maturing on or after November 1, 2016 are not subject to redemption prior to maturity. The reacquisition price exceeded the net carrying amount of the old debt by \$413,815. This amount is presented as a deferred outflow of resources and is amortized over the remaining life of the refunded debt. The advance refunding was undertaken to reduce total debt service payments by \$860,986 and resulted in an economic gain of \$727,567.

Principal and interest payment dates on the bonds are May 1 and November 1. Interest rates on this issue vary from 2.0% to 3.5%. In the event of default by Burlingame, the City is under no obligation for payments relating to this issue.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

IV. Detailed Notes on All Funds (continued)

O. Burlingame Housing, Inc. – Multifamily Housing Project Revenue Refunding Bonds, Series 2005

On May 11, 2005, \$8,930,000 of Multifamily Housing Project Revenue Refunding Bonds, Series 2005 were issued by the City on behalf of Burlingame Housing, Inc. (“Burlingame”) to advance refund Burlingame’s Multifamily Housing Project Revenue Bonds, Series 1999A. An Amended and Restated Mortgage and Indenture of Trust was entered into, as of May 1, 2005, by the City, Burlingame, and American National Bank, (the “Trustee”) to advance refund all of the outstanding Series 1999A bonds, originally issued for the development and operation of the Burlingame Housing Project. The 2005 Bonds do not constitute debt or indebtedness of multiple fiscal year financial obligations of the City. The bonds maturing on or after November 1, 2020 are subject to redemption prior to maturity, in whole or in part, at the option of Burlingame. Principal and interest payment dates on the bonds are May 1 and November 1. Interest rates on this issue vary from 2.75% to 3.75%. In the event of default by Burlingame, the City is under no obligation for payments relating to this issue.

P. Burlingame Housing, Inc. – Multifamily Housing Project Revenue Bonds, Series 1999B & 1999C

On December 21, 1999, Burlingame issued Multifamily Housing Project Revenue Bonds, Series 1999B and 1999C in the aggregate principal amount of \$3,345,000 to finance the acquisition and construction of the housing project. The bonds do not constitute debt or indebtedness of multiple fiscal year financial obligations of the City. Upon complete defeasance of the Series 2005 bonds, the 1999B and 1999C bonds can be redeemed at a price equal to the principal. The bonds are non-interest bearing. The City currently holds the 1999B Bonds which are shown as a long-term receivable on the City's financial statements.

Q. Burlingame Housing, Inc. – Long Term Liabilities Debt Schedule

Debt service requirements at September 30, 2018, were as follows:

Year Ending September 30,	Series 2015 Bonds		1999B Bonds	1999C Bonds	Total
	Principal	Interest	Principal	Principal	
2019	\$ 375,000	\$ 150,850	\$ -	\$ -	\$ 525,850
2020	380,000	143,300	-	-	523,300
2021	390,000	135,600	-	-	525,600
2022	400,000	127,700	-	-	527,700
2023	405,000	118,638	-	-	523,638
2024-2028	2,235,000	377,738	-	-	2,612,738
2029-2033	1,010,000	35,525	1,287,750	569,550	2,902,825
2034-2036	-	-	1,031,350	456,350	1,487,700
Total	\$ 5,195,000	\$ 1,089,351	\$ 2,319,100	\$ 1,025,900	\$ 9,629,351
Unamortized premium	181,118				
Deferred refunding costs	(271,398)				
	\$ 5,104,720				

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

V. Detailed Notes on All Funds

A. Deferred Compensation and Pension Plans

1. Employee Deferred Compensation Plans

The City has contracted for the administration of four deferred compensation plans created in accordance with Internal Revenue Code Section 457. The Plan assets are invested with the Equitable Life Assurance Company of the United States (PEDC), Great West Life, International City Management Association Retirement Corporation (ICMARC), and Nationwide Retirement Services. The PEDC, Great West Life, and Nationwide plans have been closed to new employees.

The City has also contracted for the administration of three pension plans in accordance with Internal Revenue Code 401(a) plan. The plan assets are invested with Nationwide Retirement Services and ICMARC, which administers a 401(a) plan for regular employees and a separate 401(a) plan for Police officers.

Contributions to these plans are accounted for in the respective fund where the employee's salary is recorded. The City has a mandatory contribution to the regular employee pension plan, irrespective of a regular employee's participation, equal to 5.5% of the regular employee's salary for the first five years of employment, 6.5% for the next five years and 7.5% per year thereafter. The City's contributions, including interest allocation, for each regular employee hired on or after January 1, 2009 are fully vested after five years of continuous service. Vesting occurs at the rate of 20% per year of service. Upon an employee's separation of employment, all unvested City contributions and interest allocations are forfeited and are required to be used to reduce future City contributions to the plan. The City's contributions for each regular employee hired prior to January 1, 2009 are fully vested upon the employee's start date. The total amount of forfeitures for 2018 was \$53,545. Regular employees can elect to contribute their own deductions to the deferred compensation plan with a combined limit of \$18,000 for 2018. The City also makes a mandatory contribution to a deferred compensation plan for police officers, which is equal to 2.2% of their salary. The assets of the plans are not available to general creditors of the City. The City Council has the authority to change the contributions. For the year ended December 31, 2018, employer plan contributions for both regular employees and police officers totaled \$1,671,494 and employee plan contributions totaled \$2,030,295.

2. Police Pension Plan

The City provides pension benefits for full-time police officers through a defined contribution plan contracted and administered through ICMARC. This plan falls under the definition of a Section 401(a) money purchase plan by the Internal Revenue Service. The police department joined the ICMARC plan on January 1, 1985. Police officers are required to join the plan. Under the plan, the City contributes 9.5% of the police officer's salary and the police officer must contribute a minimum of 9% of their annual earnings. After five years of employment, the City contributes 10.5% and after ten years of employment, the City contributes 11.5% of the police officer's salary. The combined contribution cannot exceed 20% of the officer's annual earnings. The City's contributions, including interest allocation, for each police officer are fully vested after five years of continuous service. Vesting occurs at the rate of 20% per year of service. Upon an officer's separation of employment, all unvested City contributions and interest allocations are forfeited and are required to be used to reduce future City contributions to the plan. The total amount of forfeitures for 2018 was \$0. The assets of the plan are not available to general creditors of the City. The City Council has the authority to establish contribution requirements and other provisions.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

V. Detailed Notes on All Funds (continued)

A. Deferred Compensation and Pension Plans (continued)

2. Police Pension Plan (continued)

The deferred compensation and pension plans are not available to employees until termination, retirement, death, or unforeseeable emergency. As of December 31, 2018, there were no unfunded deferred compensation or pension funds due to any deferred compensation or pension plans. The City's fiduciary responsibility is limited to acting as an agent for the transfer of assets to ICMARC, Nationwide Retirement Services, PEDC, and Great West Life. The ICMARC, Nationwide Retirement Services, PEDC, and Great West Life are responsible for the investment of the funds as directed by the Plan participants.

For the year ended December 31, 2018, the total covered payroll for both the City employee deferred compensation plan and the police pension plan was \$22,622,219. The City's total payroll was \$25,750,261.

3. Section 125 Plan

The City offers its employees a compensation plan organized under Internal Revenue Code Section 125. This plan includes benefits for dependent care and health expense reimbursement. Because the plan is a salary reduction plan, no cost to the City is recognized.

4. FPPA Death and Disability Plan

Plan Description – Police employees of the City contribute to the Statewide Death and Disability Plan ("SWDD"). The SWDD is a cost-sharing multiple-employer defined benefit death and disability plan administered by FPPA. Contributions to the SWDD are used solely for the payment of death and disability benefits. The SWDD was established in 1980 pursuant to Colorado Revised Statutes.

SWDD benefits provide 24-hour coverage for both on- and off-duty members not eligible for normal retirement under a defined benefit plan, or under a money purchase plan.

In the case of an on-duty death, benefits may be payable to the surviving spouse or dependent children of active members who were eligible to retire, but were still working. Death and disability benefits are free from state and federal taxes in the event that a member's disability is determined to be the result of an on-duty injury or an occupational disease.

Funding Policy – Prior to 1997, the SWDD was primarily funded by the State of Colorado (the "State"), whose contributions were established by Colorado statute. In 1997, the State made a one-time contribution of \$39,000,000 to fund past and future service costs for all firefighters and police officers hired prior to January 1, 1997. No further State contributions are anticipated.

The SWDD is funded by member or on-behalf of member contributions. Members hired on or after January 1, 1997, began contributing 2.4 percent of base salary to the SWDD. Contributions may be increased 0.1 percent biennially by the FPPA Board. As of January 1, 2017, the contribution rate is 2.7 percent of base salary. This percentage can vary depending on actuarial experience. All contributions are made by members or on behalf of members. The 2.7 percent contribution may be paid entirely by the City or member, or it may be split between the City and the member as determined at the local level. The City paid \$48,015 on-behalf of members to the SWDD at December 31, 2018.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

V. Detailed Notes on All Funds (continued)

B. Risk Management

The City 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. The City carries commercial coverage for these risks and claims and does not expect claims to exceed their coverage.

1. Colorado Intergovernmental Risk Sharing Agency (CIRSA)

The Colorado Intergovernmental Risk Sharing Agency (CIRSA) was formed by an intergovernmental agreement by member public entities pursuant to state statutes.

The purpose of CIRSA is to provide members defined liability and property coverages and to assist members in the prevention and reduction of losses and injuries to municipal property and employees, or to other persons or property, which might result in claims being made against members of CIRSA, their employees or officers.

It is the intent of the members of CIRSA to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of CIRSA against stated liability or loss, to the limit of the financial resources of CIRSA. It is also the intent of the members to have CIRSA provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of CIRSA shall be at all times dedicated to the exclusive benefit of its members. The bylaws shall constitute the substance of the intergovernmental contract among the members.

CIRSA is governed by a Board of Directors, who are elected by the membership for two-year terms. All actions of the membership require a 2/3 majority vote of all the members present at a meeting. The scope, terms, conditions, and limitations of the coverages are governed by the applicable coverage policies and/or excess coverage policies, the CIRSA bylaws, and other applicable documents; the types and monetary limits of the coverages are generally described below.

The types of coverages include property, general liability, auto liability, law enforcement liability, public officials' errors and omissions liability, excess liability, crime coverage, and supplemental defense coverage. The 2018 CIRSA self-insured retentions are \$500,000 per claim for property, \$500,000 per claim for liability, and \$150,000 per claim for crime. There were no settled claims that exceeded insurance coverage in the year ended December 31, 2018.

CIRSA carries excess insurance with limits of \$500,500,000 per claim for property, \$10,000,000 per claim for liability (except auto liability which is \$5,000,000 per claim), and \$5,000,000 per claim for crime. The City's deductible for all coverages is \$10,000 per claim except auto liability which is \$5,000 per claim.

City Council approves the City's continued membership in CIRSA via their annual review of the City's budget for the various departments and funds.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2018
(continued)

V. Detailed Notes on All Funds (continued)

B. Risk Management (continued)

2. Commitments and Contingencies

Pending Litigation. The City is a party to various lawsuits which may result in future costs to the City. The office of the City Attorney reports numerous possible contingent liabilities, none of which in their opinion will result in a material loss to the City.

Construction Commitments. December 31, 2018, the City had various incomplete capital projects with remaining estimated costs of \$1,311,141.

C. Subsequent Event

On February 28, 2019, the City entered into a loan agreement in the amount of \$2,150,000. Proceeds were used to refund the General Obligation Electric Utility Bonds, Series 2008. The loan shall bear interest at a fixed rate equal to 2.90% per annum. Interest payments on the loan shall be due and payable semi-annually commencing June 1, 2019 and principal payments shall be due and payable annually, commencing December 1, 2019.

D. Special Item

During 2018, the Electric Fund abandoned a capital project that was in construction in progress for several years. This resulted in a loss on disposal of asset of \$5,154,597 and is presented as a business-type special item in the statement of activities.

GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Nonmajor Special Revenue Funds

The *Tourism/Regional Transportation Fund* accounts for a 2-cent lodging tax imposed to support tourism, marketing, and in-town transportation.

The *Aspen Public Education Special Revenue Fund* accounts for the collection and disbursement of a .3% sales tax for the benefit of the Aspen Education Foundation.

The *Renewable Energy Mitigation Program Fund* accounts for the collection and disbursement of a building permit fee assessed on certain high energy use installments.

The *Kids First/Daycare Fund* is funded from 55% of the City's 0.45% sales tax and accounts for the City's Kids First Child Care Department, which provides subsidized day care services for over 400 local children.

The *Stormwater Fund* accounts for revenues and expenditures related to a water quality improvement initiative.

CAPITAL PROJECT FUND

Major Capital Projects Fund

The *Asset Management Fund* accounts for capital improvements made to the City's physical assets.

DEBT SERVICE FUND

The *Debt Service Fund* accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

**City of Aspen, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2018**

	Special Revenue					Debt Service Fund	Total Nonmajor Governmental Funds
	Tourism/ Regional Transportation Fund	Aspen Public Education Fund	REMP Fund	Kids First/ Daycare Fund	Stormwater Fund		
Assets:							
Cash and investments	\$ 163,086	\$ 89,993	\$ 5,201,666	\$ 5,380,705	\$ 2,065,766	\$ 296,767	\$ 13,197,983
Property tax receivable	-	-	-	-	1,057,264	-	1,057,264
Notes and accounts receivable, net of allowance for uncollectibles	440,707	324,930	-	265,217	4,531	-	1,035,385
Prepaid items	-	-	-	-	4,580	-	4,580
Total Assets	603,793	414,923	5,201,666	5,645,922	3,132,141	296,767	15,295,212
Liabilities, Deferred Inflows of Resources, and Fund Balance:							
Liabilities:							
Accounts payable	528,252	451,056	-	23,048	138,255	-	1,140,611
Accrued liabilities	-	-	-	12,409	38,593	-	51,002
Deposits	-	-	-	4,449	-	-	4,449
Total Liabilities	528,252	451,056	-	39,906	176,848	-	1,196,062
Deferred Inflows of Resources:							
Property taxes assessed but not collectible until 2018	-	-	-	-	1,057,264	-	1,057,264
Total Deferred Inflows of Resources	-	-	-	-	1,057,264	-	1,057,264
Fund Balance:							
Nonspendable	-	-	-	-	4,580	-	4,580
Committed	75,541	-	5,201,666	5,606,016	1,893,449	-	12,776,672
Assigned	-	-	-	-	-	296,767	296,767
Unassigned	-	(36,133)	-	-	-	-	(36,133)
Total Fund Balance	75,541	(36,133)	5,201,666	5,606,016	1,898,029	296,767	13,041,886
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 603,793	\$ 414,923	\$ 5,201,666	\$ 5,645,922	\$ 3,132,141	\$ 296,767	\$ 15,295,212

City of Aspen, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2018

	<u>Special Revenue</u>						Total Nonmajor Governmental Funds
	Tourism/ Regional Transportation Fund	Aspen Public Education Fund	REMP Fund	Kids First/ Daycare Fund	Stormwater Fund	Debt Service Fund	
Revenues:							
Taxes	\$ 2,767,454	\$ 2,274,410	\$ -	\$ 1,873,449	\$ 1,059,797	\$ -	\$ 7,975,110
Licenses and permits	-	-	1,114,807	-	297,934	-	1,412,741
Intergovernmental	-	-	-	27,010	-	-	27,010
Rents and royalties	-	-	-	135,987	-	594,863	730,850
Donations and contributions	-	-	-	7,731	-	-	7,731
Refund of expenditures	-	-	-	54,394	373	-	54,767
Investment earnings	4,926	-	89,241	92,841	45,526	-	232,534
Miscellaneous	-	-	-	2,614	-	-	2,614
Total Revenues	<u>2,772,380</u>	<u>2,274,410</u>	<u>1,204,048</u>	<u>2,194,026</u>	<u>1,403,630</u>	<u>594,863</u>	<u>10,443,357</u>
Expenditures:							
General government	2,790,510	-	-	-	-	6,121	2,796,631
Public works	-	-	-	-	904,116	-	904,116
Public health and welfare	-	2,315,310	1,185,000	1,879,175	-	-	5,379,485
Debt service:							
Interest	-	-	-	-	-	2,119,908	2,119,908
Principal retirement	-	-	-	-	-	2,666,950	2,666,950
Capital outlay	-	-	-	119,851	884,882	-	1,004,733
Total Expenditures	<u>2,790,510</u>	<u>2,315,310</u>	<u>1,185,000</u>	<u>1,999,026</u>	<u>1,788,998</u>	<u>4,792,979</u>	<u>14,871,823</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(18,130)</u>	<u>(40,900)</u>	<u>19,048</u>	<u>195,000</u>	<u>(385,368)</u>	<u>(4,198,116)</u>	<u>(4,428,466)</u>
Other Financing Sources (Uses):							
Transfers in	-	-	-	-	60,000	4,197,550	4,257,550
Transfers out	-	-	-	(44,606)	(104,380)	-	(148,986)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(44,606)</u>	<u>(44,380)</u>	<u>4,197,550</u>	<u>4,108,564</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>(18,130)</u>	<u>(40,900)</u>	<u>19,048</u>	<u>150,394</u>	<u>(429,748)</u>	<u>(566)</u>	<u>(319,902)</u>
Fund Balances - Beginning	<u>93,671</u>	<u>4,767</u>	<u>5,182,618</u>	<u>5,455,622</u>	<u>2,327,777</u>	<u>297,333</u>	<u>13,361,788</u>
Fund Balances - Ending	<u>\$ 75,541</u>	<u>\$ (36,133)</u>	<u>\$ 5,201,666</u>	<u>\$ 5,606,016</u>	<u>\$ 1,898,029</u>	<u>\$ 296,767</u>	<u>\$ 13,041,886</u>

City of Aspen, Colorado
Tourism/Regional Transportation Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			<u>Final Budget</u>	<u>2017</u>
	<u>Original</u> <u>Budget</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>	<u>Actual</u>
Revenues:					
Lodging tax	\$ -	\$ 2,837,300	\$ 2,767,454	\$ (69,846)	\$ 2,740,359
Investment earnings	-	1,890	4,926	3,036	2,520
Total Revenues	<u>-</u>	<u>2,839,190</u>	<u>2,772,380</u>	<u>(66,810)</u>	<u>2,742,879</u>
Expenditures:					
General government	2,802,240	2,837,300	2,790,510	46,790	2,867,504
Total Expenditures	<u>2,802,240</u>	<u>2,837,300</u>	<u>2,790,510</u>	<u>46,790</u>	<u>2,867,504</u>
Excess (Deficiency) of Revenues					
Over Expenditures	<u>(2,802,240)</u>	<u>1,890</u>	<u>(18,130)</u>	<u>(20,020)</u>	<u>(124,625)</u>
Other Financing Sources (Uses):					
Transfers out	(35,060)	-	-	-	-
Total Other Financing Sources (Uses)	<u>(35,060)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other					
Financing Sources Over Expenditures					
and Other Financing (Uses)	<u>\$ (2,837,300)</u>	<u>\$ 1,890</u>	<u>(18,130)</u>	<u>\$ (20,020)</u>	<u>(124,625)</u>
Fund Balances - Beginning			93,671		218,296
Fund Balances - Ending			<u>\$ 75,541</u>		<u>\$ 93,671</u>

City of Aspen, Colorado
Aspen Public Education Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			Final Budget Variance Positive (Negative)	<u>2017</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Sales and use tax	\$ 2,700,000	\$ 2,700,000	\$ 2,274,410	\$ (425,590)	\$ 2,177,656
Investment earnings	80	80	-	(80)	-
Total Revenues	<u>2,700,080</u>	<u>2,700,080</u>	<u>2,274,410</u>	<u>(425,670)</u>	<u>2,177,656</u>
Expenditures:					
Public health and welfare	<u>2,700,000</u>	<u>2,700,000</u>	<u>2,315,310</u>	<u>384,690</u>	<u>2,177,002</u>
Total Expenditures	<u>2,700,000</u>	<u>2,700,000</u>	<u>2,315,310</u>	<u>384,690</u>	<u>2,177,002</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 80</u>	<u>\$ 80</u>	(40,900)	<u>\$ (40,980)</u>	654
Fund Balances - Beginning			<u>4,767</u>		<u>4,113</u>
Fund Balances - Ending			<u>\$ (36,133)</u>		<u>\$ 4,767</u>

