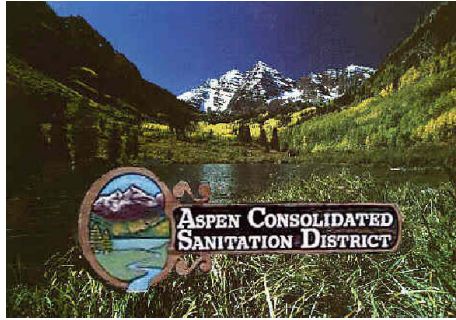


**Aspen Consolidated Sanitation District
Aspen, Colorado**

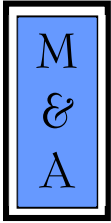
**Financial Statements
December 31, 2024 and 2023**



**Aspen Consolidated Sanitation District
Financial Statements
December 31, 2024 and 2023**

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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 business-type activities and the major fund of Aspen Consolidated Sanitation District (the "District"), as of and for the year ended December 31, 2024, 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 business-type activities and the major fund of Aspen Consolidated Sanitation District, as of December 31, 2024 and the respective changes in financial position, and where applicable, cash flows 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.

Emphasis of Matter

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

Responsibilities of Management for the Financial Statements

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

INDEPENDENT AUDITOR'S 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 AUDITOR'S REPORT
To the Board of Directors
Aspen Consolidated Sanitation District
Aspen, Colorado

Supplementary Information

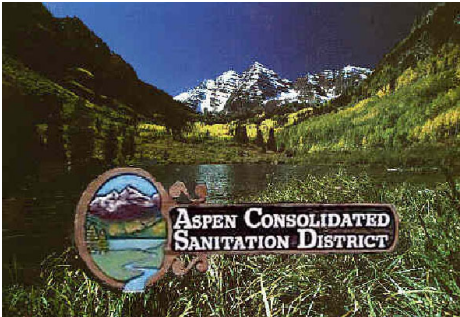
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Aspen Consolidated Sanitation District's basic financial statements. The individual fund budgetary comparisons in Section E are presented for purposes of additional analysis and are not 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
March 18, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS



Aspen Consolidated Sanitation District Management's Discussion and Analysis December 31, 2024 and 2023

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, 2024 and 2023.

Financial Highlights

- The District had net income of \$2,929,077 in 2024 as compared to a net income of \$2,053,601 in 2023. District assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$44,859,819 in 2024, while assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$41,930,742 in 2023.
- 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 \$1,697,851 in 2024 and \$1,458,637 in 2023.

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 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Assets:		
Current assets	\$ 19,936,271	\$ 17,004,737
Capital assets	<u>28,534,178</u>	<u>29,107,410</u>
Total Assets	<u>48,470,449</u>	<u>46,112,147</u>
Liabilities:		
Other liabilities	267,850	724,016
Long - term liabilities	<u>157,450</u>	<u>151,342</u>
Total Liabilities	<u>425,300</u>	<u>875,358</u>
Deferred Inflows of Resources	<u>3,185,330</u>	<u>3,306,047</u>
Net Position:		
Net invested in capital assets	28,534,178	29,107,410
Unrestricted	<u>16,325,641</u>	<u>12,823,332</u>
Total Net Position	<u>\$ 44,859,819</u>	<u>\$ 41,930,742</u>

In 2024, the District's total net position increased by \$2,929,077. 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:

