



CITY OF **ASPEN**

2023 Annual Comprehensive Financial Report

For Year Ending December 31, 2023

Finance Department
427 Rio Grande Place
Aspen, CO 81611





**City of Aspen, Colorado
Annual Comprehensive Financial Report**

For the Year Ended December 31, 2023

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

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Annual Comprehensive Financial Report
December 31, 2023

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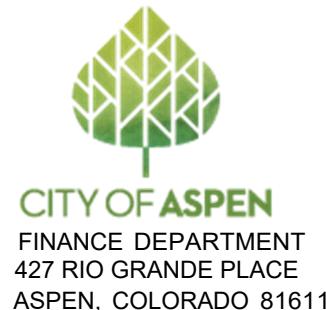
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INTRODUCTORY SECTION



June 14, 2024

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

I am pleased to present the Annual Comprehensive Financial Reporting (ACFR) for the City of Aspen (the "City") for the year ended December 31, 2023. The City Charter, in conjunction with State law, requires a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) to be published at the close of each fiscal year and audited in accordance with generally accepted auditing standards by a firm of certified public accountants. This Annual Comprehensive Financial Reporting is hereby issued and submitted to you in accordance with these requirements.

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

McMahan and Associates, L.L.C., a firm of certified public accountants, performed the annually required independent audit of the City's annual financial report. This independent audit provides reasonable assurance that the financial statements of the City of Aspen for the fiscal year ended December 31, 2023, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Aspen's financial statements for the fiscal year ended December 31, 2023, are fairly presented in conformity with GAAP. The independent auditor's report is presented on page A1 – A3 in the financial section of this report.

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

Profile of City of Aspen Government

The City of Aspen was incorporated in 1879 under provisions of the Constitution of Colorado. On January 1, 1972, the City became a Colorado home rule city. The City is located in central Colorado, situated within the Rocky Mountains, approximately 205 miles west of Denver, encompassing approximately four-square miles and is the county seat of Pitkin County. The estimated current population of the City is 6,612. Aspen is an international destination resort community and the local population increases significantly during peak ski and summer vacation seasons with both seasonal residents and visitors.

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

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

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

The City has approximately 369 permanent full-time equivalent employees. General Government Services provided include police, parks and recreation, parking and transportation, environmental health and protection, community development and planning, financial management, information technology, street maintenance, capital project management, and engineering. In addition to general government services, the City operates the Wheeler Opera House, a historic opera house originally constructed in the 1890's, eventually purchased and refurbished by the City in the 1980's. The Wheeler today is host to musical and artistic presentations from local and internationally acclaimed actors and entertainers. The City provides deed restricted workforce housing for some of its employees as well as workers for other organizations within the Aspen area. The City also provides support, training, and funding to local childcare providers through its "Kids First" program, operates a municipal golf course, and provides water and electric utility services, generating 100% of its power from renewable energy. Fire protection, sanitary sewerage, public schools, and medical services are provided to City residents by a variety of external public and private entities depending on property location.

Financial Management and Factors Affecting Financial Condition

2023 financials reflect a significant increase of nearly \$55 million in net position for the City. This increase was in part to strong investment returns, stronger than anticipated tax revenue especially from real estate sales, affordable housing sales from newly developed units by the City itself, and due to a large amount of capital acquisitions and infrastructure work extending beyond 2023 and therefore delaying expenditures. Overall, the City's government-wide net position increased by 9.61% from 2022. Complete information regarding the City's overall financial condition and changes in net position, can be found in the Management's Discussion and Analysis, found on page B1 of this report.

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

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

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

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

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

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

Long-term Financial Planning

Financial plans for each major City fund assume conservative and reasonable growth rates for revenues, based upon historical experience and current economic conditions. Additionally, pragmatic expenditure estimates that account for increasing cost pressures to commodities and service sectors of the economy, and the reality of increasing health care and wage costs for City employees, are also projected to provide reasonable trend analysis on reserves into the seeable future. The projections are done for the next ten-year period for internal management review and are published for external consumption with the next five-year period shown.

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

Compliance with the Taxpayer Bill of Rights

The Colorado Constitutional Amendment passed in November 1992 known as TABOR (Taxpayer Bill of Rights), restricts growth in governmental revenues and property tax revenues to amounts adjusted for inflation and a local growth factor. The City received voter approval for permanent exemption from TABOR revenue limits for all non-property tax revenue sources in 1993. The City has applied a mill levy credit for years where the increase in general purpose property tax revenue would have exceeded the TABOR limit.

Major Initiatives and Accomplishments

The City was able to complete the final phase of its 255 unit Burlingame affordable housing project. This project began back in 1998 when the City purchased 250 acres (Burlingame Ranch) and was spread across three separate phases, allowing for the development to be entirely cash funded. The completion of the last 79 units was achieved in December 2023 and units were subsequently auctioned off over multiple lotteries to qualified members of the community's workforce. With the completion of this significant endeavor, the City has already advanced into its next housing project to eventually construct 277 additional affordable units on a 10-acre site across from the Aspen/Pitkin County Airport. While the timeline of this new project remains in flux, initial planning has assumed four-phased approach, with demolition and infrastructure buildout beginning in 2024 and three construction phases extending at least through 2038 (or as late as 2050 if completely cash funded). Funding to support this next development is planned to be partially from existing reserves held for this purpose, the tax revenue from the City's dedicated affordable housing real estate transfer tax and the recently adopted excise tax on short-term rental (STR) operations within City limits, and perhaps debt issuance if voters support such a ballot question in a future election. Preliminary estimates for the full development of the site are as low as \$360 million and as high as \$750 million, pending on the project's duration.

The City has always been highly focused on the mobility of its community members, workforce and tourist populations. Because of this consistent attention given to transit, the community has enjoyed many amazing benefits such as the community carshare program (Car-to-Go) to limit car volume and parking requirements, a free bikeshare program (WE-cycle) to assist with first and last mile travel, and the no-fare bus service for commuting throughout the City. With these great benefits in place, Council has now renewed its focus towards the aging Castle Creek bridge. This bridge serves as the singular point-of-entry into and out of the Aspen and, having been originally constructed in 1961, is approaching end-of-life and requires replacement. With previous work already done on this issue and a record-of-decision already established, granting go-ahead authority from federal and state government agencies for a new alternative, the Council has renewed its efforts to fully vet past work and ensure that the final solution will be the best and right fit for the community.

Lastly, the current Council has been highly invested in the development of a new community space, centered largely around an affordable food hall, but also inclusive of other possible uses such as a welcome center and a U.S. Forest Service kiosk and a flexible space for larger gatherings. Development of this vision is slated to begin as early as 2026 and has already kicked off with robust community outreach and conceptual design. Funding for this project is still being considered; however, given the complex nature of working within the shell of this historic building (placed on the National Register of Historic Places in 1974), it is anticipated that this project will demand between \$20 - \$30 million and will potentially require debt financing.

Awards and Acknowledgements

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

The City's external auditors, McMahan and Associates, L.L.C., are also commended for their comprehensive and efficient examination of the various funds of the City for the fiscal year ended December 31, 2023.

Respectfully submitted,



Pete Strecker
Director of Finance



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Aspen
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

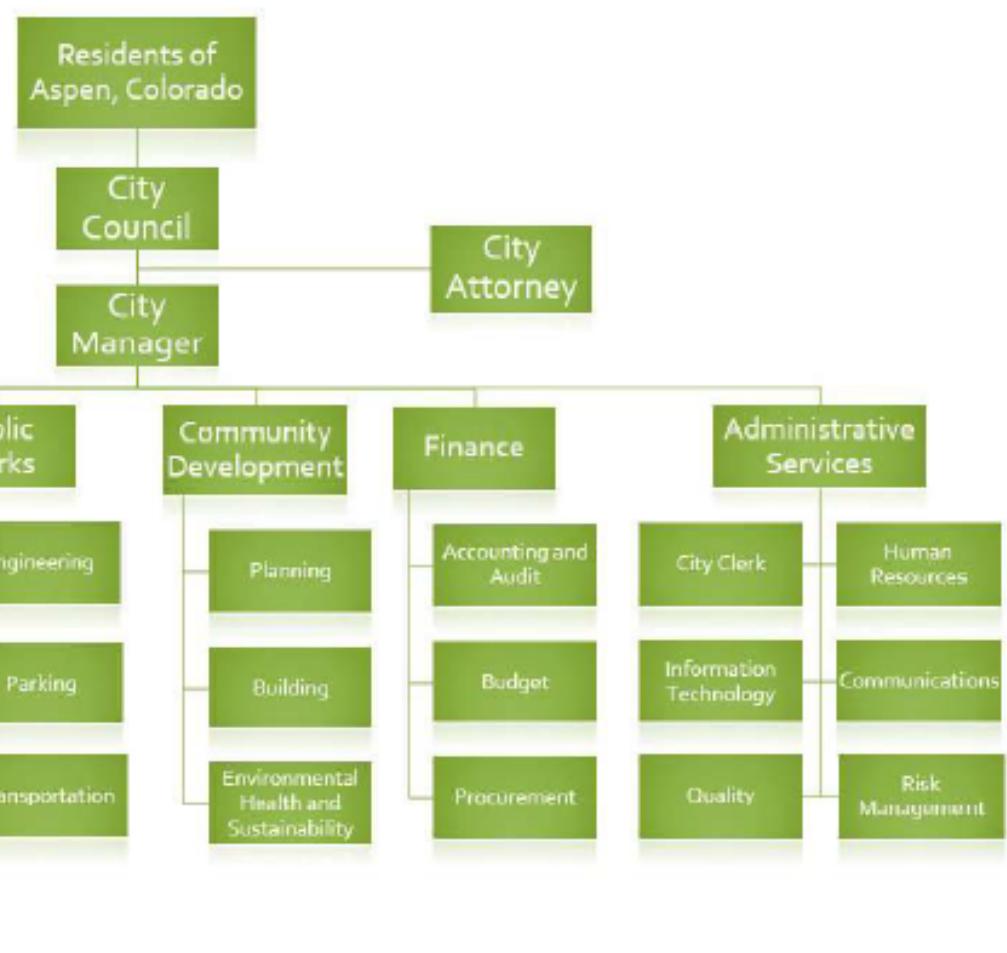
Christopher P. Monell

Executive Director/CEO

Organization Chart



City of Aspen, Colorado Organizational Chart



Effective January 1, 2021

City of Aspen, Colorado

As of December 31, 2023

Members of the City Council

Torre, Mayor
Ward Hauenstein
Bill Guth
John Doyle
Sam Rose

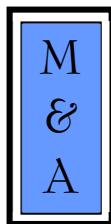
City Officials

Sara Ott, City Manager
Diane Foster, Assistant City Manager
Alissa Farrell, Director of Administrative Services
Scott Miller, Public Works Director
Jim True, City Attorney
Ben Anderson, Community Development Director
Pete Strecker, Director of Finance
Kim Ferber, Police Chief

INDEPENDENT AUDITOR'S REPORT



FINANCIAL SECTION



McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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P.O. Box 5850, Avon, CO 81620

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INDEPENDENT AUDITOR'S REPORT

**To the Members of City Council
City of Aspen, Colorado**

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Aspen, Colorado, Colorado (the "City"), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, the Arts and Culture Special Revenue Fund, the Affordable Housing Special Revenue Fund, the Parks and Open Space Special Revenue Fund and the Transportation Special Revenue Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis for Opinions

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 the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. GAAP; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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 City'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

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MATTHEW D. MILLER, CPA

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INDEPENDENT AUDITOR'S REPORT
To the Members of City Council
City of 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 City'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 City'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 requires Management's Discussion and Analysis in section B, budgetary comparison information and Other Post-Employment Benefits Schedules in Section E 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 Members of City Council
City of Aspen, Colorado

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining fund financial statements, individual fund budgetary information, the Local Highway Finance Report, and the Schedule of Expenditures of Federal Awards as required by *Title 2, U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* included in the Single Audit Section listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining fund financial statements, individual fund budgetary information, the Local Highway Finance Report, and the Schedule of Expenditures of Federal Awards included in the Single Audit Section listed in the accompanying table of contents 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 introductory section, combining fund financial statements, individual fund budgetary information, the Local Highway Finance Report, the statistical section, and the Schedule of Expenditures of Federal Awards included in the Single Audit Section listed in the accompanying table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 14, 2024 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and on compliance.

McMahan and Associates, L.L.C.
McMahan and Associates, L.L.C.
Avon, Colorado
June 14, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

City of Aspen, Colorado

Management's Discussion and Analysis

December 31, 2023

As management of the City of Aspen (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2023.

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

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

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

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

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

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

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

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

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

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

The **Government-wide Statement of Activities** (page C2) presents information showing how the City of Aspen's governmental and business type net position changed, both by category of service and in total, during 2023. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes).

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

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

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

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

Fund Name:	Page Location in ACFR
General Fund.....	Page C7
Arts and Culture Fund.....	Page C8
Affordable Housing Fund.....	Page C9
Parks and Open Space Fund.....	Page C10
Transportation Fund.....	Page C11
Asset Management Plan Fund.....	Page E12

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

Tourism/Regional Transportation Fund.....	Page E5
Aspen Public Education Revenue Fund.....	Page E6
Renewable Energy Mitigation Program Fund.....	Page E7
Kids First/Daycare Fund.....	Page E8
Stormwater Fund.....	Page E9
Aspen Mini Storage Fund.....	Page E10
Debt Service Fund.....	Page E11

Combining statements of revenues, expenditures, and changes in fund balance, which summarize individual fund activity and provide an annual total for each of these funds types, can be found on pages C5 for all governmental funds and E4 for nonmajor governmental funds.

A balance sheet for all major and nonmajor governmental funds is provided on page C3. Page E3 provides a combining balance sheet for nonmajor governmental funds only. The balance sheet provides additional information regarding the financial condition of each individual fund and the City's government-wide financial condition by providing a summary accounting of assets and liabilities by the fund, and by providing a detail of restricted and unrestricted fund balances. The balance sheet and the statement of revenues, expenditures, and changes in fund balances are reconciled to each other to facilitate the readers' comparison of the fiscal condition for individual governmental funds and the City's overall fiscal condition.

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

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

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

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

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

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

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

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

The basic fiduciary fund financial statements can be found on pages C15 and C16 of this report.

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

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

5. Government-wide Financial Analysis: This section provides an analysis of the City’s current financial condition, how that condition changed over the 2023 fiscal year, and how it is projected to change in coming years.

The following chart provides a comparison of government and business-type assets, liabilities, and net position for December 31, 2023 and 2022.