City of Aspen, Colorado
Renewable Energy Mitigation Program Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			Final Budget Variance Positive (Negative)	2017
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Licenses and permits	\$ 800,000	\$ 800,000	\$ 1,114,807	\$ 314,807	\$ 2,115,389
Investment earnings	83,950	83,950	89,241	5,291	32,021
Total Revenues	<u>883,950</u>	<u>883,950</u>	<u>1,204,048</u>	<u>320,098</u>	<u>2,147,410</u>
Expenditures:					
Public health and welfare	1,185,000	1,185,000	1,185,000	-	1,001,750
Total Expenditures	<u>1,185,000</u>	<u>1,185,000</u>	<u>1,185,000</u>	<u>-</u>	<u>1,001,750</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (301,050)</u>	<u>\$ (301,050)</u>	19,048	<u>\$ 320,098</u>	1,145,660
Fund Balances - Beginning			<u>5,182,618</u>		<u>4,036,958</u>
Fund Balances - Ending			<u>\$ 5,201,666</u>		<u>\$ 5,182,618</u>

City of Aspen, Colorado
Kids First/Daycare Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			Final Budget Variance Positive (Negative)	2017
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Sales and use tax	\$ 1,843,400	\$ 1,843,400	\$ 1,873,449	\$ 30,049	\$ 1,796,109
Intergovernmental	10,000	10,000	27,010	17,010	31,991
Rents and royalties	124,600	124,600	135,987	11,387	146,873
Donations and contributions	12,000	12,000	7,731	(4,269)	1,000
Refund of expenditures	63,780	63,780	54,394	(9,386)	56,174
Investment earnings	99,510	99,510	92,841	(6,669)	41,555
Miscellaneous	2,400	2,400	2,614	214	10,445
Total Revenues	<u>2,155,690</u>	<u>2,155,690</u>	<u>2,194,026</u>	<u>38,336</u>	<u>2,084,147</u>
Expenditures:					
Public health and welfare	2,002,900	2,103,558	1,879,175	224,383	1,907,115
Capital outlay	21,200	403,609	119,851	283,758	4,321
Total Expenditures	<u>2,024,100</u>	<u>2,507,167</u>	<u>1,999,026</u>	<u>508,141</u>	<u>1,911,436</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>131,590</u>	<u>(351,477)</u>	<u>195,000</u>	<u>546,477</u>	<u>172,711</u>
Other Financing Sources (Uses):					
Transfers out	(39,310)	(46,480)	(44,606)	1,874	(29,880)
Total Other Financing Sources (Uses)	<u>(39,310)</u>	<u>(46,480)</u>	<u>(44,606)</u>	<u>1,874</u>	<u>(29,880)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ 92,280</u>	<u>\$ (397,957)</u>	<u>150,394</u>	<u>548,351</u>	<u>142,831</u>
Fund Balances - Beginning			<u>5,455,622</u>		<u>5,312,791</u>
Fund Balances - Ending			<u>\$ 5,606,016</u>		<u>\$ 5,455,622</u>

City of Aspen, Colorado
Stormwater Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			Final Budget Variance Positive (Negative)	<u>2017</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Property taxes	\$ 1,055,750	\$ 1,055,750	\$ 1,059,797	\$ 4,047	\$ 866,302
Licenses and permits	282,300	282,300	297,934	15,634	266,419
Refund of expenditures	-	-	373	373	80,428
Investment earnings	27,710	27,710	45,526	17,816	21,201
Total Revenues	<u>1,365,760</u>	<u>1,365,760</u>	<u>1,403,630</u>	<u>37,870</u>	<u>1,234,350</u>
Expenditures:					
Public works	1,118,060	1,121,380	904,116	217,264	897,227
Capital Outlay	230,060	1,649,518	884,882	764,636	438,776
Total Expenditures	<u>1,348,120</u>	<u>2,770,898</u>	<u>1,788,998</u>	<u>981,900</u>	<u>1,336,003</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>17,640</u>	<u>(1,405,138)</u>	<u>(385,368)</u>	<u>1,019,770</u>	<u>(101,653)</u>
Other Financing Sources (Uses):					
Transfers in	-	60,000	60,000	-	-
Transfers out	(78,400)	(156,980)	(104,380)	52,600	(180,183)
Total Other Financing Sources (Uses)	<u>(78,400)</u>	<u>(96,980)</u>	<u>(44,380)</u>	<u>52,600</u>	<u>(180,183)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ (60,760)</u>	<u>\$ (1,502,118)</u>	<u>(429,748)</u>	<u>1,072,370</u>	<u>(281,836)</u>
Fund Balances - Beginning			<u>2,327,777</u>		<u>2,609,613</u>
Fund Balances - Ending			<u>\$ 1,898,029</u>		<u>\$ 2,327,777</u>

City of Aspen, Colorado
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			Final Budget Variance Positive (Negative)	<u>2017</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Rents and royalties	\$ 595,270	\$ 595,270	\$ 594,863	\$ (407)	\$ 594,864
Investment earnings	4,040	4,040	-	(4,040)	-
Total Revenues	<u>599,310</u>	<u>599,310</u>	<u>594,863</u>	<u>(4,447)</u>	<u>594,864</u>
Expenditures:					
General government	5,850	5,850	6,121	(271)	3,600
Debt service:					
Interest	2,820,220	2,820,220	2,119,908	700,312	1,836,860
Principal retirement	2,978,850	2,978,850	2,666,950	311,900	2,299,250
Total Expenditures	<u>5,804,920</u>	<u>5,804,920</u>	<u>4,792,979</u>	<u>1,011,941</u>	<u>4,139,710</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(5,205,610)</u>	<u>(5,205,610)</u>	<u>(4,198,116)</u>	<u>1,007,494</u>	<u>(3,544,846)</u>
Other Financing Sources (Uses):					
Transfers in	5,209,150	5,209,150	4,197,550	(1,011,600)	3,721,925
Transfers out	-	-	-	-	(79,636)
Total Other Financing Sources (Uses)	<u>5,209,150</u>	<u>5,209,150</u>	<u>4,197,550</u>	<u>(1,011,600)</u>	<u>3,642,289</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ 3,540</u>	<u>\$ 3,540</u>	(566)	<u>(4,106)</u>	97,443
Fund Balances - Beginning			<u>297,333</u>		<u>199,890</u>
Fund Balances - Ending			<u>\$ 296,767</u>		<u>\$ 297,333</u>

City of Aspen, Colorado
Asset Management Plan Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			Final Budget Variance Positive (Negative)	<u>2017</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Taxes:					
General property tax	\$ 5,353,400	\$ 5,353,400	\$ 5,373,920	\$ 20,520	\$ 5,149,120
Licenses and permits	-	-	-	-	687,762
Intergovernmental:					
State	-	244,160	261,817	17,657	16,000
Refund of expenditures	61,500	61,500	118,095	56,595	155,483
Investment earnings	290,570	290,570	487,628	197,058	330,727
Miscellaneous:					
Contributions	-	-	149,400	149,400	82,000
Other	-	-	170,385	170,385	10,204
Total Revenues	<u>5,705,470</u>	<u>5,949,630</u>	<u>6,561,245</u>	<u>611,615</u>	<u>6,431,296</u>
Expenditures:					
Current:					
General government	102,000	102,000	107,232	(5,232)	118,952
Public safety	-	-	-	-	15,334
Debt service:					
Cost of issuance	-	-	-	-	203,124
Capital outlay	23,678,230	41,503,820	15,082,304	26,421,516	18,500,999
Total Expenditures	<u>23,780,230</u>	<u>41,605,820</u>	<u>15,189,536</u>	<u>26,416,284</u>	<u>18,838,409</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(18,074,760)</u>	<u>(35,656,190)</u>	<u>(8,628,291)</u>	<u>27,027,899</u>	<u>(12,407,113)</u>
Other Financing Sources (Uses):					
Bond issuance proceeds	17,500,000	17,500,000	-	(17,500,000)	17,570,000
Premium (discount) on issuance	-	-	-	-	2,738,310
Transfers in	6,690,670	8,641,433	3,907,978	(4,733,455)	3,323,551
Transfers out	(87,600)	(160,100)	(160,100)	-	-
Total Other Financing Sources	<u>24,103,070</u>	<u>25,981,333</u>	<u>3,747,878</u>	<u>(22,233,455)</u>	<u>23,631,861</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ 6,028,310</u>	<u>\$ (9,674,857)</u>	(4,880,413)	<u>\$ 4,794,444</u>	11,224,748
Fund Balances - Beginning			<u>31,139,954</u>		<u>19,915,206</u>
Fund Balances - Ending			<u>\$ 26,259,541</u>		<u>\$ 31,139,954</u>

PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the City is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges.

Major Enterprise Funds:

The *Water Fund* accounts for the activities of the water utility owned by the City for the delivery of water service to the residents of Aspen. The major sources of revenue are from water user fees, which are used for operations, and from tap fees, which are used for capital improvements and are charged to new or expanded water services in the City.

The *Electric Fund* accounts for activities of the electric utility and hydroelectric plants operated by the City for the delivery of electric service to a portion of the citizens of Aspen. The major source of revenue is electric service revenue, while purchased power is the major expense.

The *Truscott Place Housing Fund* accounts for the operations of Truscott Place affordable rental housing. The complex provides housing for employees of Pitkin County businesses.

The *Parking Fund* is used to account for all costs of in town and on street parking control and services and the operation and maintenance of the Rio Grande Parking Plaza.

The *ACI Affordable 1 LLLP Fund* accounts for the operations of Aspen Country Inn affordable rental housing. The complex provides housing for employees of Pitkin County businesses and retired Pitkin County residents.

Nonmajor Enterprise Funds:

The *Golf Course Fund* accounts for activities of the eighteen-hole golf course owned and operated by the City. The golf course is self-sufficient and funded solely from user fees.

The *Marolt Ranch Housing Fund* is used to account for another apartment complex owned by the City. This apartment complex is rented to seasonal workers during the winter and to Aspen Music School students during summer months.

The Si Johnson Ditch Company, Inc. was originated to operate the Si Johnson Ditch Company operation of the Si Johnson ditch.

City of Aspen, Colorado
Combining Statement of Net Position
Nonmajor Proprietary Funds
December 31, 2018

	<u>Golf Course Fund</u>	<u>Marolt Housing Fund</u>	<u>Si Johnson Ditch Company, Inc.</u>	<u>Total</u>
Assets:				
Current Assets:				
Cash and investments	\$ 1,070,027	\$ 1,515,812	\$ 373,381	\$ 2,959,220
Accounts receivable, net of allowance for uncollectibles	7,604	2,563	39,708	49,875
Inventories	40,529	-	-	40,529
Total Current Assets	<u>1,118,160</u>	<u>1,518,375</u>	<u>413,089</u>	<u>3,049,624</u>
Noncurrent Assets:				
Capital Assets:				
Land and land rights	905,631	250,000	-	1,155,631
Construction in progress	101,231	-	-	101,231
Buildings	4,578,311	6,617,974	-	11,196,285
Infrastructure and improvements other than buildings	748,676	259,469	14,042	1,022,187
Machinery and equipment	1,441,186	544,133	-	1,985,319
Less: accumulated depreciation	(3,695,373)	(4,955,742)	-	(8,651,115)
Net Property, Plant, and Equipment	4,079,662	2,715,834	14,042	6,809,538
Total Noncurrent Assets	<u>4,079,662</u>	<u>2,715,834</u>	<u>14,042</u>	<u>6,809,538</u>
Total Assets	<u>5,197,822</u>	<u>4,234,209</u>	<u>427,131</u>	<u>9,859,162</u>
Deferred Outflows of Resources:				
Deferred loss on refunding	4,027	-	-	4,027
Total Deferred Outflows of Resources	<u>4,027</u>	<u>-</u>	<u>-</u>	<u>4,027</u>
Liabilities:				
Current liabilities:				
Accounts payable	30,812	32,107	9,244	72,163
Accrued liabilities	8,768	2,006	450	11,224
Accrued interest	325	-	-	325
Customer deposits	-	248,616	-	248,616
Unearned revenue	41,433	59,758	-	101,191
Advances from other funds	100,375	-	-	100,375
Compensated absences - current	42,705	3,628	-	46,333
OPEB obligation - current	32,510	-	-	32,510
Revenue bonds - current	64,975	-	-	64,975
Total Current Liabilities	<u>321,903</u>	<u>346,115</u>	<u>9,694</u>	<u>677,712</u>
Noncurrent Liabilities:				
Compensated absences	64,057	5,442	-	69,499
OPEB obligation	48,765	-	-	48,765
Revenue bonds (net of unamortized premium)	904	-	-	904
Total Noncurrent Liabilities	<u>113,726</u>	<u>5,442</u>	<u>-</u>	<u>119,168</u>
Total Liabilities	<u>435,629</u>	<u>351,557</u>	<u>9,694</u>	<u>796,880</u>
Net Position:				
Net investment in capital assets	4,013,783	2,715,834	14,042	6,743,659
Unrestricted	752,437	1,166,818	403,395	2,322,650
Total Net Position	<u>\$ 4,766,220</u>	<u>\$ 3,882,652</u>	<u>\$ 417,437</u>	<u>\$ 9,066,309</u>

City of Aspen, Colorado
Combining Statement of Revenues, Expenses, and Changes in Net Position
Nonmajor Proprietary Funds
For the Year Ended December 31, 2018

	<u>Golf Course Fund</u>	<u>Marolt Housing Fund</u>	<u>Si Johnson Ditch Company, Inc.</u>	<u>Total</u>
Operating Revenues:				
Charges for service				
Utility sales	\$ -	\$ 42,424	\$ -	\$ 42,424
Fines	-	1,800	-	1,800
Golf sales	1,780,564	-	-	1,780,564
Ditch assessment	-	-	71,325	71,325
Total charges for services	<u>1,780,564</u>	<u>44,224</u>	<u>71,325</u>	<u>1,896,113</u>
Miscellaneous:				
Rents and royalties	77,582	1,265,483	-	1,343,065
Other revenues	19,281	40,784	-	60,065
Total miscellaneous	<u>96,863</u>	<u>1,306,267</u>	<u>-</u>	<u>1,403,130</u>
Total Operating Revenues	<u>1,877,427</u>	<u>1,350,491</u>	<u>71,325</u>	<u>3,299,243</u>
Operating Expenses:				
Personnel services	934,918	86,752	-	1,021,670
General operations	540,189	441,291	45,868	1,027,348
Materials and supplies	249,828	18,384	125	268,337
Depreciation	266,069	233,071	-	499,140
Total Operating Expenses	<u>1,991,004</u>	<u>779,498</u>	<u>45,993</u>	<u>2,816,495</u>
Operating Income (Loss)	<u>(113,577)</u>	<u>570,993</u>	<u>25,332</u>	<u>482,748</u>
Non-Operating Revenues (Expenses):				
Investment earnings	21,305	22,884	-	44,189
Gain (loss) on disposition of assets	(11,045)	-	-	(11,045)
Interest expense	(5,501)	-	-	(5,501)
Total Non-Operating Revenues (Expenses)	<u>4,759</u>	<u>22,884</u>	<u>-</u>	<u>27,643</u>
Income (Loss) Before Contributions and Transfers	<u>(108,818)</u>	<u>593,877</u>	<u>25,332</u>	<u>510,391</u>
Transfers in	506,304	-	-	506,304
Transfers out	(32,012)	(105,400)	-	(137,412)
Change in Net Position	365,474	488,477	25,332	879,283
Net Position - Beginning	<u>4,400,746</u>	<u>3,394,175</u>	<u>392,105</u>	<u>8,187,026</u>
Net Position - Ending	<u>\$ 4,766,220</u>	<u>\$ 3,882,652</u>	<u>\$ 417,437</u>	<u>\$ 9,066,309</u>

City of Aspen, Colorado
Combining Statement of Cash Flows
Nonmajor Proprietary Funds
For the Year Ended December 31, 2018

	<u>Golf Course Fund</u>	<u>Marolt Housing Fund</u>	<u>Si Johnson Ditch Company, Inc.</u>	<u>Total</u>
Cash Flows from Operating Activities:				
Cash received from customers and others	\$ 1,886,840	\$ 1,449,683	\$ 51,689	\$ 3,388,212
Cash payments to vendors for goods and services	(823,158)	(453,339)	(38,158)	(1,314,655)
Cash payments to employees for services	(925,020)	(83,791)	-	(1,008,811)
Net Cash Provided by Operating Activities:	<u>138,662</u>	<u>912,553</u>	<u>13,531</u>	<u>1,064,746</u>
Cash Flows from Non-Capital Financing Activities:				
Transfers from other funds	506,304	-	-	506,304
Transfers (to other funds)	(40,748)	(105,400)	-	(146,148)
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	<u>465,556</u>	<u>(105,400)</u>	<u>-</u>	<u>360,156</u>
Cash Flows from Capital and Related Financing Activities:				
Sale of assets	-	6,943	-	6,943
Acquisition of capital assets	(271,230)	(105,535)	-	(376,765)
Principal payments	(123,050)	-	-	(123,050)
Interest paid on debt	(4,500)	-	-	(4,500)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(398,780)</u>	<u>(98,592)</u>	<u>-</u>	<u>(497,372)</u>
Cash Flows from Investing Activities:				
Interest received - Unrestricted	21,303	22,886	-	44,189
Net Cash Provided by Investing Activities	<u>21,303</u>	<u>22,886</u>	<u>-</u>	<u>44,189</u>
Net Increase (Decrease) in Cash	226,741	731,447	13,531	971,719
Cash - Beginning of Year	843,286	784,365	359,850	1,987,501
Cash - End of Year	<u>1,070,027</u>	<u>1,515,812</u>	<u>373,381</u>	<u>2,959,220</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	(113,577)	570,993	25,332	482,748
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	266,069	233,071	-	499,140
Changes in Assets and Liabilities:				
(Increase) decrease in accounts receivable	1,756	31,919	(19,636)	14,039
(Increase) decrease in inventories	(21,375)	-	-	(21,375)
Increase (decrease) in accounts payable	(11,766)	6,336	8,485	3,055
Increase (decrease) in accrued liabilities	17,555	53,535	(650)	70,440
Increase (decrease) in customer deposits	-	16,699	-	16,699
Net Cash Provided by Operating Activities:	<u>\$ 138,662</u>	<u>\$ 912,553</u>	<u>\$ 13,531</u>	<u>\$ 1,064,746</u>
Schedule of Non-Cash Activities:				
Amortization of bond premium	\$ 2,616	\$ -	\$ -	\$ 2,616
Amortization of deferred charge on refunding	4,027	-	-	4,027
Total Non-Cash Activities	<u>\$ 6,643</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,643</u>