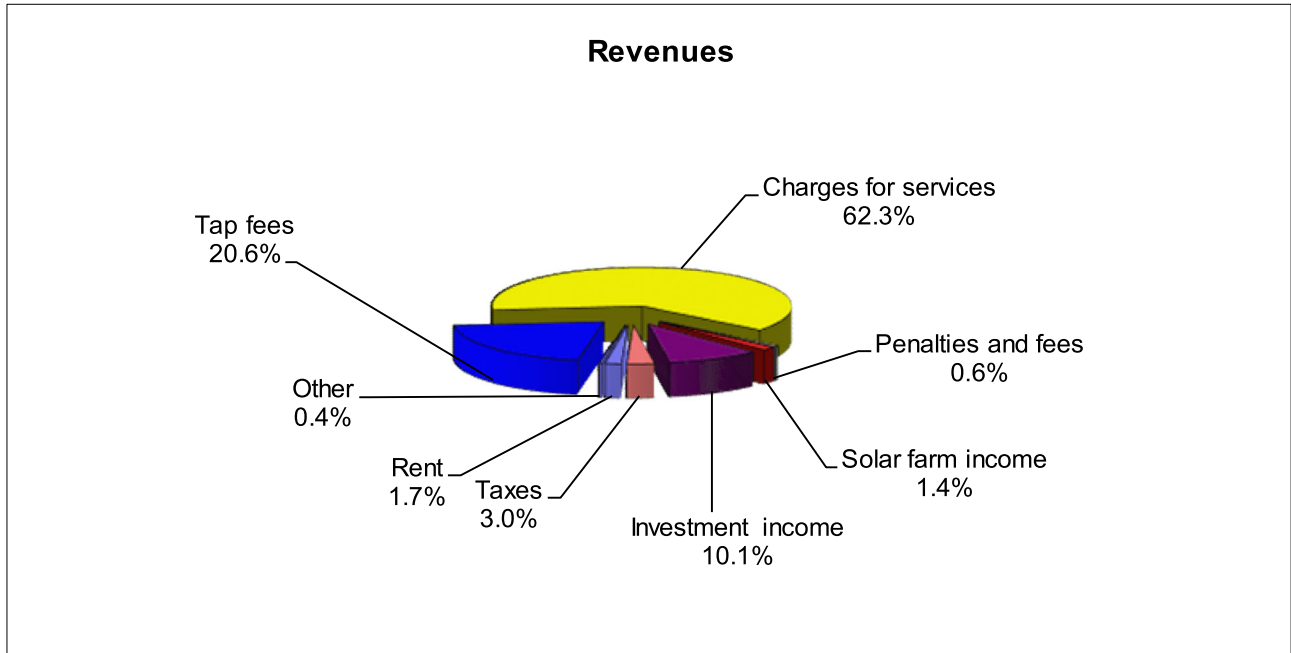
	<u>2024</u>	<u>2023</u>
Revenues:		
Program revenues:		
Charges for services	\$ 5,170,904	\$ 4,965,491
General revenues:		
Property taxes	225,701	225,118
Specific ownership taxes	17,295	8,038
Investment income	827,298	720,054
Solar farm lease income	116,658	116,658
Rent income	142,751	137,550
Gain (loss) on disposal of asset	11,475	(9,194)
Miscellaneous	18,040	13,173
Capital contributions	1,697,851	1,458,637
Total Revenues	<u>8,227,973</u>	<u>7,635,525</u>
Expenses:		
Administration	852,359	792,892
Collection system	798,999	798,318
Treatment plant	1,904,562	1,970,315
Depreciation	1,731,168	2,008,877
Treasurer's fees	11,808	11,522
Total Expenses	<u>5,298,896</u>	<u>5,581,924</u>
Change in Net Position	2,929,077	2,053,601
Net Position - Beginning of Year	<u>41,930,742</u>	<u>39,877,141</u>
Net Position - End of Year	<u>\$ 44,859,819</u>	<u>\$ 41,930,742</u>

The District's total 2024 revenues increased by \$592,448 from 2023. This increase is primarily due to increased service charges, increased yields on investment accounts, and increased tap fees in 2024.

Overview of the Financial Statements (continued)

Financial Analysis of the District (continued):

