

Greenwood Athletic Club Metropolitan District

Financial Statements and Accompanying Supplemental
Information with Independent Auditor's Report

Years Ended December 31, 2024 and 2023



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Greenwood Athletic Club Metropolitan District

Years Ended December 31, 2024 and 2023

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To the Board of Directors
Greenwood Athletic Club Metropolitan District
Greenwood Village, Colorado

Independent Auditor's Report

Opinion

We have audited the accompanying financial statements (the "financial statements") of the business-type activities of Greenwood Athletic Club Metropolitan District (the "District"), as of and for the years ended December 31, 2024 and 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of Greenwood Athletic Club Metropolitan District as of December 31, 2024 and 2023, and the respective changes in financial position, and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Greenwood Athletic Club Metropolitan 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 Greenwood Athletic Club Metropolitan 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.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that a management's discussion and analysis, as listed in the table of contents, 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 Government Auditing 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 financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The other supplemental information is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The other supplemental information has 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 it.

Wipfli LLP
Wipfli LLP

Denver, Colorado
May 20, 2025

Management's Discussion and Analysis

Greenwood Athletic Club Metropolitan District

Management's Discussion and Analysis

The management's discussion and analysis (the "MD&A") is designed to provide an analysis of the Greenwood Athletic Club Metropolitan District's (the "District") financial condition to inform the reader on the District's financial issues and activities for the fiscal years ended December 31, 2024 and 2023.

The MD&A should be read in conjunction with the District's statements of net position; statements of revenue, expenses, and changes in net position; and statements of cash flows and associated notes to the basic financial statements.

Financial Highlights

- The statements of net position shows total assets and deferred outflows of resources of \$30,497,373 and \$30,390,145 and total liabilities and deferred inflows of \$34,700,553 and \$35,023,092 at December 31, 2024 and 2023, respectively.
- In the statements of net position, the liabilities of the District exceeded its assets by \$4,203,180 and \$4,632,947 at December 31, 2024 and 2023, respectively.
- The District's total net position increased by \$429,767 and \$969,408 during the years ended December 31, 2024 and 2023, respectively.

Overview of the Basic Financial Statements

The basic financial statements of the District are presented as a special purpose government engaged in business-type activities - providing health and fitness services and facilities.

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

The statements of revenue, expenses, and changes in net position presents information showing how the District's net position changed during the fiscal period 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, revenue and expenses reported in this statement are for some items that result in cash flows related to prior fiscal periods or will result in cash flows in future fiscal periods (e.g., revenue received in advance and accrued liabilities).

The statements of cash flows presents information showing how the District's cash position changed during the most recent fiscal period through three categories - operating activities, capital and related financing activities, and investing activities.

The basic financial statements include only the District itself and can be found on pages 10 – 13 of this report.

Greenwood Athletic Club Metropolitan District

Management's Discussion and Analysis

The District's Net Position:

<i>December 31,</i>	2024	2023
Assets:		
Current and other assets	\$ 7,775,892	\$ 7,282,341
Property, equipment and improvements, net	22,571,481	22,237,804
Total assets	30,347,373	29,520,145
Deferred outflows of resources	150,000	870,000
Liabilities:		
Current liabilities	4,494,733	3,827,536
Lease liability:		
Due within one year	20,843	31,391
Long-term lease liability	59,227	24,617
Bonds payable:		
Due within one year	1,565,800	1,514,100
Long-term bonds payable	27,003,800	28,569,600
Total liabilities	33,144,403	33,967,244
Deferred inflows of resources	1,556,150	1,055,848
Net position	\$ (4,203,180)	\$ (4,632,947)

The District's Changes in Net Position:

<i>Years Ended December 31,</i>	2024	2023
Operating revenue	\$ 15,628,668	\$ 13,754,164
Operating expenses:		
Salaries and employee benefits	6,758,254	6,336,475
Selling, general, and administrative	3,858,281	3,818,780
Depreciation and amortization	2,439,420	2,333,962
Total operating expenses	13,055,955	12,489,217
Nonoperating revenue and expenses	(2,142,946)	(295,539)
Change in net position	429,767	969,408
Net position - beginning of year	(4,632,947)	(5,602,355)
Net position - end of year	\$ (4,203,180)	\$ (4,632,947)

The District currently receives all of its revenue from user fees and charges and lease income. Property taxes are not levied by the District.

Greenwood Athletic Club Metropolitan District

Management's Discussion and Analysis

Budgetary Highlights

The District's total expenditures were more than the budgeted appropriations by \$958,199 in 2024 and the District's total expenditures were less than the budgeted appropriations in 2023. The District's budgetary comparison schedules can be found in the other supplemental information on pages 32-34.

Capital Assets and Debt Administration

Capital Assets

The District's investment in capital assets for its business-type activities as of December 31, 2024 and 2023 amounts to \$22,588,711 and \$22,337,734, respectively. This investment in capital assets includes office furniture and fixtures, fitness facilities and equipment, vehicles, land and buildings, and other intangible assets.