City of Aspen, Colorado
Water Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			2017	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
Water sales	\$ 7,006,200	\$ 7,006,200	\$ 7,771,646	\$ 765,446	\$ 6,344,885
Development review fees	500,000	500,000	777,983	277,983	486,737
Miscellaneous:					
Other revenues	43,500	43,500	136,729	93,229	287,634
Other resources:					
Intergovernmental	-	48,920	45,855	(3,065)	20,039
Investment earnings	75,160	75,160	114,750	39,590	42,745
Sale of assets	-	-	-	-	860
Total Revenues	<u>7,624,860</u>	<u>7,673,780</u>	<u>8,846,963</u>	<u>1,173,183</u>	<u>7,182,900</u>
Expenses:					
Operating:					
Personnel services	2,644,965	2,705,825	2,668,785	37,040	2,517,447
General operations	2,389,085	2,564,895	2,290,858	274,037	2,318,014
Materials and supplies	324,030	345,306	390,086	(44,780)	289,269
Capital expenses:					
Property, plant, and equipment	4,895,000	6,457,982	3,790,885	2,667,097	1,787,101
Total Expenses	<u>10,253,080</u>	<u>12,074,008</u>	<u>9,140,614</u>	<u>2,933,394</u>	<u>6,911,831</u>
Income (Loss) Before Contributions and Transfers	<u>(2,628,220)</u>	<u>(4,400,228)</u>	<u>(293,651)</u>	<u>4,106,577</u>	<u>271,069</u>
Capital contributions (tap fees)	709,000	709,000	1,114,020	405,020	1,585,715
Transfers in	2,690,000	2,690,000	2,690,000	-	25,000
Transfers out	<u>(1,526,370)</u>	<u>(1,653,910)</u>	<u>(1,653,910)</u>	<u>-</u>	<u>(1,056,400)</u>
Change in Net Position - Budget Basis	<u>\$ (755,590)</u>	<u>\$ (2,655,138)</u>	1,856,459	<u>\$ 4,511,597</u>	825,384
Reconciliation to GAAP Basis:					
Change in compensated absences			24,000		30,142
Change in benefit liability			(7,968)		9,359
Capitalized expenses			3,790,885		1,787,101
Depreciation			<u>(1,177,702)</u>		<u>(1,127,708)</u>
Change in Net Position - GAAP Basis			4,485,674		1,524,278
Net Position - Beginning			<u>21,650,189</u>		<u>20,125,911</u>
Net Position - Ending			<u>\$ 26,135,863</u>		<u>\$ 21,650,189</u>

City of Aspen, Colorado
Electric Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			<u>Final Budget</u>	<u>2017</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
	<u>Budget</u>	<u>Budget</u>	<u>Actual</u>	<u>Positive</u>	<u>Actual</u>
				<u>(Negative)</u>	
Revenues:					
Charges for services:					
Electricity sales	\$ 9,215,100	\$ 9,115,100	\$ 8,911,979	\$ (203,121)	\$ 8,176,759
Miscellaneous:					
Other revenues	4,000	4,000	63,307	59,307	9,501
Other resources:					
Investment earnings	82,530	82,530	86,667	4,137	42,072
Total Revenues	<u>9,301,630</u>	<u>9,201,630</u>	<u>9,061,953</u>	<u>(139,677)</u>	<u>8,228,332</u>
Expenses:					
Operating:					
Personnel services	1,748,795	1,748,795	1,619,519	129,276	1,668,176
General operations	6,001,605	6,342,425	5,865,142	477,283	5,316,788
Materials and supplies	156,410	161,864	142,138	19,726	63,199
Capital expenses:					
Property, plant, and equipment	666,400	1,302,876	150,624	1,152,252	367,352
Interest expense	189,880	189,880	189,880	-	195,880
Principal on debt	2,135,000	2,135,000	2,135,000	-	160,000
Total Expenses	<u>10,898,090</u>	<u>11,880,840</u>	<u>10,102,303</u>	<u>1,778,537</u>	<u>7,771,395</u>
Income (Loss) Before Contributions and Transfers	<u>(1,596,460)</u>	<u>(2,679,210)</u>	<u>(1,040,350)</u>	<u>1,638,860</u>	<u>456,937</u>
Transfers in	3,200	3,200	3,200	-	-
Transfers out	<u>(544,200)</u>	<u>(643,578)</u>	<u>(643,582)</u>	<u>(4)</u>	<u>(434,029)</u>
Change in Net Position - Budget Basis	<u>\$ (2,137,460)</u>	<u>\$ (3,319,588)</u>	<u>(1,680,732)</u>	<u>\$ 1,638,856</u>	<u>22,908</u>
Reconciliation to GAAP Basis:					
Change in compensated absences			(106,827)		3,148
Change in benefit liability			(80,242)		(530)
Contributed capital assets			467,171		-
Capitalized expenses			150,624		367,352
Depreciation			(970,122)		(1,189,374)
Loss on disposition of assets			(5,154,597)		-
Principal on debt			2,135,000		160,000
Debt accrued interest			1,624		1,654
Change in Net Position - GAAP Basis			<u>(5,238,101)</u>		<u>(634,842)</u>
Net Position - Beginning			<u>14,136,542</u>		<u>14,771,384</u>
Net Position - Ending			<u>\$ 8,898,441</u>		<u>\$ 14,136,542</u>

City of Aspen, Colorado
Truscott Place Housing Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			<u>Final Budget</u>	<u>2017</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
	<u>Budget</u>	<u>Budget</u>		<u>Positive</u>	
				<u>(Negative)</u>	
Revenues:					
Charges for services:					
Laundry and parking sales	\$ 32,500	\$ 32,500	\$ 33,107	\$ 607	\$ 34,507
Miscellaneous:					
Rents and royalties	1,211,300	1,211,300	1,207,158	(4,142)	1,191,915
Other revenues	4,500	4,500	14,955	10,455	28,466
Other resources:					
Investment earnings	9,440	9,440	18,509	9,069	7,835
Total Revenues	<u>1,257,740</u>	<u>1,257,740</u>	<u>1,273,729</u>	<u>15,989</u>	<u>1,262,723</u>
Expenses:					
Operating:					
Personnel services	112,010	112,010	106,610	5,400	103,732
General operations	597,720	639,870	563,440	76,430	528,518
Materials and supplies	48,850	48,850	28,295	20,555	18,374
Capital expenses:					
Property, plant, and equipment	18,100	18,100	-	18,100	70,534
Interest expense	96,700	96,700	96,700	-	111,575
Principal on debt	610,000	610,000	610,000	-	595,000
Total Expenses	<u>1,483,380</u>	<u>1,525,530</u>	<u>1,405,045</u>	<u>120,485</u>	<u>1,427,733</u>
Income (Loss) Before Contributions and Transfers	<u>(225,640)</u>	<u>(267,790)</u>	<u>(131,316)</u>	<u>136,474</u>	<u>(165,010)</u>
Transfers in	-	-	-	-	100,000
Transfers out	(5,800)	(5,800)	(5,796)	4	(5,500)
Change in Net Position - Budget Basis	<u>\$ (231,440)</u>	<u>\$ (273,590)</u>	<u>(137,112)</u>	<u>\$ 136,478</u>	<u>(70,510)</u>
Reconciliation to GAAP Basis:					
Change in compensated absences			(2,862)		12,647
Contributed capital assets			151,686		-
Capitalized expenses			-		70,534
Depreciation			(571,489)		(565,578)
Principal on debt			610,000		595,000
Debt accrued interest			(20,425)		(16,161)
Change in Net Position - GAAP Basis			<u>29,798</u>		<u>25,932</u>
Net Position - Beginning			<u>8,499,402</u>		<u>8,473,470</u>
Net Position - Ending			<u>\$ 8,529,200</u>		<u>\$ 8,499,402</u>

City of Aspen, Colorado
Parking Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			Final Budget Variance Positive (Negative)	<u>2017</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Charges for services:					
Parking sales	\$ 3,428,500	\$ 3,428,500	\$ 4,332,113	\$ 903,613	\$ 3,876,682
Fines	879,300	879,300	736,592	(142,708)	797,593
Miscellaneous:					
Rents and royalties	-	-	61,482	61,482	59,665
Other revenues	14,000	14,000	27,404	13,404	3,753
Other resources:					
Investment earnings	94,870	94,870	104,114	9,244	39,744
Total Revenues	<u>4,416,670</u>	<u>4,416,670</u>	<u>5,261,705</u>	<u>845,035</u>	<u>4,777,437</u>
Expenses:					
Operating:					
Personnel services	1,208,650	1,208,650	1,189,561	19,089	1,162,173
General operations	1,215,400	1,376,517	1,171,830	204,687	1,120,910
Materials and supplies	80,360	118,855	79,994	38,861	83,863
Capital expenses:					
Property, plant, and equipment	34,000	39,600	35,148	4,452	364,219
Total Expenses	<u>2,538,410</u>	<u>2,743,622</u>	<u>2,476,533</u>	<u>267,089</u>	<u>2,731,165</u>
Income (Loss) Before Contributions and Transfers	<u>1,878,260</u>	<u>1,673,048</u>	<u>2,785,172</u>	<u>1,112,124</u>	<u>2,046,272</u>
Transfers in	55,580	55,580	55,584	4	-
Transfers out	<u>(4,824,000)</u>	<u>(4,824,000)</u>	<u>(1,812,000)</u>	<u>3,012,000</u>	<u>(1,055,760)</u>
Change in Net Position - Budget Basis	<u>\$ (2,890,160)</u>	<u>\$ (3,095,372)</u>	1,028,756	<u>\$ 4,124,128</u>	990,512
Reconciliation to GAAP Basis:					
Change in compensated absences			(5,989)		(4,740)
Change in benefit liability			91,156		(10,714)
Capitalized expenses			35,148		364,219
Depreciation			(285,532)		(451,805)
Loss on disposition of assets			(979,430)		-
Change in Net Position - GAAP Basis			<u>(115,891)</u>		<u>887,472</u>
Net Position - Beginning			<u>9,732,852</u>		<u>8,845,380</u>
Net Position - Ending			<u>\$ 9,616,961</u>		<u>\$ 9,732,852</u>

City of Aspen, Colorado
Golf Course Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			Final Budget Variance Positive (Negative)	<u>2017</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Charges for services:					
Golf sales	\$ 1,715,290	\$ 1,715,290	\$ 1,780,564	\$ 65,274	\$ 1,719,774
Miscellaneous:					
Rents and royalties	37,700	37,700	77,582	39,882	40,156
Other revenues	6,300	6,300	19,281	12,981	25,811
Other resources:					
Investment earnings	13,380	13,380	21,305	7,925	8,038
Total Revenues	<u>1,772,670</u>	<u>1,772,670</u>	<u>1,898,732</u>	<u>126,062</u>	<u>1,793,779</u>
Expenses:					
Operating:					
Personnel services	833,180	876,360	922,388	(46,028)	845,423
General operations	522,040	565,980	540,189	25,791	472,742
Materials and supplies	313,190	332,190	249,828	82,362	309,556
Capital expenses:					
Property, plant, and equipment	328,400	377,900	271,231	106,669	524,286
Interest expense	4,500	4,500	4,501	(1)	7,100
Principal on debt	123,050	123,050	123,050	-	120,750
Total Expenses	<u>2,124,360</u>	<u>2,279,980</u>	<u>2,111,187</u>	<u>168,793</u>	<u>2,279,857</u>
Income (Loss) Before Contributions and Transfers	<u>(351,690)</u>	<u>(507,310)</u>	<u>(212,455)</u>	<u>294,855</u>	<u>(486,078)</u>
Transfers in	506,300	506,300	506,304	4	416,232
Transfers out	<u>(38,800)</u>	<u>(40,740)</u>	<u>(40,748)</u>	<u>(8)</u>	<u>(47,340)</u>
Change in Net Position - Budget Basis	<u>\$ 115,810</u>	<u>\$ (41,750)</u>	253,101	<u>\$ 294,851</u>	(117,186)
Reconciliation to GAAP Basis:					
Change in compensated absences			(21,914)		(7,142)
Change in benefit liability			9,385		(14,661)
Capitalized expenses			271,231		524,286
Depreciation			(266,069)		(259,787)
Loss on disposition of assets			(11,045)		-
Interfund loan principal payments			8,736		8,400
Principal on debt			123,050		120,750
Debt accrued interest			<u>(1,001)</u>		<u>673</u>
Change in Net Position - GAAP Basis			365,474		255,333
Net Position - Beginning			<u>4,400,746</u>		<u>4,145,413</u>
Net Position - Ending			<u>\$ 4,766,220</u>		<u>\$ 4,400,746</u>

City of Aspen, Colorado
Marolt Ranch Housing Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			Final Budget Variance Positive (Negative)	<u>2017</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Charges for services:					
Landry and parking	\$ 25,000	\$ 25,000	\$ 42,424	\$ 17,424	37,340
Miscellaneous:					
Rents and royalties	1,160,090	1,160,090	1,265,483	105,393	1,226,089
Refund of expenses	-	-	-	-	-
Other revenues	37,000	37,000	42,584	5,584	49,595
Other resources:					
Investment earnings	6,490	6,490	22,884	16,394	4,247
Sale of assets	-	-	(6,943)	(6,943)	-
Total Revenues	<u>1,228,580</u>	<u>1,228,580</u>	<u>1,366,432</u>	<u>137,852</u>	<u>1,317,271</u>
Expenses:					
Operating:					
Personnel services	83,110	83,110	84,079	(969)	79,582
General operations	420,220	420,220	441,291	(21,071)	414,167
Materials and supplies	37,750	46,750	18,384	28,366	15,465
Capital expenses:					
Property, plant, and equipment	150,550	150,550	98,591	51,959	30,890
Interest expense	-	-	-	-	15,000
Principal on debt	-	-	-	-	375,000
Total Expenses	<u>691,630</u>	<u>700,630</u>	<u>642,345</u>	<u>58,285</u>	<u>930,104</u>
Income (Loss) Before Contributions and Transfers	<u>536,950</u>	<u>527,950</u>	<u>724,087</u>	<u>196,137</u>	<u>387,167</u>
Transfers out	<u>(105,400)</u>	<u>(105,400)</u>	<u>(105,400)</u>	<u>-</u>	<u>(5,100)</u>
Change in Net Position - Budget Basis	<u>\$ 431,550</u>	<u>\$ 422,550</u>	<u>618,687</u>	<u>\$ 196,137</u>	<u>382,067</u>
Reconciliation to GAAP Basis:					
Change in compensated absences			(2,673)		6,600
Capitalized expenses			98,591		30,890
Depreciation			(233,071)		(239,238)
Principal on debt			-		375,000
Debt accrued interest			-		(17,477)
Change in Net Position - GAAP Basis			<u>488,477</u>		<u>537,842</u>
Net Position - Beginning			<u>3,394,175</u>		<u>2,856,333</u>
Net Position - Ending			<u>\$ 3,882,652</u>		<u>\$ 3,394,175</u>

City of Aspen, Colorado
ACI Affordable 1 LLLP
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			Final Budget Variance Positive (Negative)	2017
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Rents and royalties	\$ 400,520	\$ 400,520	\$ 396,138	\$ (4,382)	\$ 387,949
Other income	8,480	8,480	9,190	710	8,085
Investment earnings	-	-	6	6	-
Total Revenues	<u>409,000</u>	<u>409,000</u>	<u>405,334</u>	<u>(3,666)</u>	<u>396,034</u>
Expenses:					
Operating expenses	225,190	267,190	216,069	51,121	187,367
Capital expenses:					
Property, plant, and equipment	-	-	-	-	2,586,149
Debt service:					
Principal	24,460	7,815,100	7,621,787	193,313	1,044,781
Debt issuance costs	-	-	-	-	99,130
Interest	107,700	107,700	295,134	(187,434)	189,308
Total Expenses	<u>357,350</u>	<u>8,189,990</u>	<u>8,132,990</u>	<u>57,000</u>	<u>4,106,735</u>
Income (Loss) Before Contributions	<u>51,650</u>	<u>(7,780,990)</u>	<u>(7,727,656)</u>	<u>53,334</u>	<u>(3,710,701)</u>
Debt issuance	-	8,825,293	5,182,197	(3,643,096)	2,285,516
Contributions	-	-	3,551,004	3,551,004	980,834
Change in Net Position - Budget Basis	<u>\$ 51,650</u>	<u>\$ 1,044,303</u>	1,005,545	<u>\$ (38,758)</u>	(444,351)
Reconciliation to GAAP Basis:					
Debt issuance			(5,182,197)		(2,285,516)
Debt principal payments			7,621,787		1,044,781
Debt accrued interest			-		(65,608)
Capitalized expenses			-		2,586,149
Depreciation and amortization			(392,486)		(296,992)
Change in Net Position - GAAP Basis			3,052,649		538,463
Net Position - Beginning			<u>1,396,656</u>		<u>858,193</u>
Net Position - Ending			<u>\$ 4,449,305</u>		<u>\$ 1,396,656</u>

City of Aspen, Colorado
Si Johnson Ditch Company, Inc.
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	2018			Final Budget Variance Positive (Negative)	2017
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Operating revenues:					
Ditch assessments	\$ 68,325	\$ 68,325	\$ 71,325	\$ 3,000	\$ 68,325
Other revenues	-	-	-	-	1,500
Total Revenues	68,325	68,325	71,325	3,000	69,825
Expenses:					
Operating:					
Purchased services	45,200	45,200	45,868	(668)	46,041
Materials and supplies	125	125	125	-	125
Contingency	8,000	8,000	-	8,000	2,006
General operations	15,000	15,000	-	15,000	-
Total Expenses	68,325	68,325	45,993	22,332	48,172
Change in Net Position	\$ -	\$ -	25,332	\$ 25,332	21,653
Net Position - Beginning			392,105		370,452
Net Position - Ending			\$ 417,437		\$ 392,105

INTERNAL SERVICE FUNDS

The *Health Insurance Internal Service Fund* accounts for health insurance contributions and claims paid to beneficiaries provided to other departments or agencies of the City, or to other governments, on a cost reimbursement basis.

The *Employee Housing Internal Service Fund* accounts for current maintenance and future construction of all rental and sale units for City Employees.

The *Information Technology Internal Service Fund* accounts for the implementation, management, and support of computer and technology to City and Pitkin County departments, as well as accounts for GIS services.