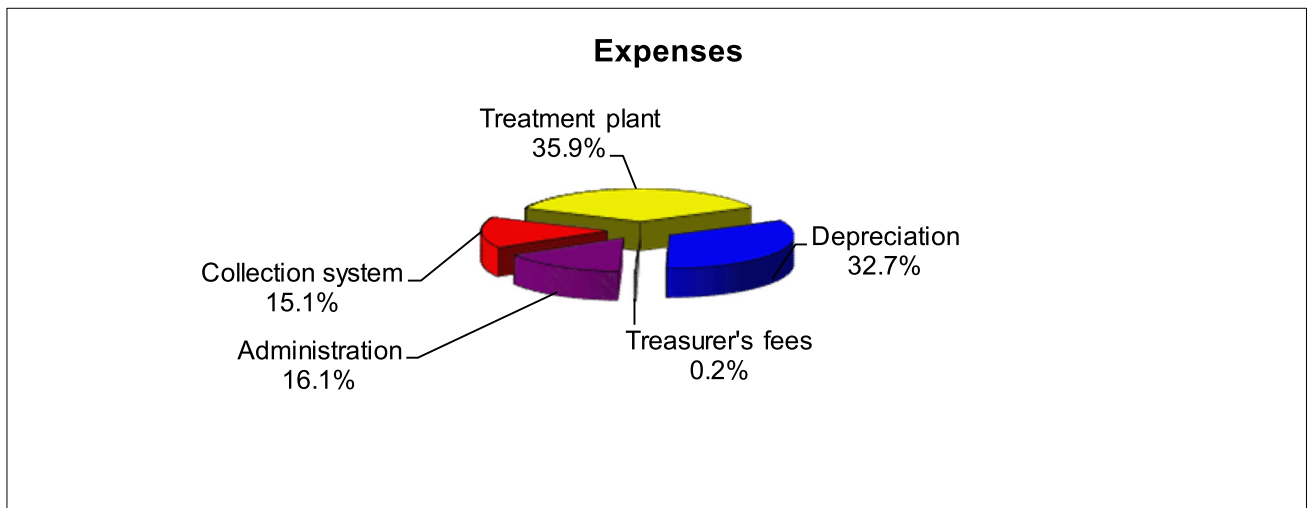
The following chart summarizes the District's revenue sources during 2024:



2024 expenses were lower by \$283,028 as compared to 2023 expenses, chiefly due to 1) a decrease in depreciation expense and 2) lower-than-expected personnel expenses, primarily related to lower headcount relative to budgeted amounts.

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, 2024. 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 2024:



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	\$ 5,040,380	\$ 5,124,270	83,890	Conservative budgeting
Penalties and interest	13,000	46,634	33,634	Conservative budgeting
Investment income	100,000	827,298	727,298	Increased yields on investment accounts
Solar farm lease income	212,958	116,658	(96,300)	Budgeted amount is for cash payments on lease, actual amount is amortization of deferred revenue
Capital Contributions	975,000	1,697,851	722,851	Conservative budgeting
<u>Expenditures:</u>				
Collection system	872,429	798,999	73,430	Conservative budgeting
Treatment plant	2,183,224	1,904,562	278,662	Conservative budgeting
Capital outlay	5,167,000	1,161,529	4,005,471	Project delays and difficulties finding contractors

Capital Asset and Debt Administration

Capital Assets: The District's net capital assets decreased by \$573,232 in 2024 as compared to an increase of \$82,209 in 2023. This change is due to \$1,161,529 of fixed asset additions offset by depreciation expense of \$1,731,168 and \$24,260 of asset disposals (with a book value of \$3,802 at time of disposal) during 2024. 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.

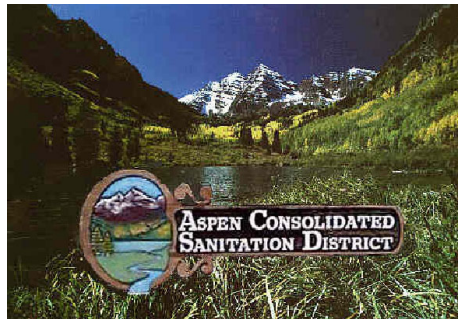
Next Year's Budget and Rates

The District's net position at the end of 2024 was \$44,859,819 as compared to \$41,930,742 in 2023. The District's 2025 budget anticipates a 2.5% increase in charges for services to reflect rate increases, an 8% decrease in total revenue and a 10% increase in operating expenses. Furthermore, the budget projects \$7.4 million in capital projects during 2025.