City of Aspen's Net Position						
	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Assets:						
Current and other assets	\$ 356,111,913	\$ 303,353,306	\$ 46,349,828	\$ 36,927,477	\$ 402,461,741	\$ 340,280,783
Capital assets, net	271,228,554	281,646,716	60,856,475	60,399,683	332,085,029	342,046,399
Total Assets	627,340,467	585,000,022	107,206,303	97,327,160	734,546,770	682,327,182
Deferred Outflows of Resources:						
Deferred loss on refunding	199,997	299,996	28,860	5,660,619	228,857	5,960,615
Total Deferred Outflows	199,997	299,996	28,860	5,660,619	228,857	5,960,615
Liabilities:						
Current liabilities	18,479,906	18,650,212	3,440,037	2,895,875	21,919,943	21,546,087
Noncurrent liabilities	61,933,860	65,183,088	4,200,589	4,426,081	66,134,449	69,609,169
Total Liabilities	80,413,766	83,833,300	7,640,626	7,321,956	88,054,392	91,155,256
Deferred Inflows of Resources:						
Deferred revenue	14,331,347	13,917,769	-	-	14,331,347	13,917,769
Deferred gain on refunding	-	-	5,447,778	11,261,342	5,447,778	11,261,342
Total Deferred Inflows	14,331,347	13,917,769	5,447,778	11,261,342	19,779,125	25,179,111
Net Position:						
Net investment in capital assets	214,367,056	221,320,362	51,457,355	50,620,140	265,824,411	271,940,502
Restricted	5,100,022	3,587,293	-	-	5,100,022	3,587,293
Unrestricted	313,328,273	262,641,294	42,689,404	33,784,341	356,017,677	296,425,635
Total Net Position	\$ 532,795,351	\$ 487,548,949	\$ 94,146,759	\$ 84,404,481	\$ 626,942,110	\$ 571,953,430

At the end of the 2023 fiscal year, the City reported an increase in total net position from the prior year. Overall, change in net position can be summarized by the following chart:

City of Aspen - Change in Net Position				
Asset Type	2023	2022	Change	Change %
Governmental	\$532,795,351	\$487,548,949	\$ 45,246,402	9.3%
Business-type	94,146,759	84,404,481	9,742,278	11.5%
Total	\$626,942,110	\$571,953,430	\$ 54,988,680	9.6%

The City's government-wide net position increased \$54,988,680 or 9.6% between January 1, 2023 and December 31, 2023. Within that annual total, governmental net position increased by \$45,246,402 or 9.3%, and business-type net position increased \$9,742,278 or 11.5%. A number of factors contributed to the change in governmental net position as discussed further in the Financial Analysis of the City's Funds section of this report.

Traditionally, the largest portion of any municipality's investments is in its capital assets. Land, buildings, infrastructure, equipment, machinery, and specialized tools are necessary in order to deliver and/or provide services to the City's residents and visitors. The City's net investment in capital assets account for 42.4% or \$265,853,271, of its total net position of \$626,942,110 as of December 31, 2023; these assets are not an available source for payment of future spending.

Of the City's \$626,942,110 net position, \$3,919,000 is restricted for TABOR Emergency, \$93,836 is restricted for community enhancement, \$732,668 is restricted for health and human services and \$254,518 is restricted for environmental initiatives.

The following chart provides an analysis of changes in net position from the end of fiscal year 2022 to the end of fiscal year 2023. Revenues and expenses across all governmental and business type activities are disclosed in summary format, providing a general evaluation of revenue and expense activity resulting in a 9.6% increase in net position over the 12 months comprising fiscal year 2023. These activities are analyzed here by activity type:

CITY OF ASPEN, COLORADO
SUMMARY OF ACTIVITIES - DECEMBER 31, 2023 AND 2022

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues						
Program revenues:						
Charges for services	\$ 22,883,389	\$ 18,519,155	\$ 36,526,978	\$ 34,150,482	\$ 59,410,367	\$ 52,669,637
Operating grants and contributions	8,841,748	8,128,367	11,739	106,204	8,853,487	8,234,571
Capital grants and contributions	1,734,982	256,349	1,739,953	2,776,529	3,474,935	3,032,878
General revenues:						
Sales and use taxes	50,676,646	48,994,075	-	-	50,676,646	48,994,075
Property taxes	10,047,457	9,647,293	-	-	10,047,457	9,647,293
Other taxes	35,009,900	34,706,616	-	-	35,009,900	34,706,616
Interest and other revenue	12,237,986	1,244,880	1,918,409	(194,241)	14,156,395	1,050,639
Total Revenues	141,432,108	121,496,735	40,197,079	36,838,974	181,629,187	158,335,709
Expenses						
General government	34,287,397	34,787,662	-	-	34,287,397	34,787,662
Public safety	7,097,656	7,045,238	-	-	7,097,656	7,045,238
Public works	7,833,212	7,410,508	-	-	7,833,212	7,410,508
Public health and welfare	11,559,794	10,032,399	-	-	11,559,794	10,032,399
Culture and recreation	25,154,011	22,269,908	-	-	25,154,011	22,269,908
Interest on long-term debt	1,968,820	2,148,027	-	-	1,968,820	2,148,027
Water system	-	-	7,611,781	7,338,177	7,611,781	7,338,177
Electric system	-	-	9,116,374	8,785,500	9,116,374	8,785,500
Affordable housing	-	-	3,317,754	3,156,246	3,317,754	3,156,246
Parking	-	-	2,648,298	2,542,372	2,648,298	2,542,372
Golf	-	-	2,743,714	2,830,764	2,743,714	2,830,764
Total Expenses	87,900,890	83,693,742	25,437,921	24,653,059	113,338,811	108,346,801
Change in Net Position						
Before Transfers and Special Item	53,531,218	37,802,993	14,759,158	12,185,915	68,290,376	49,988,908
Special Item	(13,301,696)	-	-	-	(13,301,696)	-
Transfers	5,016,880	4,800,400	(5,016,880)	(4,800,400)	-	-
Change in Net Position	45,246,402	42,603,393	9,742,278	7,385,515	54,988,680	49,988,908
Net Position - Beginning	487,548,949	444,945,556	84,404,481	77,018,966	571,953,430	521,964,522
Net Position - Ending	\$ 532,795,351	\$ 487,548,949	\$ 94,146,759	\$ 84,404,481	\$ 626,942,110	\$ 571,953,430

Governmental Activities Revenues and Expenditures: Overall, there was a large increase in net position for governmental activities of \$45,246,402. This increase is a result of multiple factors but predominately can be explained by sale of 38 affordable housing units, increased investment income, better than anticipated tax receipts across sales, lodging and real estate transfer taxes assessments. Additionally, the City invested in significant capital improvement projects in 2023 and as a result, these expenses are amortized over their useful life and therefore do not adversely affect the net position in the immediate term upon being put into service.

Revenues from governmental activities increased \$19,935,373, or 16.4%. Sales and use taxes increased \$1,042,742 and lodging taxes grew by \$400,164 from the prior year whereas real estate transfer taxes came off slightly from near historical highs and ended down \$3,051,158 relative to 2022. The aggregate net loss from these tax sources was overwhelmingly offset by the higher returns on City investments, which yielded an increase of \$11,224,877 in investment income. Charges for services also reflect higher demand, posting an increase of \$4,364,234 over the prior year.

Expenditures from governmental activities increased from \$83,693,742 to \$87,900,890, an increase of \$4,207,148 or 5.0%. The majority of expenditure growth occurred in public health and welfare efforts as the City wrapped up another 79 affordable housing units in completing the final phase of the Burlingame III development.

Special Item: The City's governmental activities includes a special item for 2023. The City completed its construction of the Burlingame Phase III project which increased the affordable housing stock an additional 79 units. In 2023, the City auctioned off 33 of the 79 units resulting in housing sale revenue of \$8,855,230. The City's internal housing fund also purchased 5 units for a sale price of \$3,578,317. The total construction cost for the 38 units were \$25,735,243. This resulted in a planned net loss of \$13,301,696 on these subsidized sales.

Business Activities Revenues and Expenses: Revenues from business activities increased by \$3,358,105 or 9.1%. Increases in charges for service revenue and investment income contributed to the majority of this increase. Expenses from business activities were \$784,862 higher than in 2022, or 3.2%.

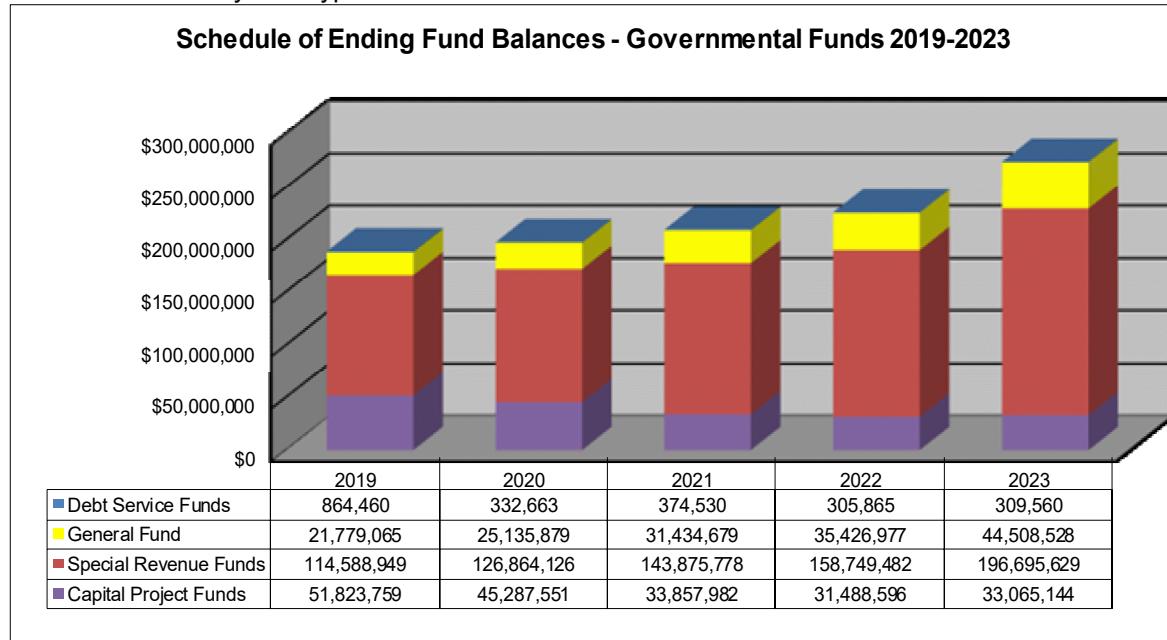
The City's business-type activity funds are charged their share of overall general governmental costs. The reimbursement of these costs from business-type activities to the General Fund provides for the appropriate allocation of the cost of administrative and other support services among all City of Aspen operating units. A detailed listing of 2023 interfund transfers can be found on page D22 of this report (Note IV, F).

Financial Analysis of the City's Funds

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

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

At the end of 2023, the City's governmental funds reported combined ending fund balances of \$274,631,933, an increase of 21.5% from the 2022 year end combined fund balances. The graph below provides a view of the City's ending governmental fund balances by fund type.



The General Fund ended 2023 with a fund balance of \$44,508,528, an increase of \$9,081,551 from the 2022 fund balance of \$35,426,977. The change in fund balance was largely influenced by increased revenues through sales tax (\$1.9 million), service charges and licensing / permitting (\$3.0 million) and investment income (\$2.1 million).

The Arts and Culture Fund ended 2023 with a fund balance of \$53,881,544, an increase of \$3,484,572 from the beginning of the year. Investment income on the healthy reserves within fund balance was the major factor for the 2023 increase.

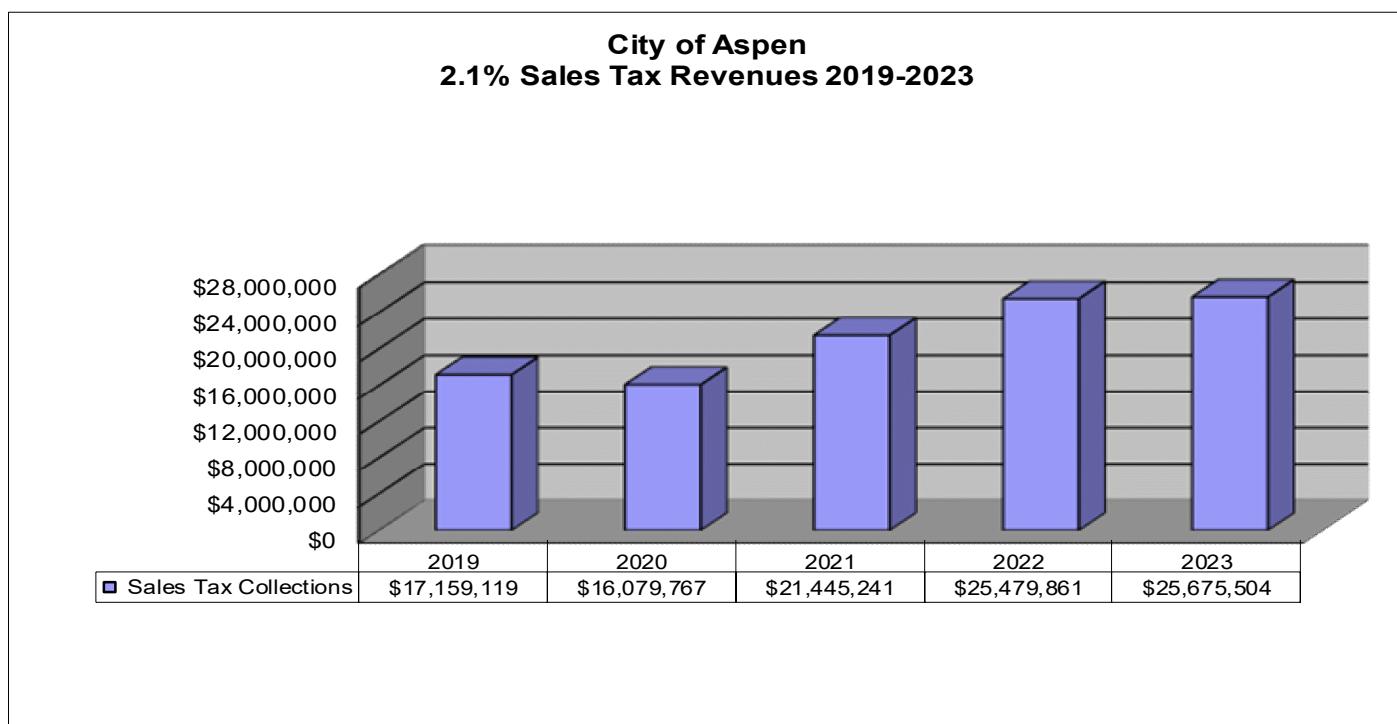
The Affordable Housing Fund ended the year with a fund balance of \$78,429,120, an increase of \$24,441,695. Half of the improved ending fund balance is a reflection of the sale of multiple housing units in the completed Burlingame Phase III development. The remaining contributor to improved fiscal health was the outpacing of tax revenue receipts relative to the annual outlay of funds. While fund balance continues to climb in this fund, future affordable housing development plans are targeting to fully apply these resources within the next five years.

The Parks and Open Space Fund ended 2023 with a fund balance of \$21,792,515, experiencing an increase of \$2,837,725 from the 2022 fund balance of \$18,954,790. This increased balance is the result of tax receipts outpacing annual expenditure need for the year. As 2024 is scheduled to carry a heavier capital program, some excess reserves within this fund will be put to use over the next 12 months.