City of Aspen, Colorado
Combining Statement of Net Position
Internal Service Funds
December 31, 2018

	Health Insurance Fund	Employee Housing Fund	Information Technology Fund	Total
Assets:				
Current Assets:				
Cash and investments	\$ 4,278,437	\$ 3,359,407	\$ 1,019,196	\$ 8,657,040
Accounts receivable, net of allowance for uncollectibles	1,993	67,800	21,854	91,647
Inventories	-	3,672,249	-	3,672,249
Total Current Assets	4,280,430	7,099,456	1,041,050	12,420,936
Noncurrent Assets:				
Capital Assets:				
Construction in progress	-	82,344	78,464	160,808
Buildings	-	1,249,736	-	1,249,736
Infrastructure and improvements other than buildings	-	35,183	514,736	549,919
Machinery and equipment	-	-	1,361,950	1,361,950
Less: accumulated depreciation	-	(130,852)	(1,374,245)	(1,505,097)
Net Property, Plant, and Equipment	-	1,236,411	580,905	1,817,316
Total Noncurrent Assets	-	1,236,411	580,905	1,817,316
Total Assets	4,280,430	8,335,867	1,621,955	14,238,252
Liabilities:				
Current liabilities:				
Accounts payable	477,139	875,708	56,633	1,409,480
Accrued liabilities	19,398	-	13,342	32,740
Customer deposits	-	10,139	-	10,139
Compensated absences - current	-	-	45,529	45,529
OPEB obligation - current	-	-	59,950	59,950
Total Current Liabilities	496,537	885,847	175,453	1,557,837
Noncurrent Liabilities:				
Compensated absences	-	-	68,293	68,293
OPEB obligation	-	-	89,924	89,924
Total Noncurrent Liabilities	-	-	158,218	158,218
Total Liabilities	496,537	885,847	333,671	1,716,055
Net Position:				
Net investment in capital assets	-	1,236,411	580,905	1,817,316
Unrestricted	3,783,893	6,213,609	707,379	10,704,881
Total Net Position	\$ 3,783,893	\$ 7,450,020	\$ 1,288,284	\$ 12,522,197

City of Aspen, Colorado
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds
For the Year Ended December 31, 2018

	Health Insurance Fund	Employee Housing Fund	Information Technology Fund	Total
Operating Revenues:				
Charges for service				
Premium contributions	\$ 5,263,993	\$ -	\$ -	\$ 5,263,993
Sale of affordable housing units	-	1,187,842	-	1,187,842
Service charges	-	-	76,822	76,822
Other	114,533	741	55,853	171,127
Total charges for services	<u>5,378,526</u>	<u>1,188,583</u>	<u>132,675</u>	<u>6,699,784</u>
Miscellaneous:				
Rents and royalties	-	156,840	-	156,840
Refund of expenses	-	-	1,555,512	1,555,512
Other revenues	270	-	-	270
Total miscellaneous	<u>270</u>	<u>156,840</u>	<u>1,555,512</u>	<u>1,712,622</u>
Total Operating Revenues	<u>5,378,796</u>	<u>1,345,423</u>	<u>1,688,187</u>	<u>8,412,406</u>
Operating Expenses:				
Personnel services	51,937	1,500	860,381	913,818
General operations	102,593	136,104	545,439	784,136
Materials and supplies	1,109	3,046	6,397	10,552
Insurance claims	4,838,417	-	-	4,838,417
Cost of units sold	-	2,500,331	-	2,500,331
Depreciation	-	49,708	204,528	254,236
Total Operating Expenses	<u>4,994,056</u>	<u>2,690,689</u>	<u>1,616,745</u>	<u>9,301,490</u>
Operating Income (Loss)	<u>384,740</u>	<u>(1,345,266)</u>	<u>71,442</u>	<u>(889,084)</u>
Non-Operating Revenues (Expenses):				
Investment earnings	74,031	49,763	16,795	140,589
Gain (loss) on disposition of assets	-	-	(15,777)	(15,777)
Total Non-Operating Revenues (Expenses)	<u>74,031</u>	<u>49,763</u>	<u>1,018</u>	<u>124,812</u>
Income (Loss) Before Contributions and Transfers	<u>458,771</u>	<u>(1,295,503)</u>	<u>72,460</u>	<u>(764,272)</u>
Capital contributions	-	-	73,333	73,333
Transfers in	-	1,126,620	-	1,126,620
Transfers out	-	-	(44,674)	(44,674)
Change in Net Position	458,771	(168,883)	101,119	391,007
Net Position - Beginning	<u>3,325,122</u>	<u>7,618,903</u>	<u>1,187,165</u>	<u>12,131,190</u>
Net Position - Ending	<u>\$ 3,783,893</u>	<u>\$ 7,450,020</u>	<u>\$ 1,288,284</u>	<u>\$ 12,522,197</u>

City of Aspen, Colorado
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2018

	Health Insurance Fund	Employee Housing Fund	Information Technology Fund	Total
Cash Flows from Operating Activities:				
Cash received from customers and others	\$ 5,679,196	\$ 1,317,774	\$ 110,821	\$ 7,107,791
Other operating cash receipts	-	-	1,555,512	1,555,512
Cash payments to vendors for goods and services	(5,174,940)	(260,808)	(522,852)	(5,958,600)
Cash payments to employees for services	(63,160)	(65,333)	(764,139)	(892,632)
Net Cash Provided by Operating Activities:	<u>441,096</u>	<u>991,633</u>	<u>379,342</u>	<u>1,812,071</u>
Cash Flows from Non-Capital Financing Activities:				
Transfers from other funds	-	1,126,620	-	1,126,620
Transfers (to other funds)	-	-	(44,674)	(44,674)
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	<u>-</u>	<u>1,126,620</u>	<u>(44,674)</u>	<u>1,081,946</u>
Cash Flows from Capital and Related Financing Activities:				
Sale/disposal of assets	-	(93,761)	55,833	(37,928)
Contributed capital	-	-	73,333	73,333
Acquisition of capital assets	-	(2,561,842)	(337,889)	(2,899,731)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>-</u>	<u>(2,655,603)</u>	<u>(208,723)</u>	<u>(2,864,326)</u>
Cash Flows from Investing Activities:				
Interest received - Unrestricted	74,031	49,763	16,794	140,588
Net Cash Provided by Investing Activities	<u>74,031</u>	<u>49,763</u>	<u>16,794</u>	<u>140,588</u>
Net Increase (Decrease) in Cash	515,127	(487,587)	142,739	170,279
Cash - Beginning of Year	3,763,310	3,846,994	876,457	8,486,761
Cash - End of Year	<u>4,278,437</u>	<u>3,359,407</u>	<u>1,019,196</u>	<u>8,657,040</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	384,740	(1,345,266)	71,442	(889,084)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	-	49,708	204,528	254,236
Changes in Assets and Liabilities:				
(Increase) decrease in accounts receivable	300,400	(29,660)	(21,854)	248,886
(Increase) decrease in prepaid expenses	3,796	-	-	3,796
(Increase) decrease in inventories	-	1,639,698	-	1,639,698
Increase (decrease) in accounts payable	(236,617)	738,975	28,984	531,342
Increase (decrease) in accrued liabilities	(11,223)	(63,833)	96,242	21,186
Increase (decrease) in customer deposits	-	2,011	-	2,011
Net Cash Provided by Operating Activities:	<u>\$ 441,096</u>	<u>\$ 991,633</u>	<u>\$ 379,342</u>	<u>\$ 1,812,071</u>

City of Aspen, Colorado
Health Insurance Internal Service Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			<u>Final Budget Variance Positive (Negative)</u>	<u>2017</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:					
Charges for services:					
Premiums	\$ 4,718,500	\$ 4,718,500	\$ 5,263,993	\$ 545,493	\$ 5,015,383
Insurance proceeds	300,000	300,000	114,533	(185,467)	918,476
Miscellaneous:					
Other revenues	-	-	270	270	62
Other resources:					
Investment earnings	52,560	52,560	74,030	21,470	28,515
Total Revenues	<u>5,071,060</u>	<u>5,071,060</u>	<u>5,452,826</u>	<u>381,766</u>	<u>5,962,436</u>
Expenses:					
Operating:					
Personnel services	43,720	43,720	51,937	(8,217)	11,146
General operations	184,380	184,380	102,593	81,787	124,296
Materials and supplies	-	-	1,109	(1,109)	636
Insurance claims	5,190,650	5,190,650	4,838,417	352,233	5,142,523
Total Expenses	<u>5,418,750</u>	<u>5,418,750</u>	<u>4,994,056</u>	<u>424,694</u>	<u>5,278,601</u>
Change in Net Position	<u>\$ (347,690)</u>	<u>\$ (347,690)</u>	458,770	<u>\$ 806,460</u>	683,835
Net Position - Beginning			<u>3,325,122</u>		<u>2,641,287</u>
Net Position - Ending			<u>\$ 3,783,892</u>		<u>\$ 3,325,122</u>

City of Aspen, Colorado
Employee Housing Internal Service Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			Final Budget Variance Positive (Negative)	<u>2017</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Charges for services:					
Sale of affordable housing units	\$ 1,178,000	\$ 1,528,950	\$ 1,187,842	\$ (341,108)	\$ 202,480
Rents and royalties	122,760	122,760	156,840	34,080	132,474
Miscellaneous:					
Refund of expenditures	-	-	741	741	74
Other revenues	-	-	-	-	604
Other resources:					
Investment earnings	16,730	16,730	49,763	33,033	36,805
Total Revenues	<u>1,317,490</u>	<u>1,668,440</u>	<u>1,395,186</u>	<u>(273,254)</u>	<u>372,437</u>
Expenses:					
Operating:					
Personnel services	127,500	127,500	1,500	126,000	1,500
General operations	93,690	93,690	136,104	(42,414)	156,836
Materials and supplies	15,300	15,300	3,046	12,254	12,688
Cost of good sold	-	444,460	2,500,331	(2,055,871)	122,597
Capital expenses:					
Property, plant, and equipment	556,200	4,084,428	3,420,436	663,992	1,837,905
Total Expenses	<u>792,690</u>	<u>4,765,378</u>	<u>6,061,417</u>	<u>(1,296,039)</u>	<u>2,131,526</u>
Income (Loss) Before Contributions and Transfers	<u>524,800</u>	<u>(3,096,938)</u>	<u>(4,666,231)</u>	<u>(1,569,293)</u>	<u>(1,759,089)</u>
Transfers in	1,126,600	1,126,600	1,126,620	20	1,366,280
Change in Net Position - Budget Basis	<u>\$ 1,651,400</u>	<u>\$ (1,970,338)</u>	<u>(3,539,611)</u>	<u>\$ (1,569,273)</u>	<u>(392,809)</u>
Reconciliation to GAAP Basis:					
Capitalized expenses			3,420,436		1,837,905
Depreciation			(49,708)		(47,608)
Change in Net Position - GAAP Basis			<u>(168,883)</u>		<u>1,397,488</u>
Net Position - Beginning			<u>7,618,903</u>		<u>6,221,415</u>
Net Position - Ending			<u>\$ 7,450,020</u>		<u>\$ 7,618,903</u>

City of Aspen, Colorado
Information Technology Internal Service Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2018
(With Comparative Actual Amounts For the Year Ended December 31, 2017)

	<u>2018</u>			Final Budget Variance Positive (Negative)	<u>2017</u>
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Charges for services:					
IT Services	\$ 65,500	\$ 65,500	\$ 76,822	\$ 11,322	\$ 45,300
Refund of expenditures	45,300	45,300	55,853	10,553	49,983
Miscellaneous:					
Refund of expenses	1,555,500	1,555,500	1,555,512	12	1,265,700
Other resources:					
Investment earnings	7,800	7,800	16,795	8,995	6,915
Total Revenues	<u>1,674,100</u>	<u>1,674,100</u>	<u>1,704,982</u>	<u>30,882</u>	<u>1,367,898</u>
Expenses:					
Operating:					
Personnel services	747,420	747,420	759,281	(11,861)	866,725
General operations	597,260	752,910	545,439	207,471	474,848
Materials and supplies	12,780	15,813	6,397	9,416	30,306
Capital expenses:					
Property, plant, and equipment	210,247	470,083	208,724	261,359	63,845
Total Expenses	<u>1,567,707</u>	<u>1,986,226</u>	<u>1,519,841</u>	<u>466,385</u>	<u>1,435,724</u>
Income (Loss) Before Contributions and Transfers	<u>106,393</u>	<u>(312,126)</u>	<u>185,141</u>	<u>497,267</u>	<u>(67,826)</u>
Capital contributions (tap fees)	-	-	73,333	73,333	-
Transfers out	(98,400)	(116,470)	(44,674)	71,796	(21,100)
Change in Net Position - Budget Basis	<u>\$ 7,993</u>	<u>\$ (428,596)</u>	213,800	<u>\$ 642,396</u>	(88,926)
Reconciliation to GAAP Basis:					
Change in compensated absences			(16,607)		14,651
Change in OPEB obligation			(84,493)		115,809
Capitalized expenses			208,724		63,845
Depreciation			(204,528)		(182,494)
Loss on disposition of assets			(15,777)		-
Change in Net Position - GAAP Basis			101,119		(77,115)
Net Position - Beginning			<u>1,187,164</u>		<u>1,264,279</u>
Net Position - Ending			<u>\$ 1,288,283</u>		<u>\$ 1,187,164</u>

FIDUCIARY FUNDS

AGENCY FUNDS

Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments.

The *Police Seizure Fund* accounts for proceeds from police seizure activities.

The *Deposits Agency Fund* accounts for deposits that will be remitted to other parties upon meeting payment criteria.

The *Aspen Pitkin County Housing Authority Fund* accounts for funds held and used for Aspen Pitkin County Housing Authority activities.

City of Aspen, Colorado
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2018

	<u>Balance, January 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance, December 31, 2018</u>
Police Seizure Fund				
Assets				
Cash and investments	\$ 37,334	698	(62)	\$ 37,970
Liabilities				
Due to others	37,334	698	(62)	37,970
Deposits Agency Fund				
Assets				
Cash and investments	4,596,839	1,480,555	(2,325,498)	3,751,896
Liabilities				
Due to others	4,596,839	1,480,555	(2,325,498)	3,751,896
Aspen Pitkin County Housing Authority				
Assets				
Cash and investments	3,431,664	2,209,804	(1,964,477)	3,676,991
Liabilities				
Due to others	3,431,664	2,209,804	(1,964,477)	3,676,991
Totals				
Assets				
Cash and investments	<u>8,065,837</u>	<u>3,691,057</u>	<u>(4,290,037)</u>	<u>7,466,857</u>
Liabilities				
Due to others	<u>\$ 8,065,837</u>	<u>3,691,057</u>	<u>(4,290,037)</u>	<u>\$ 7,466,857</u>

**ANNUAL SCHEDULE OF REVENUES AND EXPENDITURES
FOR ROADS, BRIDGES, AND STREETS**

ANNUAL HIGHWAY FINANCE REPORT - CY18

Steps for editing and printing your content

1. Enter your email and select your City or County from the list below.
2. Click on "Start" to edit/update your data.
3. Click on "Save" at the bottom of the form to save your work.
4. Click on "Print Mode" at the bottom of the form to view your work in a read only more printer friendly format.
5. Click on "Edit Mode" at the bottom of the form to return to editing your work.
6. Save any changes that are made using the "Save" button.

Your Email Address:

Select City:

II - RECEIPTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Receipts from local sources

2. General Fund Appropriations:	\$	<input type="text" value="1581958"/>
3. Other local imposts: <i>from A.3. 'Total' below)</i>	\$	<input type="text" value="0.00"/>
4. Miscellaneous local receipts: <i>from A.4. 'Total' below)</i>	\$	<input type="text" value="143,551.00"/>
5. Transfers from toll facilities	\$	<input type="text" value="0.00"/>
6. Proceeds of sale of bonds and notes		
a. Bonds - Original Issues:	\$	<input type="text" value="0.00"/>
b. Bonds - Refunding Issues:	\$	<input type="text" value="0.00"/>
c. Notes:	\$	<input type="text" value="0.00"/>

SubTotal: \$

B. Private Contributions

\$

II - RECEIPTS FOR ROAD AND STREET PURPOSES (Detail)

Please no commas or dollar signs for the input

A.3. Other local imposts

a. Property Taxes and Assessments	\$	<input type="text" value="0.00"/>
b. Other Local Imposts		
1. Sales Taxes:	\$	<input type="text" value="0.00"/>
2. Infrastructure and Impact Fees:	\$	<input type="text" value="0.00"/>
3. Liens:	\$	<input type="text" value="0.00"/>
4. Licenses:	\$	<input type="text" value="0.00"/>
5. Specific Ownership and/or Other:	\$	<input type="text" value="0.00"/>
Total: <i>(a + b) carried to 'Other local imposts' above</i>		\$ <input type="text" value="0.00"/>

A.4. Miscellaneous local receipts

Please no commas or dollar signs for the input

a. Interest on Investments:	\$	<input type="text" value="0.00"/>
b. Traffic fines & Penalties:	\$	<input type="text" value="0.00"/>
c. Parking Garage Fees:	\$	<input type="text" value="0.00"/>
d. Parking Meter Fees:	\$	<input type="text" value="0.00"/>
e. Sale of Surplus Property:	\$	<input type="text" value="0.00"/>
f. Charges for Services:	\$	<input type="text" value="143551"/>
g. Other Misc. Receipts:	\$	<input type="text" value="0.00"/>
h. Other:	\$	<input type="text" value="0.00"/>
Total: <i>(a through h) carried to 'Misc local receipts' above</i>		\$ <input type="text" value="143,551.00"/>

C. Receipts from State Government

Please no commas or dollar signs for the input

1. Highway User Taxes:	\$	<input type="text" value="304763"/>
3. Other State funds:		
c. Motor Vehicle Registrations:	\$	<input type="text" value="4721"/>
d. Other (Specify):		
Comments: <input type="text" value="State Highway Contract"/>	\$	<input type="text" value="41250"/>
e. Other (Specify):		
Comments: <input type="text" value="undefined"/>	\$	<input type="text" value="0.00"/>
Total: <i>(1+3c,d,e)</i>		\$ <input type="text" value="350,734.00"/>

D. Receipts from Federal Government

Please no commas or dollar signs for the input

2. Other Federal Agencies

a. Forest Service:	\$	<input type="text" value="0.00"/>
b. FEMA:	\$	<input type="text" value="0.00"/>
c. HUD:	\$	<input type="text" value="0.00"/>
d. Federal Transit Administration:	\$	<input type="text" value="0.00"/>
e. U.S. Corp of Engineers	\$	<input type="text" value="0.00"/>
f. Other Federal:	\$	<input type="text" value="0.00"/>
Total: (2a-f)		\$ <u>0.00</u>

III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES

Please no commas or dollar signs for the input

A. Local highway disbursements

1. Capital outlay: (from A.1.d. 'Total Capital Outlay' below)	\$	<input type="text" value="284,725.00"/>
2. Maintenance:	\$	<input type="text" value="0.00"/>
3. Road and street services		
a. Traffic control operations:	\$	<input type="text" value="0.00"/>
b. Snow and ice removal:	\$	<input type="text" value="478001"/>
c. Other:	\$	<input type="text" value="954750"/>
4. General administration & miscellaneous	\$	<input type="text" value="358767"/>
5. Highway law enforcement and safety	\$	<input type="text" value="0.00"/>
Total: (A.1-5)		\$ <u>2,076,243.00</u>

Please no commas or dollar signs for the input

B. Debt service on local obligations

1. Bonds		
a. Interest	\$	<input type="text" value="0.00"/>
b. Redemption	\$	<input type="text" value="0.00"/>
2. Notes		
a. Interest	\$	<input type="text" value="0.00"/>
b. Redemption	\$	<input type="text" value="0.00"/>
SubTotal: (1+2)		\$ <u>0.00</u>

Please no commas or dollar signs for the input

C. Payments to State for Highways:	\$	<input type="text" value="0.00"/>
------------------------------------	----	-----------------------------------

D. Payments to Toll Facilities:\$ Total Disbursements: *(A+B+C+D)* \$ 2,076,243.00**Please no commas or dollar signs for the input****III - DISBURSEMENTS FOR ROAD AND STREET PURPOSES - (Detail)****Please no commas or dollar signs for the input**

	A. ON NATIONAL HIGHWAY SYSTEM	B. OFF NATIONAL HIGHWAY SYSTEM	C. TOTAL
A.1. Capital Outlay			
a. Right-Of-Way Costs:	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ 0.00
b. Engineering Costs:	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ 0.00
c. Construction			
1. New Facilities:	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ 0.00
2. Capacity Improvements:	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ 0.00
3. System Preservation:	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="6025"/>	\$ 6,025.00
4. System Enhancement:	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="278700"/>	\$ 278,700.00
5. Total Construction:			\$ <u>284,725.00</u>
d. Total Capital Outlay: <i>(Lines A.1.a. + 1.b. + 1.c.5)</i>			\$ <u>284,725.00</u>

IV. LOCAL HIGHWAY DEBT STATUS

Please no commas or dollar signs for the input

	OPENING DEBT	AMOUNT ISSUED	REDEMPTIONS	CLOSING DEBT
A. Bonds (Total)	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ 0.00
1. Bonds (Refunding Portion)		\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ 0.00
B. Notes (Total):	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ <input type="text" value="0.00"/>	\$ 0.00

V - LOCAL ROAD AND STREET FUND BALANCE

Please no commas or dollar signs for the input

A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
\$ <input type="text" value="0.00"/>	\$ 2,076,243.00	\$ 2,076,243.00	\$ <input type="text" value="0.00"/>	\$ 0.00

Notes & Comments:

undefined

Please enter your name:

Please provide a telephone number where you may be reached:

Please click on the "Save" button before viewing the data in a print format.



STATISTICAL SECTION

This section of the City of Aspen's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial position.

