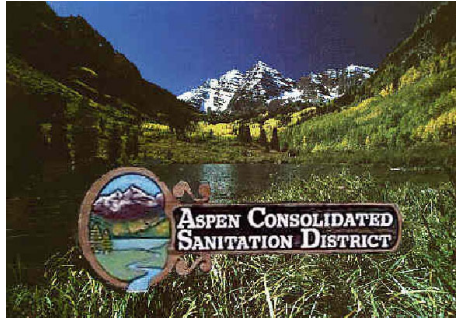


**Aspen Consolidated Sanitation District
Aspen, Colorado**

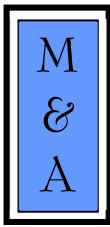
**Financial Statements
December 31, 2023 and 2022**



**Aspen Consolidated Sanitation District
Financial Statements
December 31, 2023 and 2022**

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MCMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
Aspen Consolidated Sanitation District
Aspen, Colorado**

Opinion

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Aspen Consolidated Sanitation District (the "District"), as of and for the year ended December 31, 2023, which collectively comprise the District's basic financial statements as listed in the Table of Contents, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Aspen Consolidated Sanitation District, as of December 31, 2023 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

Aspen Consolidated Sanitation District's management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
MICHAEL N. JENKINS, CA, CPA, CGMA
MATTHEW D. MILLER, CPA

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INDEPENDENT AUDITORS REPORT
To the Board of Directors
Aspen Consolidated Sanitation District
Aspen, Colorado

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with U.S. GAAS, we:

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

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

Required Supplementary Information

U.S. GAAP require that the Management's Discussion and Analysis in Section B be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. GAAS, 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.

INDEPENDENT AUDITORS REPORT
To the Board of Directors
Aspen Consolidated Sanitation District
Aspen, Colorado

Supplementary Information

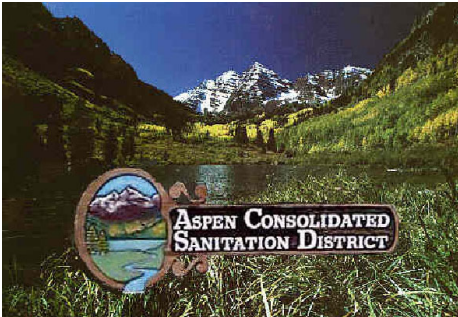
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Aspen Consolidated Sanitation District's basic financial statements. The individual fund budgetary comparisons in Section E are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund budgetary comparisons is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. GAAS. In our opinion, the information in Section E is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.
Avon, Colorado
May 28, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS



Aspen Consolidated Sanitation District Management's Discussion and Analysis December 31, 2023 and 2022

We, the financial managers of Aspen Consolidated Sanitation District (the "District"), offer readers of the District's financial statements this narrative summary of the financial activities of the District for the fiscal years ended December 31, 2023 and 2022.

Financial Highlights

- The District had net income of \$2,053,601 in 2023 as compared to a net income of \$1,129,566 in 2022. District assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$41,930,742 in 2023, while assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$39,877,141 in 2022.
- The District received significant contributions relating to development within the District. The District received line improvement fees, developer fees, plant capacity fees and initial fees totaling \$1,458,637 in 2023 and \$1,374,363 in 2022.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of two components: 1) financial statements; and 2) notes to the financial statements. These components are discussed below.

Financial Statements: The financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

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

The Statement of Revenues, Expenses and Changes in Fund Net Position shows how the District's net position changed during the years presented. 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., earned but unused vacation leave).

The Statement of Cash Flows shows the District's sources of cash inflows and outflows for the years presented. Cash flows are categorized among operating, non-capital financing, capital and related financing and investing activities and unlike items reported in the Statement of Revenues, Expenses and Changes in Fund Net Position, these amounts are reported on the cash basis of accounting.

The business-type activity of the District relates to water resource recovery services. There are currently no governmental-type activities occurring at the District.

The District's financial statements can be found in Section C of this report.

Proprietary Funds: The District maintains a proprietary fund commonly known as an enterprise fund. Enterprise funds are used to report business-type activities. The District uses an enterprise fund to account for its sanitation services.

Overview of the Financial Statements (continued)

Notes to the Financial Statements: The notes provide a background of the entity, certain required statutes and accounting policies utilized by the District. They also provide additional information that will aid in the interpretation of the financial statements. The Notes to the Financial Statements can be found in Section D of this report.

Other Information: In addition to the basic financial statements and accompanying notes, this report also conveys certain supplementary information. The Schedule of Revenues and Expenditures - Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis provides a detailed comparison of the District's actual revenues and expenditures to budgeted amounts. As the District's budget was adopted in a manner that is not consistent with Generally Accepted Accounting Principles ("GAAP"), this statement is presented on a non-GAAP basis with reconciliation to GAAP basis. Supplementary information can be found in Section E of this report.

Financial Analysis of the District:

The following table shows the District's assets, liabilities and net position at the end of 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Assets:		
Current assets	\$ 17,004,737	\$ 14,668,127
Capital assets	29,107,410	29,025,201
Total Assets	<u>46,112,147</u>	<u>43,693,328</u>
Liabilities:		
Other liabilities	724,016	267,777
Long - term liabilities	151,342	132,253
Total Liabilities	<u>875,358</u>	<u>400,030</u>
Deferred Inflows of Resources	<u>3,306,047</u>	<u>3,416,157</u>
Net Position:		
Net invested in capital assets	29,107,410	29,025,201
Unrestricted	12,823,332	10,851,940
Total Net Position	<u>\$ 41,930,742</u>	<u>\$ 39,877,141</u>

In 2023, the District's total net position increased by \$2,053,601. The District has a significant portion of its net position invested in capital assets. The capital assets are used to provide services to the District's customers.