Major capital asset events during the current fiscal period included the following:

- IT hardware upgrades
- Main club parking lot slurry seal and restripe
- Kids' Club carpet in play area and LVT laminate at front entrance
- Men's and women's dry sauna benches and backs
- Umbrellas and bases for outdoor pools
- Adult pool resurfacing
- Paint/resurface indoor tennis club walls
- Pilates equipment and various weight training equipment
- Main club chiller
- Outdoor deck construction
- Turf for Studio 3
- Furniture for café lounge social space, small conference room
- Social space remodel
- Indoor pool deck resurfacing and caulking
- Digital TV display system throughout main club and tennis
- Outdoor audio system
- Studio 1 and Cycling studio audio system, lighting, paint, stages, video projection
- Welcome Desk and turnstile gates

<i>Year Ended December 31,</i>	2024	2023
Building and building improvements	\$ 32,812,318	\$ 31,698,876
Land	4,685,127	4,685,127
Construction in process	-	51,102
Outdoor pool and landscaping	3,143,434	3,032,945
Equipment	4,616,914	4,103,244
Other intangible assets	1,545,630	1,551,105
Total capital assets	46,803,423	45,122,399
Less accumulated depreciation and amortization	(24,214,712)	(22,784,665)
Total capital assets, net	\$ 22,588,711	\$ 22,337,734

Additional information on the District's capital assets can be found in Notes 6 and 7.

Greenwood Athletic Club Metropolitan District

Management's Discussion and Analysis

The history of capital improvements at the District are as follows:

	Total Capital Improvements	Required per IGA (Note 14)	Over (Under)
2005	\$ 1,204,138	\$ 150,000	\$ 1,054,138
2006	2,703,797	150,000	2,553,797
2007	651,420	150,000	501,420
2008	2,213,382	150,000	2,063,382
2009	933,100	150,000	783,100
2010	287,087	150,000	137,087
2011	3,865,360	150,000	3,715,360
2012	367,802	150,000	217,802
2013	521,812	150,000	371,812
2014	1,759,412	150,000	1,609,412
2015	847,577	150,000	697,577
2016	1,036,500	150,000	886,500
2017	982,321	150,000	832,321
2018	721,469	498,000	223,469
2019	534,156	498,000	36,156
2020	248,245	498,000	(249,755)
2021	98,751	498,000	(399,249)
2022	790,938	498,000	292,938
2023	781,536	498,000	283,536
2024	1,917,342	498,000	1,419,342
Total	\$ 22,466,145	\$ 5,436,000	\$ 17,030,145
Average capital improvements per year	\$ 1,123,307		

Debt Administration

The District's issuance of debt for its business-type activities and purchase of the fitness facilities as of December 31, 2024 and 2023 amounts to \$28,569,600 and \$30,083,700, respectively.

	2024	2023
Bonds payable, related party	\$ 21,544,000	\$ 21,544,000
Bonds payable	8,539,700	10,005,800
Total	30,083,700	31,549,800
Less payments on bonds payable	(1,514,100)	(1,466,100)
Total debt	\$ 28,569,600	\$ 30,083,700

Additional information on the District's debt can be found in Notes 9 and 10.

Greenwood Athletic Club Metropolitan District Management's Discussion and Analysis

Requests for Further Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the District:

Greenwood Athletic Club Metropolitan District
5801 South Quebec Street
Greenwood Village, CO 80111
303-770-2582

Greenwood Athletic Club Metropolitan District

Statements of Net Position

<i>December 31,</i>	2024	2023
Assets:		
Current assets:		
Cash and cash equivalents	\$ 5,853,494	\$ 5,875,658
Accounts receivable, net	275,208	204,511
Interest receivable	4,364	2,977
Inventory	14,363	-
Current portion of lease receivable	275,500	253,677
Total current assets	6,422,929	6,336,823
Noncurrent assets:		
Property, equipment and improvements, net	22,571,481	22,237,804
Intangible assets, net	17,230	99,930
Lease receivable, net of current portion	1,335,733	845,588
Total noncurrent assets	23,924,444	23,183,322
Total assets	30,347,373	29,520,145
Deferred outflows of resources: Goodwill, net	150,000	870,000
Liabilities:		
Current liabilities:		
Accounts payable	503,400	359,481
Accrued liabilities and other	512,655	515,009
Accrued subordinate interest, related party	823,657	511,876
Revenue received in advance	2,655,021	2,441,170
Current portion of bonds payable	1,565,800	1,514,100
Current portion of lease liability	20,843	31,391
Total current liabilities	6,081,376	5,373,027
Noncurrent liabilities:		
Bonds payable, net of current portion	5,459,800	7,025,600
Bonds payable, related party	21,544,000	21,544,000
Lease liability, net of current portion	59,227	24,617
Total noncurrent liabilities	27,063,027	28,594,217
Total liabilities	33,144,403	33,967,244
Deferred inflows of resources: Deferred lease revenue	1,556,150	1,055,848
Net position:		
Net investment in capital assets	19,347,327	18,441,261
Unrestricted	(23,550,507)	(23,074,208)
Total net position	\$ (4,203,180)	\$ (4,632,947)

See accompanying notes to the financial statements.

Greenwood Athletic Club Metropolitan District

Statements of Revenue, Expenses and Changes in Net Position

<i>Years Ended December 31,</i>	2024	2023
Operating revenue:		
Membership dues	\$ 9,948,807	\$ 8,537,138
Fitness revenue	1,709,573	1,687,680
Sports revenue	2,084,011	1,787,271
Lease revenue	319,165	302,033
Initiation fees	349,767	328,893
Other revenue	1,217,345	1,111,149
Total operating revenue	15,628,668	13,754,164
Operating expenses:		
Salaries and employee benefits	6,758,254	6,336,475
Selling, general, and administrative	3,858,281	3,818,780
Depreciation and amortization	2,439,420	2,333,962
Total operating expenses	13,055,955	12,489,217
Operating income	2,572,713	1,264,947
Nonoperating revenue (expense):		
Subordinate bond interest expense	(2,019,349)	(1,703,876)
Other interest expense	(259,388)	(307,659)
Interest expense on leases	(1,793)	(2,276)
Other income - Employee Retention Tax Credits	-	1,619,465
Interest income	115,797	94,314
Gain on disposal of capital assets	21,787	4,493
Total nonoperating revenue (expense)	(2,142,946)	(295,539)
Change in net position	429,767	969,408
Net position - beginning of year	(4,632,947)	(5,602,355)
Net position - end of year	\$ (4,203,180)	\$ (4,632,947)

See accompanying notes to the financial statements.