Contents	Page
<u>Financial Trends</u>	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	J1
<u>Revenue Capacity</u>	
These schedules contain information to help the reader assess the City's most significant local revenue sources; property tax, sales tax and real estate transfer tax.	J11
<u>Debt Capacity</u>	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	J21
<u>Demographic and Economic Information</u>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	J29
<u>Operating Information</u>	
These schedules contain service and capital asset data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	J31

City of Aspen, Colorado
Net Position by Component
Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Governmental activities										
Net investment in capital assets	\$ 145,232,541	\$ 136,894,044	\$ 136,942,446	\$ 128,749,712	\$ 134,177,711	\$ 121,994,391	\$ 128,377,736	\$ 140,718,214	\$ 136,784,170	\$ 133,189,847
Restricted	2,267,258	2,392,091	1,693,062	1,831,164	1,934,378	2,345,341	2,522,506	2,557,833	3,920,933	2,692,659
Unrestricted	57,570,258	66,916,400	74,384,776	91,761,131	86,327,513	109,658,137	122,166,887	129,223,977	157,889,302	178,423,169
Total governmental activities net position	<u>205,070,057</u>	<u>206,202,535</u>	<u>213,020,284</u>	<u>222,342,007</u>	<u>222,439,602</u>	<u>233,997,869</u>	<u>253,067,129</u>	<u>272,500,024</u>	<u>298,594,405</u>	<u>314,305,675</u>
Business-type activities										
Net investment in capital assets	30,335,843	35,514,424	35,999,603	36,791,269	40,140,861	41,146,963	43,501,037	43,934,920	54,423,555	47,183,243
Unrestricted	22,532,277	16,752,629	16,664,318	16,013,491	14,187,836	14,468,589	14,165,472	16,511,616	9,179,112	19,512,836
Total business-type activities net position	<u>52,868,120</u>	<u>52,267,053</u>	<u>52,663,921</u>	<u>52,804,760</u>	<u>54,328,697</u>	<u>55,615,552</u>	<u>57,666,509</u>	<u>60,446,536</u>	<u>63,602,667</u>	<u>66,696,079</u>
Primary government										
Net investment in capital assets	175,568,384	172,408,468	172,942,049	165,540,981	174,318,572	163,141,354	171,878,773	184,653,134	191,207,725	180,373,090
Restricted	2,267,258	2,392,091	1,693,062	1,831,164	1,934,378	2,345,341	2,522,506	2,557,833	3,920,933	2,692,659
Unrestricted	80,102,535	83,669,029	91,049,094	107,774,622	100,515,349	124,126,726	136,332,359	145,735,593	167,068,414	197,936,005
Total primary government net position	<u>\$ 257,938,177</u>	<u>\$ 258,469,588</u>	<u>\$ 265,684,205</u>	<u>\$ 275,146,767</u>	<u>\$ 276,768,299</u>	<u>\$ 289,613,421</u>	<u>\$ 310,733,638</u>	<u>\$ 332,946,560</u>	<u>\$ 362,197,072</u>	<u>\$ 381,001,754</u>

City of Aspen, Colorado
Changes in Net Position
Last Ten Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Expenses:										
Governmental Activities:										
General government	\$ 18,328,179	\$ 12,746,808	\$ 14,186,181	\$ 13,588,333	\$ 14,439,057	\$ 15,974,625	\$ 16,719,652	\$ 20,005,013	\$ 17,796,384	\$ 26,835,373
Public safety	4,623,907	4,128,951	4,631,963	4,520,022	4,692,307	4,857,589	5,410,262	5,429,850	5,234,259	5,977,009
Public works	5,710,134	4,474,777	4,329,753	5,141,641	5,468,284	6,244,587	6,143,820	6,749,835	6,458,609	6,710,834
Public health and welfare	5,368,693	11,159,883	5,156,660	3,840,708	14,283,914	22,729,676	9,043,434	7,579,477	7,318,629	9,129,406
Culture and recreation	15,342,409	14,755,729	16,683,693	16,266,120	16,940,187	17,947,041	17,234,894	19,665,654	19,258,840	21,323,751
Interest on long-term debt	1,920,915	1,832,668	1,806,488	1,699,484	1,585,080	972,968	1,439,454	1,254,344	1,798,358	1,881,744
Total Governmental Activities	51,294,237	49,098,816	46,794,738	45,056,308	57,408,829	68,726,486	55,991,516	60,684,173	57,865,079	71,858,117
Business-type Activities:										
Water	6,964,722	4,813,207	4,928,710	5,108,089	5,750,702	5,261,609	5,179,360	5,703,047	6,146,349	6,421,288
Electric	6,108,990	6,520,525	6,414,647	6,481,005	7,145,462	6,670,969	7,853,382	7,582,477	8,416,345	8,951,448
Transportation/Parking	2,351,879	2,235,896	2,215,703	1,903,563	2,042,569	2,512,465	2,131,682	2,504,049	2,791,806	3,096,694
Golf	1,139,329	1,733,458	1,512,913	1,962,110	1,539,598	1,592,768	1,479,929	1,540,865	1,898,938	1,977,454
Affordable housing	2,221,836	1,998,296	2,004,501	1,953,194	1,824,522	2,038,171	1,903,302	2,784,265	2,944,025	3,073,001
Total Business-type Activities	18,786,756	17,301,382	17,076,474	17,407,961	18,302,853	18,075,982	18,547,655	20,114,703	22,197,463	23,519,885
Total Primary Government Expenses	70,080,993	66,400,198	63,871,212	62,464,269	75,711,682	86,802,468	74,539,171	80,798,876	80,062,542	95,378,002
Program Revenues:										
Governmental Activities:										
Charges for services:										
General government	3,948,267	3,875,235	4,190,819	5,442,609	7,497,641	10,119,451	10,686,006	12,625,774	9,157,613	7,478,935
Public safety	269,031	269,857	204,913	191,850	185,503	190,840	184,846	206,789	173,656	199,631
Public works	635,078	822,635	1,062,012	598,530	938,814	1,354,777	1,237,820	943,948	1,436,615	1,502,104
Public health and welfare	1,681,877	1,702,612	4,265,950	1,461,529	3,113,268	10,930,008	2,087,867	2,497,002	4,030,941	3,200,571
Culture and recreation	3,270,113	3,213,051	3,212,890	3,940,782	3,955,653	4,526,635	4,219,467	5,330,212	4,703,880	4,971,612
Operating grants and contributions	1,132,782	1,580,296	1,086,003	2,057,500	944,298	1,440,379	775,341	4,390,176	3,591,731	6,537,483
Capital grants and contributions	379,903	164,397	170,028	2,950	112,000	-	10,455	147,832	194,451	1,663,262
Total Governmental Activities Program Revenues	11,317,051	11,628,083	14,192,615	13,695,750	16,747,177	28,562,090	19,201,802	26,141,733	23,288,887	25,553,598
Business-type Activities:										
Charges for services:										
Water	4,254,691	4,178,507	4,181,138	5,051,619	5,246,543	4,916,316	5,913,919	6,301,601	6,945,224	8,680,777
Electric	6,745,530	7,056,311	7,285,535	7,004,769	7,491,230	7,432,889	7,630,163	8,029,034	8,182,983	8,919,934
Transportation/Parking	2,761,760	2,625,684	2,843,583	2,944,662	3,120,554	3,818,830	3,752,142	3,950,134	4,737,692	5,134,063
Golf	975,705	1,347,998	1,443,302	1,559,189	1,498,588	1,556,287	1,693,769	1,691,573	1,781,260	1,875,852
Affordable housing	1,862,581	1,716,056	1,890,651	1,789,427	2,001,771	2,086,474	2,088,310	2,774,087	2,892,527	2,962,923
Operating grants and contributions	227,076	126,079	405,263	144,076	296,438	219,115	285,902	368,239	323,034	251,330
Capital grants and contributions	836,116	524,775	2,364,257	691,120	559,164	1,258,241	851,030	2,703,476	2,586,589	4,667,292
Total Business-Type Activities Program Revenues	17,663,459	17,575,410	20,413,729	19,184,862	20,214,288	21,288,152	22,215,235	25,818,144	27,449,309	32,492,171
Total Primary Government Program Revenues	28,980,510	29,203,493	34,606,344	32,880,612	36,961,465	49,850,242	41,417,037	51,959,877	50,738,196	58,045,769
Net (Expense)/Revenue										
Governmental activities	(39,977,186)	(37,470,733)	(32,602,123)	(31,360,558)	(40,661,652)	(40,164,396)	(36,789,714)	(34,542,440)	(34,576,192)	(46,304,519)
Business-type activities	(1,123,297)	274,028	3,337,255	1,776,901	1,911,435	3,212,170	3,667,580	5,703,441	5,251,846	8,972,286
Total Primary Government Net Expense	\$ (41,100,483)	\$ (37,196,705)	\$ (29,264,868)	\$ (29,583,657)	\$ (38,750,217)	\$ (36,952,226)	\$ (33,122,134)	\$ (28,838,999)	\$ (29,324,346)	\$ (37,332,233)

**City of Aspen, Colorado
Changes in Net Position
Last Ten Years**

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Taxes:										
Property taxes	\$ 6,828,073	\$ 6,742,994	\$ 6,400,324	\$ 6,635,193	\$ 6,813,447	\$ 6,958,207	\$ 7,337,156	\$ 7,337,156	\$ 7,720,595	\$ 8,223,349
Specific ownership taxes	225,601	175,518	158,201	188,641	202,727	232,804	253,219	245,467	283,513	301,259
Sales and use taxes	15,862,884	17,234,469	18,024,797	18,454,202	20,043,696	23,784,308	25,297,010	26,997,832	28,092,458	29,206,295
Franchise and business taxes	1,060,136	1,104,837	1,210,923	1,249,963	1,320,462	1,394,007	1,410,494	1,417,668	1,976,014	2,378,755
Real estate transfer tax	9,067,135	9,721,675	8,035,020	10,058,311	8,799,794	12,884,211	15,412,798	9,635,514	15,225,989	13,530,329
Lodging tax	915,808	1,009,084	2,135,021	2,370,865	2,555,331	2,885,188	3,189,844	3,514,720	3,653,810	3,689,936
Unrestricted investment earnings	2,653,415	1,226,495	785,565	546,246	270,303	1,018,586	1,044,068	1,591,123	1,464,209	2,841,528
Grants and contributions not restricted to specific programs	163,170	146,017	336,230	333,881	323,872	332,081	273,271	184,449	5,003	-
Sale of capital assets	229,889	-	16,025	57,621	27,332	44,500	14,835	19,283	8,584	751,833
Transfers	3,128,621	1,242,122	2,923,496	1,548,924	402,283	2,188,771	1,762,090	3,032,123	2,240,398	1,092,505
Total General Revenues and Transfers	\$ 40,134,732	\$ 38,603,211	\$ 40,025,602	\$ 41,443,847	\$ 40,759,247	\$ 51,722,663	\$ 55,994,785	\$ 53,975,335	\$ 60,670,573	\$ 62,015,789
Business-type Activities:										
Sales and use taxes	\$ 777,255	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted investment earnings	1,010,320	367,027	133,546	151,450	13,385	135,069	137,906	107,901	144,682	368,228
Sale of capital assets	2,778	-	-	-	1,400	128,387	7,561	808	-	-
Special Item	-	-	-	-	-	-	-	-	-	(5,154,597)
Transfers	(3,128,621)	(1,242,122)	(2,923,496)	(1,548,924)	(402,283)	(2,188,771)	(1,762,090)	(3,032,123)	(2,240,398)	(1,092,505)
Total Business-type Activities	(1,338,268)	(875,095)	(2,789,950)	(1,397,474)	(387,498)	(1,925,315)	(1,616,623)	(2,923,414)	(2,095,716)	(5,878,874)
Total Primary Government Revenues	38,796,464	37,728,116	37,235,652	40,046,373	40,371,749	49,797,348	54,378,162	51,051,921	58,574,857	56,136,915
Change in Net Position										
Governmental activities	157,546	1,132,478	7,423,479	10,083,289	97,595	11,558,267	19,205,071	19,432,895	26,094,381	15,711,270
Business-type activities	(2,461,565)	(601,067)	547,305	379,427	1,523,937	1,286,855	2,050,957	2,780,027	3,156,131	3,093,412
Total Change in Net Position	\$ (2,304,019)	\$ 531,411	\$ 7,970,784	\$ 10,462,716	\$ 1,621,532	\$ 12,845,122	\$ 21,256,028	\$ 22,212,922	\$ 29,250,512	\$ 18,804,682

City of Aspen, Colorado
Fund Balances, Governmental Funds
Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
General Fund										
Nonspendable	\$ 46,649	\$ 82,808	\$ 62,471	\$ 52,750	\$ 53,106	\$ 41,389	\$ 50,849	\$ 30,431	\$ 29,340	\$ 50,195
Restricted	2,267,258	2,392,091	1,678,074	1,661,198	1,934,378	2,345,341	2,522,506	2,557,833	3,920,933	2,692,659
Committed	-	6,392,363	6,282,147	6,638,523	6,655,729	6,426,029	10,004,831	7,551,402	9,851,905	11,357,804
Unassigned	5,527,437	641,423	2,731,824	4,333,650	7,955,182	14,170,472	4,209,450	6,037,787	3,168,012	2,700,037
Total General Fund	<u>7,841,344</u>	<u>9,508,685</u>	<u>10,754,516</u>	<u>12,686,121</u>	<u>16,598,395</u>	<u>22,983,231</u>	<u>16,787,636</u>	<u>16,177,453</u>	<u>16,970,190</u>	<u>16,800,695</u>
All Other Governmental Funds										
Nonspendable	6,748,788	861,265	599,693	5,932,977	9,148,984	7,500,654	278,894	332,949	208,182	3,861,801
Committed	-	8,809,681	9,481,407	10,019,332	12,962,518	17,109,568	10,470,135	4,462,590	94,579,259	103,984,893
Assigned	38,233,794	42,609,686	48,471,806	56,297,303	42,480,240	46,027,499	79,062,075	98,235,252	31,437,287	23,056,308
Unassigned	(1,963,040)	-	-	-	-	-	-	-	-	(36,133)
Total All Other Governmental Funds	<u>\$ 43,019,542</u>	<u>\$ 52,280,632</u>	<u>\$ 58,552,906</u>	<u>\$ 72,249,612</u>	<u>\$ 64,591,742</u>	<u>\$ 70,637,721</u>	<u>\$ 89,811,104</u>	<u>\$ 103,030,791</u>	<u>\$ 126,224,728</u>	<u>\$ 130,866,869</u>
Total Governmental Funds	\$ 50,860,886	\$ 61,789,317	\$ 69,307,422	\$ 84,935,733	\$ 81,190,137	\$ 93,620,952	\$ 106,598,740	\$ 119,208,244	\$ 143,194,918	\$ 147,667,564

GASB 54 implemented in 2009

City of Aspen, Colorado
Changes in Fund Balances, Governmental Funds
Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenues:										
Taxes	\$ 33,794,735	\$ 35,900,094	\$ 35,964,285	\$ 38,979,093	\$ 39,735,455	\$ 48,138,727	\$ 52,764,713	\$ 49,148,357	\$ 56,952,379	\$ 57,329,923
Licenses and permits	1,522,715	1,482,339	2,230,570	2,363,080	3,149,349	4,440,976	4,433,846	6,966,216	9,812,290	7,620,786
Intergovernmental	1,192,789	1,132,873	865,194	792,260	942,744	634,766	763,524	706,088	324,397	1,564,441
Charges for services	4,115,188	4,500,606	5,223,000	5,572,160	6,833,099	17,167,684	8,547,638	8,491,584	5,684,417	5,984,985
Fines	103,030	89,406	101,006	65,785	56,321	57,179	57,402	51,899	40,694	40,748
Miscellaneous	10,348,713	9,246,285	6,527,758	4,630,564	6,036,772	5,413,984	5,142,702	6,808,484	11,286,673	12,981,422
Total Revenues	<u>51,077,170</u>	<u>52,351,603</u>	<u>50,911,813</u>	<u>52,402,942</u>	<u>56,753,740</u>	<u>75,853,316</u>	<u>71,709,825</u>	<u>72,172,628</u>	<u>84,100,850</u>	<u>85,522,305</u>
Expenditures:										
General government	14,014,915	12,933,325	11,839,390	12,905,819	13,601,193	14,584,380	14,901,942	18,661,315	18,917,662	20,282,850
Public safety	4,132,261	4,008,407	4,134,932	4,578,637	4,514,586	4,670,305	4,877,295	5,221,612	5,190,032	5,414,041
Public works	4,411,694	3,244,360	2,930,675	3,538,733	4,031,719	4,308,842	4,273,646	5,233,251	4,628,110	4,639,441
Public health and welfare	5,483,402	6,501,678	3,946,378	3,263,541	13,651,311	13,242,812	8,337,672	6,821,525	6,836,885	7,318,996
Culture and recreation	12,646,957	12,721,971	11,665,878	12,819,902	12,863,475	13,999,493	13,494,365	14,970,316	15,960,236	17,474,645
Capital Outlay:									25,253,557	26,126,131
General government	225,023	339,788	75,023	167,837	425,110	-	1,124,489	4,552,489	-	-
Public safety	-	72,771	50,954	-	89,757	316,564	153,646	-	-	-
Public works	234,726	536,647	1,201,210	1,104,672	5,327,522	1,760,541	1,385,718	2,569,682	-	-
Public health and welfare	426,627	-	180,969	41,207	204,362	9,213,123	88,473	-	-	-
Culture and recreation	1,430,644	1,330,265	4,509,717	1,268,127	4,625,384	4,100,570	4,558,170	3,123,127	-	-
Debt service:										
Principal retirement	1,362,600	1,523,727	1,575,263	1,623,243	1,745,718	1,808,269	2,245,319	2,288,427	2,337,945	2,707,554
Interest	1,974,201	1,807,613	1,776,028	1,713,013	1,559,371	1,532,108	1,632,439	1,396,183	1,847,091	2,128,230
Other	-	-	-	-	-	-	-	-	203,124	-
Total Expenditures	<u>46,343,050</u>	<u>45,020,552</u>	<u>43,886,417</u>	<u>43,024,731</u>	<u>62,639,508</u>	<u>69,537,007</u>	<u>57,073,174</u>	<u>64,837,927</u>	<u>81,174,642</u>	<u>86,091,888</u>
Excess (Deficiency) of Revenues Over Expenditures	4,734,120	7,331,051	7,025,396	9,378,211	(5,885,768)	6,316,309	14,636,681	7,334,701	2,926,208	(569,583)
Other Financing Sources (Uses):										
Proceeds from sale of fixed assets	239,140	13,149	1,733	57,621	70,778	44,500	48,500	19,278	42,839	5,126,563
Premium on issuance	-	-	-	-	1,700,781	569,534	105,911	-	2,738,310	-
Debt issued	7,353,345	441,449	-	9,996,008	8,295,000	1,270,000	3,287,775	-	17,570,000	-
Payments to refunded debt escrow	(7,201,317)	-	-	(4,528,294)	(9,862,702)	(1,405,511)	(3,328,773)	-	-	-
Capital Contributions	2,763,410	-	-	-	-	-	-	3,493,782	-	-
Transfers in	7,889,424	9,187,922	10,781,427	8,723,289	8,940,363	9,287,365	23,050,982	13,870,388	10,025,403	12,048,792
Transfers (out)	(9,713,623)	(6,045,140)	(9,687,252)	(7,998,524)	(7,004,048)	(7,736,382)	(24,823,288)	(12,108,645)	(9,316,086)	(12,133,126)
Total Other Financing Sources (Uses)	<u>1,330,379</u>	<u>3,597,380</u>	<u>1,095,908</u>	<u>6,250,100</u>	<u>2,140,172</u>	<u>2,029,506</u>	<u>(1,658,893)</u>	<u>5,274,803</u>	<u>21,060,466</u>	<u>5,042,229</u>
Net change in fund balances	<u>\$ 6,064,499</u>	<u>\$ 10,928,431</u>	<u>\$ 8,121,304</u>	<u>\$ 15,628,311</u>	<u>\$ (3,745,596)</u>	<u>\$ 8,345,815</u>	<u>\$ 12,977,788</u>	<u>\$ 12,609,504</u>	<u>\$ 23,986,674</u>	<u>\$ 4,472,646</u>
Debt Service as a percentage of noncapital expenditures	8.20%	8.45%	9.71%	8.99%	6.79%	6.57%	8.45%	7.24%	8.12%	8.77%

City of Aspen, Colorado
History of General Fund Revenues, Expenditures, and Changes in Fund Balance
Last Ten Years