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, 2024 and 2023

	2024	2023
Assets:		
Current Assets:		
Cash and cash equivalents - Unrestricted	15,717,527	13,243,833
Receivables, net:		
Property taxes	227,896	231,955
Service receivables	116,923	94,560
Other governments	391	576
Leases receivable	3,183,712	3,228,941
Other	4,721	5,471
Prepaid expenses	603,501	143,137
Inventory	81,600	56,264
Total Current Assets	19,936,271	17,004,737
Non-current Assets:		
Capital assets:		
Capital assets	84,098,862	82,961,385
Less: Accumulated depreciation	(55,564,684)	(53,853,975)
Capital assets, net of depreciation	28,534,178	29,107,410
Total Non-current Assets	28,534,178	29,107,410
Total Assets	48,470,449	46,112,147
Liabilities:		
Current Liabilities:		
Accounts payable:		
Trade	144,772	548,435
Retainage	30,834	30,834
Other unearned revenue	79,744	130,425
Deposits	12,500	13,500
Total Current Liabilities	267,850	724,016
Non-current Liabilities:		
Accrued compensated absences - due in more than one year	157,450	151,342
Total Non-current Liabilities	157,450	151,342
Total Liabilities	425,300	875,358
Deferred Inflows of Resources		
Unavailable property tax revenue	227,896	231,955
Deferred lease revenue	2,957,434	3,074,092
Total Deferred Inflows of Resources	3,185,330	3,306,047
Net Position:		
Net invested in capital assets	28,534,178	29,107,410
Unrestricted	16,325,641	12,823,332
Total Net Position	44,859,819	41,930,742

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, 2024 and 2023

	2024	2023
Operating Revenues:		
Charges for services	5,124,270	4,926,232
Penalties and interest	46,634	39,259
Total Operating Revenues	5,170,904	4,965,491
Operating Expenses:		
Administration	852,359	792,892
Collection system	798,999	798,318
Treatment plant	1,904,562	1,970,315
Depreciation	1,731,168	2,008,877
Total Operating Expenses	5,287,088	5,570,402
Operating Profit (Loss)	(116,184)	(604,911)
Non-operating Revenues (Expenses):		
Property taxes	225,701	225,118
Specific ownership taxes	17,295	8,038
Investment income	827,298	720,054
Solar farm lease income	116,658	116,658
Rent income	142,751	137,550
Gain (loss) on disposal of asset	11,475	(9,194)
Treasurer's fees	(11,808)	(11,522)
Miscellaneous	18,040	13,173
Total Non-operating Revenues	1,347,410	1,199,875
Gain (Loss) Before Capital Contributions	1,231,226	594,964
Capital Contributions:		
Line improvement fee	311,966	291,212
Developer	9,779	5,968
Plant capacity fee	1,376,106	1,161,457
Total Capital Contributions	1,697,851	1,458,637
Change in Net Position	2,929,077	2,053,601
Net Position - Beginning of Year	41,930,742	39,877,141
Net Position - End of Year	44,859,819	41,930,742

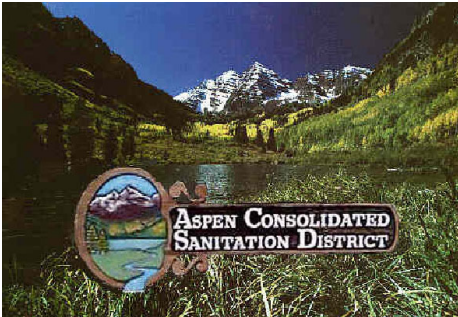
The accompanying notes are an integral part of these financial statements.

Aspen Consolidated Sanitation District
Statement of Cash Flows
For the Years Ended December 31, 2024 and 2023