Greenwood Athletic Club Metropolitan District

Statements of Cash Flows

<i>Years Ended December 31,</i>	2024	2023
Cash flows from operating activities:		
Cash received from customers and tenants	\$ 15,750,707	\$ 13,850,473
Cash paid to vendors and employees	(10,513,677)	(10,178,051)
Net cash and cash equivalents provided by operating activities	5,237,030	3,672,422
Cash flows from non-capital financing activities:		
Proceeds from ERTC funds	-	1,619,465
Net cash and cash equivalents provided by non-capital financing activities	-	1,619,465
Cash flows from capital and related financing activities:		
Acquisition of property, equipment and leasehold improvements	(1,917,342)	(781,536)
Proceeds from sale of property, equipment and leasehold improvements	25,200	4,493
Repayments on bonds payable, bank	(1,514,100)	(1,466,100)
Interest paid	(1,968,749)	(1,501,935)
Net cash and cash equivalents used in capital and related financing activities	(5,374,991)	(3,745,078)
Cash flows provided by investing activities - interest received	115,797	94,314
Net increase (decrease) in cash and cash equivalents	(22,164)	1,641,123
Cash and cash equivalents, beginning of year	5,875,658	4,234,535
Cash and cash equivalents, end of year	\$ 5,853,494	\$ 5,875,658

See accompanying notes to the financial statements.

Greenwood Athletic Club Metropolitan District

Statements of Cash Flows

<i>Years Ended December 31,</i>	2024	2023
Reconciliation of operating income to net cash from operating activities:		
Operating income	\$ 2,572,713	\$ 1,264,947
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation	1,606,508	1,500,835
Amortization	802,700	802,700
Bad debt expense	8,062	32,086
Noncash lease revenue	(285,752)	(310,764)
Noncash lease amortization	30,212	30,427
Changes in net position and liabilities:		
Accounts receivable	(78,759)	(30,607)
Interest receivable	(1,387)	299
Inventory	(14,363)	-
Lease receivable	274,086	303,804
Accounts payable	143,919	(135,129)
Accrued liabilities and other	(2,354)	351
Revenue received in advance	213,851	243,861
Lease liabilities	(32,406)	(30,388)
Total adjustments	2,664,317	2,407,475
Net cash and cash equivalents provided by operating activities	\$ 5,237,030	\$ 3,672,422
Supplemental non-cash information:		
Accrued subordinate interest, related party	\$ 823,657	\$ 511,876

See accompanying notes to the financial statements.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 1: Nature of Business

Greenwood Athletic Club Metropolitan District (the "District") is a quasi-municipal organization created by an Order and Decree of the District Court in Arapahoe County, Colorado on November 13, 2003. The purpose of the District is to provide and maintain a health and fitness facility through Club Greenwood (the "Club") for the Club's members. The Club's members primarily live in the Denver metropolitan area.

Note 2: Summary of Significant Accounting Policies

Accounting and Reporting Principles

The District follows accounting principles generally accepted in the United States of America ("GAAP"), as applicable to governmental units. Accounting and financial reporting pronouncements are promulgated by the Governmental Accounting Standards Board ("GASB"). The following is a summary of the significant accounting policies used by the District:

Reporting Entity

The District is governed by an elected board of directors. As required by GAAP, the accompanying statements of net position presents the financial position of the District (the primary government), which has no component units. The District is not financially responsible for any other organization.

Report Presentation

This report includes the fund-based statements of the District. In accordance with government accounting principles, a government-wide presentation with program and general revenue is not applicable to special purpose governments engaged only in business-type activities.

Basis of Accounting

The District's records are maintained on the accrual basis of accounting and economic resource measurement focus in accordance with GAAP, including all applicable statements of the GASB. Revenue is recognized when earned, and expenses are recognized when the liability is incurred. Depreciation is computed and recorded as an operating expense. Expenditures for property and equipment are shown as increases in assets.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 2: Summary of Significant Accounting Policies (Continued)

Specific Balances and Transactions

Cash and Cash Equivalents

For the purpose of the accompanying financial statements, the District considers all highly liquid investments purchased with original maturities of three months or less to be cash equivalents. The statements of net position includes both unrestricted and restricted cash and cash equivalents. The carrying amount reported in the statements of net position for unrestricted and restricted cash and cash equivalents approximates fair value due to the short-term nature of these investments.

The District continually monitors its positions with, and the credit quality of, the financial institutions with which it invests. As of the statement of net position date, and periodically throughout the year, the District has maintained balances in various operating accounts in excess of federally insured limits. Management does not believe that the District is exposed to any significant risk related to cash and cash equivalents.

Accounts Receivable

Accounts receivable for membership dues, services, and initiation fees are shown net of sales discounts. An allowance for uncollectible accounts is established on an aggregate basis by using historical write-off rate factors and management's analysis. Management anticipates all receivables will be collected, based on experience with similar types of accounts, and a minimal allowance for doubtful accounts has been established. Uncollectible amounts are written off against the allowance for doubtful accounts in the period they are determined to be uncollectible.

Capital Assets

Capital assets include property, equipment, improvements and intangible assets.