The Transportation Fund ended 2023 with a fund balance of \$25,494,467, an increase of \$4,189,955 over the 2022 ending fund balance of \$21,304,512. Revenues remain relatively constant, with the only material movement coming from investments (\$1.5 million increase). Ultimately, this furthered the gap between annual revenues relative to uses, thereby increasing the overall fund balance by the \$4.2 million.

The Asset Management Plan fund ended 2023 with a fund balance of \$33,065,144. This was an increase of \$1,576,548 and can be closely tied to improved investment income in a higher rate environment.

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



From 2019 through 2023 the City's sales tax collections increased an average of 10.7% per year.

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

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

The City is also a conduit for collecting a 0.30% sales tax solely for educational purposes for the benefit of the Aspen School District No.1(RE). Education sales tax collections were \$3,685,267 in 2023. Currently, this voter approved tax continues through December 31, 2026.

Annual revenue from the City's local sales tax grew in 2023 in comparison to 2022. Additionally, the City receives a portion of a County-wide sales tax. This tax is collected by Pitkin County and is distributed to entities within the County on the basis of an intergovernmental agreement. Funds from this tax source are used to support General Fund operations of the City. In 2023, this revenue source generated \$19,643,909, an increase of 10.6% over 2022 collections of \$17,758,689 (see page C7).

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

The City's proprietary funds ended 2023 with a net position of \$94,146,759, an increase of \$9,742,278 or 10.3% in proprietary net position from the January 1, 2023 total of \$84,404,481. Please see the Statement of Revenues, Expenses, and Changes in Net Position on page C13 of this document.

The City's largest proprietary operation, the Water Fund, ended 2023 with a \$42,809,612 net position, an increase of \$5,114,033 or 13.6% in net position compared to prior year balance of \$37,695,579. Revenue receipts from investments and higher development activity increasing review fees predominately generated this increase.

The Electric Fund ended 2023 with a net position of \$17,691,459, an increase of \$2,567,739 or 17.0% from 2022's net position of \$15,123,720. The change in net position continues to reflect the variance in revenue receipts relative to annual expenditures for the year as annual inflows and outflows remain static from 2022 experience.

The Parking Fund ended 2023 with a net position of \$10,493,888 , an increase of \$2,107,939 or 25% from the beginning net position of \$8,385,949. The change in net position predominately reflects the variance in parking permit revenue relative to budgeted expectations and limited capital outlay for the year.

The ACI Affordable 1 LLLP Fund ended 2023 with a net position of \$2,524,354, a decrease of \$481,312 from the beginning net position of \$3,005,666. This decrease in net position is predominately associated with depreciation and accrued debt.

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

The Health Insurance Fund accounts for self-funding health insurance benefits for employees. This fund ended 2023 with a net position of \$2,549,150, an increase of \$49,730 from January 1, 2023.

The Employee Housing Fund accounts for sales transactions of City-owned housing units to City employees, as well as City owned employee rental housing. The fund ended 2023 with a net position of \$16,161,133, an increase of \$3,531,296 or 28.0%. The change in fund balance was due to the cumulative receipts from the annual internal \$10,000 per full-time equivalent (FTE) charge to departments (\$3.4 million) only partially offset by the net loss created by routine activities (\$812,912).

The Information Technology Fund accounts for the costs incurred by individual departments and funds as serviced by the City's IT Department. For 2023, the net position increased by \$828,842, or 33.7% to \$3,285,364. This change in fund balance is small in dollar value and reflective of ebbs and flows within normal operations.

General Government Budgetary Highlights: At the end of 2023, differences between originally budgeted expenses and the final amended budget citywide were \$78,155,685 or 44.3%. Of the increase over the original adopted budget, \$53.2 million (67%) was the re-appropriation for capital projects that did not complete and continued into 2023. An additional \$2.0 million was added for new capital expenses due to scope change or price escalation. Additionally, \$10.1 million in new authority for operating expenses was approved, comprised of \$1.3 million for new requests, \$3.4 million for the City's savings program (a carry forward of unspent budget authority from the prior year), \$1.3 million in

one-time operating expenses re-appropriated into the new fiscal year, and \$4.2 million for technical adjustments reflective of expenses approved by Council since the adoption of the original 2023 budget. Of the new requests approved by Council, 3.2 FTE were added for a CRM Administrator, Parks Landscape Architect, Parks Business Services Project Manager and a Kids First Administrative Assistant moving from PT to FT. Fall Supplemental adjustments later in the year included \$2.4 million in operating expenses for the City of Aspen bus service subsidy to the regional transportation authority and an increase to the City's Employee Benefits Fund for projected health insurance claims expenses in 2023. \$1.1 million in new capital was also approved in the fall, as well as \$8.8 million in technical adjustments for new items approved by Council between the spring and fall budget adjustment periods.

General Fund expenditures were less than the amended budget of \$43,614,355 by \$3,490,061. 2023 General Fund revenues totaled \$51,179,695, or \$8,680,013 higher than projected. Revenue escalation was largely the result of increase in City's share of the County's sales tax receipts, elevated development review and permitting activity, and return on investments. The favorable expenditure budget to actual variance was generated across all functional areas supported by the Fund but predominately within general government activities.

Capital Assets: Significant capital outlay in 2023 included the Burlingame Phase 3, transit and infrastructure improvements Garmisch and Main, and the commencement of the Lumbyard affordable housing project. The City's capitalization policy pertains to assets with a purchase value of \$5,000 or greater. Assets of lesser value or a life expectancy of fewer than twelve months are treated as operational expenses.

Additional information, as well as a detailed classification of the City's net capital assets, can be found in the Notes to the Financial Statements on pages D23 and D24 of this report (Note IV, G).

Long-term Debt: As of December 31, 2023, the City's long-term liabilities totaled \$72,572,576, a decrease of \$3,420,151 from the prior year. The City retired debt as scheduled and added SBITA liabilities of \$811,372. Additional information, as well as a detailed classification of the City's total long-term liabilities, can be found in the Notes to the Financial Statements on pages D24 through D34 of this report (Note IV, G - P).

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

Most of the City's budgeted funds are projected to remain stable over the coming budget planning horizon with sufficient reserves. The following paragraphs discuss the exceptions:

While the Asset Management Plan Fund is a capital fund and pursuant to City Financial Policies does not have a targeted reserve, this fund's long-term health requires the scheduling of infrastructure projects that can be afforded based on available resources. To date, this has not been a challenge; however, as construction inflation has skyrocketed, future planning will become more challenging, and prioritization will likely be required. However, a positive development in boosting resources for this fund materialized in November 2022 with voter approval of a new short-term rental tax, of which up to 30% of annual collections can be utilized for infrastructure maintenance and repair. Collection of this new tax will commence in May 2023.

The General Fund's ending balance is projected to decline over time and is the product of conservative growth assumptions on various fees which can be altered within the adoption of the annual fee ordinance as time progresses.

The Affordable Housing Fund will require either a public private partnership or authorization from voters to issue debt to advance the new Lumberyard affordable housing project on an accelerated timeline. Barring either of those options, despite the \$78 million fund balance, this next phase of roughly 240 new units will need to be scheduled across multiple phases to afford this development.

More complete information on the projected future financial health of all budgeted funds can be found within the City of Aspen 2024 Adopted Operating and Capital budget document.

Requests for Information: This financial report is designed to provide a general overview of the City's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Aspen, Finance, 427 Rio Grande Place, Aspen, CO 81611, or email tyler.sexton@aspen.gov.

BASIC FINANCIAL STATEMENTS

City of Aspen, Colorado
Statement of Net Position
December 31, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Burlingame Housing, Inc. September 30, 2023
Assets:				
Cash and investments	\$ 285,382,861	\$ 44,301,617	\$ 329,684,478	\$ 255,345
Restricted cash	-	311,552	311,552	4,213,305
Receivables (net of allowance for uncollectibles)	46,210,927	3,214,903	49,425,830	94,024
Lease receivables	1,682,634	5,444,417	7,127,051	-
Internal balances	7,116,445	(7,116,445)	-	-
Prepaid expenses	4,609,539	-	4,609,539	-
Inventories	11,109,507	193,784	11,303,291	-
Capital assets not being depreciated	108,937,468	9,477,642	118,415,110	615,000
Capital assets net of accumulated depreciation/amortization	162,291,086	51,378,833	213,669,919	4,384,255
Total Assets	627,340,467	107,206,303	734,546,770	9,561,929
Deferred Outflows of Resources:				
Deferred loss on refunding	195,800	28,860	224,660	-
Deferred outflows of resources - OPEB	4,197	-	4,197	-
Total Deferred Outflows of Resources	199,997	28,860	228,857	-
Liabilities:				
Accounts payable	8,083,645	1,678,002	9,761,647	52,655
Accrued liabilities	1,907,818	538,106	2,445,924	-
Accrued interest	226,781	16,247	243,028	47,323
Unearned revenue	8,086,814	159,244	8,246,058	2,706
Deposits	174,848	1,048,438	1,223,286	176,142
Noncurrent liabilities:				
Due within one year	5,990,911	805,712	6,796,623	415,000
Due in more than one year	55,942,949	3,394,877	59,337,826	6,144,226
Total Liabilities	80,413,766	7,640,626	88,054,392	6,838,052
Deferred Inflows of Resources:				
Property taxes assessed but not collectible until 2024	11,427,055	-	11,427,055	-
Lease revenue	1,685,378	5,444,417	7,129,795	-
Deferred gain on refunding	-	3,361	3,361	-
Deferred inflows of resources - OPEB	1,218,914	-	1,218,914	-
Total Deferred Inflows of Resources	14,331,347	5,447,778	19,779,125	-
Net Position:				
Net investment in capital assets	214,367,056	51,457,355	265,824,411	-
Restricted for:				
Constitutionally required emergency reserve	4,019,000	-	4,019,000	-
Community enhancement	93,836	-	93,836	-
Health and human services	732,668	-	732,668	-
Environmental initiatives	254,518	-	254,518	-
Unrestricted	313,328,273	42,689,404	356,017,677	2,723,877
Total Net Position	\$ 532,795,351	\$ 94,146,759	\$ 626,942,110	\$ 2,723,877

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

City of Aspen, Colorado
Statement of Activities
For the Year Ended December 31, 2023

Functions/Programs:	Expenses	Indirect Expenses Allocation	Program Revenues			Changes in Net Position			Component Unit Burlingame Housing, Inc. September 30, 2023	
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government				
						Governmental Activities	Business-type Activities	Total		
Governmental Activities:										
General government	\$ 34,287,397	\$ (3,470,200)	\$ 10,765,525	\$ 7,118,665	\$ 363,070	\$ (12,569,937)	\$ -	\$ (12,569,937)		
Public safety	7,097,656	-	323,381	50,299	-	(6,723,976)	-	(6,723,976)		
Public works	7,833,212	236,900	2,450,345	361,041	1,327,417	(3,931,309)	-	(3,931,309)		
Public health and welfare	11,559,794	1,191,300	4,491,313	202,089	44,495	(8,013,197)	-	(8,013,197)		
Culture and recreation	25,154,011	2,042,000	4,852,825	1,109,654	-	(21,233,532)	-	(21,233,532)		
Interest on long-term debt	1,968,820	-	-	-	-	(1,968,820)	-	(1,968,820)		
Total Governmental Activities	87,900,890	-	22,883,389	8,841,748	1,734,982	(54,440,771)	-	(54,440,771)		
Business-type activities:										
Water	7,611,781		11,845,366	11,739	1,739,953	-	5,985,277	5,985,277		
Electric	9,116,374		12,146,947	-	-	-	3,030,573	3,030,573		
Parking	2,648,298		6,061,336	-	-	-	3,413,038	3,413,038		
Golf	2,743,714		2,924,995	-	-	-	181,281	181,281		
Affordable housing	3,317,754		3,548,334	-	-	-	230,580	230,580		
Total Business-type Activities	25,437,921		36,526,978	11,739	1,739,953	-	12,840,749	12,840,749		
Total	\$ 113,338,811		\$ 59,410,367	\$ 8,853,487	\$ 3,474,935	(54,440,771)	12,840,749	(41,600,022)		
Component Unit:										
Burlingame Housing, Inc.	\$ 1,169,295		\$ 1,532,311				\$ 363,016			
General Revenues:										
Taxes:										
Property taxes					10,047,457	-	10,047,457	-		
Specific ownership taxes					358,488	-	358,488	-		
Sales and use taxes					50,676,646	-	50,676,646	-		
Franchise and business taxes					2,813,450	-	2,813,450	-		
Real estate transfer tax					22,858,193	-	22,858,193	-		
Lodging tax					8,979,769	-	8,979,769	-		
Unrestricted investment earnings					12,237,986	1,918,409	14,156,395	150,463		
Special item					(13,301,696)	-	(13,301,696)	-		
Transfers					5,016,880	(5,016,880)	-	-		
Total General Revenues and Transfers					99,687,173	(3,098,471)	96,588,702	150,463		
Change in Net Position										
Net Position - Beginning					45,246,402	9,742,278	54,988,680	513,479		
Net Position - Ending					487,548,949	84,404,481	571,953,430	2,210,398		
					\$ 532,795,351	\$ 94,146,759	\$ 626,942,110	\$ 2,723,877		

City of Aspen, Colorado
Balance Sheet
Governmental Funds
December 31, 2023

	Special Revenue					Capital Projects			
	General Fund		Arts and Culture Fund	Affordable Housing Fund	Parks and Open Space Fund	Transportation Fund	Asset Management Plan Fund	Nonmajor Governmental Funds	
	General Fund	Arts and Culture Fund	Affordable Housing Fund	Parks and Open Space Fund	Transportation Fund	Asset Management Plan Fund	Nonmajor Governmental Funds	Total Governmental Funds	
Assets:									
Cash and investments	\$ 42,601,909	\$ 54,376,138	\$ 80,368,424	\$ 19,622,601	\$ 31,813,444	\$ 29,125,479	\$ 17,682,267	\$ 275,590,262	
Property tax receivable	3,800,134	-	-	-	-	5,701,678	1,925,243	11,427,055	
Notes and accounts receivable, net of allowance for uncollectibles	4,149,371	15,906	1,107,585	2,847,072	684,462	424,279	1,893,181	11,121,856	
Leases receivable	354,713	1,109,773	186,399	-	-	-	31,750	1,682,635	
Prepaid items	182,462	65,307	-	-	1,770	4,360,000	-	4,609,539	
Inventories	26,429	-	-	15,000	-	-	-	41,429	
Total Assets	\$ 51,115,018	\$ 55,567,124	\$ 81,662,408	\$ 22,484,673	\$ 32,499,676	\$ 39,611,436	\$ 21,532,441	\$ 304,472,776	
Liabilities, Deferred Inflows of Resources and Fund Balance:									
Liabilities:									
Accounts payable	\$ 674,097	\$ 407,907	\$ 2,521,536	\$ 258,895	\$ 740,024	\$ 635,861	\$ 1,445,976	\$ 6,684,296	
Accrued liabilities	709,782	71,355	453,325	283,263	27,979	208,753	62,602	1,817,059	
Unearned revenue	1,041,909	72,735	-	150,000	6,237,206	-	584,964	8,086,814	
Deposits	25,855	23,810	72,028	-	-	-	18,547	140,240	
Total Liabilities	2,451,643	575,807	3,046,889	692,158	7,005,209	844,614	2,112,089	16,728,409	
Deferred Inflows of Resources:									
Property taxes assessed but not collectible until 2024	3,800,134	-	-	-	-	5,701,678	1,925,243	11,427,055	
Lease revenue	354,713	1,109,773	186,399	-	-	-	34,494	1,682,635	
Total Deferred Inflows of Resources	4,154,847	1,109,773	186,399	-	-	5,701,678	1,959,737	13,112,434	
Fund Balance:									
Nonspendable	208,891	65,307	-	15,000	1,770	4,360,000	-	4,650,968	
Restricted	5,100,022	53,816,237	78,429,120	21,777,515	25,492,697	763,553	14,453,440	199,832,584	
Committed	13,755,830	-	-	-	-	-	2,644,543	16,400,373	
Assigned	-	-	-	-	-	27,941,591	362,632	28,304,223	
Unassigned	25,443,785	-	-	-	-	-	-	25,443,785	
Total Fund Balance	44,508,528	53,881,544	78,429,120	21,792,515	25,494,467	33,065,144	17,460,615	274,631,933	
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 51,115,018	\$ 55,567,124	\$ 81,662,408	\$ 22,484,673	\$ 32,499,676	\$ 39,611,436	\$ 21,532,441	\$ 304,472,776	