	2024	2023
Cash Flows From Operating Activities:		
Cash received from customers and others	5,141,743	5,132,590
Cash payments for goods and services	(1,870,155)	(771,511)
Cash payments to employees and for benefits	(2,473,542)	(2,423,190)
Net Cash Provided (Used) by Operating Activities	798,046	1,937,889
Cash Flows From Non-capital Financing Activities:		
Cash received from property and specific ownership taxes, net	231,373	221,584
Net Cash Provided (Used) by Non-capital Financing Activities	231,373	221,584
Cash Flows From Capital and Related Financing Activities:		
Cash received from tap fees	1,697,851	1,458,637
Cash received from solar farm lease	161,887	153,072
Cash received for sale of capital assets	9,275	-
Cash paid for capital acquisitions	(1,155,736)	(2,134,590)
Net Cash Provided (Used) by Capital and Related Financing Activities	713,277	(522,881)
Cash Flows From Investing Activities:		
Interest income received	730,998	628,143
Net Cash Provided (Used) by Investing Activities	730,998	628,143
Net Increase (Decrease) in Cash and Cash Equivalents	2,473,694	2,264,735
Cash and Cash Equivalents - Beginning of Year	13,243,833	10,979,098
Cash and Cash Equivalents - End of Year	15,717,527	13,243,833
Represented by Balance Sheet captions:		
Cash and cash equivalents - Unrestricted	15,717,527	13,243,833
Cash and Cash Equivalents - End of Year	15,717,527	13,243,833
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Operating income (loss)	(116,184)	(604,911)
Adjustments:		
Depreciation	1,731,168	2,008,877
Rent income, net of non-cash activity on solar farm lease	122,393	151,866
Miscellaneous income	18,040	13,173
(Increase) decrease in accounts receivable	(21,613)	(5,703)
(Increase) decrease in prepaid expenses	(460,364)	(127,705)
(Increase) decrease in inventory	(25,336)	26,957
Increase (decrease) in accounts payable	(403,663)	447,662
Increase (decrease) in payroll liabilities	(822)	822
Increase (decrease) in unearned revenue	(50,681)	17,975
Increase (decrease) in deposits	(1,000)	(10,213)
Increase (decrease) in accrued compensated absences	6,108	19,089
Total Adjustments	914,230	2,542,800
Net Cash Provided (Used) by Operating Activities	798,046	1,937,889

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, 2024 and 2023

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, 2024 and 2023
(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, 2024 and 2023
(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, 2024 and 2023, 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 acquisition value. 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 expensed as incurred.

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

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2024 and 2023
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

7. Compensated Absences

The District allows its employees to accumulate sick and vacation leave, based on the employee's length and hours of service. Full-time employees receive 10 days of vacation their first year and accrue time at the rate of 3.08 hours per pay period. Employees are allowed to accumulate vacation and compensatory time totaling up to 125% of the vacation time they are eligible for and must be used within their maximum accumulation by year end. All employees accumulate sick time at the rate of 8 hours per month and 96 hours per year. Unused sick hours currently are carried over from year to year up to 400 hours so they can be accumulated and used when needed.

The District estimates how much of the leave is more likely than not to be used as paid leave and recognizes that portion as a liability for compensated absences. At December 31, 2024, the estimated value of accumulated personal days off and sick leave is \$157,450 compared to \$151,342 at December 31, 2023.

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 does not have any items that qualify for reporting in this category.

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 two items that qualify for reporting in this category, unavailable property tax revenue and deferred lease revenue. These items are 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.

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2024 and 2023
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

9. Leases (continued)

District as Lessor (continued)

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.

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.

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2024 and 2023
(Continued)

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 2024 and 2023:

	2024	2023
Change in Net Position - Budget Basis	\$ 3,487,241	\$ 1,956,110
<i>add (less):</i>		
Gain (loss) on asset disposal	11,475	(9,194)
Capital outlay	1,161,529	2,115,562
Depreciation	(1,731,168)	(2,008,877)
Change in Net Position - GAAP Basis	\$ 2,929,077	\$ 2,053,601

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 2024.

1. For the 2024 budget year, prior to August 25, 2023, 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, 2023, 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, 2023, 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 2023 were collected in 2024 and taxes certified in 2024 will be collected in 2025. 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, 2024 and 2023
(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 \$15,717,527 and \$13,243,833 as of the fiscal year ended 2024 and 2023, 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, 2024, the District had the following recurring net asset values measurements:

December 31, 2024	
Investments Measured at Net Asset Value	Total
Colotrust investment pool	14,965,800
Total	14,965,800

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2024 and 2023
(Continued)

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

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

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

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, 2024 or at December 31, 2023.