Property, equipment and improvements are recorded at cost. The straight-line method is used for computing depreciation and amortization. Assets are depreciated over their estimated useful lives ranging from 1 to 40 years. Costs of maintenance and repairs are charged to expense when incurred. During the period of construction, all assets are capitalized.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 2: Summary of Significant Accounting Policies (Continued)

Capital Assets (Continued)

Acquired intangible assets subject to amortization are stated at cost and are amortized using the straight-line method over the estimated useful lives of the assets. Intangible assets that are subject to amortization are reviewed for potential impairment whenever events or circumstances indicate that carrying amounts may not be recoverable. Assets not subject to amortization are tested for impairment at least annually. Goodwill and intangible assets with indefinite useful lives are amortized over 20 years.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until then. The District reports deferred outflows related to the deferred charge from the excess acquisition cost over fair value of net tangible and identifiable intangible assets of the net position acquired in the purchase transaction, which is reflected as goodwill on the statements of net position.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represent an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until then. The District reports deferred inflows related to deferred lease revenue. This amount is recognized over the life of the lease.

Net Position

Net position of the District is classified in two components. Net investment in capital assets consists of capital assets net of accumulated depreciation and is reduced by the current balances of any outstanding borrowings used to finance the purchase or construction of those assets. Unrestricted net position is the remaining net position that does not meet the definition of invested in capital or restricted.

Revenue Recognition

Initiation fees are nonrefundable and are recognized as revenue as of the effective date of membership. Membership dues are recorded as income on a monthly basis. Membership dues collected in advance are recorded as revenue over the applicable period. Revenue from services and programs is recorded on a monthly basis and recognized as earned.

Budget and Property Taxes

In accordance with the State Budget Law, the District's board of directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. The budget may be amended by action of the board of directors upon proper publication. Property taxes are not levied.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 2: Summary of Significant Accounting Policies (Continued)

Advertising Expense

Advertising expense is charged to expense during the year in which it is incurred. Advertising expense was \$241,298 and \$233,083 for the years ended December 31, 2024 and 2023, respectively.

Income Taxes

The District is a political subdivision and body corporate of Arapahoe County, Colorado; as such, the income generated by the District in the exercise of its essential government function is exempt from federal income tax under Section 115 of the Internal Revenue Code. The District has no unrelated business income tax liability recorded as of December 31, 2024 and 2023. The District has evaluated tax positions taken, and, as none are considered to be uncertain, no amounts have been recognized.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 3: Cash Deposits and Investments

Deposits with Financial Institutions

The Colorado Public Deposit Protection Act (the "PDPA") requires that all political subdivisions of the State deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. The PDPA allows the institution to create a single collateral pool for all public funds. The pool for all uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to 102 percent of the aggregate uninsured deposits. The Colorado Divisions of Banking and Financial Services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

<i>December 31,</i>	2024	
	Bank Balance	Carrying Balance
UMB deposits	\$ 5,277,373	\$ 5,852,694
Petty cash	800	800
Total	\$ 5,278,173	\$ 5,853,494

<i>December 31,</i>	2023	
	Bank Balance	Carrying Balance
UMB deposits	\$ 5,248,528	\$ 5,874,858
Petty cash	800	800
Total	\$ 5,249,328	\$ 5,875,658

The local government investment pool, which includes COLOTRUST, is rated AAAM by Standard & Poor's.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 3: Cash Deposits and Investments (Continued)

Custodial Credit Risk of Bank Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. At year end, the District had no uninsured or uncollateralized deposits. The District believes that due to the dollar amounts of cash deposits and the limits of FDIC insurance, it is impractical to insure all deposits. As a result, the District evaluates each financial institution with which it deposits funds and assesses the level of risk of each institution; only those institutions with an acceptable estimated risk level are used as depositories.

Investments

The District has not adopted a formal investment policy; however, the District follows state statutes regarding investments. Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest, which include the following:

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

Note 4: Accounts Receivable

The following is the detail of accounts receivable at December 31, 2024 and 2023:

	2024	2023
Accounts receivable	\$ 276,724	\$ 206,027
Allowance for doubtful accounts	(1,516)	(1,516)
Accounts receivable, net	\$ 275,208	\$ 204,511

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 5: Lease Receivable - Lessor

The District leases space to unrelated entities under three separate noncancelable operating lease agreements expiring in various years through 2030, of which two of the lease agreements were entered into during 2023 and one of the leases was amended in 2024. The leases are subject to termination at the discretion of the City of Greenwood Village (the "City") pursuant to Intergovernmental Agreement between the City and the District dated August 27, 2004, as amended, upon conveyance of the Club to the City on March 17, 2030 or upon retirement of all District debt, whichever occurs earlier. In May 2023, the District terminated one existing lease which originally required monthly payments of \$2,500. In August 2024, the District terminated one existing lease which originally required monthly payments of \$750.

The District also leases space for a spa to an affiliate under an operating lease. The initial lease was for a term of 10 years, which was extended through December 2030, subject to termination at the discretion of the City pursuant to Intergovernmental Agreement between the City and the District dated August 27, 2004, as amended, upon conveyance of the Club to the City on March 17, 2030 or upon retirement of all District debt, whichever occurs earlier. Along with the renewal, the lease was amended to require minimum annual base rent of \$151,092 per year.

Total lease revenue under these agreements was \$311,665 and \$294,533 for the years ended December 31, 2024 and 2023, respectively.