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

City of Aspen, Colorado
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position
December 31, 2023

Governmental Funds Total Fund Balance	\$ 274,631,933
<i>Add:</i>	
Capital assets, net of depreciation, are used in governmental activities and are not financial resources and, therefore, are not reported in the governmental funds.	271,228,554
Internal service funds are used by the City to charge the costs of the IT Department and the costs of employees' health insurance to the individual funds and to account for City owned housing sales and costs for sale or rent to City employees. The assets and liabilities of the internal service funds are included with governmental activities.	19,177,483
Long-term receivables are not available for current year expenditures and, therefore, are not reported in the funds. These are amounts that the City is owed but will not collect soon enough to pay for current year expenditures.	30,646,920
<i>Less:</i>	
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. This is the amount of bonded debt payable, certificates of participation and SBITA liabilities.	(50,571,065)
Deferred amounts on refundings and bond premiums or discounts are reflected as current charges in the governmental fund financial statements. On the Statement of Activities and the Statement of Net Position, these costs are capitalized and amortized over the life of the bond issues. These amounts consist of unamortized deferred refunding losses of \$195,800 less unamortized bond premiums of \$6,486,233.	(6,290,433)
Deferred amounts on OPEB liabilities are reflected as current charges in the governmental fund financial statements. On the Statement of Activities and the Statement of Net Position, these costs are deferred and amortized over time. These amounts consist of unamortized deferred OPEB outflows of \$4,197 less deferred OPEB inflows of \$1,218,914.	(1,214,717)
Long-term liabilities, including compensated absences and retirement, are not due and payable in the current period and, therefore, are not reported in the funds. This is the amount of compensated absences and retirement not currently payable.	(4,586,545)
Interest payable on debt is not recorded on the fund statements but rather recognized as an expenditure when due. This is the accrued interest on bonded debt that has been incurred but not yet due.	<u>(226,779)</u>
Governmental Activities Net Position	<u><u>\$ 532,795,351</u></u>

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

City of Aspen, Colorado
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2023

	Special Revenue					Capital Projects			Total Governmental Funds	
	General Fund	Arts and Culture Fund	Affordable Housing Fund	Parks and Open Space Fund	Transportation Fund	Asset	Management Plan Fund	Nonmajor Governmental Funds		
Revenues:										
Taxes	\$ 27,441,554	\$ 7,761,475	\$ 18,852,791	\$ 18,413,660	\$ 4,806,267	\$ 5,130,973	\$ 13,327,283	\$ 95,734,003		
Licenses and permits	8,899,839	-	-	60,327	-	-	2,000,940	10,961,106		
Intergovernmental	229,116	-	-	97,724	149,010	48,726	1,323,186	1,847,762		
Rents and royalties	1,153,593	339,113	47,147	65,693	-	-	530,950	2,136,496		
Lease revenue	70,526	148,605	1,344,738	-	-	-	1,606	1,565,475		
Donations and contributions	17,164	4,299	-	-	201,396	-	1,000	223,859		
Charges for services	4,441,744	677,265	1,489,888	738,985	50,611	-	-	7,398,493		
Fines	40,210	-	-	-	-	-	-	40,210		
Refund of expenditures	6,792,827	208,387	116,864	896,763	392,985	296,765	69,284	8,773,875		
Investment earnings	1,901,371	2,525,498	2,988,179	934,195	1,423,242	1,379,495	791,246	11,943,226		
Miscellaneous	191,751	97,629	104	6,404	396	216,127	432	512,843		
Total Revenues	51,179,695	11,762,271	24,839,711	21,213,751	7,023,907	7,072,086	18,045,927	141,137,348		
Expenditures:										
General government	19,128,898	-	-	106	3,894,203	104,198	4,133,033	27,260,438		
Public safety	7,211,623	-	-	-	-	-	-	7,211,623		
Public works	4,881,455	-	-	-	-	236,732	847,500	5,965,687		
Public health and welfare	1,205,179	-	2,748,768	-	-	-	7,363,780	11,317,727		
Culture and recreation	6,863,468	6,084,434	-	10,147,409	-	282,819	-	23,378,130		
Debt service:										
Interest	9,320	699	-	-	-	-	2,476,825	2,486,844		
Principal retirement	155,456	9,968	-	-	-	-	3,565,000	3,730,424		
Capital Outlay	668,895	2,027,991	11,367,945	4,425,601	142,309	4,970,750	1,971,929	25,575,420		
Total Expenditures	40,124,294	8,123,092	14,116,713	14,573,116	4,036,512	5,594,499	20,358,067	106,926,293		
Excess (Deficiency) of Revenues Over Expenditures	11,055,401	3,639,179	10,722,998	6,640,635	2,987,395	1,477,587	(2,312,140)	34,211,055		
Other Financing Sources (Uses):										
SBITA proceeds	668,895	92,593	-	-	-	-	-	761,488		
Proceeds from sale of assets	-	-	12,433,547	-	-	40,181	-	12,473,728		
Transfers in	1,948,450	-	1,310,000	338,100	1,350,000	58,780	6,050,120	11,055,450		
Transfers (out)	(4,591,195)	(247,200)	(24,850)	(4,141,010)	(147,440)	-	(717,080)	(9,868,775)		
Total Other Financing Sources (Uses)	(1,973,850)	(154,607)	13,718,697	(3,802,910)	1,202,560	98,961	5,333,040	14,421,891		
Net Change in Fund Balances	9,081,551	3,484,572	24,441,695	2,837,725	4,189,955	1,576,548	3,020,900	48,632,946		
Fund Balances - Beginning	35,426,977	50,396,972	53,987,425	18,954,790	21,304,512	31,488,596	14,439,715	225,998,987		
Fund Balances - Ending	\$ 44,508,528	\$ 53,881,544	\$ 78,429,120	\$ 21,792,515	\$ 25,494,467	\$ 33,065,144	\$ 17,460,615	\$ 274,631,933		

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

City of Aspen, Colorado

**Reconciliation of the Statement of Revenues, Expenditures, and Change in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2023**

Net Change in Fund Balances - Governmental Funds	\$ 48,632,946
<i>Add:</i>	
Long-term assets, including accrued interest, are not receivable in the current period and therefore are not reported in the funds. This is the change in the amount of long-term interest receivable not currently due.	294,761
The repayment of debt is a use of current available resources but has no effect on net position because although the City has less current available resources it also has less debt. This is the amount of principal payments on long-term debt during the year.	3,730,423
Interest payable on debt is not recorded in the fund statements but rather recognized as an expenditure when due. This is the change in accrued interest on long-term debt that has been incurred but not yet due.	517,326
Internal service costs are used by the City to charge employee health insurance and information technology services to the individual funds, and to account for City owned housing sales and costs for sale or rent to City employees. This is the increase in the Internal Service Funds' net position which is charged back to governmental activities on the Statement of Activities.	4,409,868
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the current period.	14,567,654
<i>Less:</i>	
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(761,488)
Long-term capital assets which are not fully depreciated are routinely retired. Because no sale transaction has occurred, no current resources are recorded which offset the book value of the assets retired. This is the total book value of capital assets retired during the year that were not fully depreciated.	(26,162,690)
Long-term liabilities, including compensated absences and retirement, are not due and payable in the current period and therefore are not reported in the funds. This is the change in the amount of compensated absences and retirement benefits not currently payable.	<u>17,602</u>
Change in Net Position of Governmental Activities	<u>\$ 45,246,402</u>

City of Aspen, Colorado
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023				2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)		
				Actual	Actual	
Revenues:						
Taxes:						
General property tax	\$ 4,359,600	\$ 4,359,600	\$ 4,371,189	\$ 11,589	\$ 4,650,014	
Specific ownership tax	243,360	243,360	358,488	115,128	344,601	
Sales and use tax	17,608,000	17,608,000	19,643,909	2,035,909	17,758,689	
Franchise and business tax	957,420	957,420	1,104,429	147,009	1,074,795	
Other taxes	1,486,540	1,486,540	1,709,021	222,481	1,525,411	
Lodging tax	-	-	254,518	254,518	-	
Licenses and permits	6,186,300	6,186,300	8,899,839	2,713,539	6,617,406	
Intergovernmental:						
State	122,760	196,002	229,116	33,114	160,415	
Charges for services	3,634,350	3,634,350	4,441,744	807,394	3,741,924	
Fines:						
Court fines	25,000	25,000	20,617	(4,383)	26,240	
Other fines	25,200	25,200	19,593	(5,607)	20,736	
Refund of expenditures	6,720,790	6,720,790	6,792,827	72,037	5,949,004	
Investment earnings	20,000	20,000	1,901,371	1,881,371	(184,574)	
Miscellaneous:						
Rents and royalties	980,670	980,670	1,153,593	172,923	1,382,689	
Lease revenue	-	-	70,526	70,526	62,861	
Contributions	15,610	15,610	17,164	1,554	31,741	
Other	27,220	40,840	191,751	150,911	242,377	
Total Revenues	42,412,820	42,499,682	51,179,695	8,680,013	43,404,329	
Expenditures:						
Current:						
General government	19,144,420	21,824,643	19,128,898	2,695,745	18,103,312	
Public safety	7,106,390	7,437,232	7,211,623	225,609	6,764,632	
Public works	5,487,500	5,827,880	4,881,455	946,425	4,821,280	
Public health and welfare	1,248,660	1,501,210	1,205,179	296,031	911,920	
Culture and recreation	6,771,390	7,023,390	6,863,468	159,922	6,691,365	
Debt service:						
Interest	-	-	9,320	(9,320)	146	
Principal retirement	-	-	155,456	(155,456)	12,085	
Capital outlay	-	-	668,895	(668,895)	-	
Total Expenditures	39,758,360	43,614,355	40,124,294	3,490,061	37,304,740	
Excess (Deficiency) of Revenues Over Expenditures	2,654,460	(1,114,673)	11,055,401	12,170,074	6,099,589	
Other Financing Sources (Uses):						
Lease proceeds	-	-	668,895	668,895	-	
Transfers in	1,876,930	1,948,450	1,948,450	-	2,259,970	
Transfers (out)	(4,470,040)	(4,616,145)	(4,591,195)	24,950	(4,367,261)	
Total Other Financing Sources	(2,593,110)	(2,667,695)	(1,973,850)	693,845	(2,107,291)	
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	\$ 61,350	\$ (3,782,368)	9,081,551	\$ 12,863,919	3,992,298	
Fund Balances - Beginning			35,426,977		31,434,679	
Fund Balances - Ending			\$ 44,508,528		\$ 35,426,977	

City of Aspen, Colorado
Arts and Culture Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023				2022
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
Real estate transfer tax	\$ 5,000,000	\$ 5,000,000	\$ 7,761,475	\$ 2,761,475	\$ 8,807,528
Charges for services	733,000	733,000	677,265	(55,735)	401,554
Refund of expenditures	166,910	166,910	208,387	41,477	116,835
Investment earnings	-	-	2,525,498	2,525,498	(219,891)
Miscellaneous:					
Rents and royalties	479,530	479,530	339,113	(140,417)	49,370
Lease revenue	-	-	148,605	148,605	139,208
Contributions	-	-	4,299	4,299	-
Other	4,500	4,500	97,629	93,129	39,122
Total Revenues	6,383,940	6,383,940	11,762,271	5,378,331	9,333,726
Expenditures:					
Current:					
Culture and recreation	6,744,040	7,224,831	6,084,434	1,140,397	3,702,321
Debt service:					
Interest	-	-	699	(699)	-
Principal retirement	-	-	9,968	(9,968)	-
Capital outlay	5,159,000	7,821,087	2,027,991	5,793,096	543,620
Total Expenditures	11,903,040	15,045,918	8,123,092	6,922,826	4,245,941
Excess (Deficiency) of Revenues Over Expenditures	(5,519,100)	(8,661,978)	3,639,179	12,301,157	5,087,785
Other Financing Sources (Uses):					
SBITA proceeds	-	-	92,593	92,593	-
Transfers in	-	-	-	-	51,260
Transfers (out)	(221,900)	(247,200)	(247,200)	-	3,232,791
Total Other Financing Sources	(221,900)	(247,200)	(154,607)	92,593	3,284,051
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	\$ (5,741,000)	\$ (8,909,178)	3,484,572	\$ 12,393,750	8,371,836
Reconciliation to GAAP Basis:					
Interfund advance principal payments			-		(3,634,901)
			-		(3,634,901)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses) - GAAP Basis			3,484,572		4,736,935
Fund Balances - Beginning			50,396,972		45,660,037
Fund Balances - Ending			\$ 53,881,544		\$ 50,396,972