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Overview of the Financial Statements (continued)

Financial Analysis of the District (continued):

The following table summarizes information relating to the District's Statement of Revenues, Expenses and Changes in Net Position:

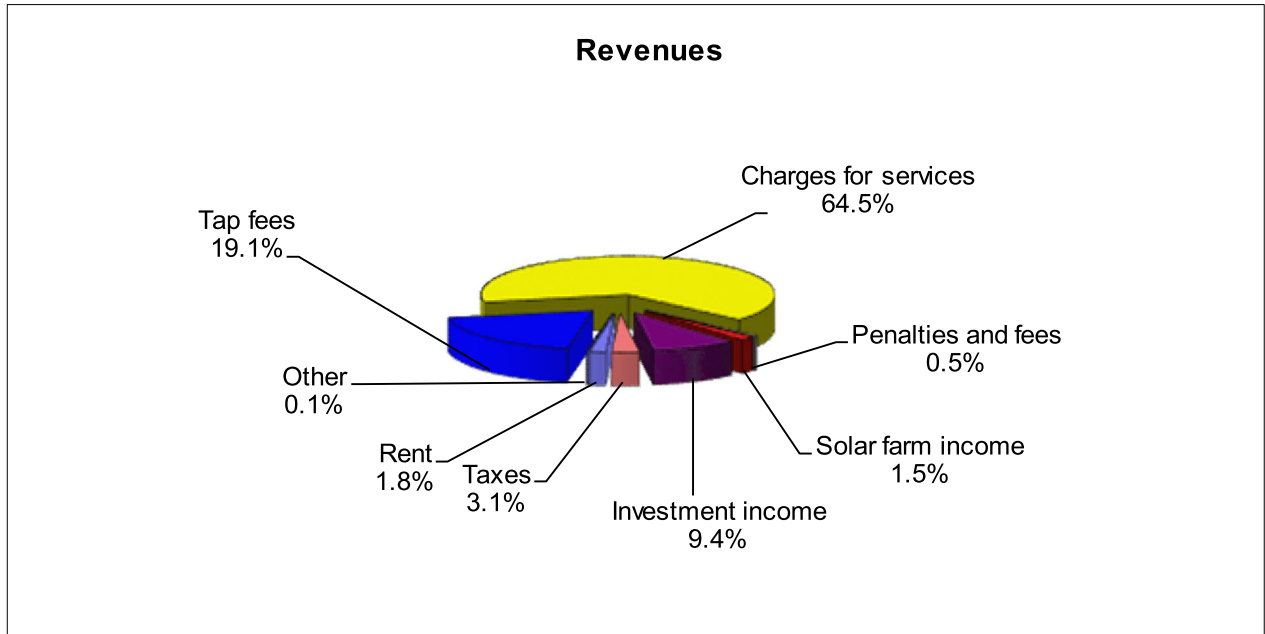
	<u>2023</u>	<u>2022</u>
Revenues:		
Program revenues:		
Charges for services	\$ 4,965,491	\$ 4,734,836
General revenues:		
Property taxes	225,118	225,999
Specific ownership taxes	8,038	8,071
Investment income	720,054	238,225
Solar farm lease income	116,658	116,658
Rent income	137,550	129,586
Gain (loss) on disposal of asset	(9,194)	(11,916)
Miscellaneous	13,173	86,107
Tap fees	1,458,637	1,374,363
Total Revenues	<u>7,635,525</u>	<u>6,901,929</u>
Expenses:		
Administration	792,892	713,503
Collection system	798,318	704,152
Treatment plant	1,970,315	1,855,237
Depreciation	2,008,877	2,488,059
Treasurer's fees	11,522	11,412
Total Expenses	<u>5,581,924</u>	<u>5,772,363</u>
Change in Net Position	2,053,601	1,129,566
Net Position - Beginning of Year	<u>39,877,141</u>	<u>38,747,575</u>
Net Position - End of Year	<u>\$ 41,930,742</u>	<u>\$ 39,877,141</u>

The District's total 2023 revenues increased by \$733,596 from 2022. This increase is primarily due to increased yields on investment accounts in 2023.

Overview of the Financial Statements (continued)

Financial Analysis of the District (continued):

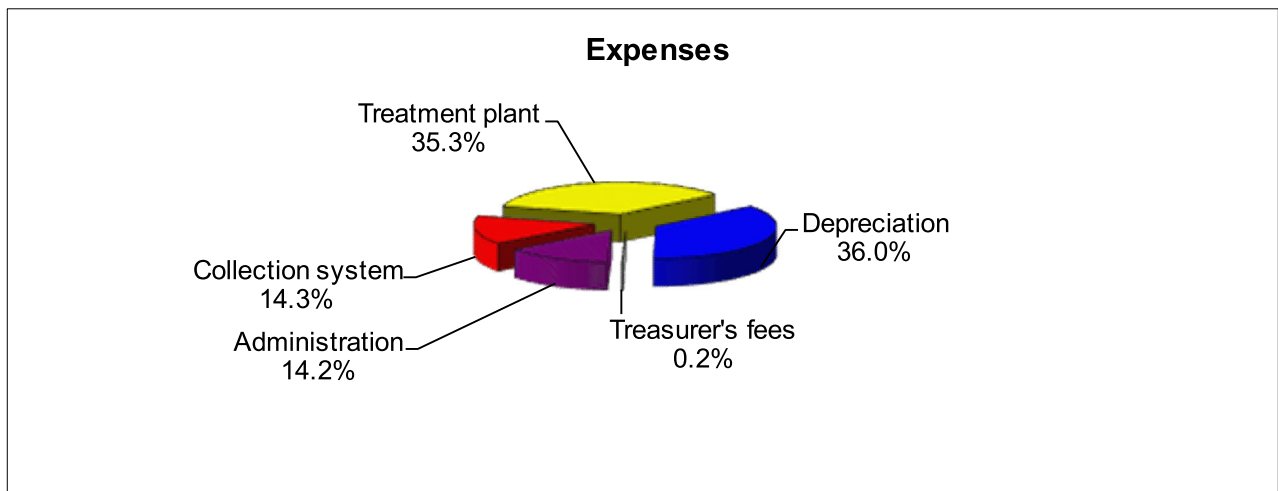
The following chart summarizes the District's revenue sources during 2023:



2023 expenses were lower by \$190,439 as compared to 2022 expenses, chiefly due to a decrease in depreciation expense offset by increased expenditures in other lines due to general inflation.

As in the previous years, the aggregate of administration, sewage collection and treatment plant costs comprised the highest percentage of the District's costs for the year ended December 31, 2023. All costs, in total and expressed as a percentage of total costs, remained relatively consistent between years.

The following chart summarizes the District's expenses, by natural classification, during 2023:



Budget Variances in the Enterprise Fund

Significant budget variances were as follows:

<u>Account</u>	<u>Budget</u>	<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>	<u>Reason</u>
<u>Revenues:</u>				
Charges for services	\$ 4,865,000	\$ 4,926,232	61,232	Conservative budgeting
Penalties and interest	12,000	39,259	27,259	Conservative budgeting
Investment income	122,340	720,054	597,714	Increased yields on investment accounts
Solar farm lease income	36,244	116,658	80,414	Budgeted amount is for cash payments on lease, actual amount is amortization of deferred revenue
Capital Contributions	950,000	1,458,637	508,637	Conservative budgeting
<u>Expenditures:</u>				
Collection system	829,827	798,318	31,509	Conservative budgeting
Treatment plant	2,129,729	1,970,315	159,414	Conservative budgeting
Capital outlay	5,413,500	2,115,562	3,297,938	Project delays and difficulties finding contractors

Capital Asset and Debt Administration

Capital Assets: The District's net capital assets increased by \$82,209 in 2023 as compared to an decrease of \$1,905,158 in 2022. This increase is due to \$2,115,562 of fixed asset additions offset by depreciation expense of \$2,008,877 and \$71,990 of asset disposals during 2023. A detailed classification of the District's capital assets can be found in the Notes to Financial Statements in Section D of this report.

Long-term Debts: The District had no outstanding debt at the end of the fiscal year.

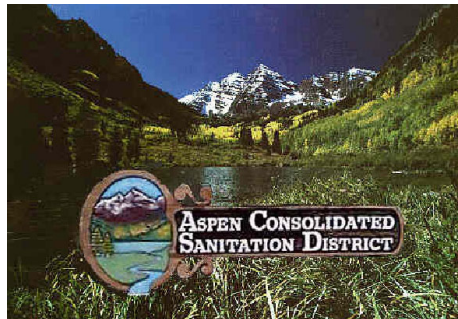
Next Year's Budget and Rates

The District's net position at the end of 2023 was \$41,930,742 as compared to \$39,877,141 in 2022. The District's 2024 budget anticipates a 3% increase in charges for services to reflect rate increases, a 6% increase in operating revenue and a 4% increase in operating expenses. Furthermore, the budget projects \$5,167,000 in capital projects during 2024.

Request for Information

This financial report is designed to provide a general overview of the District's finances for all interested parties. Questions concerning any of the information provided in this report or requests for additional information should be addressed to: Aspen Consolidated Sanitation District, 565 N. Mill Street, Aspen, Colorado 81611.

FINANCIAL STATEMENTS



Aspen Consolidated Sanitation District
Statement of Net Position
December 31, 2023 and 2022

	2023	2022
Assets:		
Current Assets:		
Cash and cash equivalents - Unrestricted	13,243,833	10,979,098
Receivables, net:		
Property taxes	231,955	225,407
Service receivables	94,560	85,727
Other governments	576	526
Leases receivable	3,228,941	3,270,115
Other	5,471	8,601
Prepaid expenses	143,137	15,432
Inventory	56,264	83,221
Total Current Assets	17,004,737	14,668,127
Non-current Assets:		
Capital assets:		
Capital assets	82,961,385	80,913,095
Less: Accumulated depreciation and amortization	(53,853,975)	(51,887,894)
Capital assets, net of depreciation and amortization	29,107,410	29,025,201
Total Non-current Assets	29,107,410	29,025,201
Total Assets	46,112,147	43,693,328
Liabilities:		
Current Liabilities:		
Accounts payable:		
Trade	548,435	100,780
Retainage	30,834	30,834
Other payroll liabilities	822	-
Other unearned revenue	130,425	112,450
Deposits	13,500	23,713
Total Current Liabilities	724,016	267,777
Non-current Liabilities:		
Accrued compensated absences - due in more than one year	151,342	132,253
Total Non-current Liabilities	151,342	132,253
Total Liabilities	875,358	400,030
Deferred Inflows of Resources		
Unavailable property tax revenue	231,955	225,407
Deferred lease revenue	3,074,092	3,190,750
Total Deferred Inflows of Resources	3,306,047	3,416,157
Net Position:		
Net invested in capital assets	29,107,410	29,025,201
Unrestricted	12,823,332	10,851,940
Total Net Position	41,930,742	39,877,141