The implicit rate on the leases was 3.25%. Future minimum rent on noncancelable leases as of December 31, 2024 for each of the next five years, and in the aggregate, are as follows:

<i>Years Ending December 31:</i>	Related Party		
	Principal	Interest	Total
2025	\$ 126,226	\$ 24,524	\$ 150,750
2026	130,390	20,349	150,739
2027	134,691	16,036	150,727
2028	139,134	11,581	150,715
2029	143,724	6,979	150,703
Thereafter	148,466	2,224	150,690
Total	\$ 822,631	\$ 81,693	\$ 904,324

<i>Years Ending December 31:</i>	Third Party		
	Principal	Interest	Total
2025	\$ 149,275	\$ 22,974	\$ 172,249
2026	151,112	18,131	169,243
2027	156,097	13,133	169,230
2028	161,247	7,969	169,216
2029	147,690	2,853	150,543
Thereafter	23,181	31	23,212
Total	\$ 788,602	\$ 65,091	\$ 853,693

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 6: Acquired Intangible Assets and Goodwill

Intangible assets of the District at December 31, 2024 are summarized as follows:

	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount
Amortized intangible assets:			
Start-up costs	\$ 1,544,488	\$ (1,528,400)	\$ 16,088
Closing costs and prepaid fees	109,512	(108,370)	1,142
Total amortized intangible assets	\$ 1,654,000	\$ (1,636,770)	\$ 17,230

Intangible assets of the District at December 31, 2023 are summarized as follows:

	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount
Amortized intangible assets:			
Start-up costs	\$ 1,544,488	\$ (1,451,175)	\$ 93,313
Closing costs and prepaid fees	109,512	(102,895)	6,617
Total amortized intangible assets	\$ 1,654,000	\$ (1,554,070)	\$ 99,930

Amortization expense for intangible assets totaled \$82,700 for both years ended December 31, 2024 and 2023. Amortization expense for the intangible assets will be \$17,230 for 2025.

The net carrying value of goodwill is reported as a deferred outflow in the statements of net position. The recorded amount of goodwill at December 31, 2024 and 2023 are as follows:

	2024	2023
Goodwill	\$ 14,400,000	\$ 14,400,000
Accumulated amortization	(14,250,000)	(13,530,000)
Net carrying value	\$ 150,000	\$ 870,000

Goodwill amortization expense totaled \$720,000 for both years ended December 31, 2024 and 2023. Amortization expense for goodwill will be \$720,000 annually through 2024 and \$150,000 for 2025.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 7: Capital Assets

Capital asset balances and activity for the year ended December 31, 2024 were as follows:

Governmental Activities:	Balance January 1, 2024	Additions	Disposals and Adjustments	Balance December 31, 2024
Capital assets, not being depreciated:				
Land	\$ 4,685,127	\$ -	\$ -	\$ 4,685,127
Construction in process	51,102	395,848	(446,950)	-
Subtotal	\$ 4,736,229	\$ 395,848	\$ (446,950)	\$ 4,685,127
Capital assets, being depreciated:				
Building	17,012,650	-	-	17,012,650
Indoor tennis building	5,740,295	-	-	5,740,295
Building improvements	8,013,189	666,492	446,950	9,126,631
Equipment	3,961,323	744,513	(225,184)	4,480,652
Right of use leased equipment	141,921	76,689	(82,348)	136,262
Outdoor pool	2,345,473	-	-	2,345,473
Fixtures	932,742	-	-	932,742
Landscaping	687,472	110,489	-	797,961
Subtotal	38,835,065	1,598,183	139,418	40,572,666
Accumulated depreciation:				
Building	(7,429,157)	(425,316)	-	(7,854,473)
Indoor tennis building	(2,702,721)	(143,507)	-	(2,846,228)
Building improvements	(4,203,568)	(567,200)	-	(4,770,768)
Equipment	(3,290,536)	(333,595)	221,771	(3,402,360)
Right of use leased equipment	(88,314)	(30,212)	62,127	(56,399)
Outdoor pool	(2,003,427)	(117,273)	-	(2,120,700)
Fixtures	(932,742)	-	-	(932,742)
Landscaping	(683,025)	(19,617)	-	(702,642)
Subtotal	(21,333,490)	(1,636,720)	283,898	(22,686,312)
Net capital assets being depreciated	\$ 17,501,575	\$ (38,537)	\$ 423,316	\$ 17,886,354
Net capital assets	\$ 22,237,804	\$ 357,311	\$ (23,634)	\$ 22,571,481

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 7: Capital Assets (Continued)

Capital asset balances and activity for the year ended December 31, 2023 were as follows:

Governmental Activities:	Balance January 1, 2023	Additions	Disposals and Adjustments	Balance December 31, 2023
Capital assets, not being depreciated:				
Land	\$ 4,685,127	\$ -	\$ -	\$ 4,685,127
Construction in process	\$ -	\$ 51,102	\$ -	\$ 51,102
Subtotal	\$ 4,685,127	\$ 51,102	\$ -	\$ 4,736,229
Capital assets, being depreciated:				
Building	17,012,650	-	-	17,012,650
Indoor tennis building	5,740,295	-	-	5,740,295
Building improvements	7,714,736	298,453	-	8,013,189
Equipment	3,653,528	431,981	(124,186)	3,961,323
Right of use leased equipment	141,921	-	-	141,921
Outdoor pool	2,345,473	-	-	2,345,473
Fixtures	932,742	-	-	932,742
Landscaping	687,472	-	-	687,472
Subtotal	38,228,817	730,434	(124,186)	38,835,065
Accumulated depreciation:				
Building	(7,003,841)	(425,316)	-	(7,429,157)
Indoor tennis building	(2,559,214)	(143,507)	-	(2,702,721)
Building improvements	(3,699,389)	(504,179)	-	(4,203,568)
Equipment	(3,113,054)	(301,668)	124,186	(3,290,536)
Right of use leased equipment	(57,887)	(30,427)	-	(88,314)
Outdoor pool	(1,886,153)	(117,274)	-	(2,003,427)
Fixtures	(932,742)	-	-	(932,742)
Landscaping	(674,134)	(8,891)	-	(683,025)
Subtotal	(19,926,414)	(1,531,262)	124,186	(21,333,490)
Net capital assets being depreciated	\$ 18,302,403	\$ (800,828)	\$ -	\$ 17,501,575
Net capital assets	\$ 22,987,530	\$ (749,726)	\$ -	\$ 22,237,804