City of Aspen, Colorado
Affordable Housing Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			Final Budget Variance Positive (Negative)		2022	
	Original Budget	Final Budget	Actual				
				Positive (Negative)	Actual		
Revenues:							
Taxes:							
Sales and use tax	\$ 1,350,050	\$ 1,350,050	\$ 1,380,574	\$ 30,524	\$ 2,470,430		
Real estate transfer tax	10,000,000	10,000,000	15,096,718	5,096,718	17,109,813		
Lodging tax	-	-	2,375,499	2,375,499	-		
Charges for services	276,010	276,010	1,489,888	1,213,878	1,887,144		
Refund of expenditures	-	-	116,864	116,864	2,880		
Investment earnings	-	-	2,988,179	2,988,179	(401,709)		
Miscellaneous:							
Rents and royalties	1,134,000	1,134,000	47,147	(1,086,853)	56,023		
Lease revenue	-	-	1,344,738	1,344,738	918,607		
Other	-	-	104	104	54		
Total Revenues	12,760,060	12,760,060	24,839,711	12,079,651	22,043,242		
Expenditures:							
Current:							
Public health and welfare	3,973,240	4,178,630	2,748,768	1,429,862	1,818,287		
Capital outlay	1,500,000	33,366,232	11,367,945	21,998,287	20,131,983		
Total Expenditures	5,473,240	37,544,862	14,116,713	23,428,149	21,950,270		
Excess (Deficiency) of Revenues Over Expenditures	7,286,820	(24,784,802)	10,722,998	35,507,800	92,972		
Other Financing Sources (Uses):							
Proceeds from sale of assets	20,000,000	23,578,317	12,433,547	(11,144,770)	-		
Transfers in	950,000	950,000	1,310,000	360,000	1,215,000		
Transfers (out)	(24,850)	(24,850)	(24,850)	-	(5,790)		
Total Other Financing Sources	20,925,150	24,503,467	13,718,697	(10,784,770)	1,209,210		
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	\$ 28,211,970	\$ (281,335)	24,441,695	24,723,030	1,302,182		
Fund Balances - Beginning			53,987,425			52,685,243	
Fund Balances - Ending			\$ 78,429,120			\$ 53,987,425	

City of Aspen, Colorado
Parks and Open Space Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			Final Budget Variance Positive (Negative)	2022
	Original Budget	Final Budget	Actual		
Revenues:					
Taxes:					
Sales and use tax	\$ 17,994,100	\$ 17,994,100	\$ 18,413,660	\$ 419,560	\$ 18,299,434
Licenses and permits	37,330	37,330	60,327	22,997	78,676
Intergovernmental:					
State	76,750	76,750	97,724	20,974	89,463
Charges for services	538,050	538,050	738,985	200,935	865,691
Refund of expenditures	403,430	403,430	896,763	493,333	303,185
Investment earnings	-	-	934,195	934,195	(66,282)
Miscellaneous:					
Rents and royalties	3,600	3,600	65,693	62,093	71,419
Other	1,600	1,600	6,404	4,804	2,093
Total Revenues	19,054,860	19,054,860	21,213,751	2,158,891	19,643,679
Expenditures:					
Current:					
General government	-	-	106	(106)	-
Culture and recreation	9,987,460	10,591,070	10,147,409	443,661	8,011,651
Capital outlay	10,335,000	19,065,420	4,425,601	14,639,819	1,724,607
Total Expenditures	20,322,460	29,656,490	14,573,116	15,083,374	9,736,258
Excess (Deficiency) of Revenues Over Expenditures	(1,267,600)	(10,601,630)	6,640,635	17,242,265	9,907,421
Other Financing Sources (Uses):					
Transfers in	338,100	338,100	338,100	-	408,816
Transfers (out)	(4,139,250)	(4,141,010)	(4,141,010)	-	(3,985,280)
Total Other Financing Sources	(3,801,150)	(3,802,910)	(3,802,910)	-	(3,576,464)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	\$ (5,068,750)	\$ (14,404,540)	2,837,725	\$ 17,242,265	6,330,957
Reconciliation to GAAP Basis:					
Interfund advance principal payments				-	(72,015)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses) - GAAP Basis			2,837,725		6,258,942
Fund Balances - Beginning			18,954,790		12,695,848
Fund Balances - Ending			\$ 21,792,515		\$ 18,954,790

City of Aspen, Colorado
Transportation Special Revenue Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023				Final Budget Variance Positive (Negative)	2022
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)		
	Original Budget	Final Budget	Actual	Actual		
Revenues:						
Taxes:						
Sales and use tax	\$ 3,000,100	\$ 3,000,100	\$ 3,409,717	\$ 409,617	\$ 3,782,102	
Lodging tax	1,331,750	1,331,750	1,396,550	64,800	1,461,115	
Intergovernmental:						
State	-	-	149,010	149,010	50,000	
Charges for services	45,000	45,000	50,611	5,611	44,366	
Refund of expenditures	275,600	275,600	392,985	117,385	747,405	
Investment earnings	-	-	1,423,242	1,423,242	(120,857)	
Miscellaneous:						
Contributions	10,400	10,400	201,396	190,996	135,240	
Other	-	-	396	396	540	
Total Revenues	4,662,850	4,662,850	7,023,907	2,361,057	6,099,911	
Expenditures:						
Current:						
General government	3,765,620	4,610,353	3,894,203	716,150	3,178,221	
Capital outlay	218,500	381,919	142,309	239,610	334,912	
Total Expenditures	3,984,120	4,992,272	4,036,512	955,760	3,513,133	
Excess (Deficiency) of Revenues Over Expenditures	678,730	(329,422)	2,987,395	3,316,817	2,586,778	
Other Financing Sources (Uses):						
Transfers in	1,350,000	1,350,000	1,350,000	-	1,350,000	
Transfers (out)	(1,143,110)	(1,147,440)	(147,440)	1,000,000	(1,063,280)	
Total Other Financing Sources	206,890	202,560	1,202,560	1,000,000	286,720	
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	\$ 885,620	\$ (126,862)	4,189,955	\$ 4,316,817	2,873,498	
Fund Balances - Beginning			21,304,512			18,431,014
Fund Balances - Ending			\$ 25,494,467			\$ 21,304,512

Statement of Net Position
Proprietary Funds
December 31, 2023

	Business-type Activities - Enterprise Funds							Governmental Activities Internal Service Funds
	Water Fund	Electric Fund	Parking Fund	ACI Affordable 1 LLLP	Marolt Housing Fund	Nonmajor Proprietary Funds	Total	
Assets:								
Current Assets:								
Cash and investments	\$ 21,064,956	\$ 8,366,314	\$ 7,279,316	\$ 34,482	\$ 2,631,111	\$ 4,925,438	\$ 44,301,617	\$ 9,792,599
Accounts receivable, net of allowance for uncollectibles	996,517	2,162,434	-	6,930	21,008	28,014	3,214,903	131,541
Lease receivable	-	-	-	-	5,200,163	244,254	5,444,417	-
Restricted cash	-	-	-	311,552	-	-	311,552	-
Inventories	122,347	42,498	-	-	-	28,939	193,784	11,068,078
Total Current Assets	22,183,820	10,571,246	7,279,316	352,964	7,852,282	5,226,645	53,466,273	20,992,218
Noncurrent Assets:								
Land and land rights	1,548,246	117,115	-	507,493	250,000	1,926,814	4,349,668	-
Construction in progress	818,857	4,131,666	137,300	-	2,088	38,064	5,127,975	237,706
Buildings	3,830,804	414,569	11,879	12,813,686	6,650,584	17,950,076	41,671,598	1,164,635
Infrastructure and improvements other than buildings	26,938,958	17,617,708	4,093,973	855,158	473,181	4,754,385	54,733,363	1,898,327
Machinery and equipment	5,675,300	2,614,654	1,388,556	260,182	143,490	1,732,161	11,814,343	1,368,320
SBITA assets	121,647	121,647	-	-	-	-	243,294	-
Less: accumulated depreciation/amortization	(16,994,597)	(15,399,255)	(2,119,012)	(2,662,940)	(5,646,416)	(14,261,546)	(57,083,766)	(1,850,823)
Net Property, Plant, and Equipment	21,939,215	9,618,104	3,512,696	11,773,579	1,872,927	12,139,954	60,856,475	2,818,165
Total Noncurrent Assets	21,939,215	9,618,104	3,512,696	11,773,579	1,872,927	12,139,954	60,856,475	2,818,165
Total Assets	44,123,035	20,189,350	10,792,012	12,126,543	9,725,209	17,366,599	114,322,748	23,810,383
Deferred Outflows of Resources:								
Deferred charges	-	-	-	28,860	-	-	28,860	-
Total Deferred Outflows of Resources	-	-	-	28,860	-	-	28,860	-
Liabilities:								
Current liabilities:								
Accounts payable	459,815	1,009,222	67,447	14,093	18,552	108,874	1,678,003	1,399,352
Accrued liabilities	187,283	183,679	45,848	57,274	2,275	61,747	538,106	90,759
Accrued interest	4,264	2,993	-	687,308	-	-	694,565	-
Customer deposits	184,379	299,704	-	72,062	269,993	222,300	1,048,438	34,608
Unearned revenue	-	-	-	4,553	72,237	82,454	159,244	-
Compensated absences - current	138,558	97,320	68,762	-	6,914	43,173	354,727	46,307
Total OPEB obligation - current	9,454	19,191	5,169	-	-	22,518	56,332	69,700
Notes payable - current	-	335,000	-	31,005	-	-	366,005	-
SBITA Liability - current	14,324	14,324	-	-	-	-	28,648	-
Total Current Liabilities	998,077	1,961,433	187,226	866,295	369,971	541,066	4,924,068	1,640,726
Noncurrent Liabilities:								
Compensated absences	207,836	145,981	103,144	-	10,371	64,760	532,092	69,461
Total OPEB obligation	14,181	28,787	7,754	-	-	33,777	84,499	104,549
Notes payable	-	265,000	-	8,764,754	-	-	9,029,754	-
SBITA Liability	93,329	93,329	-	-	-	-	186,658	-
Total Noncurrent Liabilities	315,346	533,097	110,898	8,764,754	10,371	98,537	9,833,003	174,010
Total Liabilities	1,313,423	2,494,530	298,124	9,631,049	380,342	639,603	14,757,071	1,814,736
Deferred Inflows of Resources:								
Deferred amount on debt refunding	-	3,361	-	-	-	-	3,361	-
Lease revenue	-	-	-	-	5,200,163	244,254	5,444,417	-
Total Deferred Inflows of Resources	-	3,361	-	-	5,200,163	244,254	5,447,778	-
Net Position:								
Net investment in capital assets	21,939,215	9,014,743	3,512,696	2,977,820	1,872,927	12,139,954	51,457,355	2,818,165
Restricted	-	-	-	-	-	-	-	-
Unrestricted	20,870,397	8,676,716	6,981,192	(453,466)	2,271,777	4,342,788	42,689,404	19,177,482
Total Net Position	\$ 42,809,612	\$ 17,691,459	\$ 10,493,888	\$ 2,524,354	\$ 4,144,704	\$ 16,482,742	\$ 94,146,759	\$ 21,995,647

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

City of Aspen, Colorado
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2023

Business-type Activities - Enterprise Funds								Governmental Activities Internal Service Funds
Water Fund	Electric Fund	Parking Fund	ACI Affordable 1 LLLP	Marolt Housing Fund	Nonmajor Proprietary Funds	Total		
Operating Revenues:								
Charges for service								
Utility sales	\$ 10,647,610	\$ 12,103,417	\$ -	\$ 79,258	\$ -	\$ 22,830,285	\$ -	
Parking sales	-	-	5,463,309	-	-	5,463,309	-	
Fines	-	-	596,009	-	200	4,150	600,359	
Golf sales	-	-	-	-	-	2,772,858	2,772,858	
Premium contributions	-	-	-	-	-	-	-	6,709,845
Sale of affordable housing units	-	-	-	-	-	-	-	1,730,143
Lease revenue	-	-	-	561,682	71,038	632,720	-	
Ditch assessment	-	-	-	-	15,736	15,736	-	
Service charges	-	-	-	-	-	-	-	218,900
Review fees	1,041,889	-	-	-	-	1,041,889	-	
Operating grants	11,739	-	-	-	-	11,739	-	
Other	-	-	-	-	67,615	67,615	1,138,919	
Total charges for services	<u>11,701,238</u>	<u>12,103,417</u>	<u>6,059,318</u>	<u>-</u>	<u>641,140</u>	<u>2,931,397</u>	<u>33,436,510</u>	<u>9,797,807</u>
Miscellaneous:								
Rents and royalties	7,986	-	-	420,214	1,023,903	1,370,041	2,822,144	325,240
Refund of expenses	-	-	-	-	-	-	2,991,800	
Other revenues	132,145	43,530	2,018	8,410	42,332	51,629	280,064	2,677
Total miscellaneous	<u>140,131</u>	<u>43,530</u>	<u>2,018</u>	<u>428,624</u>	<u>1,066,235</u>	<u>1,421,670</u>	<u>3,102,208</u>	<u>3,319,717</u>
Total Operating Revenues	<u>11,841,369</u>	<u>12,146,947</u>	<u>6,061,336</u>	<u>428,624</u>	<u>1,707,375</u>	<u>4,353,067</u>	<u>36,538,718</u>	<u>13,117,524</u>
Operating Expenses:								
Personnel services	3,226,132	2,114,633	1,232,694	52,333	106,317	1,362,023	8,094,132	1,300,882
General operations	2,827,179	5,979,314	1,139,033	156,964	586,570	1,390,362	12,079,422	1,598,509
Materials and supplies	213,789	60,438	138,039	93,506	61,980	475,248	1,043,000	82,354
Insurance claims	-	-	-	-	-	-	-	7,502,974
Cost of units sold	-	-	-	-	-	-	-	1,842,062
Asset management fees	-	-	-	3,812	-	-	3,812	-
Depreciation and amortization	1,554,359	938,666	238,332	392,640	211,571	993,339	4,328,907	322,780
Total Operating Expenses	<u>7,821,459</u>	<u>9,093,051</u>	<u>2,748,098</u>	<u>699,255</u>	<u>966,438</u>	<u>4,220,972</u>	<u>25,549,273</u>	<u>12,649,561</u>
Operating Income (Loss)	<u>4,019,910</u>	<u>3,053,896</u>	<u>3,313,238</u>	<u>(270,631)</u>	<u>740,937</u>	<u>132,095</u>	<u>10,989,445</u>	<u>467,963</u>
Non-Operating Revenues (Expenses):								
Investment earnings	896,100	403,237	310,741	613	94,921	213,411	1,919,023	623,494
Intergovernmental	-	-	-	-	-	-	-	18,734
Gain (loss) on disposition of assets	(94,159)	(37,961)	-	-	-	(7,775)	(139,895)	(36,628)
Interest expense	(2,871)	(27,363)	-	(211,294)	-	(1,740)	(243,268)	-
Total Non-Operating Revenues (Expenses)	<u>799,070</u>	<u>337,913</u>	<u>310,741</u>	<u>(210,681)</u>	<u>94,921</u>	<u>203,896</u>	<u>1,535,860</u>	<u>605,600</u>
Income (Loss) Before Contributions and Transfers	<u>4,818,980</u>	<u>3,391,809</u>	<u>3,623,979</u>	<u>(481,312)</u>	<u>835,858</u>	<u>335,991</u>	<u>12,525,305</u>	<u>1,073,563</u>
Capital contributions	1,723,808	-	-	-	-	-	1,723,808	-
Capital grants	16,145	-	-	-	-	-	16,145	-
Transfers in	-	-	-	-	-	344,700	344,700	3,505,975
Transfers (out)	(1,444,900)	(824,070)	(1,516,040)	-	(714,300)	(368,370)	(4,867,680)	(169,670)
Change in Net Position	<u>5,114,033</u>	<u>2,567,739</u>	<u>2,107,939</u>	<u>(481,312)</u>	<u>121,558</u>	<u>312,321</u>	<u>9,742,278</u>	<u>4,409,868</u>
Net Position - Beginning	<u>37,695,579</u>	<u>15,123,720</u>	<u>8,385,949</u>	<u>3,005,666</u>	<u>4,023,146</u>	<u>16,170,421</u>	<u>84,404,481</u>	<u>17,585,779</u>
Net Position - Ending	<u>\$ 42,809,612</u>	<u>\$ 17,691,459</u>	<u>\$ 10,493,888</u>	<u>\$ 2,524,354</u>	<u>\$ 4,144,704</u>	<u>\$ 16,482,742</u>	<u>\$ 94,146,759</u>	<u>\$ 21,995,647</u>