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

Aspen Consolidated Sanitation District
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Years Ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Operating Revenues:		
Charges for services	4,926,232	4,708,078
Penalties and interest	39,259	26,758
	<u>4,965,491</u>	<u>4,734,836</u>
Operating Expenses:		
Administration	792,892	713,503
Collection system	798,318	704,152
Treatment plant	1,970,315	1,855,237
Depreciation and amortization	2,008,877	2,488,059
	<u>5,570,402</u>	<u>5,760,951</u>
Operating (Loss)	<u>(604,911)</u>	<u>(1,026,115)</u>
Non-operating Revenues (Expenses):		
Property taxes	225,118	225,999
Specific ownership taxes	8,038	8,071
Investment income	720,054	238,225
Solar farm lease income	116,658	116,658
Rent income	137,550	129,586
Gain (loss) on disposal of asset	(9,194)	(11,916)
Treasurer's fees	(11,522)	(11,412)
Miscellaneous	13,173	86,107
	<u>1,199,875</u>	<u>781,318</u>
Gain (Loss) Before Capital Contributions	<u>594,964</u>	<u>(244,797)</u>
Capital Contributions:		
Line improvement fee	291,212	294,373
Developer	5,968	9,422
Plant capacity fee	1,161,457	1,046,656
Initial fee	-	23,912
	<u>1,458,637</u>	<u>1,374,363</u>
Change in Net Position	2,053,601	1,129,566
Net Position - Beginning of Year	<u>39,877,141</u>	<u>38,747,575</u>
Net Position - End of Year	<u><u>41,930,742</u></u>	<u><u>39,877,141</u></u>

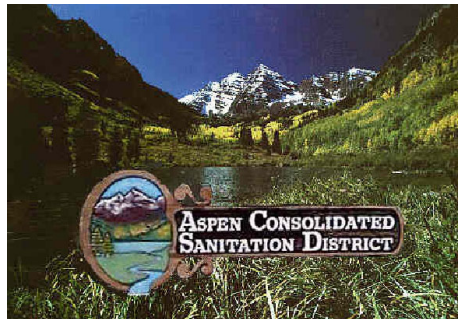
The accompanying notes are an integral part of these financial statements.

Aspen Consolidated Sanitation District
Statement of Cash Flows
For the Years Ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash Flows From Operating Activities:		
Cash received from customers and others	5,132,590	4,763,058
Cash payments for goods and services	(783,033)	(963,328)
Cash payments to employees and for benefits	(2,423,190)	(2,214,685)
Net Cash Provided (Used) by Operating Activities	<u>1,926,367</u>	<u>1,585,045</u>
Cash Flows From Non-capital Financing Activities:		
Cash received from property and specific ownership taxes, net	233,106	234,043
Net Cash Provided (Used) by Non-capital Financing Activities	<u>233,106</u>	<u>234,043</u>
Cash Flows From Capital and Related Financing Activities:		
Cash received from tap fees	1,458,637	1,374,363
Cash received from solar farm lease	153,072	152,358
Cash paid for capital acquisitions	(2,134,590)	(595,095)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(522,881)</u>	<u>931,626</u>
Cash Flows From Investing Activities:		
Interest income received	628,143	139,484
Net Cash Provided (Used) by Investing Activities	<u>628,143</u>	<u>139,484</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,264,735	2,890,198
Cash and Cash Equivalents - Beginning of Year	<u>10,979,098</u>	<u>8,088,900</u>
Cash and Cash Equivalents - End of Year	<u><u>13,243,833</u></u>	<u><u>10,979,098</u></u>
Represented by Balance Sheet captions:		
Cash and cash equivalents - Unrestricted	13,243,833	10,979,098
Cash and Cash Equivalents - End of Year	<u><u>13,243,833</u></u>	<u><u>10,979,098</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating income (loss)	<u>(604,911)</u>	<u>(1,026,115)</u>
Adjustments:		
Depreciation and amortization	2,008,877	2,488,059
Rent income	151,866	113,261
Treasurer's fees	(11,522)	(11,412)
Miscellaneous	13,173	86,110
(Increase) decrease in accounts receivable	(5,703)	(33,958)
(Increase) decrease in prepaid expenses	(127,705)	296
(Increase) decrease in inventory	26,957	(16,086)
Increase (decrease) in accounts payable	447,662	27,253
Increase (decrease) in payroll liabilities	822	(4,855)
Increase (decrease) in unearned revenue	17,975	(41,569)
Increase (decrease) in deposits	(10,213)	4,714
Increase (decrease) in accrued compensated absences	19,089	(653)
Total Adjustments	<u>2,531,278</u>	<u>2,611,160</u>
Net Cash Provided (Used) by Operating Activities	<u><u>1,926,367</u></u>	<u><u>1,585,045</u></u>

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

NOTES TO THE FINANCIAL STATEMENTS



Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022

I. Summary of Significant Accounting Policies

Aspen Consolidated Sanitation District (the “District”) is a quasi-municipal corporation and a political subdivision of the State of Colorado. It was formed under Colorado statutes as a special district in 1983. The District was formed as a result of the consolidation of the Aspen Sanitation District, Aspen Metropolitan Sanitation District and the Aspen Highlands Water and Sanitation District. The District provides sanitary sewer service for the inhabitants of the District’s service area which includes the City of Aspen and surrounding developed areas located in Pitkin County, Colorado. Five elected board members govern the District.