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 8: Accrued Liabilities and Other

The following is the detail of accrued liabilities at December 31, 2024 and 2023:

	2024	2023
Compensation	\$ 384,488	\$ 388,654
Other	53,946	51,464
Vacation	74,221	74,891
Total	\$ 512,655	\$ 515,009

Note 9: Long-Term Debt

On June 30, 2021, the District issued \$12,000,000 Series 2021 bonds. The bond proceeds were used to pay off the outstanding balances on two previous notes payable, as well as to fund District capital improvements. The Series 2021 bonds bear interest at 3.25%, with a maximum ceiling interest rate authorized of 10% per annum, and mature on March 1, 2029. The Series 2021 bonds are collateralized by substantially all of the assets of the District and are subject to certain restrictive covenants as defined in the agreement.

Long-term debt activity for the year ended December 31, 2024 and 2023 can be summarized as follows:

	Balance January 1, 2024	Additions	Deletions	Balance December 31, 2024	Due Within One Year
Bonds payable:					
Series 2021 bonds	\$ 8,539,700	\$ -	\$ (1,514,100)	\$ 7,025,600	\$ 1,565,800
Total	\$ 8,539,700	\$ -	\$ (1,514,100)	\$ 7,025,600	\$ 1,565,800

	Balance January 1, 2023	Additions	Deletions	Balance December 31, 2023	Due Within One Year
Bonds payable:					
Series 2021 bonds	\$ 10,005,800	\$ -	\$ (1,466,100)	\$ 8,539,700	\$ 1,514,100
Total	\$ 10,005,800	\$ -	\$ (1,466,100)	\$ 8,539,700	\$ 1,514,100

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 9: Long-Term Debt (Continued)

Debt Service Requirements to Maturity

Annual debt service requirements to maturity for the above bonds payable are as follows:

<i>Years Ending December 31:</i>	Principal	Interest	Total
2025	\$ 1,565,800	\$ 207,964	\$ 1,773,764
2026	1,618,400	155,576	1,773,976
2027	1,672,400	101,438	1,773,838
2028	1,728,000	45,666	1,773,666
2029	441,000	2,431	443,431
Total	\$ 7,025,600	\$ 513,075	\$ 7,538,675

Note 10: Bonds Payable - Related Party

Pursuant to an election held on November 4, 2003 authorizing the District to issue up to \$49,370,000 of bonds, on March 17, 2005, the District issued \$23,786,000 of Series 2005B Bonds ("Series 2005B bonds") to former owners and members of the board of directors. The Series 2005B bonds bear interest from 3.73 to 13.50 percent per annum or at an amount determined by the board of directors (13.50 percent as of December 31, 2024); mature on March 1, 2030; and are subordinate to the senior Series 2021 bonds described in Note 9.

Interest is paid to the Series 2005B bond holders to the extent of net revenue available per the Series 2005B bond agreement. At the beginning of the year, the board of directors approves the amount that will be available for the Series 2005B bond interest expense based on the operating budget. The difference between the approved annual interest payments and the interest calculated using the rates set forth in the Series 2005B bond agreement results in accrued interest. The actual payments of accumulated interest are contingent on the availability of such funds, as set forth below. During the year ended December 31, 2024, the District paid \$511,876 of accrued accumulated interest that was recorded as of December 31, 2023 as result of surplus funds. The District accrued \$823,657 of additional accumulated interest as of December 31, 2024, which was paid subsequent to year end as a result of surplus funds. Total cumulative accrued interest of \$14,480,496 and \$13,279,624 at December 31, 2024 and 2023, respectively, is not reported in the statements of net position, as the District will be fully discharged of all debt under the Series 2005B bonds at the end of the Series 2005B bonds' term. During the years ended December 31, 2024 and 2023, the District paid \$1,707,568 and \$1,192,000 of current year interest expense, respectively.

The Series 2005B bonds were subject to optional early redemption premiums of 2 percent through February 28, 2014. There were no redemptions during 2024 or 2023.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 10: Bonds Payable - Related Party (Continued)

Principal on the Series 2005B bonds is payable only after all of the following are paid:

- First, all amounts due on the senior Series 2021 bonds described in Note 9
- Second, the amount necessary to replenish the senior loan reserve fund
- Third, to the capital replacement reserve, the lesser of \$500,000 per year or all net revenue remaining after one and two above
- Fourth, the amount due for the current year Series 2005B bond interest payment
- Fifth, any amount available to optionally redeem the Series 2005B bonds and any premium due
- Sixth, the balance of net revenue, if any, will be applied to the principal bonds balance for the senior Series 2021 bonds described in Note 9 or deposited into the capital replacement reserve, at the District's discretion.

During the years ended December 31, 2024 and 2023, the District paid \$0 of the principal balance due on the Series 2005B bonds.