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

City of Aspen, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2023

	Business-type Activities - Enterprise Funds							Governmental Activities	Internal Service Funds
	Water Fund	Electric Fund	Parking Fund	ACI Affordable 1 LLLP	Marolt Housing Fund	Nonmajor Proprietary Funds	Total		
Cash Flows from Operating Activities:									
Cash received from customers and others	\$ 11,782,676	\$ 12,042,466	\$ 6,061,335	\$ 422,378	\$ 1,753,865	\$ 4,361,735	\$ 36,424,455	\$ 3,395,949	
Receipts from interfund charges	-		-	-	-	-	-	9,701,645	
Other operating cash receipts	11,739		-	8,410	-	-	20,149	-	
Cash payments to vendors for goods and services	(2,842,309)	(5,838,031)	(1,317,768)	(239,535)	(649,099)	(1,867,952)	(12,754,694)	(15,749,567)	
Cash payments to employees for services	(3,329,091)	(2,053,043)	(1,206,601)	(52,333)	(106,872)	(1,367,010)	(8,114,950)	(1,252,762)	
Net Cash Provided by Operating Activities:	5,623,015	4,151,392	3,536,966	138,920	997,894	1,126,773	15,574,960	(3,904,735)	
Cash Flows from Non-Capital Financing Activities:									
Transfers from other funds	-		-	-	-	344,700	344,700	3,505,975	
Transfers (to other funds)	(1,444,900)	(824,070)	(1,516,040)	-	(714,300)	(368,370)	(4,867,680)	(169,670)	
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	(1,444,900)	(824,070)	(1,516,040)	-	(714,300)	(23,670)	(4,522,980)	3,336,305	
Cash Flows from Capital and Related Financing Activities:									
Capital contributed by customers (tap fees)	1,723,807		-	-	-	-	1,723,807	-	
Capital grants	16,145		-	-	-	-	16,145	-	
Acquisition of capital assets	(1,565,596)	(2,418,186)	(420,006)	-	(2,088)	(272,815)	(4,678,691)	(1,343,193)	
Principal payments	(13,993)	(343,993)	-	(26,638)	-	(54,570)	(439,194)	-	
Interest paid on debt	(2,871)	(26,993)	-	(111,627)	-	(1,896)	(143,387)	-	
Net Cash Provided (Used) by Capital and Related Financing Activities	157,492	(2,789,172)	(420,006)	(138,265)	(2,088)	(329,281)	(3,521,320)	(1,343,193)	
Cash Flows from Investing Activities:									
Interest received - Unrestricted	896,100	403,237	310,744	612	94,922	213,413	1,919,028	623,498	
Net Cash Provided by Investing Activities	896,100	403,237	310,744	612	94,922	213,413	1,919,028	623,498	
Net Increase (Decrease) in Cash	5,231,707	941,387	1,911,664	1,267	376,428	987,235	9,449,688	(1,269,391)	
Cash - Beginning of Year	15,833,249	7,424,927	5,367,652	344,767	2,254,683	3,938,203	35,163,481	11,061,990	
Cash - End of Year	\$ 21,064,956	\$ 8,366,314	\$ 7,279,316	\$ 346,034	\$ 2,631,111	\$ 4,925,438	\$ 44,613,169	\$ 9,792,599	
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:									
Operating income (loss)	\$ 4,019,910	\$ 3,053,896	\$ 3,313,238	\$ (270,631)	\$ 740,937	\$ 132,095	\$ 10,989,445	\$ 467,963	
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:									
Depreciation	1,554,359	938,666	238,332	392,640	211,571	993,339	4,328,907	322,780	
Changes in Assets and Liabilities:									
(Increase) decrease in accounts receivable	(36,516)	(127,428)	-	159	(19,285)	9,565	(173,505)	(25,093)	
(Increase) decrease in prepaid expenses	-	-	-	7,028	-	-	7,028	-	
(Increase) decrease in inventories	(91,148)	2,933	-	-	-	(1,480)	(89,695)	(5,037,649)	
Increase (decrease) in accounts payable	289,852	198,788	(40,697)	(6,363)	(548)	(862)	440,170	313,982	
Increase (decrease) in accrued liabilities	(103,007)	61,590	26,093	15,065	56,386	(11,590)	44,537	48,120	
Increase (decrease) in customer deposits	(10,435)	22,947	-	1,022	8,833	5,706	28,073	5,162	
Net Cash Provided by Operating Activities:	\$ 5,623,015	\$ 4,151,392	\$ 3,536,966	\$ 138,920	\$ 997,894	\$ 1,126,773	\$ 15,574,960	\$ (3,904,735)	

City of Aspen, Colorado
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2023

	<u>Custodial Funds</u>
Assets	
Cash and investments	<u>\$ 3,823,035</u>
Total Assets	<u><u>3,823,035</u></u>
Net Position	
Restricted for:	
Individuals, organizations, and other governments	<u>3,823,035</u>
Net Position	<u><u>\$ 3,823,035</u></u>

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

City of Aspen, Colorado
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2023

	Custodial Funds
Additions:	
Performance deposits/bonds	238,593
Intergovernmental revenue	\$ 1,594,900
Charges for services	936,931
Investment income	216,780
Other income	49,836
Refund of expenditures	144,471
Total Additions	3,181,511
Deductions:	
Refund of fees and deposits/bonds	358,302
Housing operations	1,755,328
Housing sales	125,947
Housing qualification	460,440
Housing maintenance	246,281
Capital outlay	568,708
Total Deductions	3,515,006
Net Increase (Decrease) in Fiduciary Net Position	(333,495)
Net Position - Beginning of the Year	4,156,530
Net Position - End of the Year	\$ 3,823,035

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023

I. Summary of Significant Accounting Policies

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

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

A. Reporting Entity

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

The accompanying financial statements present the primary government and its component units (entities for which the government is considered to be financially accountable).

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

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

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

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

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

I. Summary of Significant Accounting Policies (continued)

A. Reporting Entity (continued)

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

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

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

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

B. Government-Wide and Fund Financial Statements

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

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

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

C. Fund Financial Statements

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

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

I. Summary of Significant Accounting Policies (continued)

C. Fund Financial Statements (continued)

The City reports the following major governmental funds:

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

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

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

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

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

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

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

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

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

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

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

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

I. Summary of Significant Accounting Policies (continued)

C. Fund Financial Statements (continued)

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

Additionally, the City reports the following fund types:

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

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

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

1. Long-Term Economic Focus and Accrual Basis

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

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter (60 days) to be used to pay liabilities of the current period. Property taxes, sales taxes, intergovernmental revenues, other taxes, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Expenditures are generally recognized when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt are recorded only when payment is due.

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

I. Summary of Significant Accounting Policies (continued)

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

3. Financial Statement Presentation

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

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

E. Financial Statement Accounts

1. Cash and Investments

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

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

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

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

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

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

2. Property Taxes

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

3. Accounts Receivable

The City uses the allowance method for recognizing the potential uncollectibility of delinquent accounts receivable. At December 31, 2023, there were allowances for \$283,370 comprised of \$35,393 for general fund, \$87,200 for arts and culture fund, \$8,748 for transportation, \$50,103 for parks and open space, \$18,376 for water, \$27,793 for electric, \$10,173 for Truscott Housing and \$45,584 for Marolt Housing.

4. Interfund Receivables and Payables

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

5. Prepaid Items

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

6. Inventory

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

7. Capital Assets

Capital assets, which include land, buildings, improvements, equipment, machinery, and infrastructure assets, are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. Infrastructure assets consist of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems purchased or constructed since 1980. Capital assets are defined by the City as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at cost where historical records are available and at an estimated historical cost where no historical record exists. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

7. Capital Assets (continued)

Capital outlay for projects is capitalized as projects are constructed. Depreciation begins when the completed asset is put into service. Capital assets (excluding land) are depreciated using the straight-line method over the following estimated useful lives:

Buildings	25 - 50 years
Infrastructure and improvements other than buildings	10 - 65 years
Machinery and equipment	3 - 40 years
Lease/SBITA assets	varies*

*The shorter of the lease/SBITA term or useful life of the underlying asset.

8. Leases

Lessor – The City is lessor for noncancelable leases of land and buildings. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount 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 life of the lease term.

Key estimates and judgments include how the City determines the following:

Discount Rate: The City uses the daily United States Treasury Yield Rate as the discount rate to discount the expected lease receipts to present value.

Lease Term: The lease term includes the noncancelable period of the lease and extended term(s) that the City is reasonably certain the lessee will exercise.

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

The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

9. Bond Premiums and Discounts

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

10. Unearned Revenue

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

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

11. Deferred Outflows and Inflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expenses/expenditures) until then.

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

Deferred inflows of resources represent an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

12. Compensated Absences

Accumulated paid time off and extended sick leave of governmental funds are reported in the governmental activities column in the government-wide financial statements when incurred.

Accumulated paid time off and extended sick leave of the proprietary fund type is recorded as an expense and liability of that fund as the benefits accrue to employees.

13. Fund Balance Classifications

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

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

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

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

13. Fund Balance Classifications (continued)

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

	General Fund	Arts and Culture Fund	Affordable Housing Fund	Parks and Open Space Fund	Transportation Fund	Asset Management Plan Fund
Nonspendable:						
Prepaid items	\$ 182,462	\$ 65,307	\$ -	\$ -	\$ 1,770	\$ 4,360,000
Inventories	26,429	-	-	15,000	-	-
Total Nonspendable	208,891	65,307	-	15,000	1,770	4,360,000
Restricted:						
Constitutionally required						
emergency reserve	3,919,000	-	-	-	-	-
Community enhancement	93,836	-	-	-	-	-
Health and human services	732,668	-	-	-	-	-
Environmental initiatives	254,518	-	-	-	-	-
Visual and performing arts	-	53,816,237	-	-	-	-
Affordable housing	-	-	78,429,120	-	-	-
Culture and recreation	-	-	-	21,777,515	-	-
Transportation	-	-	-	-	25,492,697	-
Infrastructure maintenance	-	-	-	-	-	763,553
Total Restricted	5,000,022	53,816,237	78,429,120	21,777,515	25,492,697	763,553
Committed:						
Operating reserve	11,992,930	-	-	-	-	-
Carryforward savings	1,762,900	-	-	-	-	-
Total Committed	13,755,830	-	-	-	-	-
Assigned:						
Capital projects	-	-	-	-	-	27,941,591
Total Assigned	-	-	-	-	-	27,941,591
	Tourism/Regional Transportation Fund	Aspen Public Education Fund	Renewable Energy Mitigation Plan Fund	Kids First/Daycare Fund	Stormwater Fund	Aspen Mini Storage Fund
Restricted:						
Education	\$ -	\$ 2,198	\$ -	\$ -	\$ -	\$ -
Destination Marketing	382,320	-	-	-	-	-
Childcare	-	-	-	9,554,441	-	-
Public works	-	-	-	-	4,514,481	-
Total Restricted	382,320	2,198	-	9,554,441	4,514,481	-
Committed:						
Energy Mitigation	-	-	2,644,543	-	-	-
Total Committed	-	-	2,644,543	-	-	-
Assigned:						
Debt service	-	-	-	-	-	309,560
Affordable housing	-	-	-	-	-	53,072
Total Assigned	-	-	-	-	-	309,560

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

I. Summary of Significant Accounting Policies (continued)

E. Financial Statement Accounts (continued)

14. Interfund Transactions

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

F. Significant Accounting Policies

1. Use of Estimates

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

2. Restricted and Unrestricted Resources

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

3. Indirect Expense Allocations

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

G. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City administration and that are either unusual in nature or infrequent in occurrence. The City had a special item in 2023, see Note I.V. U.

II. Reconciliation of Government-Wide and Fund Financial Statements

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

The governmental fund balance sheet includes a reconciliation between the fund balance of total governmental funds and net position of governmental activities as reported in the government-wide Statement of Net Position. One element of that reconciliation explains "Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds." This \$271,228,554 difference is related to property, plant and equipment of \$366,677,282 less accumulated depreciation of \$95,448,728.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

II. Reconciliation of Government-Wide and Fund Financial Statements

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

Similarly, long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. The \$50,571,065 difference is made up of \$11,040,000 in bonds payable, \$38,935,000 in outstanding certificates of participation and \$596,065 in SBITA liabilities. Other long-term liabilities, compensated absences of \$4,254,253 and retirement liabilities of \$332,292, make up the \$4,586,545 difference.

Another element of that reconciliation explains “Long-term receivables are not available for current year expenditures and, therefore, are not reported in the funds.” This \$30,646,920 difference is long-term receivables of \$26,977,590 and interest receivable of \$3,669,330.

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

The governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes reconciliation between net change in fund balances of governmental funds and changes in net position of governmental activities as reported in the government-wide Statement of Activities. One element of that reconciliation explains “Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense”. The details of this \$14,567,654 difference are comprised of capital outlay of \$24,339,206 less depreciation expense of \$9,771,551.

C. Explanation of Certain Differences Between the Proprietary Funds Statement of Net Position and the Business-Type Statement of Net Position

The Proprietary Funds Statement of Net Position has a difference relating to the ACI Affordable 1 LLLP notes payable. The City was assigned notes totaling \$7,116,445 (see note IV.I.4). These notes are shown as internal balances on the Business-Type Statement of Net Position.