	2009	2010	2011 ¹	2012	2013	2014	2015	2016	2017 ²	2018
Revenues:										
Taxes	\$ 9,984,040	\$ 11,086,048	\$ 10,957,266	\$ 10,973,150	\$ 10,937,924	\$ 11,633,647	\$ 12,429,710	\$ 10,592,745	\$ 13,362,867	\$ 14,409,582
Licenses and permits	1,030,194	814,134	1,321,002	2,001,579	2,746,802	3,902,071	3,831,168	4,551,133	6,709,557	6,152,596
Intergovernmental	447,463	471,471	466,002	457,550	440,295	502,440	454,252	458,609	53,190	83,582
Charges for services	2,950,703	3,165,021	3,778,115	4,620,285	5,976,999	7,234,174	7,580,425	7,088,448	4,251,439	4,010,866
Fines	103,030	89,406	101,006	65,785	56,321	57,179	57,402	51,899	40,694	40,748
Refund of expenditures	4,644,574	4,881,816	240,639	156,358	174,096	311,212	206,551	316,849	4,928,754	5,313,976
Investment earnings	313,693	144,476	81,118	111,573	14,679	177,312	164,787	117,809	142,806	315,204
Miscellaneous	377,896	198,283	193,531	202,190	440,315	528,388	487,539	619,273	908,717	1,097,982
Total Revenues	19,851,593	20,850,655	17,138,679	18,588,470	20,787,431	24,346,423	25,211,834	23,796,765	30,398,024	31,424,536
Expenditures:										
General government	9,911,162	9,827,371	7,948,981	8,357,446	8,644,145	9,487,368	10,234,817	10,866,998	12,089,190	13,060,629
Public safety	4,132,261	4,008,407	4,116,604	4,566,057	4,514,586	4,670,305	4,877,295	5,036,266	5,174,698	5,414,041
Public works	2,163,806	1,990,040	2,267,486	2,500,212	2,486,781	2,944,938	3,361,257	3,625,645	3,730,883	3,735,325
Public health and welfare	444,276	463,580	512,696	612,098	505,780	539,665	541,544	620,304	662,074	704,063
Culture and recreation	4,410,919	4,102,522	4,292,751	4,827,793	5,150,982	5,429,954	5,317,611	5,594,461	5,986,505	6,154,926
Debt service:										
Principal retirement	-	19,002	28,988	30,418	31,918	33,494	35,144	36,877	38,695	40,604
Interest	-	17,692	19,938	18,508	17,008	15,434	13,782	12,049	10,231	8,322
Capital Outlay	6,789	-	-	27,339	46,088	9,399	27,249	-	5,547	509
Total Expenditures	21,069,213	20,428,614	19,187,444	20,939,871	21,397,288	23,130,557	24,408,699	25,792,600	27,697,823	29,118,419
Excess (Deficiency) of Revenues Over Expenditures	(1,217,620)	422,041	(2,048,765)	(2,351,401)	(609,857)	1,215,866	803,135	(1,995,835)	2,700,201	2,306,117
Other Financing Sources (Uses):										
Proceeds from sale of assets	3,000	-	1,733	8,136	5,451	27,500	6,950	3,500	570	-
Transfers in	1,612,850	1,536,110	5,093,650	5,344,720	5,612,710	5,768,470	5,633,740	5,791,208	1,274,870	1,452,780
Transfers out	(1,015,590)	(290,810)	(1,359,860)	(1,069,850)	(1,096,030)	(627,000)	(12,639,420)	(4,409,056)	(3,182,904)	(3,928,392)
Total Other Financing Sources (Uses)	600,260	1,245,300	3,735,523	4,283,006	4,522,131	5,168,970	(6,998,730)	1,385,652	(1,907,464)	(2,475,612)
Net Change in Fund Balances	(617,360)	1,667,341	1,686,758	1,931,605	3,912,274	6,384,836	(6,195,595)	(610,183)	792,737	(169,495)
Fund Balances - Beginning	8,458,704	7,841,344	9,067,758	10,754,516	12,686,121	16,598,395	22,983,231	16,787,636	16,177,453	16,970,190
Fund Balances - Ending	\$ 7,841,344	\$ 9,508,685	\$ 10,754,516	\$ 12,686,121	\$ 16,598,395	\$ 22,983,231	\$ 16,787,636	\$ 16,177,453	\$ 16,970,190	\$ 16,800,695

¹ The City's beginning fund balance for the year ended December 31, 2011, was restated to reflect a change in accounting practice pursuant to GASB 54.

² In 2017, the City reported Rents and Royalties along with Donations and Contributions under Miscellaneous Revenue.

City of Aspen, Colorado
History of Affordable Housing Fund Revenues, Expenditures, and Changes in Fund Balance
Last Ten Years

	2009	2010	2011 ¹	2012	2013	2014	2015	2016	2017	2018
Revenues:										
Taxes:										
Sales tax	\$ 903,435	\$ 944,433	\$ 1,013,662	\$ 1,072,416	\$ 1,141,378	\$ 1,267,533	\$ 1,358,733	\$ 1,449,290	\$ 1,470,243	\$ 1,533,535
Real estate transfer tax	5,881,378	6,370,311	5,233,329	6,592,914	5,678,816	8,387,972	10,020,525	6,293,074	10,005,041	8,896,761
Charges for services:										
Public health and welfare	298,512	508,454	538,780	-	7,500	8,778,982	7,330,883	-	528,317	1,079,859
Development fees	291,136	239,138	2,925,428	723,866	2,155,154	1,157,002	975,174	1,499,609	-	-
Refund of expenditures	834	3,404	-	-	92,094	150,043	8,607	41,735	3,217	4,816
Investment earnings	191,894	83,064	72,467	127,675	10,825	93,043	105,490	155,582	255,057	798,569
Miscellaneous:										
Rents and royalties	701,716	667,832	508,067	469,680	501,334	534,510	578,846	645,581	686,362	729,161
Other	26	13,393	-	30	-	-	-	-	473,994	-
Total Revenues	8,268,931	8,830,029	10,291,733	8,986,581	9,587,101	20,369,085	20,378,258	10,084,871	13,422,231	13,042,701
Expenditures:										
Current:										
Public health and welfare	3,437,296	3,356,885	1,428,620	6,411,041	14,990,764	535,915	4,072,398	1,169,609	1,088,944	1,235,448
Capital:										
Public health and welfare	-	-	-	-	4,194,982	16,314,304	88,473	-	3,051,872	7,383,940
Total Expenditures	3,437,296	3,356,885	1,428,620	6,411,041	19,185,746	16,850,219	4,160,871	1,169,609	4,140,816	8,619,388
Excess (Deficiency) of Revenues Over Expenditures	4,831,635	5,473,144	8,863,113	2,575,540	(9,598,645)	3,518,866	16,217,387	8,915,262	9,281,415	4,423,313
Other Financing Sources (Uses):										
Proceeds from sale of assets	104,817	-	-	-	-	-	-	-	-	5,126,563
Transfers in	997,050	2,300,000	-	-	-	-	140,000	-	-	100,000
Transfers out	(3,663,040)	(6,460,020)	(1,096,220)	(1,120,300)	(591,500)	(667,000)	(1,913,700)	(801,044)	(758,348)	(3,120)
Total Other Financing Sources (Uses)	(2,561,173)	(4,160,020)	(1,096,220)	(1,120,300)	(591,500)	(667,000)	(1,773,700)	(801,044)	(758,348)	5,223,443
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses) - Budget Basis	2,270,462	1,313,124	7,766,893	1,455,240	(10,190,145)	2,851,866	14,443,687	8,114,218	8,523,067	9,646,756
Reconciliation to GAAP Basis:										
Purchase of housing units held for sale	468,331	-	-	5,408,080	3,307,920	7,995,040	-	-	-	-
Purchase of housing units contributed to other funds	-	-	-	-	-	(856,050)	-	-	-	-
Interfund advance principal payments	2,547,680	5,452,320	-	-	-	-	-	-	-	-
Cost of housing units sold	-	(318,990)	-	-	-	(8,716,000)	(7,138,990)	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses) - GAAP Basis	5,286,473	6,446,454	7,766,893	6,863,320	(6,882,225)	1,274,856	7,304,697	8,114,218	8,523,067	9,646,756
Fund Balances - Beginning	(6,781,182)	(1,494,709)	4,939,854	12,706,747	19,570,067	12,687,842	13,962,698	21,267,395	29,381,613	37,904,680
Fund Balances - Ending	\$ (1,494,709)	\$ 4,951,745	\$ 12,706,747	\$ 19,570,067	\$ 12,687,842	\$ 13,962,698	\$ 21,267,395	\$ 29,381,613	\$ 37,904,680	\$ 47,551,436

¹ The City's beginning Fund balance for the year ended December 31, 2011, was amended to reflect a change in accounting practice pursuant to GASB 54.

² In 2007, the City embarked on a land acquisition program for the purpose of securing property for future development of affordable housing. In order to fund the cost of a specific acquisition which exceeded available fund balance of the Affordable Housing Fund, the City borrowed approximately \$8,000,000 from the Wheeler Opera House Fund. Due to GASB rules, while the acquisition was reflected as an expense of the Affordable Housing Fund, the borrowed funds did not increase the available reserves of the Affordable Housing Fund and, as a result, a negative fund balance relating to the outstanding balance of the loan for the acquisition cost is shown. The loan was repaid in full in 2010.

City of Aspen, Colorado
History of AMP Fund Revenues, Expenditures, and Changes in Fund Balance
Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011¹</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenues:										
Taxes	\$ 3,130,355	\$ 2,269,506	\$ 2,479,835	\$ 3,072,979	\$ 3,868,326	\$ 4,001,415	\$ 4,155,912	\$ 6,513,679	\$ 5,149,120	\$ 5,373,920
Licenses and permits	29,984	135,000	541,090	-	60,000	-	14,212	36,000	687,762	-
Intergovernmental	204,021	20,000	60,823	-	4,000	-	-	-	16,000	261,817
Charges for service	-	-	-	-	-	-	-	75,000	-	-
Refund of expenditures	211,235	155,517	158,727	40,628	7	-	4,702	855,374	155,483	118,095
Investment earnings	237,443	90,939	42,537	55,854	29	65,791	88,452	147,826	330,727	487,628
Miscellaneous	84,951	183,279	318,394	230,138	269,726	120,912	153,087	52,598	92,204	319,785
Total Revenues	<u>3,897,989</u>	<u>2,854,241</u>	<u>3,601,406</u>	<u>3,399,599</u>	<u>4,202,088</u>	<u>4,188,118</u>	<u>4,416,365</u>	<u>7,680,477</u>	<u>6,431,296</u>	<u>6,561,245</u>
Expenditures:										
General government	706,965	596,198	471,061	295,199	185,484	553,675	229,192	2,491,785	118,952	107,232
Public safety	-	-	18,328	12,580	-	-	-	185,346	15,334	-
Public works	1,506,321	679,457	177,035	486,486	850,758	588,001	238,296	682,761	-	-
Public health and welfare	-	119,754	3,796	1,060	21,730	-	2,781	-	-	-
Culture and recreation	217,477	508,112	303,819	326,144	299,695	293,245	213,010	430,556	-	-
Capital Outlay	458,771	795,868	2,150,619	1,474,416	2,161,605	1,783,239	2,635,967	6,931,587	18,704,123	15,082,304
Total Expenditures	<u>2,889,534</u>	<u>2,699,389</u>	<u>3,124,658</u>	<u>2,595,885</u>	<u>3,519,272</u>	<u>3,218,160</u>	<u>3,319,246</u>	<u>10,722,035</u>	<u>18,838,409</u>	<u>15,189,536</u>
Excess (Deficiency) of Revenues Over Expenditures	1,008,455	154,852	476,748	803,714	682,816	969,958	1,097,119	(3,041,558)	(12,407,113)	(8,628,291)
Other Financing Sources (Uses):										
Proceeds from sale of assets	127,323	-	-	41,630	-	17,000	41,550	15,778	-	-
Operating lease	-	441,449	-	-	-	-	-	-	-	-
Debt issuance	-	-	-	-	-	-	-	-	20,308,310	-
Transfers in	149,790	113,840	75,000	40,160	303,030	95,250	12,451,000	4,584,910	3,323,551	3,907,978
Transfers out	(168,764)	(725,410)	(190,913)	(366,700)	(304,275)	(105,576)	(2,311,208)	(91,853)	-	(160,100)
Total Other Financing Sources (Uses)	<u>108,349</u>	<u>(170,121)</u>	<u>(115,913)</u>	<u>(284,910)</u>	<u>(1,245)</u>	<u>6,674</u>	<u>10,181,342</u>	<u>4,508,835</u>	<u>23,631,861</u>	<u>3,747,878</u>
Net Change in Fund Balances	1,116,804	(15,269)	360,835	518,804	681,571	976,632	11,278,461	1,467,277	11,224,748	(4,880,413)
Fund Balances - Beginning	<u>3,534,976</u>	<u>4,651,780</u>	<u>4,631,626</u>	<u>4,992,461</u>	<u>5,511,265</u>	<u>6,192,836</u>	<u>7,169,468</u>	<u>18,447,929</u>	<u>19,915,206</u>	<u>31,139,954</u>
Fund Balances - Ending	<u>\$ 4,651,780</u>	<u>\$ 4,636,511</u>	<u>\$ 4,992,461</u>	<u>\$ 5,511,265</u>	<u>\$ 6,192,836</u>	<u>\$ 7,169,468</u>	<u>\$ 18,447,929</u>	<u>\$ 19,915,206</u>	<u>\$ 31,139,954</u>	<u>\$ 26,259,541</u>

¹ The City's beginning fund balance for the year ended December 31, 2011, was restated to reflect a change in accounting practice pursuant to GASB 54.

City of Aspen, Colorado
History of Electric Enterprise Fund Revenues, Expenses, and Changes in Fund Net Position
Last Ten Years

	2009	2010	2011 ¹	2012	2013	2014	2015	2016	2017	2018
Revenues:										
Charges for services:										
Electric sales	\$ 6,236,179	\$ 6,575,286	\$ 6,712,361	\$ 7,004,769	\$ 7,491,230	\$ 7,432,889	\$ 7,630,163	\$ 8,029,034	\$ 8,176,759	8,911,979
Grants:										
Nongovernmental grant	-	-	-	-	-	-	22,072	75,623	-	-
Intergovernmental/State grant	25,397	-	-	-	-	-	-	-	-	-
Miscellaneous:										
Capital project reimbursement	-	2,665	56,528	-	-	-	-	-	-	-
Other revenues	78,576	26,099	68,009	51,825	90,886	95,069	73,866	84,289	9,501	63,307
Other resources:										
Investment earnings (losses)	98,697	35,426	9,060	21,481	(258)	42,186	44,592	35,639	42,072	86,667
Total Revenues	<u>6,438,849</u>	<u>6,639,476</u>	<u>6,845,958</u>	<u>7,078,075</u>	<u>7,581,858</u>	<u>7,570,144</u>	<u>7,770,693</u>	<u>8,224,585</u>	<u>8,228,332</u>	<u>9,061,953</u>
Expenses:										
Operating:										
Personnel services	939,998	1,018,955	672,662	1,069,114	861,305	952,563	950,928	1,068,875	1,668,176	1,619,519
General operations	3,475,323	3,800,526	3,833,207	4,159,848	4,756,799	4,397,610	4,685,347	5,081,443	5,316,788	5,865,142
Materials and supplies	382,931	309,113	294,550	322,960	528,210	266,798	812,468	302,584	63,199	142,138
Contingency	1,980	11,680	-	-	-	-	-	13,735	-	-
Capital expenses:										
Property, plant, and equipment	499,639	1,467,296	217,852	437,658	598,625	945,263	125,089	419,542	367,352	150,624
Debt service:										
Principal	-	-	-	-	-	145,000	150,000	155,000	160,000	2,135,000
Interest	-	-	-	-	-	211,268	206,555	201,305	195,880	189,880
Total Expenses	<u>5,299,871</u>	<u>6,607,570</u>	<u>5,018,271</u>	<u>5,989,580</u>	<u>6,744,939</u>	<u>6,918,502</u>	<u>6,930,387</u>	<u>7,242,484</u>	<u>7,771,395</u>	<u>10,102,303</u>
Income (Loss) Before Contributions and Transfers	<u>1,138,978</u>	<u>31,906</u>	<u>1,827,687</u>	<u>1,088,495</u>	<u>836,919</u>	<u>651,642</u>	<u>840,306</u>	<u>982,101</u>	<u>456,937</u>	<u>(1,040,350)</u>
Capital contributions	-	-	-	-	1,401,260	-	-	-	-	-
Proceeds from sale of assets	-	-	-	-	-	127,860	-	-	-	-
Transfers in	-	-	-	461,090	5,507,946	-	139,092	-	-	3,200
Transfers out	(1,268,500)	(1,392,246)	(787,184)	(679,000)	(898,323)	(919,434)	(1,154,819)	(1,080,690)	(434,029)	(643,582)
Change in Net Position - Budget Basis	<u>(129,522)</u>	<u>(1,360,340)</u>	<u>1,040,503</u>	<u>870,585</u>	<u>6,847,802</u>	<u>(139,932)</u>	<u>(175,421)</u>	<u>(98,589)</u>	<u>22,908</u>	<u>(1,680,732)</u>
Reconciliation to GAAP Basis:										
Debt principal payments	-	-	-	-	-	145,000	150,000	155,000	160,000	2,135,000
Debt accrued interest	-	-	-	-	-	1,674	1,677	1,650	1,654	1,624
Capitalized expenses	499,639	1,467,296	217,852	437,658	598,625	945,263	125,089	419,542	367,352	150,624
Change in compensated absences	(13,961)	10,530	(6,634)	(1,554)	(1,100)	2,116	(5,455)	(2,198)	3,148	(106,827)
Change in OPEB obligation	-	-	-	-	-	-	(37,987)	1,813	(530)	(80,242)
Loss on disposition of assets	(5,638)	-	-	(8,667)	-	(100,117)	-	-	-	(5,154,597)
Contributions of assets from other funds	-	-	-	-	-	-	-	-	-	467,171
Depreciation	(255,218)	(259,539)	(462,398)	(329,799)	(364,542)	(746,403)	(1,156,319)	(915,800)	(1,189,374)	(970,122)
Change in Net Position - GAAP Basis	<u>95,300</u>	<u>(142,053)</u>	<u>789,323</u>	<u>968,223</u>	<u>7,080,785</u>	<u>107,601</u>	<u>(1,098,416)</u>	<u>(438,582)</u>	<u>(634,842)</u>	<u>(5,238,101)</u>
Net Position - Beginning	<u>7,435,624</u>	<u>7,530,924</u>	<u>7,362,450</u>	<u>8,151,773</u>	<u>9,119,996</u>	<u>16,200,781</u>	<u>16,308,382</u>	<u>15,209,966</u>	<u>14,771,384</u>	<u>14,136,542</u>
Net Position - Ending	<u>\$ 7,530,924</u>	<u>\$ 7,388,871</u>	<u>\$ 8,151,773</u>	<u>\$ 9,119,996</u>	<u>\$ 16,200,781</u>	<u>\$ 16,308,382</u>	<u>\$ 15,209,966</u>	<u>\$ 14,771,384</u>	<u>\$ 14,136,542</u>	<u>\$ 8,898,441</u>

¹ The City's beginning fund balance for the year ended December 31, 2011, was restated to reflect a change in accounting practice pursuant to GASB 54.