Note 11: Employee Retention Tax Credit

Other Income – Employee Retention Tax Credit

In March 2020, the CARES Act created and funded the Employee Retention Tax Credit ("ERTC") to aid employers that were negatively impacted by the COVID-19 pandemic. The ERTC was designed to provide an incentive to retain employees throughout the pandemic. The District and its facilities are operated, managed, and staffed through a contractual arrangement with a related party, as further described in Note 13. The related party qualified for the credit in various quarters of 2020 and 2021 through a partial or full government-mandated shutdown and a significant decline in revenue for the Club.

The related party received a credit in the amount of \$1,619,465 during the year ended December 31, 2023 that was then transferred to the District. The District has accounted for the ERTC proceeds as grant income, by analogizing to guidance in IAS 20, Accounting for Government Grants and Disclosure of Government Assistance. The District recognized \$1,619,465 as other income in the accompanying statements of revenue, expenses and changes in net position as of December 31, 2023.

Laws and regulations concerning government programs, including the ERTC established by the CARES Act, are complex and subject to varying interpretations. Claims made under the CARES Act may also be subject to retroactive audit and review. There can be no assurance that regulatory authorities will not challenge the claim to the ERTC, and it is not possible to determine the impact (if any) this would have upon the District.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 12: Leases - Lessee

The terms and expiration dates of the District's leases payable at December 31, 2024, follows:

The District is obligated under leases primarily for office equipment, expiring at various dates through 2029. The interest on the right of use liabilities is 3.25%. Equipment is collateralized by leased equipment (asset).

Total rent expense under these leases was \$33,986 and \$32,746 for the years ended December 31, 2024 and 2023, respectively.

Future minimum annual commitments under these leases are as follows:

<i>Years Ending December 31:</i>	Principal	Interest	Total
2025	\$ 20,844	\$ 2,600	\$ 23,444
2026	15,367	1,969	17,336
2027	16,725	1,472	18,197
2028	14,708	688	15,396
2029	12,426	170	12,596
Total	\$ 80,070	\$ 6,899	\$ 86,969

Note 13: Related Party Transactions

Sales and Purchases

Each director of the District complies with the Colorado statutes regarding conflicts of interest, including written disclosures to the Secretary of State and to the board of directors and abstention from voting when required. In addition, the first item on the board of directors' agenda at each meeting is an inquiry by the chairman as to whether any member has any other conflict to disclose.

One or more members of the board of directors hold ownership interests in the entity that sold the Club. These same owners are the holders of the Series 2005B bonds that were issued to finance the purchase of the Club.

A related party provides the District with management services and personnel to operate the Club. The contract requires monthly payments of approximately \$40,500 plus the personnel costs.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 13: Related Party Transactions (Continued)

Related party balances and transactions consists of the following for the years ended December 31, 2024 and 2023:

	2024	2023
Subordinated revenue bond holders	\$ 21,544,000	\$ 21,544,000
Interest expense on bonds	\$ 2,019,349	\$ 1,703,876
Management fees	\$ 486,561	\$ 462,844
Rental income	\$ 136,086	\$ 128,584

Note 14: Intergovernmental Agreements

City of Greenwood Village, Colorado

The District entered into an intergovernmental agreement ("IGA") with the City. The IGA approved the purchase price of the Club and authorized the issuance of revenue bonds to finance the purchase.

In March 2030 or when all the District's debt is redeemed, whichever is earlier, the District will convey ownership of the Club to the City.

The debt shall not be refinanced without the prior written permission of the City. The structure of any bonded indebtedness shall be subject to the reasonable approval of the City. The Club must be open to the public on a financial basis to pay the debt when due. The City agrees that city residents who join the Club are eligible for the City's Recreational Reimbursement Program (currently \$500 per year per family).

Other operational matters included in the IGA include the commitment to spend at least \$498,000, as amended, per year on capital maintenance, subject to availability of revenue, and terms of contracts and operational leases may not extend beyond the date of conveyance to the City. The District will be governed by a five-member board of directors. To the fullest extent permitted by law, the District shall cooperate in and take steps to arrange the qualification and appointment of two individuals selected by the City to serve as members of the board of directors of the District and one individual selected by the City who is a current member of the Club, a resident of the City at the time of selection, and having no relation to any subordinate bondholder of the District. The intent is for the board to be composed of no more than two subordinate bondholders.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 14: Intergovernmental Agreements (Continued)

Greenwood Metropolitan District

The District is a party to an IGA with the Greenwood Metropolitan District to provide for a fee to be paid in lieu of taxes. The fee for the year ended December 31, 2023 was \$11,430 and is subject to annual adjustment based on factors such as the Consumer Price Index. The final year for this fee was in 2023.

Note 15: Property Tax and TABOR

The District does not currently certify a mill levy, and it is anticipated that it will not do so in the future.

TABOR Amendment

On November 3, 1992, the state of Colorado passed the Taxpayer's Bill of Rights ("TABOR") Amendment. This is a tax, spending, revenue, and debt limitation amendment. This amendment affects the ability of governmental entities to increase property taxes. The District believes it is in substantial compliance with this amendment.