III. Stewardship, Compliance, and Accountability

A. Budgetary Information

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

III. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

	Water Fund	Electric Fund	Truscott Place Housing Fund	Parking Fund	Golf Fund
Change in Net Position - Budget Basis	\$ 5,090,374	\$ 821,985	\$ 302,244	\$ 1,953,625	\$ 662,825
Add/(less):					
Debt principal payments	13,993	343,994	-	-	54,570
Debt accrued interest	-	798	-	-	-
Capitalized expenses	1,565,598	2,418,184	152,341	420,006	120,476
Change in compensated absences	91,529	(106,257)	(1,582)	(27,695)	9,096
Change in total OPEB obligation	1,057	65,662	-	335	(1,078)
Loss on disposition of fixed assets	(94,159)	(37,961)	-	-	(7,775)
Depreciation and amortization	(1,554,359)	(938,666)	(654,411)	(238,332)	(338,928)
Change in Net Position - GAAP Basis	<u>\$ 5,114,033</u>	<u>\$ 2,567,739</u>	<u>\$ (201,408)</u>	<u>\$ 2,107,939</u>	<u>\$ 499,186</u>
	Marolt Ranch Housing Fund	ACI Affordable 1 LLLP	Si Johnson Ditch Company Inc.	Employee Housing Fund	Information Technology Fund
Change in Net Position - Budget Basis	\$ 332,514	\$ (15,643)	\$ 14,543	\$ 2,630,688	\$ 782,166
Add/(less):					
Debt principal payments	-	26,638	-	-	-
Debt accrued interest	-	(99,667)	-	-	-
Capitalized expenses	2,088	-	-	977,299	365,894
Change in compensated absences	(1,473)	-	-	-	3,623
Change in total OPEB obligation	-	-	-	-	(40,124)
Loss on disposition of fixed assets	-	-	-	-	(36,628)
Depreciation and amortization	(211,571)	(392,640)	-	(76,691)	(246,089)
Change in Net Position - GAAP Basis	<u>\$ 121,558</u>	<u>\$ (481,312)</u>	<u>\$ 14,543</u>	<u>\$ 3,531,296</u>	<u>\$ 828,842</u>

The City followed these procedures in preparing, approving, and enacting its budget for 2023:

1. Prior to October 15, the City Manager submits to the City Council a proposed operating and capital budget for the fiscal year commencing the following January 1. The budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted at scheduled City Council meetings to obtain taxpayer comments.
3. The City's mill levy is formally certified to the Pitkin County Treasurer prior to December 15, based on the budget.
4. Prior to December 31, the budget is legally enacted through passage of a resolution.
5. Formal budgetary integration is employed in all funds except custodial funds.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

III. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

6. Budgets in all funds are not adopted on a basis consistent with GAAP. Budgets treat bond and note proceeds as other financing sources, bond principal payments and capital expenditures are treated as expenditures, depreciation and amortization are not treated as expenditures, and interfund advance payments are treated as transfers. Budgets are not adopted for the custodial funds.
7. The legal level of budgetary control is the fund level. The City Manager may legally approve budget transfers between departments within a fund. Department directors may transfer budgeted amounts between various programs within the department. The City Manager must approve capital project budget transfers. Department heads must approve transfers of budget between the major expenditure categories (personnel, supplies and services, capital outlay/expenses, and debt service) within a department.
8. Budgeted amounts in this report represent the original adopted amounts plus or minus any amendments by City Council throughout the year. In order to amend the budget, the City Manager must certify that there are current year revenues in excess of those anticipated in the budget that are available for appropriation or the City Manager must certify that there is a prior year fund balance / net position balance available for appropriation. Budgets are amended by ordinance.
9. Individual departments carry forward fifty percent (50%) of any unexpended operating budget amounts to the next fiscal year.

Property taxes levied in one year are collected in the subsequent year. Thus, taxes certified in 2022 were collected in 2023 and taxes certified in 2023 will be collected in 2024. Taxes are due on January 1 in the year of collection; however, they may be paid in either one installment (no later than April 30) or two equal installments (not later than February 28 and June 15) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 16.

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

At December 31, 2023, the ACI Affordable 1 Fund expenses exceeded budget by \$35,690. This may be a violation of State Statutes.

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.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

III. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment (continued)

TABOR also requires local governments to establish an emergency reserve to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. The reserve is calculated at 3% of fiscal year spending for fiscal years ending after December 31, 1995. Fiscal year spending excludes bonded debt service and enterprise spending. The City has reserved a portion of the December 31, 2023 year-end fund balance in the General Fund for this purpose in the amount of \$3,919,000, which is the approximate required reserve.

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

The City's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. In November 1994, the electorate approved ballot question 2B which allows the City to collect, retain, and spend the full proceeds of the City's existing sales and real estate transfer taxes, grants, and revenues from all other sources, with the exception of revenues generated from property tax.

IV. Detailed Notes on All Funds

A. Cash and Investments

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

The City's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first \$250,000 of the City's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

A. Cash and Investments (continued)

Fair Value of Investments

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

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

Investment Measured at Fair Value:	Fair Value Measurements Using			
	Total	Level 1	Level 2	Level 3
Agency Securities	\$ 73,310,560	\$ -	\$ 73,310,560	\$ -
Government Bonds	151,316,218	-	151,316,218	-
Corporate Securities	28,864,597	-	28,864,597	-
Money Market Mutual Funds	17,734,026	17,734,026	-	-
Taxable Municipal Bonds	849,047	-	849,047	-
Total Investments	\$272,074,448	\$ 17,734,026	\$254,340,422	\$ -

Investment Measured at Net Asset Value:

	Total
Colotrust	\$ 21,343,727

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

B. Summary of Cash and Investments

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

Type	Amount
Cash and cash equivalents	\$ 40,388,291
Cash on hand	12,599
Investments	293,418,175
Total Cash and Investments	\$333,819,065

Financial Statement Captions	Amount
Governmental Activities	\$285,382,861
Business-type Activities	44,613,169
Fiduciary Funds	3,823,035
Total Cash and Investments	\$333,819,065

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

B. Summary of Cash and Investments (continued)

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

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

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

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

Interest Rate Risk. The City invests in various mortgage-backed securities. Mortgage-backed securities receive cash flow in the form of principal and interest payments on underlying mortgages and are sensitive to prepayments by borrowers. The City limits its exposure to interest rate risk by limiting the maturity for investments held. The City restricts the effective maturity of any security to less than five years from the date of purchase. The Investment Pool represents investments in COLOTRUST. The fair value of the pool is determined by the pool's share price. The City has no regulatory oversight for the pool. At December 31, 2023, the City's investments in COLOTRUST were 7% of the City's investment portfolio.

Concentration of Credit Risk. The City diversifies its investments by security type and institution. Financial institutions holding City's funds must provide the City a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository. At December 31, 2023, the City's investments in Fannie Mae, Freddie Mac, Federal Home Loan Bank, Federal Farm Credit Bank, and United States Treasuries were 9%, 1%, 9%, 4%, and 24% of the City's investment portfolio, respectively.

Restricted Cash. Burlingame Housing, Inc., a component unit of the City, had restricted cash for tenant deposits and for amounts held by trustee in the amount of \$4,213,305. The ACI Affordable 1 LLLP had \$311,552 of restricted cash for tenant deposits.

At December 31, 2023, unrealized gains were \$3,131,141 which reflects changes in the fair market value of investments. The City had the following cash and investments with the following maturities:

Investment Type	Fair Value	Standard & Poor		Investment Maturities (in Years)	
		Rating	Percentage	Less than 1	1-5
Agency Securities	\$ 73,310,560	AA+	25%	\$ 26,047,128	\$ 47,263,432
Government Bonds	151,316,218	AA+	52%	16,713,368	134,602,850
Corporate Securities	28,864,597	AA-, AA, AAA	10%	17,482,443	11,382,154
Money Market Mutual Funds	17,734,026	AAAm	6%	17,734,026	-
Taxable Municipal Bonds	849,047	AA-	0%	849,047	-
Colotrust	21,343,727	AAAm	7%	21,343,727	-
Total Investments	\$293,418,175		100%	\$100,169,739	\$193,248,436

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

C. Receivables

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

	General Fund	Arts and Culture Fund	Affordable Housing Fund	Parks and Open Space Fund
Current Receivables:				
Taxes	\$ 3,800,134	\$ -	\$ -	\$ -
Trade accounts	4,184,764	103,106	1,107,585	2,897,175
Leases:				
Receivable within one year	56,567	107,564	186,399	-
Receivable in more than one year	298,146	1,002,209	-	-
Gross Receivables	8,339,611	1,212,879	1,293,984	2,897,175
Less: Allowance for uncollectibles	(35,393)	(87,200)	-	(50,103)
Net Current Receivables	<u>\$ 8,304,218</u>	<u>\$ 1,125,679</u>	<u>\$ 1,293,984</u>	<u>\$ 2,847,072</u>
	Transportation Fund	Asset Management Plan Fund	Nonmajor Governmental Funds	Total Governmental Funds
Current Receivables:				
Taxes	\$ -	\$ 5,701,678	\$ 1,925,243	\$ 11,427,055
Trade accounts	693,210	424,279	1,893,181	11,303,300
Leases:				
Receivable within one year	-	-	11,384	361,914
Receivable in more than one year	-	-	20,366	1,320,721
Gross Receivables	693,210	6,125,957	3,850,174	24,412,990
Less: Allowance for uncollectibles	(8,748)	-	-	(181,444)
Net Current Receivables	<u>\$ 684,462</u>	<u>\$ 6,125,957</u>	<u>\$ 3,850,174</u>	<u>24,231,546</u>
Long-term Receivables:				
Burlingame Housing Corporation (see note IV.R.)				2,319,100
Truscott Place Phase II LLLP				4,667,807
Other developments (488 Castle Creek, 517 Park Circle, 802 W. Main St.)				16,484,993
ACRA and Revolving Loans				58,575
Internal Service Fund Receivables				131,540
Total per Government-wide Financial Statements				<u>\$ 47,893,561</u>

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

1. Truscott Place Phase II LLLP

In September 2001, and in connection with the development of the Project, the City executed a promissory note with Truscott Phase II, LLLP (the "Note") in the principal amount of \$2,900,000. The Note, which matures October 22, 2047 and bears interest at 5.72% per annum, is secured by a second deed of trust on the Project. Annual payments are due beginning March 15, 2003, and each March 15 thereafter, to the extent of Cash Flow generated by the Project. Cash Flow is defined as all amounts received by the Partnership from its operation on a cash basis, less expenditures incurred for operations. 50% of Cash Flow is to be used toward payments on this Note; first to reduce outstanding interest and then to any outstanding principal loan balance.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

C. Receivables (continued)

1. Truscott Place Phase II LLLP (continued)

At December 31, 2023, the principal balance outstanding on the Note was \$1,975,000 and cumulative accrued interest payable was \$2,692,807. As defined, Truscott Phase II, LLLP did not have 2022 Cash Flow available for distribution toward payment of the Note.

2. 488 Castle Creek LLC

On December 21, 2018, the City received a promissory note for \$5,791,507, or so much thereof as may be advanced, from 488 Castle Creek, LLC for the construction of affordable housing units. Interest shall accrue daily at a rate of 0.50% per annum, shall be compounded annually and shall be payable in arrears on the maturity date. The maturity date on the note is October 1, 2070. The balance on the note at December 31, 2023 was \$5,878,881, which includes \$87,374 of accrued interest.

3. 517 Park Circle LLC Loan A

On December 21, 2018, the City received a promissory note for \$5,262,153, or so much thereof as may be advanced, from 517 Park Circle, LLC for the construction of affordable housing units. Interest shall accrue daily at a rate of 0.50% per annum, shall be compounded annually and shall be payable in arrears on the maturity date. The maturity date on the note is October 1, 2070. The balance on the note at December 31, 2023 was \$5,365,950, which includes \$103,797 of accrued interest.

4. 802 W. Main LLC Loan A

On December 20, 2018, the City received a promissory note for \$5,133,128, or so much thereof as may be advanced, from 802 W. Main, LLC for the construction of affordable housing units. Interest shall accrue daily at a rate of 0.50% per annum, shall be compounded annually and shall be payable in arrears on the maturity date. The maturity date on the note is October 1, 2070. The balance on the note at December 31, 2023 was \$5,240,162, which includes \$107,034 of accrued interest.

5. Aspen Chamber Resort Association

On May 11, 2020, the City Council authorized release of \$300,000 from reserve fund balance in the Tourism Fund and a \$133,334 advance from the General Fund to support the Aspen Chamber Resort Association's ("ACRA") destination marketing. The loans are interest free and payments are due annually beginning December 31, 2021 through December 31, 2025. The balance on the loans was paid off in 2023.

6. Revolving Loan Fund

In 2020, the City funded nine small business loans totaling \$200,000 to provide COVID-19 assistance. Interest shall accrue at a rate of 1.00% per annum and have four year terms. The balance on the loans at December 31, 2023 was \$58,575.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

C. Receivables (continued)

7. Business-Type Receivables

	Water Fund	Electric Fund	Parking Fund
Current Receivables:			
Trade accounts	\$ 1,014,893	\$ 2,190,227	\$ -
Gross Receivables	1,014,893	2,190,227	-
Less: Allowance for uncollectibles	(18,376)	(27,793)	-
Net Current Receivables	\$ 996,517	\$ 2,162,434	\$ -
	ACI Affordable 1 LLLP	Marolt Housing	Nonmajor Proprietary Funds
Current Receivables:			
Trade accounts	\$ 6,930	\$ 66,592	\$ 38,187
Leases:			
Receivable within one year	-	419,159	48,278
Receivable in more than one year	-	4,781,004	195,976
Gross Receivables	6,930	5,266,755	282,441
Less: Allowance for uncollectibles	-	(45,584)	(10,173)
Net Current Receivables	\$ 6,930	\$ 5,221,171	\$ 272,268

D. Leases Receivable

The City leases assets to multiple entities. The leases bear annual interest of 2.36% and may be subject to annual Consumer Price Index ("CPI") adjustments which was measured and included in the City's original recognition of each agreement's receivable. Variable revenues are recognized when the estimated CPI adjustment differs from actual. In accordance with generally accepted accounting principles, the outstanding lease receivable balances have been recorded as a receivable and deferred inflow of resources.

Changes in the City's leases receivable for the year ended December 31, 2023 were:

	Outstanding 1/1/23	Additions	Reductions	Outstanding 12/31/23	Amounts Due in One Year
Governmental Activities:					
General Fund	\$ 409,965	\$ -	\$ 55,252	\$ 354,713	\$ 56,567
Wheeler Transfer Tax	1,214,830	-	105,058	1,109,772	107,561
Affordable Housing	626,355	-	439,957	186,398	186,399
Daycare	94,073	-	62,321	31,752	11,384
Total	2,345,223	-	662,589	1,682,635	361,911
Business -Type Activities:					
Golf Course	18,567	252,191	26,503	244,255	48,278
Marolt Housing	5,609,584	-	409,422	5,200,162	419,159
Total	5,628,151	-	435,924	5,444,417	467,437
	\$ 7,973,374	\$ -	\$ 1,098,513	\$ 7,127,052	\$ 829,348

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

D. Leases Receivable (continued)

The City recognized the following lease revenues during the year:

	Governmental Funds				
	General Fund	Arts and Culture Fund	Affordable Housing Fund	Nonmajor Governmental Funds	
Lease revenues:					
Principal	\$ 55,252	\$ 105,058	\$ 439,957	\$ 63,929	
Interest	9,243	27,538	10,043	6,506	
Variable	6,031	16,008	894,738	(68,828)	
Total	\$ 70,526	\$ 148,604	\$ 1,344,738	\$ 1,607	
 Proprietary Funds					
		Marolt			
		Golf Course Fund	Housing Fund		
Lease revenues:					
Principal	\$ 26,503	\$ 409,420			
Interest	1,167	129,059			
Variable	43,368	23,203			
Total	\$ 71,038	\$ 561,682			

Total minimum lease payments to be received under the lease agreements are as follows:

	Principal	Interest	Total
	Governmental Activities:	Governmental Activities:	Governmental Activities:
2024	\$ 361,914	\$ 34,690	\$ 396,604
2025	180,066	29,401	781,073
2026	180,389	25,118	609,196
2027	168,725	20,951	619,726
2028	135,189	15,202	618,511
2029 - 2033	636,812	51,950	3,123,525
2034	19,540	461	1,130,766
	\$ 1,682,635	\$ 177,773	\$ 7,279,401
 Business-Type Activities:			
2024	\$ 467,437	\$ 124,564	\$ 592,001
2025	478,558	113,442	781,073
2026	489,945	102,056	609,196
2027	501,603	90,398	619,726
2028	504,608	78,472	618,511
2029 - 2033	2,472,028	220,366	3,123,525
2034	530,238	8,241	1,130,766
	\$ 5,444,417	\$ 737,539	\$ 7,474,798

The following lease receivables were outstanding as of December 31, 2023:

Aspen Chamber Resort Association (ACRA): In 2017, the City began leasing 2,475 square feet of the first floor of the Aspen Power Plant along with ten parking spaces. The lease is for 10 years and calls for monthly payments of \$3,708.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

D. Leases Receivable (continued)

Sachson Inc. (Animal Shelter): In 2020, the City began leasing the premises located at 101 Animal Shelter Road, Aspen Colorado. The lease is for 25 years and calls for annual payments of \$20,000. On July 1 of each year, the monthly rent is increased by the Denver-Boulder Consumer Price Index ("CPI").