The District’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 District are discussed below.

A. Reporting Entity

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

Based on the criteria above, the District is not financially accountable for any other entity nor is the District a component unit of any other government.

B. Accounting Policies

The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions and activities. A fund is a separate accounting entity with a self-balancing set of accounts.

The District uses a proprietary fund-type, an enterprise fund, to account for its sole activity, providing wastewater treatment services to taxpayers within the District’s boundaries. Enterprise funds are used to account for operations (a) which are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

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

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

1. Long-term Economic Focus and Accrual Basis

Proprietary funds 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. Financial Statement Presentation

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 District's enterprise fund are charges to customers for sales and services. Operating expenses for the enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Financial Statement Accounts

1. Cash, Cash Equivalents, and Investments

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 District.

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

Colorado statutes specify instruments in which local governments may invest, including:

- Obligations of the U.S. and certain U.S. governmental agency securities
- Certain international agency securities
- General obligation and revenue bonds for U.S. local governmental entities
- Bankers acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts. However, no allowance for uncollectible accounts has been established at December 31, 2023 and 2022, as the District considers all accounts to be collectible.

3. Inventory

Inventory consists largely of equipment, parts, supplies, fuel and oil, and is recorded at the lower of cost or market.

4. Property Taxes

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

5. Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are shown as prepaid expenses on the financial statements.

6. Capital Assets

Capital assets, which include land, buildings and improvements, sewer collection systems and related improvements and equipment, are reported in the financial statements. The District defines capital assets as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair value at the date of donation.

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 constructed.

Buildings and improvements, sewer collection systems and improvements, equipment and lagoons are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings & improvements	5 - 40
Collection system	3 - 40
Plant	3 - 40
Vehicles & equipment	3 - 15

7. Compensated Absences

Earned but unused vacation and sick leave benefits are accrued when incurred in the financial statements.

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

8. Deferred Inflows and Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The District has only one type of item that qualifies for reporting in this category. It is the deferred charge on refunding. A deferred charge 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.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has only one type of item that qualifies for reporting in this category. Accordingly, the item, unavailable property tax revenue, is deferred and recognized as an inflow of resources in the period that the amount becomes available.

9. Leases

District as Lessor:

The District is lessor in a Solar Farm array as further described in Note III.D. In such arrangements, the District recognizes a lease receivable and a deferred inflow of resources on the Statement of Net Position.

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

The deferred inflow of resources is initially measured as the initial of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the lease term.

Key estimates and judgments include how the District determines the following

Discount Rate: The District uses the maximum interest rate disclosed for its outstanding debt at the time of the lease commencement as the discount rate to discount the expected lease receipts to present value.

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

Lease Receipts: Lease receipts included in the measurement of the lease receivable are composed of fixed payments and minimum guaranteed payments from the lessee.

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)

Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

9. Leases (continued)

District as Lessor (continued)

The District monitors changes in circumstances that would require a re-measurement of its leases, and will re-measure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

E. Significant Accounting Policies

1. Use of Estimates

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

2. Restricted and Unrestricted Resources

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

II. Stewardship, Compliance and Accountability

A. Budgetary Information

In the fall of each year, the District's Board of Directors formally adopts a budget with appropriations for the ensuing year pursuant to the Colorado Local Budget Law. The proprietary fund budget was adopted on a non-GAAP basis and has been reconciled to a GAAP basis below for both 2023 and 2022:

	2023	2022
Change in Net Position - Budget Basis	\$ 1,956,110	\$ 3,035,342
<i>add (less):</i>		
Gain (loss) on asset disposal	(9,194)	(11,916)
Capital outlay	2,115,562	594,199
Depreciation	(2,008,877)	(2,488,059)
Change in Net Position - GAAP Basis	\$ 2,053,601	\$ 1,129,566

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)

II. Stewardship, Compliance and Accountability (continued)

A. Budgetary Information (continued):

Annual appropriations are adopted for all funds. Expenditures may not legally exceed appropriations at the fund level and all appropriations lapse at year-end.

As required by Colorado statutes, the District followed the required timetable noted below in preparing, approving and enacting its budget for 2023.

1. For the 2023 budget year, prior to August 25, 2022, the County Assessor sent to the District an assessed valuation of all taxable property within the District's boundaries. The County Assessor may change the assessed valuation on or before December 10 only once by a single notification to the District.
2. The Manager of the District submitted, on or before October 15, 2022, a recommended budget that detailed the necessary property taxes needed along with other available revenues to meet the District's operating requirements.
3. Prior to December 15, 2022, after a required publication of "Notice of Proposed Budget" and a public hearing, the District certified to the County Commissioners a levy rate that derived the necessary property taxes as computed in the proposed budget, and the District adopted the proposed budget and an appropriating resolution that legally appropriated expenditures for the upcoming year.
4. After adoption of the budget resolution, the District may make the following changes: a) approve supplemental appropriations to the extent of revenues in excess of estimated revenues in the budget; b) approve emergency appropriations; and c) reduce appropriations for which originally estimated revenues are insufficient.

Taxes levied in one year are collected in the succeeding year. Thus, taxes certified in 2022 were collected in 2023 and taxes certified in 2023 will be collected in 2024. 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.

**Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)**

II. 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.

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

III. Detailed Notes on All Funds

A. Deposits and Investments

The District's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first \$250,000 of the District's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA. The carrying amounts of the District's petty cash, demand deposits and investments were \$13,243,833 and \$10,979,098 as of the fiscal year ended 2023 and 2022, respectively.

Fair Value of Investments

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

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

At December 31, 2023, the District had the following recurring net asset values measurements:

December 31, 2023	
Investments Measured at Net Asset Value	Total
Colotrust investment pool	12,649,803
Total	12,649,803

**Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)**

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

At December 31, 2022, the District had the following recurring net asset values measurements:

December 31, 2022	
Investments Measured at Net Asset Value	Total
Colotrust investment pool	10,272,329
Total	10,272,329

The ColoTrust investment pool represents investments in the Colorado Government Liquid Asset Trust (“COLOTRUST”). The district invests in both the ColoTrust Edge and ColoTrust Plus+, both are measured at net asset value. ColoTrust Plus+ offers same-day liquidity and a rating of AAAM. ColoTrust Edge offers weekly liquidity and a rating of AAAf.

The District did not have any fair value measurements at December 31, 2023 or at December 31, 2022.

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

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

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

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

At December 31, 2023 and 2022, the District had the following cash and investments with the following maturities:

December 31, 2023			
	Standard & Poors Rating	Carrying Amounts	Maturities Less than one year
<i>Petty cash</i>	Not rated	\$ 1,332	\$ 1,332
<i>Deposits:</i>			
Checking	Not rated	430,039	430,039
Money market	Not rated	162,660	162,660
<i>Investments:</i>			
Investment pools	AAAm/AAAf	12,649,803	12,649,803
		\$ 13,243,834	\$ 13,243,834

December 31, 2022			
	Standard & Poors Rating	Carrying Amounts	Maturities Less than one year
<i>Petty cash</i>	Not rated	\$ 857	\$ 857
<i>Deposits:</i>			
Checking	Not rated	484,479	484,479
Money market	Not rated	221,433	221,433
<i>Investments:</i>			
Investment pools	AAAm	10,272,329	10,272,329
		\$ 10,979,098	\$ 10,979,098

The Investment Pool represents investments in COLOTRUST. The fair value of the pool is determined by the pool's share price. The District has no regulatory oversight for the pool. As of December 31, 2023 and 2022, the District's investments in COLOTRUST were 95.51% and 93.56%, respectively, of the District's investment portfolio.

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)

III. Detailed Notes on All Funds (continued)

B. Capital Assets

Capital asset activity for 2023 was as follows:

	1/1/23 Beginning Balance	Additions	Disposals	12/31/23 Ending Balance
Capital assets, not being depreciated:				
Land	\$ 454,479	\$ -	\$ -	\$ 454,479
Construction in progress	28,276	4,718	-	32,994
Total capital assets, not being depreciated	<u>482,755</u>	<u>4,718</u>	<u>-</u>	<u>487,473</u>
Capital assets, being depreciated:				
Buildings and improvements	7,322,667	23,451	-	7,346,118
Collection system	31,393,549	66,857	-	31,460,406
Plant	38,032,379	2,025,254	(71,990)	39,985,643
Vehicles and equipment	3,681,745	-	-	3,681,745
Total capital assets being depreciated:	<u>80,430,340</u>	<u>2,115,562</u>	<u>(71,990)</u>	<u>82,473,912</u>
Less accumulated depreciation for:				
Buildings and improvements	(4,573,467)	(273,888)	-	(4,847,355)
Collection system	(15,242,243)	(673,843)	-	(15,916,086)
Plant	(29,790,349)	(898,219)	42,796	(30,645,772)
Vehicles and equipment	(2,281,835)	(162,927)	-	(2,444,762)
Total accumulated depreciation:	<u>(51,887,894)</u>	<u>(2,008,877)</u>	<u>42,796</u>	<u>(53,853,975)</u>
Total capital assets, being depreciated, net	<u>28,542,446</u>	<u>106,685</u>	<u>(29,194)</u>	<u>28,619,937</u>
Total capital assets, net	<u><u>\$ 29,025,201</u></u>	<u><u>\$ 111,403</u></u>	<u><u>\$ (29,194)</u></u>	<u><u>\$ 29,107,410</u></u>

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)

III. Detailed Notes on All Funds (continued)

B. Capital Assets (continued)

Capital asset activity for 2022 was as follows:

	1/1/22 Beginning Balance	Additions	Disposals	12/31/22 Ending Balance
Capital assets, not being depreciated:				
Land	\$ 454,479	\$ -	\$ -	\$ 454,479
Construction in progress	39,574	-	(11,298)	28,276
Total capital assets, not being depreciated	<u>494,053</u>	<u>-</u>	<u>-</u>	<u>482,755</u>
Capital or leased assets, being depreciated or amortized:				
Buildings and improvements	7,322,667	-	-	7,322,667
Collection system	31,330,158	63,391	-	31,393,549
Plant	37,563,363	469,016	-	38,032,379
Vehicles and equipment	3,619,953	61,792	-	3,681,745
Leased vehicles and equipment	50,096	-	(50,096)	-
Total capital or leased assets being depreciated or amortized	<u>79,886,237</u>	<u>594,199</u>	<u>(50,096)</u>	<u>80,430,340</u>
Less accumulated depreciation and amortization for:				
Buildings and improvements	(4,281,682)	(291,785)	-	(4,573,467)
Collection system	(14,564,906)	(677,337)	-	(15,242,243)
Plant	(28,404,375)	(1,385,974)	-	(29,790,349)
Vehicles and equipment	(2,148,872)	(132,963)	-	(2,281,835)
Leased vehicles and equipment	(35,923)	-	35,923	-
Total accumulated depreciation and amortization	<u>(49,435,758)</u>	<u>(2,488,059)</u>	<u>35,923</u>	<u>(51,887,894)</u>
Total capital and leased assets, being depreciated or amortized, net	<u>30,450,479</u>	<u>(1,893,860)</u>	<u>(14,173)</u>	<u>28,542,446</u>
Total capital assets, net	<u>\$ 30,944,532</u>	<u>\$ (1,893,860)</u>	<u>\$ (14,173)</u>	<u>\$ 29,025,201</u>

**Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)**

III. Detailed Notes on All Funds (continued)

C. Long-term Liabilities

1. Accrued Compensated Absences

Earned but unused vacation benefits and sick leave amounted to \$151,342 and \$132,253 at December 31, 2023 and 2022, respectively.

2. Long-term Liability Activity Schedule

Long-term liability activity for the past two years was as follows:

	<u>1/1/23</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>12/31/23</u> <u>Balance</u>	<u>Current</u> <u>Portion</u>
Compensated absences	132,253	19,089	-	151,342	37,836
Total	<u>\$ 132,253</u>	<u>\$ 19,089</u>	<u>\$ -</u>	<u>\$ 151,342</u>	<u>\$ 37,836</u>

	<u>1/1/22</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>12/31/22</u> <u>Balance</u>	<u>Current</u> <u>Portion</u>
Compensated absences	132,906	-	(653)	132,253	33,063
Total	<u>\$ 132,906</u>	<u>\$ -</u>	<u>\$ (653)</u>	<u>\$ 132,253</u>	<u>\$ 33,063</u>

D. Leases Receivable

The District leases a solar farm to Holy Cross Electric. The non-cancelable terms of the lease agreement, including options to extend which the District believes will be exercised by the lessee, are between 25 and 40 years. Per the terms of the lease agreement, the District receives a monthly credit on its electric bill and annual rent payments. Both the monthly credits (25 year term) and annual payments (40 year term) increase by 2% each year.

During 2023, the District recognized \$116,658 in lease revenue and \$97,580 in interest revenue.

At December 31, 2023, the District's receivable for lease payments was \$3,228,941 and the deferred inflow of resources associated with these leases, which will be recognized as revenue over the lease term, was \$3,074,092. At December 31, 2022, the District's receivable for lease payments was \$3,270,115 and the deferred inflow of resources associated with these leases was \$3,190,750.

The following is a schedule of future principal and interest lease payments due under the terms of this lease at December 31, 2023:

**Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)**

III. Detailed Notes on All Funds (continued)

D. Leases Receivable (continued)

<u>Year</u>	<u>Lease Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 45,229	\$ 96,300	\$ 141,529
2025	49,463	94,897	144,360
2026	53,882	93,365	147,247
2027	58,494	91,698	150,192
2028	63,305	89,891	153,196
2029-2033	396,189	416,992	813,181
2034-2038	550,834	346,984	897,817
2039-2043	739,841	251,422	991,263
2044-2048	598,483	136,101	734,584
2049-2053	229,098	88,015	317,113
2054-2058	300,592	49,526	350,118
2059-2060	143,534	6,513	150,047
<u>Total</u>	<u>\$ 3,228,941</u>	<u>\$ 1,761,704</u>	<u>\$ 4,990,645</u>

IV. Other Information

A. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has joined together with other special districts in the State to form the Colorado Special Districts Property and Liability Pool ("the Pool"), a public entity risk pool currently operating as a common risk management and insurance program for member special districts. The District pays an annual premium to the Pool for its general insurance coverage. The Pool is to be self-sustaining through member premiums and reinsures through commercial companies for claims in excess of certain limits for each insured event.

The District continues to carry commercial insurance for all other risks of loss, including workers' compensation. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District participates in the Public Sector Health Group for employee health and accident coverage. The District's plan administrator is United Healthcare. The plan provides coverage up to a maximum of \$25,000 for each claim, with commercial insurance providing coverage in excess of this limit.

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2023 and 2022
(Continued)

IV. Other Information (continued)

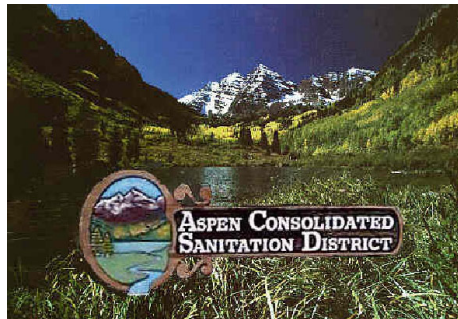
B. Deferred Compensation Plan - Section 401(k)

The District adopted the Aspen Consolidated Sanitation District 401(k) Profit Sharing Plan ("the Plan"). Empower Retirement administers the Plan. Benefits depend solely on amounts contributed plus investment earnings. All contributions are vested 100% when they are made.

All full-time employees above the age of 21 are eligible to participate in the Plan on the first day of the month following commencement of employment. The District matches up to 6% of total earnings of participants. Participants may contribute from 1% to the annual IRS contribution and catch-up contribution limits. Participants have immediate vesting.

The District's expense for the Plan was \$106,270 and \$94,910 for 2023 and 2022, respectively. There was no liability outstanding at the of December 31, 2023 and 2022.