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, 2024 and 2023
(Continued)**

III. Detailed Notes on All Funds (continued)

A. Deposits and Investments (continued)

At December 31, 2024 and 2023, the District had the following cash and investments with the following maturities:

December 31, 2024				
	Standard & Poors Rating	Carrying Amounts	Maturities	
			Less than one year	Less than five years
<i>Petty cash</i>	Not rated	\$ 522	\$ 522	\$ -
<i>Deposits:</i>				
Checking	Not rated	571,100	571,100	-
Money market	Not rated	180,105	180,105	-
<i>Investments:</i>				
Investment pools	AAAm/AAAf	14,965,800	14,965,800	-
		<u>\$ 15,717,527</u>	<u>\$ 15,717,527</u>	<u>\$ -</u>
December 31, 2023				
	Standard & Poors Rating	Carrying Amounts	Maturities	
			Less than one year	Less than five years
<i>Petty cash</i>	Not rated	\$ 1,331	\$ 1,331	\$ -
<i>Deposits:</i>				
Checking	Not rated	430,039	430,039	-
Money market	Not rated	162,660	162,660	-
<i>Investments:</i>				
Investment pools	AAAm	12,649,803	12,649,803	-
		<u>\$ 13,243,833</u>	<u>\$ 13,243,833</u>	<u>\$ -</u>

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, 2024 and 2023, the District's investments in COLOTRUST were 95.22% and 95.51%, respectively, of the District's investment portfolio.

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2024 and 2023
(Continued)

III. Detailed Notes on All Funds (continued)

B. Capital Assets

Capital asset activity for 2024 was as follows:

	<u>1/1/24 Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>12/31/24 Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 454,479	\$ -	\$ -	\$ 454,479
Construction in progress	\$ 32,994	\$ 9,279	\$ (9,071)	\$ 33,202
Total capital assets, not being depreciated	<u>\$ 487,473</u>	<u>\$ 9,279</u>	<u>\$ (9,071)</u>	<u>\$ 487,681</u>
Capital assets, being depreciated:				
Buildings and improvements	\$ 7,346,118	\$ 11,743	\$ -	\$ 7,357,861
Collection system	\$ 31,460,406	\$ 143,240	\$ -	\$ 31,603,646
Plant	\$ 39,985,643	\$ 559,106	\$ -	\$ 40,544,749
Vehicles and equipment	\$ 3,681,745	\$ 447,440	\$ (24,260)	\$ 4,104,925
Total capital assets being depreciated:	<u>\$ 82,473,912</u>	<u>\$ 1,161,529</u>	<u>\$ (24,260)</u>	<u>\$ 83,611,181</u>
Less accumulated depreciation for:				
Buildings and improvements	\$ (4,847,355)	\$ (274,218)	\$ -	\$ (5,121,573)
Collection system	\$ (15,916,086)	\$ (671,593)	\$ -	\$ (16,587,679)
Plant	\$ (30,645,772)	\$ (613,294)	\$ -	\$ (31,259,066)
Vehicles and equipment	\$ (2,444,762)	\$ (172,063)	\$ 20,458	\$ (2,596,367)
Total accumulated depreciation:	<u>\$ (53,853,975)</u>	<u>\$ (1,731,168)</u>	<u>\$ 20,458</u>	<u>\$ (55,564,684)</u>
Total capital assets, being depreciated, net	<u>\$ 28,619,937</u>	<u>\$ (569,639)</u>	<u>\$ (3,802)</u>	<u>\$ 28,046,497</u>
Total capital assets, net	<u>\$ 29,107,410</u>	<u>\$ (560,360)</u>	<u>\$ (12,873)</u>	<u>\$ 28,534,178</u>

Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2024 and 2023
(Continued)

III. Detailed Notes on All Funds (continued)

B. Capital Assets (continued)

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, 2024 and 2023
(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 \$157,450 and \$151,342 at December 31, 2024 and 2023, respectively.