City of Aspen, Colorado
History of Truscott Housing Fund Revenues, Expenses, and Changes in Fund Net Position
Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenues:										
Operating revenues:										
Rents and royalties	\$ 983,413	\$ 985,710	\$ 994,704	\$ 1,004,991	\$ 1,035,158	\$ 1,068,809	\$ 1,086,887	\$ 1,163,131	\$ 1,191,915	\$ 1,207,158
Other	21,961	28,524	35,562	30,109	38,195	41,938	39,025	52,071	62,973	48,062
Grants:										
Nongovernmental grants	-	-	-	-	-	-	-	320,321	-	-
Other resources:										
Investment earnings	54,727	24,331	15,201	19,685	2,557	17,968	14,306	10,831	7,835	18,509
Total Revenues	<u>1,060,101</u>	<u>1,038,565</u>	<u>1,045,467</u>	<u>1,054,785</u>	<u>1,075,910</u>	<u>1,128,715</u>	<u>1,140,218</u>	<u>1,546,354</u>	<u>1,262,723</u>	<u>1,273,729</u>
Expenses:										
Operating:										
Personnel services	236,927	276,131	233,026	259,911	267,766	296,056	263,935	247,006	103,732	106,610
General operations	355,108	240,821	262,708	329,912	327,209	315,317	273,714	287,203	528,518	563,440
Materials and supplies	170,993	67,340	202,869	103,201	77,612	53,211	106,202	435,287	18,374	28,295
Capital expenditures:										
Property, plant, and equipment	144,077	35,087	13,818	21,574	8,492	24,255	1,328,511	333,601	70,534	-
Debt service:										
Principal	405,000	485,000	495,000	515,000	530,000	535,000	565,000	575,000	595,000	610,000
Interest	337,319	223,796	211,588	189,587	179,288	168,687	147,288	134,575	111,575	96,700
Total Expenses	<u>1,649,424</u>	<u>1,328,175</u>	<u>1,419,009</u>	<u>1,419,185</u>	<u>1,390,367</u>	<u>1,392,526</u>	<u>2,684,650</u>	<u>2,012,672</u>	<u>1,427,733</u>	<u>1,405,045</u>
Income (Loss) Before Transfers	(589,323)	(289,610)	(373,542)	(364,400)	(314,457)	(263,811)	(1,544,432)	(466,318)	(165,010)	(131,316)
Non-Operating Revenues (Expenses):										
Transfers in	743,820	742,620	709,590	705,600	-	-	1,350,000	295,000	100,000	-
Transfers out	(31,690)	(4,780)	(64,020)	(66,000)	(70,000)	(79,000)	(127,000)	(150,000)	(5,500)	(5,796)
Total Other Financing Sources (Uses)	<u>712,130</u>	<u>737,840</u>	<u>645,570</u>	<u>639,600</u>	<u>(70,000)</u>	<u>(79,000)</u>	<u>1,223,000</u>	<u>145,000</u>	<u>94,500</u>	<u>(5,796)</u>
Change in Net Position - Budget Basis	<u>122,807</u>	<u>448,230</u>	<u>272,028</u>	<u>275,200</u>	<u>(384,457)</u>	<u>(342,811)</u>	<u>(321,432)</u>	<u>(321,318)</u>	<u>(70,510)</u>	<u>(137,112)</u>

City of Aspen, Colorado
Assessed Value and Actual Value of Taxable Property
Last Ten Years

Fiscal Year Ended December 31¹	Valuation Base Year²	Residential Property Assessment Rate³	Residential Property⁴	Commercial Property	Vacant Land	Agricultural	Natural Resources	State Assessed	Other Property	Tax-Exempt Property	Assessed Value	Estimated Actual Value²	Taxable Assessed Value as a Percentage of Estimated Actual Taxable Value	Total Direct Tax Rate⁵
2009	2008	7.96%	1,064,282,750	496,772,540	121,809,740	13,860	5,050	5,526,035	127,354,685	102,813,170	1,688,409,975	15,522,549,590	10.88%	4.042
2010	2008	7.96%	1,074,062,700	487,806,210	118,994,550	13,880	5,050	5,544,250	124,557,730	95,928,570	1,686,426,640	15,604,839,250	10.81%	3.854
2011	2010	7.96%	784,360,210	399,945,650	85,498,600	14,890	4,990	5,934,940	91,453,420	92,851,390	1,275,759,280	11,548,247,950	11.05%	5.236
2012	2010	7.96%	791,067,840	392,756,460	87,676,240	15,690	4,990	6,239,930	93,936,850	92,443,190	1,277,761,150	11,616,289,590	11.00%	5.346
2013	2012	7.96%	726,056,410	424,023,030	77,729,860	17,020	7,960	7,097,580	84,852,420	137,777,830	1,234,931,860	10,876,036,690	11.35%	5.654
2014	2012	7.96%	733,455,580	423,410,750	78,073,470	16,490	4,960	7,246,400	85,341,320	153,445,790	1,242,207,650	10,968,575,260	11.33%	5.817
2015	2014	7.96%	892,553,590	504,872,920	87,427,750	19,650	4,900	7,283,740	94,736,040	158,666,150	1,492,162,550	13,280,594,120	11.24%	4.978
2016	2014	7.96%	901,732,880	497,043,570	77,029,930	19,650	4,900	7,167,480	84,221,960	166,507,050	1,482,998,410	13,323,299,450	11.13%	5.227
2017	2016	7.20%	974,382,130	561,908,560	71,878,240	21,630	4,870	7,498,000	79,402,740	166,864,970	1,615,693,430	15,744,501,770	10.26%	5.096
2018	2016	7.20%	995,126,020	561,014,480	58,041,590	21,630	4,870	5,698,880	63,766,970	165,448,140	1,619,907,470	15,975,612,890	10.14%	5.298

¹ Property taxes levied on the valuation for the year indicated are collected in the following year.

² Actual value is reappraised biennially from sales that occurred in the 24 month period ending June 30 of the indicated valuation base year.

³ Residential property is assessed at the indicated assessment rate of actual value. All other property is assessed at 29% of actual value.

⁴ Residential property is valued at 100% of market value; all other property is valued considering the income, cost and market approaches to appraisal.

⁵ Per \$1,000 of assessed valuation.

Source: Pitkin County Assessors Office

City of Aspen, Colorado
Direct and Overlapping Property Tax Rates
Last Ten Years
(rate per \$1,000 of assessed value)

Tax Year	General Mill Levy			Stormwater Mill Levy	Refund / Abatements	Total Direct Tax Rate	Overlapping Rates												
	General Fund	Asset Management Fund	Voter Approved Increase				Pitkin County	Open Space & Trails	Aspen Fire Protection	Aspen Sanitation District	Aspen School District	Colorado Mountain College	Colorado River Water Conservation	Aspen Valley Hospital	Aspen Ambulance District	Aspen Historic District	Pitkin County Library	Human Svc & Other Grants	Healthy Community Fund
2009	2.184	1.028	0.336	0.494	-	4.042	1.950	3.333	1.146	0.130	7.846	3.997	0.166	0.969	0.138	0.236	0.906	-	0.394
2010	1.808	1.478	-	0.527	0.041	3.854	1.984	3.351	1.306	0.130	8.254	3.997	0.188	1.931	0.142	0.237	0.932	-	0.402
2011	2.123	2.393	-	0.650	0.070	5.236	2.680	3.797	1.455	0.130	9.105	3.997	0.228	2.664	0.198	0.300	1.296	-	0.567
2012	1.629	3.026	-	0.650	0.041	5.346	2.691	3.796	1.455	0.130	9.201	3.997	0.242	2.920	0.204	0.300	1.336	-	0.707
2013	1.744	3.240	-	0.650	0.020	5.654	2.416	3.783	1.477	0.130	9.333	3.997	0.254	2.539	0.220	0.300	1.439	0.523	0.778
2014	1.798	3.339	-	0.650	0.030	5.817	2.476	3.750	1.476	0.130	9.297	3.997	0.253	2.818	0.400	0.300	1.490	0.536	0.802
2015	-	4.404	-	0.557	0.017	4.978	2.289	3.750	1.411	0.111	9.111	3.997	0.243	2.819	0.451	0.300	1.359	0.500	0.735
2016	1.150	3.451	-	0.582	0.044	5.227	2.347	3.750	1.423	0.111	9.092	3.997	0.253	2.791	0.503	0.300	1.411	0.511	0.757
2017	1.102	3.308	-	0.650	0.036	5.096	2.325	3.750	1.381	0.109	8.855	3.997	0.254	2.587	0.501	0.300	1.391	0.509	0.751
2018	2.549	2.086	-	0.650	0.013	5.298	2.451	3.750	2.643	0.108	8.880	3.997	0.256	2.623	0.501	0.300	1.457	0.536	0.998

Source: Pitkin County Treasurer

**City of Aspen, Colorado
Property Tax Levies and Collections
Last Ten Years**

Fiscal Year	Collected within the Fiscal Year Following the Levy				Total Collections to Date	
	Taxes Levied for the Fiscal Year	Amount Collected	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy
2008	6,850,446	6,831,447	99.72%	5,687	6,837,134	99.81%
2009	6,824,553	6,766,466	99.15%	1,610	6,768,076	99.17%
2010	6,499,488	6,463,522	99.45%	3,513	6,467,035	99.50%
2011	6,653,337	6,640,120	99.80%	3,562	6,643,682	99.85%
2012	6,830,911	6,807,011	99.65%	2,300	6,809,311	99.68%
2013	6,959,894	6,947,150	99.82%	2,248	6,949,398	99.85%
2014	7,220,837	7,218,155	99.96%	485	7,218,640	99.97%
2015	7,364,539	7,361,708	99.96%	1,508	7,363,216	99.98%
2016	7,751,633	7,719,051	99.58%	1,543	7,720,594	99.60%
2017	8,254,803	8,223,119	99.62%	229	8,223,348	99.62%

Source: Pitkin County Treasurer

**City of Aspen, Colorado
Principal Property Tax Payers
Current Year and Ten Years Ago**

Taxpayer	2018			2009		
	Assessed Value	Rank	Percentage of Total City Assessed Value	Assessed Value	Rank	Percentage of Total City Assessed Value
Aspen Skiing Company LLC	\$ 39,874,070	1	2.46%	\$ 29,946,380	1	1.77%
Aspen Owner LLC	31,467,150	2	1.94%			
Iconic Properties Jerome LLC	17,359,740	3	1.07%			
Hyatt Grand Aspen	14,448,200	5	0.89%	15,980,030	4	0.95%
Residences at the Little Nell Condo Assoc	14,289,590	4	0.88%	14,980,660	5	0.89%
Ajax Mountain Associates LLC	10,579,650	6	0.65%	9,236,240	9	0.55%
Cox Anthony E Living Trust	10,484,980	7	0.65%			
Brand Building LLC	10,125,430	8	0.63%			
204 S Galena St LLC	10,005,000	9	0.62%			
Mill Street Plaza Associates LLC	9,984,020	10	0.62%			
Starwood Vacation Ownership				8,169,370	11	1.03%
Residences at Little Nell Dev LLC				8,502,960	10	0.48%
Aspen Club Lodge Properties LLC				9,313,580	8	1.44%
Jerome Ventures LLC				13,420,410	7	0.50%
New Limelight LLC				14,700,250	6	0.87%
Aspen Highlands Condo Assoc Inc				17,466,850	3	0.79%
SLT Aspen Dean Street LLC				24,254,580	2	0.55%
Total	\$ 168,617,830		10.41%	\$ 165,971,310		9.83%

Source: Pitkin County Assessor

Year	Share of County Tax Receipts¹	1.0% Original Parks and Open Space Sales Tax Receipts	0.25% Parking Garage Certificates of Participation Sales Tax Receipts	0.15% Transportation Sales Tax Receipts²	0.45% Affordable Housing / Daycare Sales Tax Receipts	0.5% Additional Parks and Open Space Sales Tax Receipts	2.0% Lodging Tax Receipts³	Total Sales & Lodging Tax Receipts
2009	5,724,719	4,464,087	777,255	203,134	2,008,199	2,232,001	915,808	16,325,203
2010	6,075,201	4,668,042	-	699,947	2,100,235	2,334,721	1,009,083	16,887,229
2011	6,551,871	5,000,924	-	749,830	2,250,544	2,500,462	2,132,924	19,186,555
2012	6,807,031	5,284,122	-	792,288	2,372,541	2,642,062	2,368,283	20,266,327
2013	7,297,494	5,617,386	-	842,543	2,527,621	2,808,018	2,555,331	21,648,393
2014	7,811,681	6,233,684	-	934,972	2,804,906	3,116,064	2,885,188	23,786,495
2015	8,434,831	6,689,068	-	1,003,256	3,009,760	3,343,642	3,189,844	25,670,401
2016	8,793,732	7,136,542	-	1,068,662	3,212,930	3,567,156	3,514,720	27,293,742
2017	9,225,261	7,240,894	-	1,086,048	3,258,133	3,619,568	3,653,810	28,083,714
2018	9,790,916	7,548,666	-	1,132,213	3,396,629	3,773,427	3,689,936	29,331,787

¹ 43% of Pitkin county's 2% sales tax is distributed to Pitkin County and 57% is distributed to municipalities within Pitkin County based upon actual sales taxes collected during the previous years.

² 0.15% sales tax replaced the 0.25% sales tax effective September 1, 2009.

³ A 1.0% City lodging tax was increased to 2% effective January 1, 2011.

Source: City of Aspen Finance Department

**City of Aspen, Colorado
Taxable Retail Sales by Industry
Last Ten Years**

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Tourist Accommodations	\$ 115,786,026.00	\$ 124,308,501.00	\$ 128,522,880.00	\$ 138,591,054.00	\$ 153,727,187.00	\$ 173,635,530.00	\$ 189,831,386.00	\$ 208,947,063	\$ 216,660,654	\$ 220,537,796
Restaurants & Bars	82,689,868	85,458,105	92,699,560	95,940,604	100,891,302	111,574,533	117,775,032	125,401,898	129,748,877	131,605,512
Clothing Stores⁴	39,025,470	41,423,602	46,069,445	48,277,812	48,947,981	54,826,951	57,038,634	57,460,749	57,315,795	60,049,292
Food & Drug Stores	48,684,701	46,617,240	47,496,663	48,671,552	49,623,555	51,969,320	52,783,189	55,394,104	56,092,878	57,154,984
Sports Equipment & Clothing	29,682,866	31,595,976	35,011,080	38,178,008	40,994,176	46,102,802	46,902,333	48,991,626	47,922,476	50,403,991
Utilities & Tele-communications	40,161,024	38,474,465	38,190,547	38,848,083	40,586,303	41,206,036	42,308,662	43,229,802	43,394,957	46,054,479
General Retail & Construction⁵	40,473,812	41,860,105	54,408,309	60,504,055	63,865,985	64,677,897	69,871,504	82,288,198	57,208,185	57,911,800
Automobile¹	-	13,541,503	13,290,185	13,061,869	15,712,733	18,716,363	22,387,210	21,645,903	20,821,925	20,038,125
Specialty Retail	10,823,636	11,894,223	13,842,881	13,540,464	14,260,671	16,790,381	17,862,837	16,179,750	17,334,955	18,056,976
Jewelry/Gallery/Fur Stores²	4,829,312	9,951,597	11,325,629	10,988,150	10,433,945	12,355,346	12,722,652	10,199,286	12,029,567	12,640,762
Liquor & Marijuana Stores	7,940,907	7,842,742	8,273,060	8,582,513	8,970,004	13,360,743	18,241,950	20,298,287	21,837,308	22,501,168
Galleries²	2,194,287	-	-	-	-	-	-	-	-	-
Fur Stores²	898,372	-	-	-	-	-	-	-	-	-
Miscellaneous Retail⁴	2,035,372	1,770,193	15,283,910	16,372,919	18,875,713	18,751,537	18,323,998	23,839,502	50,046,776	62,642,192
Total Taxable Sales	\$ 425,225,653.00	\$ 454,738,252.00	\$ 504,414,149.00	\$ 531,557,083.00	\$ 566,889,555.00	\$ 623,967,439.00	\$ 666,049,387.00	\$ 713,876,168.00	\$ 730,414,353.00	\$ 759,597,077.00

¹ In 2010, the City began reporting Automobile Sales in a separate category (previously reported in General Retail).

² In 2010, the City began reporting Gallery and Fur sales in the Jewelry/Gallery/Fur category.

³ In 2009, the City began reporting T-Shirt Store sales in the Clothing Store category.

⁴ In 2011, the City re-classified how some business were categorized. Banks & Financial institutions, Health/Beauty and Business Suppliers are now included in "Miscellaneous Retail".

⁵ In 2017, General Retail was aggregated into Miscellaneous Retail

Source: City of Aspen Finance Department

**City of Aspen, Colorado
Real Estate Transfer Tax Receipts
Last Ten Years**

Fiscal Year	0.50% Wheeler Opera House Real Estate Transfer Tax	1.0% Affordable Housing Real Estate Transfer Tax	Total Real Estate Transfer Taxes
2009	3,185,757	5,881,378	9,067,135
2010	3,351,365	6,370,311	9,721,676
2011	2,801,692	5,233,329	8,035,021
2012	3,465,397	6,592,914	10,058,312
2013	3,120,977	5,678,816	8,799,793
2014	4,496,239	8,387,972	12,884,211
2015	5,392,273	10,020,525	15,412,798
2016	3,342,440	6,293,074	9,635,514
2017	5,220,948	10,005,041	15,225,989
2018	4,633,568	8,896,761	13,530,329

Source: City of Aspen Finance Department

City of Aspen, Colorado
Parks and Open Space Sales Tax Receipts by Month
Last Ten Years

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
January	\$ 1,052,093	\$ 702,978	\$ 889,585	\$ 871,025	\$ 980,546	\$ 997,494	\$ 1,022,753	\$ 1,192,612	\$ 1,184,851	1,191,709	1,282,369
February	824,610	859,243	739,153	774,568	833,162	877,354	997,154	1,088,343	1,116,542	1,136,074	1,199,177
March	1,207,437	765,661	819,460	853,049	938,694	1,002,021	1,117,521	1,142,502	1,199,908	1,286,681	1,283,380
April	358,311	308,939	304,465	316,092	316,198	329,776	398,606	438,915	432,251	415,054	479,660
May	275,793	248,581	237,754	248,571	286,224	300,333	337,240	323,927	360,410	356,042	403,816
June	570,538	488,273	510,379	552,090	660,948	671,355	771,366	752,640	874,319	917,699	970,162
July	790,622	656,948	749,798	807,957	856,331	901,962	1,046,838	1,110,992	1,161,358	1,140,920	1,251,570
August	747,022	635,900	630,786	695,937	735,108	809,207	914,860	910,422	1,023,965	1,039,673	1,012,245
September	497,108	475,736	501,009	544,893	540,309	572,692	615,427	734,235	823,439	860,787	886,348
October	299,632	302,846	286,760	319,576	326,900	373,021	386,833	439,230	461,513	510,768	500,166
November	301,184	278,342	309,658	336,862	341,536	332,060	370,645	399,315	434,801	400,038	445,436
December	926,914	972,641	1,023,956	1,180,766	1,110,228	1,258,129	1,370,505	1,499,578	1,630,342	1,605,016	1,607,766
Total	<u>\$ 7,851,264</u>	<u>\$ 6,696,088</u>	<u>\$ 7,002,763</u>	<u>\$ 7,501,386</u>	<u>\$ 7,926,184</u>	<u>\$ 8,425,404</u>	<u>\$ 9,349,748</u>	<u>\$ 10,032,711</u>	<u>\$ 10,703,698</u>	<u>\$ 10,860,462</u>	<u>\$ 11,322,094</u>

Source: City of Aspen Finance Department.

City of Aspen, Colorado
Ten Largest Parks and Open Space Sales Tax Remitters
Current Year and Five Years Ago

2018	
Business Name¹	Industry
Aspen Grocery Inc (Clarks Market)	Food and Drug
Aspen Skiing Company (Limelight Hotel)	Tourist Accommodations
Black Hills Gas Distribution	Utilities
City Market	Food and Drug
Iconic Properties (Jerome Hotel)	Tourist Accommodations
Pitkin County Motor Vehicles	Automobile
Probuild Company LLC	Building Supplies
St. Regis Hotel	Tourist Accommodations
The Gant	Tourist Accommodations
The Little Nell	Tourist Accommodations

2013	
Business Name¹	Industry
Aspen Club Lodge	Tourist Accommodations
Aspen Square Condominium Association	Tourist Accommodations
City Market	Food and Drug
Frias Properties of Aspen	Tourist Accommodations
Hotel Jerome	Tourist Accommodations
Limelight Hotel	Tourist Accommodations
Pitkin County Motor Vehicle	Automobile
St. Regis of Aspen	Tourist Accommodations
The Gant	Tourist Accommodations
The Little Nell	Tourist Accommodations

¹ Businesses' names are listed in alphabetic order.

Source: City of Aspen Finance Department.