SUPPLEMENTARY INFORMATION



Aspen Consolidated Sanitation District
Schedule of Revenues and Expenditures
Budget (Non-GAAP Basis) and Actual With Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Totals for For the Year Ended 2022)

	<u>2023</u>			<u>2022</u>
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Charges for services	4,865,000	4,926,232	61,232	4,708,078
Penalties and interest	12,000	39,259	27,259	26,758
Property taxes	225,407	225,118	(289)	225,999
Specific ownership taxes	6,500	8,038	1,538	8,071
Investment income	122,340	720,054	597,714	238,225
Solar farm lease income	36,244	116,658	80,414	116,658
Rent income	131,750	137,550	5,800	129,586
Miscellaneous	16,000	13,173	(2,827)	86,107
Capital contributions	950,000	1,458,637	508,637	1,374,363
Total Revenues	<u>6,365,241</u>	<u>7,644,719</u>	<u>1,279,478</u>	<u>6,913,845</u>
Expenditures:				
Administration	802,675	792,892	9,783	713,503
Collection system	829,827	798,318	31,509	704,152
Treatment plant	2,129,729	1,970,315	159,414	1,855,237
Treasurer's fees	12,000	11,522	478	11,412
Capital outlay	5,413,500	2,115,562	3,297,938	594,199
Total Expenditures	<u>9,187,731</u>	<u>5,688,609</u>	<u>3,499,122</u>	<u>3,878,503</u>
Change in Net Position (Budget Basis)	<u>(2,822,490)</u>	<u>1,956,110</u>	<u>4,778,600</u>	<u>3,035,342</u>
Reconciliation to GAAP Basis:				
Loss on asset disposal		(9,194)		(11,916)
Capitalized asset additions		2,115,562		594,199
Depreciation and amortization		(2,008,877)		(2,488,059)
Change in Net Position (GAAP Basis)		<u>2,053,601</u>		<u>1,129,566</u>

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

Aspen Consolidated Sanitation District
Schedule of Administrative Expenditures
Budget and Actual
For the Year Ended December 31, 2023
(With Comparative Totals for For the Year Ended 2022)

	2023		Final Budget Variance Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Salaries	448,920	452,146	(3,226)	409,235
Payroll taxes	34,432	34,488	(56)	31,480
Benefits	92,127	94,521	(2,394)	81,570
Office supplies	11,500	12,344	(844)	6,945
Postage	7,600	6,807	793	7,245
Publication and legal	1,000	80	920	109
Dues and subscriptions	10,000	9,598	402	9,107
Utilities	33,000	26,652	6,348	30,776
Telephone	13,750	14,621	(871)	16,233
Legal	20,000	7,435	12,565	2,917
Auditing	13,720	14,995	(1,275)	13,320
Other expense	40,000	23,193	16,807	21,562
Capital lease interest	-	-	-	118
Insurance	39,876	36,505	3,371	33,443
Ground maintenance	36,750	59,507	(22,757)	49,443
Total Administrative Expenditures	802,675	792,892	9,783	713,503

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

Aspen Consolidated Sanitation District
Schedule of Collection System Expenditures
Budget and Actual
For the Year Ended December 31, 2023
(With Comparative Totals for For the Year Ended 2022)

	2023		Final Budget Variance Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Salaries	488,720	491,381	(2,661)	441,450
Payroll taxes	37,485	37,389	96	32,267
Benefits	166,746	165,209	1,537	148,175
Office supplies	4,500	3,553	947	2,199
Safety equipment	6,000	3,977	2,023	3,743
Oil and grease	12,000	15,451	(3,451)	5,633
Equipment parts	24,000	5,069	18,931	8,636
Line repairs	22,000	19,020	2,980	7,499
Tools	7,000	3,187	3,813	4,277
Shop supplies	12,000	12,992	(992)	11,541
Tuition	5,000	1,428	3,572	2,574
Miscellaneous	4,500	3,690	810	2,917
Insurance	39,876	35,972	3,904	33,241
Total Collection System Expenditures	829,827	798,318	31,509	704,152

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

Aspen Consolidated Sanitation District
Schedule of Treatment Plant Expenditures
Budget and Actual
For the Year Ended December 31, 2023
(With Comparative Totals for For the Year Ended 2022)

	2023		Final Budget Variance Positive (Negative)	2022
	Original and Final Budget	Actual		Actual
Salaries	862,618	847,287	15,331	759,738
Payroll taxes	66,163	61,510	4,653	56,862
Benefits	283,479	259,170	24,309	248,399
Office supplies	5,750	10,576	(4,826)	5,570
Chemicals	192,000	196,697	(4,697)	163,791
Lab supplies and tests	42,500	29,235	13,265	33,486
Janitorial supplies	7,000	2,156	4,844	8,062
Uniforms	6,000	3,686	2,314	3,535
Dump fees and trash	65,113	66,912	(1,799)	56,239
Oil and grease	8,000	18,239	(10,239)	12,962
Equipment parts	33,000	14,080	18,920	29,183
Electrical supplies	45,000	40,145	4,855	22,805
Utilities	340,730	287,358	53,372	330,611
Telephone	33,000	14,732	18,268	18,455
Other maintenance	40,000	32,051	7,949	28,467
Ground maintenance	12,000	7,965	4,035	6,417
Shop supplies	5,500	3,852	1,648	4,583
Tuition	8,000	3,394	4,606	1,705
Other expenses	4,000	7,711	(3,711)	4,157
Insurance	39,876	35,972	3,904	34,340
Permits	30,000	27,587	2,413	25,870
Total Treatment Plant Expenditures	2,129,729	1,970,315	159,414	1,855,237

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