2. Long-term Liability Activity Schedule

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

	<u>1/1/24</u> Balance	<u>Additions</u>	<u>Reductions</u>	<u>12/31/24</u> Balance	Current Portion
Compensated absences	151,342	6,108	-	157,450	39,363
Total	<u>\$ 151,342</u>	<u>\$ 6,108</u>	<u>\$ -</u>	<u>\$ 157,450</u>	<u>\$ 39,363</u>
	<u>1/1/23</u> Balance	<u>Additions</u>	<u>Reductions</u>	<u>12/31/23</u> Balance	Current Portion
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>

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

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 2024, the District recognized \$116,658 in lease revenue and \$96,300 in interest revenue. During 2023, the District recognized \$116,658 in lease revenue and \$97,580 in interest revenue.

At December 31, 2024, the District's receivable for lease payments was \$3,183,712 and the deferred inflow of resources associated with these leases, which will be recognized as revenue over the lease term, was \$2,957,434. 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 was \$3,074,092.

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

**Aspen Consolidated Sanitation District
Notes to the Financial Statements
December 31, 2024 and 2023
(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>
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	68,322	87,937	156,260
2030-2034	424,647	404,797	829,445
2035-2039	585,693	330,081	915,774
2040-2044	782,321	228,767	1,011,088
2045-2049	465,102	120,113	585,215
2050-2054	242,313	81,142	323,455
2055-2059	316,612	40,508	357,120
2059-2060	73,559	2,207	75,766
<u>Total</u>	<u>\$ 3,183,712</u>	<u>\$ 1,665,404</u>	<u>\$ 4,849,116</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, 2024 and 2023
(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.

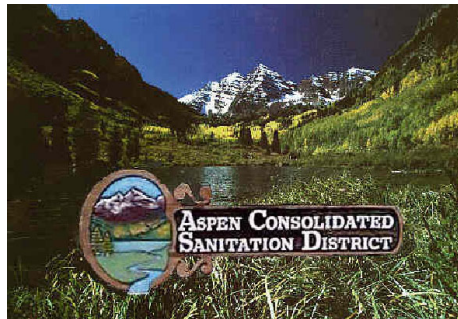
All full-time employees above the age of 21 are eligible to participate in the Plan on the first day of the month following commencement of employment. The District matches up to 6% of total earnings of participants. Participants may contribute from 1% to the annual IRS contribution and catch-up contribution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

The District's expense for the Plan was \$109,864 and \$106,270 for 2024 and 2023, respectively. There was no liability outstanding as of December 31, 2024 and 2023.

C. Implementation of Accounting Standard

Effective January 1, 2024, the District implemented Governmental Accounting Standards Board Statement No. 101, *Compensated Absences* (“GASB 101”). The Standard requires governments to recognize a liability for all forms of compensated absences, including those that are not paid upon an employee's separation from service, such as sick leave. The standard requires governments to estimate the compensated absence liability based on historical data regarding the accumulation and forfeiture of leave balances rather than solely on termination payouts. This statement was applied to all periods presented in these financials with no restatement necessary to beginning net position.

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, 2024
(With Comparative Totals for For the Year Ended 2023)**

	<u>2024</u>		<u>2023</u>	
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance Positive (Negative)</u>	<u>Actual</u>
Revenues:				
Charges for services	5,040,380	5,124,270	83,890	4,926,232
Penalties and interest	13,000	46,634	33,634	39,259
Property taxes	231,955	225,701	(6,254)	225,118
Specific ownership taxes	6,600	17,295	10,695	8,038
Investment income	100,000	827,298	727,298	720,054
Solar farm lease income	212,958	116,658	(96,300)	116,658
Rent income	137,304	142,751	5,447	137,550
Miscellaneous	16,000	18,040	2,040	13,173
Capital contributions	975,000	1,697,851	722,851	1,458,637
Total Revenues	<u>6,733,197</u>	<u>8,216,498</u>	<u>1,483,301</u>	<u>7,644,719</u>
Expenditures:				
Administration	871,684	852,359	19,325	792,892
Collection system	872,429	798,999	73,430	798,318
Treatment plant	2,183,224	1,904,562	278,662	1,970,315
Treasurer's fees	12,250	11,808	442	11,522
Capital outlay	5,167,000	1,161,529	4,005,471	2,115,562
Total Expenditures	<u>9,106,587</u>	<u>4,729,257</u>	<u>4,377,330</u>	<u>5,688,609</u>
Change in Net Position (Budget Basis)	<u>(2,373,390)</u>	<u>3,487,241</u>	<u>5,860,631</u>	<u>1,956,110</u>
Reconciliation to GAAP Basis:				
Gain/(loss) on asset disposal		11,475		(9,194)
Capitalized asset additions		1,161,529		2,115,562
Depreciation and amortization		<u>(1,731,168)</u>		<u>(2,008,877)</u>
Change in Net Position (GAAP Basis)		<u>2,929,077</u>		<u>2,053,601</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, 2024
(With Comparative Totals for For the Year Ended 2023)**