Note 16: Risk Management - Colorado Special District's Property and Liability Pool

The District is exposed to various risks of loss related to torts; thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees; or acts of God. The District is one of approximately 2,309 special districts who are members of the Colorado Special Districts Property and Liability Pool (the "Pool") as of December 31, 2023. The Pool is an organization created by an IGA to provide property, general liability, automobile liability, automobile physical damage, public officials' liability, workers' compensation, crime, excess liability, and equipment breakdown coverage to its members. The Pool's retention is \$300,000 per occurrence on all other peril property claims and \$1,000,000 per occurrence on wind and/or hail property claims and is reinsured up to \$350,000,000 per occurrence and annual aggregate. The Pool has an annual stop-loss aggregate deductible under the property coverage, which limits its retentions to \$3,448,818 for all other perils and \$9,763,731 for wind/hail claim. Additionally, the Pool has entered into reinsurance contracts that offer reinsurance coverage for general, automobile, and public officials' liability coverage for amounts in excess of the first \$1,200,000 with reinsurance coverage of a maximum of \$8,800,000.

The District pays annual contributions to the Pool for property, general liability, public officials' liability, auto liability, auto physical damage, excess liability, equipment breakdown, and crime. In the event aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool's members. Any excess funds the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula. However, the Pool has retained these excess funds in order to maintain stable contribution levels, rather than return the funds to the members. The District continues to carry commercial insurance coverage for other risks of loss. Settled claims have not exceeded this commercial coverage since the District's inception.

Greenwood Athletic Club Metropolitan District

Notes to the Financial Statements

December 31, 2024 and 2023

Note 17: Subsequent Events

Subsequent events have been evaluated by management through May 20, 2025. This date represents the date the financial statements were available to be issued.

Other Supplemental Information

Greenwood Athletic Club Metropolitan District

Other Supplemental Information

Budgetary Comparison Schedule

Year Ended December 31, 2024:

	Original Budget	Amended and Final Budget	Actual	(Under) Over Final Budget
Revenue:				
Membership dues and initiation fees	\$ 9,338,548	\$ 10,298,574	\$ 10,298,574	\$ -
Lease revenue	347,182	319,165	319,165	-
Other revenue	4,615,368	5,010,929	5,010,929	-
Interest income	16,824	115,797	115,797	-
Total revenue	14,317,922	15,744,465	15,744,465	-
Expenditures:				
Salaries and employee benefits	6,477,793	6,758,249	6,758,254	(5)
Selling, general and administrative	4,032,963	3,858,287	3,858,281	6
Capital expenditures	837,986	1,917,341	1,917,342	(1)
Capital lease interest	-	1,793	1,793	-
Capital lease principal	-	32,406	32,406	-
Subordinated bond payments - interest	1,195,692	2,019,349	2,019,349	-
Senior debt - interest	259,388	259,388	259,388	-
Senior debt - principal	1,514,100	1,514,100	1,514,100	-
Total expenditures	14,317,922	16,360,913	16,360,913	-
Excess of revenue over (under) expenditures	-	(616,448)	(616,448)	-
Funds available - beginning of year	-	2,285,036	2,285,036	-
Funds available - end of year	\$ -	\$ 1,668,588	\$ 1,668,588	\$ -

See Independent Auditor's Report.

Greenwood Athletic Club Metropolitan District

Other Supplemental Information

Budgetary Comparison Schedule

Year Ended December 31, 2023:

	Original Budget	Amended and Final Budget	Actual	(Under) Over Final Budget
Revenue:				
Membership dues and initiation fees	\$ 8,184,935	\$ 8,184,935	\$ 8,866,031	\$ 681,096
Lease revenue	364,837	364,837	302,033	(62,804)
Other revenue	4,139,798	5,759,263	6,205,565	446,302
Interest income	857	857	94,314	93,457
Total revenue	12,690,427	14,309,892	15,467,943	1,158,051
Expenditures:				
Salaries and employee benefits	6,152,930	6,152,930	6,336,475	(183,545)
Selling, general and administrative	3,525,024	3,525,024	3,818,780	(293,756)
Capital expenditures	1,046,714	1,866,179	781,536	1,084,643
Capital lease interest	-	-	2,276	(2,276)
Capital lease principal	-	-	30,388	(30,388)
Subordinated bond payments - interest	392,000	1,192,000	1,703,876	(511,876)
Senior debt - interest	307,659	307,659	307,659	-
Senior debt - principal	1,466,100	1,466,100	1,466,100	-
Total expenditures	12,890,427	14,509,892	14,447,090	62,802
Excess of revenue over (under) expenditures	(200,000)	(200,000)	1,020,853	1,220,853
Funds available - beginning of year	200,000	200,000	1,264,183	1,064,183
Funds available - end of year	\$ -	\$ -	\$ 2,285,036	\$ 2,285,036

See Independent Auditor's Report.

Greenwood Athletic Club Metropolitan District

Notes to Other Supplemental Information

December 31, 2024 and 2023

Budgetary Information

In accordance with the State Budget Law, the District's board of directors holds public hearing in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. The budget may be amended by action of the board of directors upon proper publication. Property taxes are not levied.

A reconciliation of the budgetary comparison schedules to the statements of revenue, expenses, and changes in net position is as follows:

<i>Years Ended December 31,</i>	2024	2023
Excess of revenue and other financing sources over (under) expenditures and other financing uses	\$ (616,448)	\$ 1,020,853
Adjustments to reconcile to GAAP:		
Additions:		
Capital expenditures	1,917,342	781,536
Gain on disposal of capital assets	21,787	4,493
Principal payments on capital leases	32,406	30,388
Principal payments on senior debt	1,514,100	1,466,100
Total	3,485,635	2,282,517
Subtractions:		
Depreciation	(1,606,508)	(1,500,835)
Amortization - leases	(30,212)	(30,427)
Amortization	(802,700)	(802,700)
Total	(2,439,420)	(2,333,962)
Change in net position	\$ 429,767	\$ 969,408