City of Aspen, Colorado
Major Revenue Sources - Governmental Funds
Last Ten Years

	<u>Taxes¹</u>	<u>Licenses and Permits</u>	<u>Inter- governmental</u>	<u>Charges for Services²</u>	<u>Fines and Forfeits</u>	<u>Rents</u>	<u>Earnings on Investments</u>	<u>Other</u>	<u>Total</u>
2009	33,794,735	1,522,715	1,192,789	4,115,188	103,030	1,274,949	2,256,949	6,817,187	51,077,542
2010	35,900,094	1,482,339	1,132,873	4,500,606	89,406	1,824,409	921,237	6,500,639	52,351,603
2011	35,964,285	2,230,570	865,194	5,223,000	101,006	1,586,568	514,694	4,426,496	50,911,813
2012	38,957,175	2,363,080	792,260	5,572,160	65,785	1,654,379	647,936	2,350,167	52,402,942
2013	39,735,455	3,149,349	942,744	6,833,099	56,321	1,877,511	54,047	4,105,214	56,753,740
2014	48,138,727	4,440,976	634,766	17,167,684 ⁶	57,179	1,891,512	747,128	2,775,344	75,853,316
2015	52,764,713	4,433,876	763,524	8,547,638	57,402	2,022,601	773,191	2,346,910	71,709,855
2016	49,148,357	6,966,216	706,088	8,491,584	51,899	1,956,307	817,221	4,034,956	72,172,628
2017	56,952,379	9,812,290	324,397	5,684,417 ⁷	40,694	2,269,023	1,190,851	7,826,799 ⁷	84,100,850
2018	57,329,923	7,620,786	1,564,441	5,984,985	40,748	2,590,764	2,638,785	7,751,873	85,522,305

¹ Includes, among other tax revenues, sales taxes, real estate transfer taxes, and property taxes.

² Charges for Services are those revenues derived from services provided that are deemed to be mission-related for each fund. Examples include, but are not limited to, fees for the use of recreational facilities, building permits and sprinkler fees.

³ The increase in Charges for Services in 2007 was the result of approximately \$16 million in sales of affordable housing units at Burlingame Ranch.

⁴ The increase in Rents in 2008 was primarily due to lease payments of \$606,000 from BMC West Corporation. The City acquired the property in late 2007.

⁵ The increase in "Other" revenue in 2008 was the result of a \$2,734,411 in lieu of development fee charged to the Limelight Lodge for affordable housing.

⁶ The increase in Charges for Services in 2014 was primarily the result of \$8,777,482 in sales of affordable housing units at Burlingame Ranch Phase II.

⁷ General Fund Overhead charges were classified as a reimbursement (Other) rather than a Charge for Services starting in 2017.

Source: City of Aspen Finance Department.

**City of Aspen, Colorado
Outstanding Debt by Type
Last Ten Years**

Fiscal Year	Governmental Activities					Business-Type Activities					Total Primary Government	Percentage of Estimated Personal Income ^{1,2}	Per Capita
	General Obligation Bonds	Sales Tax Revenue Bonds	Certificates of Participation	Capital Lease	Special Assessment Bonds	Housing Facility General Obligation Bonds	General Obligation Bonds	Notes Payable	Capital Lease	Sales Tax Revenue Bonds			
2009	-	31,855,955	8,110,000	-	-	10,282,421	5,396,221	-	-	1,064,037	56,708,634	8.90%	8,061
2010	-	30,347,745	7,985,000	422,447	-	9,428,047	5,264,789	-	-	970,554	54,418,582	8.98%	8,172
2011	-	28,808,030	7,850,000	393,458	-	8,617,961	5,128,393	-	-	873,499	51,671,341	8.24%	7,779
2012	-	31,928,051	7,710,000	363,041	-	7,639,760	4,992,035	-	-	772,871	53,405,758	7.14%	8,000
2013	-	32,919,457	7,560,000	331,123	-	6,651,701	4,850,714	-	-	668,074	52,981,069	7.64%	7,864
2014	-	35,070,661	7,405,000	297,631	-	5,663,980	4,704,433	-	-	559,111	53,700,816	6.22%	7,883
2015	-	32,588,901	7,240,000	262,487	-	4,646,715	4,553,193	-	-	440,987	49,732,283	5.48%	7,208
2016	-	30,140,891	7,065,000	225,611	-	3,620,301	4,396,996	8,500,914	-	316,592	54,266,305	5.98%	7,865
2017	-	27,674,072	27,193,310	186,915	-	2,619,976	4,235,842	-	-	191,546	62,101,661	6.28%	8,991
2018	-	25,183,926	26,543,084	146,311	-	1,990,322	2,098,336	-	-	65,879	56,027,859	5.28%	8,145

¹ Pitkin County Estimated Personal Income. See page J29 for additional details.

² Data for Population and Personal Income were not available at the time of publication

**City of Aspen, Colorado
Ratios of Bonded Debt Outstanding
Last Ten Years**

Fiscal Year	General Obligation Bonds	Certificates of Participation	Sales Tax Revenue Bonds	Capital Lease	Special Assessment Bonds	Total Bonded General Obligation Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
2009	15,678,642	8,110,000	32,919,992	-	-	15,678,642	0.93%	2,229
2010	14,692,836	7,985,000	31,318,299	422,447	-	14,692,836	0.87%	2,206
2011	13,746,354	7,850,000	29,681,529	393,458	-	13,746,354	1.08%	2,070
2012	12,631,795	7,710,000	32,700,922	363,041	-	12,631,795	0.99%	1,892
2013	11,502,415	7,560,000	33,587,531	331,123	-	11,502,415	0.93%	1,707
2014	10,368,413	7,405,000	35,629,772	297,631	-	10,368,413	0.83%	1,522
2015	9,199,908	7,240,000	33,029,888	262,487	-	9,199,908	0.62%	1,333
2016	8,017,297	7,065,000	30,457,483	225,611	-	8,017,297	0.54%	1,162
2017	6,855,818	27,193,310	27,865,618	186,915	-	6,855,818	0.42%	993
2018	4,088,658	26,543,084	25,249,805	146,311	-	4,088,658	0.25%	594

Source: City of Aspen Finance Department

City of Aspen, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2018
(in thousands)

<u>Overlapping Debt</u>	<u>Total General Obligation Debt Outstanding</u>	<u>Estimated Percentage Applicable¹</u>	<u>Estimated Share of Overlapping Debt</u>
Aspen School District (Jun 30)	\$ 35,830	55.68%	\$ 19,951
Pitkin County (Dec 31)	12,220	52.14%	6,372
Total Overlapping Debt	<u>\$ 48,050</u>		<u>26,323</u>
City of Aspen Direct Debt			<u>51,873</u>
Total Direct and Overlapping Debt			<u>\$ 78,196</u>

¹ For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

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

Source: Assessed value data used to estimate applicable percentages provided by the Pitkin County Assessor. Debt outstanding provided by each governmental unit.

City of Aspen, Colorado
Legal Debt Margin Information
Last Ten Years
(in thousands)

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Debt Limit	\$ 337,682	\$ 337,285	\$ 255,152	\$ 255,552	\$ 246,986	\$ 248,442	\$ 298,433	\$ 296,600	\$ 323,139	\$ 323,981
Total net debt applicable to limit	15,679	14,693	13,746	12,632	11,502	10,368	8,017	7,065	6,856	4,089
Legal Debt Margin	<u>\$ 322,003</u>	<u>\$ 322,592</u>	<u>\$ 241,406</u>	<u>\$ 242,920</u>	<u>\$ 235,484</u>	<u>\$ 238,073</u>	<u>\$ 290,415</u>	<u>\$ 289,535</u>	<u>\$ 316,283</u>	<u>\$ 319,893</u>
Total net debt applicable to limit as a percentage of debt limit	4.643%	4.356%	5.388%	4.943%	4.657%	4.173%	2.686%	2.382%	2.122%	1.262%

Legal Debt Margin Calculation for Fiscal Year 2018

Assessed value ¹	\$ 1,619,907
Debt limit (20% of assessed value)	323,981
Debt applicable to limit:	
General Obligation Bonds	4,089
Total net debt applicable to limit	<u>4,089</u>
Legal debt margin	<u>\$ 319,893</u>

¹ Source: Pitkin County Assessor

**City of Aspen, Colorado
Pledged Revenue Coverage
Last Ten Years**

Sales Tax Revenue Bonds

Fiscal Year	Share of County Tax Receipts¹	1.0% Original Parks and Open Space Sales Tax Receipts	0.5% Additional Parks and Open Space Sales Tax Receipts²	Total Pledged Revenues	Debt Service		Coverage
					Principal	Interest	
2009	5,724,719	4,464,087	2,232,001	10,188,806	1,330,000	1,547,538	3.54
2010	6,075,201	4,668,042	2,334,721	10,743,243	1,470,000	1,366,574	3.79
2011	6,551,871	5,000,924	2,500,462	11,552,795	1,505,000	1,336,168	4.07
2012	6,807,031	5,284,122	2,642,062	12,091,153	1,550,000	1,278,225	4.28
2013	7,297,494	5,617,386	2,808,018	12,914,880	1,665,000	868,370	5.10
2014	7,811,681	6,233,684	3,116,064	14,045,365	1,725,000	1,113,429	4.95
2015	8,434,831	6,689,068	3,343,642	15,123,899	2,155,000	1,133,484	4.60
2016	8,793,732	7,136,542	3,567,156	15,930,274	2,195,000	971,057	5.03
2017	9,225,261	7,240,894	3,619,568	16,466,155	2,240,000	926,200	5.20
2018	9,790,916	7,548,666	3,773,427	17,339,582	2,290,000	876,188	5.48

¹ The City share of the County Sales Tax plus the 1.0% Original Parks and Open Space Tax were pledged against the Series 1995 Sales Tax Refunding Bonds.

² The 0.5% Additional Parks and Open Space Sales Tax did not go into effect until January 1, 2001. The Original 1.0% and the 0.5% Additional Sales Taxes are pledged to all issuances of Sales Tax Revenue Bonds after January 1, 2001.

City of Aspen, Colorado
Debt Service Requirements¹
Current Year through Final Maturity

Year	General Obligation Housing Refunding Bonds		Other Outstanding General Obligation Debt ²	Annual Total
	Principal	Interest		
2018	-	-	1,061,580	1,061,580
2019	-	-	1,067,093	1,067,093
2020	-	-	1,065,155	1,065,155
2021	-	-	1,056,755	1,056,755
2022	-	-	356,985	356,985
2023	-	-	358,795	358,795
2024	-	-	354,980	354,980
2025	-	-	355,950	355,950
2026	-	-	356,270	356,270
2027	-	-	356,150	356,150
2028	-	-	355,350	355,350
2029	-	-	359,100	359,100
2030	-	-	356,513	356,513
2031	-	-	358,450	358,450
2032	-	-	354,675	354,675
2033	-	-	355,425	355,425
2034	-	-	355,463	355,463
2035	-	-	204,458	204,458
Total	\$ -	\$ -	\$ 9,089,145	\$ 9,089,145

¹ Assumes no optional redemptions prior to maturity.

² Includes the principal and interest of the City's other outstanding general obligation debt, which consists of the City's General Obligation Electric Utility Bonds, Series 2008 and General Obligation Refunding Bonds, Series 2009.

Source: City of Aspen Finance Department.

City of Aspen, Colorado
Historical Revenues Available for the Payment of Debt Service-Affordable Housing Fund
Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Revenue:										
Real Estate Transfer Tax	\$ 5,881,378	\$ 6,370,311	\$ 5,233,329	\$ 6,592,914	\$ 5,678,816	\$ 8,387,972	\$ 10,020,525	\$ 6,293,074	\$ 10,005,041	\$ 8,896,761
Sales Tax	903,435	944,433	1,013,662	1,072,416	1,141,378	1,267,533	1,358,733	1,449,290	1,470,243	1,533,535
Other ¹	1,484,118	1,515,285	4,044,742	1,321,251	2,766,907	10,713,580	8,999,000	2,342,507	1,946,947	2,612,405
Total Revenue	<u>\$ 8,268,931</u>	<u>\$ 8,830,029</u>	<u>\$ 10,291,733</u>	<u>\$ 8,986,581</u>	<u>\$ 9,587,101</u>	<u>\$ 20,369,085</u>	<u>\$ 20,378,258</u>	<u>\$ 10,084,871</u>	<u>\$ 13,422,231</u>	<u>\$ 13,042,701</u>

¹ Includes charges for services, development fees, refund of expenditures, earnings on investments, and miscellaneous.

² In 2006 and 2007, the Affordable Housing Fund was combined with the Kids First/Daycare Fund. Sales tax and other revenues for the Kids First/Daycare operation are included in those years.

Source: City of Aspen Finance Department.

City of Aspen, Colorado
Historical Revenues Available for the Payment of Debt Service-Truscott Housing Fund
Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015³</u>	<u>2016⁴</u>	<u>2017</u>	<u>2018</u>
Gross Revenues ¹	\$ 1,060,101	\$ 1,038,565	\$ 1,045,467	\$ 1,054,785	\$ 1,075,910	\$ 1,128,715	\$ 1,140,218	\$ 1,546,354	\$ 1,362,722	\$ 1,262,723
Less Operating and Capital Expenses	<u>(907,105)²</u>	<u>(619,379)</u>	<u>(712,421)</u>	<u>(714,598)</u>	<u>(681,079)</u>	<u>(688,839)</u>	<u>(1,972,362)</u>	<u>(1,303,097)</u>	<u>(1,336,791)</u>	<u>(1,427,733)</u>
Net Revenues Available	<u>\$ 152,996</u>	<u>\$ 419,186</u>	<u>\$ 333,046</u>	<u>\$ 340,187</u>	<u>\$ 394,831</u>	<u>\$ 439,876</u>	<u>\$ (832,144)</u>	<u>\$ 243,257</u>	<u>\$ 25,931</u>	<u>\$ (165,010)</u>

¹ Includes operating revenues comprised primarily of rents and royalties, and non-operating revenues comprised primarily of earning on investments.

² In 2008 and 2009, operating and capital expenses were slightly elevated due to one-time capital improvements.

³ In 2015, there was \$1,350,000 of transfers in, not included in Gross Revenues, meant to cover the increase in capital projects.

⁴ In 2016, the Truscott Housing Fund received a local energy grant for \$320 thousand, to help fund a capital project for energy efficiency upgrades.

Source: City of Aspen Finance Department.

**City of Aspen, Colorado
Demographic and Economic Statistics
Last Ten Years**

Fiscal Year	Population¹	Estimated Personal Income (in thousands)	Per Capita Income²	Unemployment Rate³
2009	7,035	636,998	90,547	6.0%
2010	6,659	606,169	91,030	8.1%
2011	6,642	627,417	94,462	7.8%
2012	6,676	748,193	112,072	7.2%
2013	6,737	693,507	102,940	6.5%
2014	6,812	863,360	126,741	4.9%
2015	6,900	907,778	131,562	3.8%
2016	6,907	939,525	136,025	3.3%
2017	6,879	989,283	143,812	3.0%
2018 ⁴	7,099	1,061,758	149,564	3.8%

¹ State of Colorado, Department of Local Affairs, Division of Local Government, Denver, Colorado (<https://demography.dola.colorado.gov/population/data/>).

² Pitkin County Per Capita Income figures per U.S. Department of Commerce, Bureau of Economic Analysis (<https://apps.bea.gov>).

³ Pitkin County Unemployment Rate per U.S. Bureau of Labor Statistics (<https://data.bls.gov>).

⁴ Data for Population and Personal Income were not available at the time of publication

**City of Aspen, Colorado
Principal Employers
Last Ten Years**

Employer¹	2018 Estimated Employees	Rank	2009 Estimated Employees	Rank
Aspen Skiing Company	3,400	1	3,600	1
Aspen Skiing Company - Hotels ²	650	2		
Westin Hotel & Wildwood Hotel (Snowmass)	405	3	218	8
Aspen Valley Hospital	381	4	389	2
Roaring Fork Transit Authority	357	5	250	6
Pitkin County	354	6	256	5
St. Regis Hotel	350	7	268	4
City of Aspen	295	8	354	3
Hotel Jerome	270	9		
Viceroy Hotel (Snowmass)	268	10	150	10
Aspen School District No. 1			238	7
Ritz Carlton			188	9

¹ Estimated employees includes Aspen and Snowmass Village employers.

² In 2009, the number of employees for the Aspen Skiing Company included employees for the Little Nell Hotel. In 2018 the Aspen Skiing Company Hotels, which include the Little Nell Hotel, Limelight Aspen, Limelight Snowmass are presented separately.

Source: Contacting key individual employers

City of Aspen, Colorado
Full-time Equivalent City Government Employees by Program
Last Ten Years

Program	2009	2010	2011	2012	2013	2014	2015	2016	2017¹	2018¹
General government	77	71	69	71	72	72	79	83	80	84
Public Safety	36	34	35	35	35	36	42	37	36	37
Public Works	21	20	21	22	21	23	25	29	29	28
Public Health and Welfare	12	11	9	10	12	12	14	16	13	13
Culture and Recreation	103	98	98	100	102	105	109	107	75	77
Water	27	26	25	27	27	26	25	22	25	26
Electric	4	4	4	4	4	4	5	5	13	14
Parking	9	8	9	9	9	8	7	10	14	14
Golf	8	16	13	14	13	16	14	11	6	6
Affordable Housing	14	13	11	12	13	13	12	13	14	16
Total:	311	301	294	304	308	315	332	333	305	314

Source: City Finance Department

¹ Reflects full-time budgeted employees for each department (excludes seasonal employees) at time of budget adoption (rounded)

City of Aspen, Colorado
Operating Indicators by Function/Program
Last Ten Years

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
General Government										
Building permits issued	326	513	489	464	489	441	519	580	490	397
Building inspections conducted	1,402	1,156	1,268	1,356	1,697	1,973	2,074	1,919	2,356	1346
Certificates of occupancy & letters of completion issued	402	408	518	482	264	318	178	92	97	184
Police¹										
Number of crimes	658	780	858	967	921	830	962	879	812	815
Traffic Citations	809	486	557	289	243	290	144	156	228	226
Traffic Accidents	738	589	596	582	645	687	660	653	665	626
Public Works										
Square yards reconstructed	0	0	0	0	0	0	0	0	0	0
Square yards overlaid	64,000	63,894	51,808	0	45,006	0	0	73,598	0	0
Square yards seal coated	0	0	0	0	0	0	0	0	0	0
Transit										
Passengers	1,094,369	1,019,665	1,061,859	1,024,239	1,037,059	1,061,671	1,032,631	1,319,200	1,442,181	1,421,664
Free bus routes	8	8	8	8	8	8	8	8	8	8
Utility										
New taps issued	26	7	5	11	21	12	15	10	15	6

¹ Estimated statistics

Source: City of Aspen departmental data

**City of Aspen, Colorado
Capital Asset Statistics by Program
Last Ten Years**

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Parks										
Developed acres	40.93	42.63	42.63	41.00	41.00	41.00	41.00	41.00	41.00	41.75
Undeveloped acres	1,088	2,022	2,022	2,060	2,060	2,061	2,061	2,061	2,061	2,061
Paved trails (linear miles)	13.71	14.16	14.16	13.94	13.94	13.94	13.94	13.94	13.94	13.94
Unpaved trails (linear miles)	8.91	8.46	8.46	8.92	17.50	18.43	20.18	22.91	22.91	22.91
Nordic trails (linear miles) ²	58.20	58.20	58.20	58.20	58.20	59.50	59.50	59.50	59.50	59.50
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Licensed vehicles	15	16	16	16	17	18	22	19	19	19
Public Services										
Streets (lane miles)	30.16	30.16	30.16	30.16	30.16	30.30	30.30	30.30	30.30	30.30
Street lights	433	435	435	435	435	435	435	435	435	435
Transit										
Buses	18	18	18	18	18	18	18	18	18	18
Utility										
Electric switch stations	1	1	1	1	1	1	1	1	1	1

² Winter season only and located in the City of Aspen, Pitkin County, and Town of Snowmass Village. All maintained by the City of Aspen.

Source: City of Aspen departmental data