	2024		Final Budget Variance Positive (Negative)	2023
	Original and Final Budget	Actual		Actual
Salaries	472,451	466,730	5,721	452,146
Payroll taxes	37,324	35,703	1,621	34,488
Benefits	100,184	102,286	(2,102)	94,521
Office supplies	11,500	12,099	(599)	12,344
Postage	8,000	7,761	239	6,807
Publication and legal	1,000	65	935	80
Dues and subscriptions	10,500	10,095	405	9,598
Utilities	33,000	36,730	(3,730)	26,652
Telephone	13,750	14,827	(1,077)	14,621
Legal	20,000	7,295	12,705	7,435
Auditing	14,000	15,745	(1,745)	14,995
Other expense	40,000	21,469	18,531	23,193
Insurance	39,975	38,756	1,219	36,505
Ground maintenance	70,000	82,798	(12,798)	59,507
Total Administrative Expenditures	871,684	852,359	19,325	792,892

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, 2024
(With Comparative Totals for For the Year Ended 2023)**

	2024		Final Budget Variance Positive (Negative)	2023
	Original and Final Budget	Actual		Actual
Salaries	508,831	510,757	(1,926)	491,381
Payroll taxes	40,198	37,730	2,468	37,389
Benefits	174,975	162,830	12,145	165,209
Office supplies	4,750	1,226	3,524	3,553
Safety equipment	6,200	2,626	3,574	3,977
Oil and grease	12,000	1,134	10,866	15,451
Equipment parts	25,000	14,795	10,205	5,069
Line repairs	30,000	6,922	23,078	19,020
Tools	7,000	103	6,897	3,187
Shop supplies	13,000	14,472	(1,472)	12,992
Tuition	6,000	4,468	1,532	1,428
Miscellaneous	4,500	3,273	1,227	3,690
Insurance	39,975	38,663	1,312	35,972
Total Collection System Expenditures	872,429	798,999	73,430	798,318

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, 2024
(With Comparative Totals for For the Year Ended 2023)**

	2024		Final Budget Variance Positive (Negative)	2023
	Original and Final Budget	Actual		Actual
Salaries	907,506	855,447	52,059	847,287
Payroll taxes	71,693	63,588	8,105	61,510
Benefits	277,070	243,757	33,313	259,170
Office supplies	5,750	6,349	(599)	10,576
Chemicals	192,000	145,090	46,910	196,697
Lab supplies and tests	42,500	36,892	5,608	29,235
Janitorial supplies	7,000	6,128	872	2,156
Uniforms	6,000	4,837	1,163	3,686
Dump fees and trash	67,000	52,635	14,365	66,912
Oil and grease	12,000	4,404	7,596	18,239
Equipment parts	33,000	29,717	3,283	14,080
Electrical supplies	45,000	36,098	8,902	40,145
Utilities	343,730	290,613	53,117	287,358
Telephone	33,000	14,237	18,763	14,732
Other maintenance	40,000	29,417	10,583	32,051
Ground maintenance	12,000	5,751	6,249	7,965
Shop supplies	6,000	4,689	1,311	3,852
Tuition	8,000	1,189	6,811	3,394
Other expenses	4,000	3,770	230	7,711
Insurance	39,975	38,663	1,312	35,972
Permits	30,000	31,291	(1,291)	27,587
Total Treatment Plant Expenditures	2,183,224	1,904,562	278,662	1,970,315

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