Elk Mountain Hospitality: In 2018, the City began leasing 2,618 square feet of the first floor of the Wheeler Opera House. The lease is for 5 years with two extension periods of 5 years each, that are reasonably expected to be exercised, and calls for monthly payments of \$10,470. The monthly payment is adjusted based on increases in the cost of living during the preceding lease year.

ProBuild Company: In 2010, the City began leasing property at 38005 Highway 82, commonly referred to as the lumber yard. The lease term was for 3 years, with one extension period of 5 years. The lease was amended to include another 7 year lease term with an early termination clause of 30 months' notice. The lease calls for monthly payments of \$37,500. In November 2021, the City exercised their 30-month notice to terminate the lease, which will end May 2024.

Aspen Mountain Tots: In 2021, the City began leasing space within a City owned building located at 215 N. Garmisch Street, Aspen Colorado. The lease is for 5 years and calls for monthly payments of \$970 through August 31, 2023. On September 1 of each calendar year, the monthly rent is increased by 3%.

Early Learning Center: In 2021, the City began leasing space within a City owned building located at 215 N. Garmisch Street, Aspen Colorado. The lease is for 2 years and calls for monthly payments of \$7,138.

Red Mountain Grill Restaurant: In 2014, the City began leasing the Aspen Golf Shop and Restaurant Facility. The lease was for 5 years and was extended for an additional period of 5 years. The lease calls for monthly payments of \$2,083. A new lease was signed on November 1, 2023 for another 5 years and calls for monthly payments of \$4,460.

Music Associates of Aspen: In 2020, the City began leasing the Marolt Ranch property. The lease is for 15 years and calls for annual rent of \$472,968. On June 1 of each calendar year, the monthly rent is increased by CPI.

E. Deferred Outflows and Inflows of Resources

The City has two items that qualify as deferred outflows of resources on the government-wide Statement of Net Position, deferred loss on refunding and deferred outflows of resources for Other Post Employment Benefits. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. The amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

The City has four deferred inflows of resources on the government-wide Statement of Net Position, property taxes assessed in 2023 but not collectible until 2024, lease revenue, deferred inflows of resources for Other Post Employment Benefits and deferred gain on refunding.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

F. Interfund Receivables, Advances, and Transfers

The City makes transfers between funds to 1) move revenue from the fund with collection authorization to the debt service fund as debt service principal and interest payments become due, 2) to repay interfund advances, and 3) to allocate resources based upon City Council adopted budgetary policies.

During the year ended December 31, 2023, the City made the following significant one-time transfers:

1. A transfer of \$1,350,000 from the Parking Fund to the Transportation Fund for an annual subsidy for no-fair transit service for the community.
2. A transfer of \$800,000 from the Water Fund to the General Fund for right of way usage by the water utility.
3. A transfer of \$700,000 from the Marolt Fund to the Affordable Housing Fund for future innovation or development of more affordable housing.
4. A transfer of \$456,000 from the Electric Fund to the General Fund for right of way usage by the electric utility.

A schedule of transfers made during 2023 is shown below.

		Transfers Out:												Total Transfers In
		General Fund	Arts and Culture Fund	Affordable Housing Fund	Parks and Open Space Fund	Transportation Fund	Water Fund	Electric Fund	Parking Fund	Marolt Housing	Nonmajor Governmental Funds	Nonmajor Proprietary Funds	Internal Service Funds	
	General Fund	\$ -	\$ 25,300	\$ 1,250	\$ 43,390	\$ 81,340	\$ 972,200	\$ 660,570	\$ 5,540	\$ -	\$ 147,230	\$ 10,770	\$ 860	\$ 1,948,450
	Affordable Housing Fund	-	-	-	-	-	-	-	-	700,000	360,000	250,000	-	1,310,000
	Parks and Open Space Fund	188,100	-	-	-	-	150,000	-	-	-	-	-	-	338,100
	Transportation Fund	-	-	-	-	-	-	-	1,350,000	-	-	-	-	1,350,000
	Asset Management Plan Fund	58,780	-	-	-	-	-	-	-	-	-	-	-	58,780
	Nonmajor Governmental Funds	2,661,540	-	-	3,237,720	-	-	-	-	-	64,650	-	86,210	6,050,120
	Nonmajor Proprietary Funds	-	-	-	344,700	-	-	-	-	-	-	-	-	344,700
	Internal Service Funds	1,682,775	221,900	23,600	515,200	66,100	322,700	163,500	160,500	14,300	145,200	107,600	82,600	3,505,975
Transfers In:	Total Transfers Out	<u>\$4,591,195</u>	<u>\$ 247,200</u>	<u>\$ 24,850</u>	<u>\$4,141,010</u>	<u>\$ 147,440</u>	<u>\$1,444,900</u>	<u>\$ 824,070</u>	<u>\$ 1,516,040</u>	<u>\$ 714,300</u>	<u>\$ 717,080</u>	<u>\$ 368,370</u>	<u>\$ 169,670</u>	<u>\$14,906,125</u>

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

G. Capital Assets

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land and land rights	\$ 102,548,622	\$ -	\$ -	\$ 102,548,622
Construction in progress	57,820,235	3,938,509	(55,369,898)	6,388,846
Total Capital Assets, Not Being Depreciated	<u>160,368,857</u>	<u>3,938,509</u>	<u>(55,369,898)</u>	<u>108,937,468</u>
Capital Assets, Being Depreciated/Amortized:				
Buildings	92,612,719	63,314,585	(25,775,423)	130,151,881
Infrastructure and improvements other than buildings	99,696,862	10,363,363	(796,799)	109,263,426
Machinery and equipment	16,534,084	2,847,310	(1,818,375)	17,563,019
SBITA asset	-	761,488	-	761,488
Total Capital Assets Being Depreciated/Amortized	<u>208,843,665</u>	<u>77,286,746</u>	<u>(28,390,597)</u>	<u>257,739,814</u>
Less Accumulated Depreciation/Amortization For:				
Buildings	(31,166,935)	(3,581,934)	-	(34,748,869)
Infrastructure and improvements other than buildings	(44,941,009)	(4,923,534)	447,429	(49,417,114)
Machinery and equipment	(11,457,862)	(1,419,969)	1,763,981	(11,113,850)
SBITA Asset	-	(168,895)	-	(168,895)
Total Accumulated Depreciation/Amortization	<u>(87,565,806)</u>	<u>(10,094,332)</u>	<u>2,211,410</u>	<u>(95,448,728)</u>
Total Capital Assets, Being Depreciated/Amortized, Net	<u>121,277,859</u>	<u>67,192,414</u>	<u>(26,179,187)</u>	<u>162,291,086</u>
Governmental Activities Capital Assets, Net	<u>\$ 281,646,716</u>	<u>\$ 71,130,923</u>	<u>\$ (81,549,085)</u>	<u>\$ 271,228,554</u>
Business-Type Activities				
Capital Assets, Not Being Depreciated:				
Land and land rights	\$ 4,349,668	\$ -	\$ -	\$ 4,349,668
Construction in progress	3,212,465	2,978,425	(1,062,916)	5,127,974
Total Capital Assets, Not Being Depreciated	<u>7,562,133</u>	<u>2,978,425</u>	<u>(1,062,916)</u>	<u>9,477,642</u>
Capital Assets, Being Depreciated/Amortized:				
Buildings	41,499,891	171,707	-	41,671,598
Infrastructure and improvements other than buildings	53,885,556	1,749,725	(901,918)	54,733,363
Machinery and equipment	11,485,131	841,750	(512,538)	11,814,343
SBITA Asset	-	243,295	-	243,295
Total Capital Assets Being Depreciated/Amortized	<u>106,870,578</u>	<u>3,006,477</u>	<u>(1,414,456)</u>	<u>108,462,599</u>
Less Accumulated Depreciation/Amortization For:				
Buildings	(19,164,287)	(1,174,386)	-	(20,338,673)
Infrastructure and improvements other than buildings	(27,994,065)	(2,337,807)	784,177	(29,547,695)
Machinery and equipment	(6,874,675)	(782,695)	490,384	(7,166,986)
SBITA Asset	-	(30,412)	-	(30,412)
Total Accumulated Depreciation/Amortization	<u>(54,033,027)</u>	<u>(4,325,300)</u>	<u>1,274,561</u>	<u>(57,083,766)</u>
Total Capital Assets, Being Depreciated/Amortized, Net	<u>52,837,551</u>	<u>(1,318,823)</u>	<u>(139,895)</u>	<u>51,378,833</u>
Business-Type Activities Capital Assets, Net	<u>\$ 60,399,684</u>	<u>\$ 1,659,602</u>	<u>\$ (1,202,811)</u>	<u>\$ 60,856,475</u>

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

G. Capital Assets (continued)

	Depreciation & Amortization Expense	Capital Outlay
Governmental Activities:		
General government	\$ 2,651,464	\$ 2,360,368
Public safety	127,444	238,443
Public works	2,273,879	5,400,108
Public health and welfare	1,334,273	12,091,502
Culture and recreation	3,707,272	5,785,067
Total Governmental Activities	\$ 10,094,332	\$ 25,875,488
Business-type Activities:		
Water	\$ 1,554,359	\$ 1,565,598
Electric	938,666	2,418,184
Parking	238,332	420,006
Golf	338,928	120,476
Affordable housing	1,255,015	154,429
Total Business-Type Activities	\$ 4,325,300	\$ 4,678,693

Differences between capital outlay expenditures and capital asset additions relate to expenditures that are less than the City's \$5,000 capitalization threshold as well as SBITA asset additions in the business-type activities.

H. Long-term Debt – Governmental Activities

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

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

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

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

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

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

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

**City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)**

IV. Detailed Notes on All Funds (continued)

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

2. Parks and Open Space Sales Tax Revenue Refunding Bonds, Series 2013 (continued)

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

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

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

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

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

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

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

4. Certificates of Participation, Series 2017

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

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

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

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

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

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

5. Certificates of Participation, Series 2019

The City issued \$25,300,000 of Certificates of Participation dated May 29, 2019. Proceeds were used to finance a portion of the costs of constructing and equipping a new City Administration Facility and related improvements for the City. The interest rates on the Series 2019 Certificates range from 3% to 5% and are payable on June 1 and December 1 through 2048.

The Series 2019 Certificates are payable solely from 1) annually appropriated base rentals; 2) moneys held by the Trustee under the Indenture; and 3) following an Event of Nonappropriation or an Event of Default under the Lease, any moneys received by the Trustee from the sale or sublease of the Leased Property or the exercise of other remedies under the Site Lease and the Indenture.

The Series 2019 Certificates maturing on or after December 1, 2030 are subject to redemption prior to maturity at the option of the City, on December 1, 2028, and on any date thereafter, at par plus accrued interest to the redemption date, with no redemption premium.

6. Subscription-Based Information Technology Arrangements (SBITA) Liabilities

The City has the following outstanding SBITAs as of December 31, 2023:

In 2020, the City entered into a 5 year agreement with Axon Enterprise, Inc. for subscription services used in the police department. The agreement calls for annual payments totaling \$191,392 and bears interest of 2.36%.

In 2023, the City entered into a 24 month agreement with Oracle America, Inc. for subscription services for the City's financial software. The agreement calls for quarterly payments totaling \$365,305 and bears interest of 2.36%.

In 2023, the City entered into a 3 year agreement with Environmental Systems Research Institute, Inc. for subscription services used in the engineering department. The agreement calls for annual payments totaling \$244,200 and bears interest of 2.36%.

In 2023, the City entered into a 36 month agreement with Spektrix for subscription services used in the Wheeler. The agreement calls for monthly payments totaling a base minimum of \$96,000 with an additional percentage based on sales and bears interest of 2.36%.

I. Long-term Debt – Business-type Activities

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

1. 2019 Golf Financed Purchase

On June 10, 2019, the City entered into a financed purchase in the amount of \$259,663. Proceeds were used to obtain utility vehicles and mowers. The loan bears interest at a fixed rate of 4.11% per annum. Interest and principal payments are due and payable annually, commencing December 1, 2019. During 2023, this loan was fully paid off.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

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

2. General Obligation Electric Utility Refunding Loan, Series 2019

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

As of December 31, 2023, the outstanding principal balance was \$600,000.

3. Note Payable - CHFA

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

As of December 31, 2023, the outstanding principal balance and accrued interest thereon was \$2,384,270 and \$9,099, respectively. For the year ended December 31, 2023, \$109,762 of interest was incurred.

Aspen Country Inn I, L.P. is providing construction and permanent financing in the maximum amount of \$3,855,930 in the form of a note dated September 20, 2016 (the "Seller Loan"). Pursuant to an Allonge and Assignment agreement dated September 20, 2016, all rights, title and interest in the Seller Loan was assigned to the City of Aspen, Colorado. The note is secured by a deed of trust lien on the Project.

The note bears interest at 2.25% compounded annually and matures on December 31, 2058, at which time the outstanding interest and principal balance is due. Annual payments of principal and interest are due from available cash flow and capital proceeds available for distribution from a capital event as defined in the Partnership Agreement. The note may be prepaid partially or in full at any time without premium or penalty and without the prior consent of the Lender. As of December 31, 2023, the outstanding principal balance and accrued interest thereon was \$3,855,930 and \$678,318, respectively. For the year ended December 31, 2023, \$99,776 of interest was incurred.

4. Note Payable – ACI

The City provided permanent financing in the maximum amount of \$2,582,197 in the form of a note dated September 20, 2016 (the "City Loan"). The note is secured by a deed of trust lien on the Project. The note does not bear interest and matures on June 1, 2059, at which time the outstanding principal balance is due. Annual payments of principal are due from available cash flow and capital proceeds available for distribution from a capital event as defined in the Partnership Agreement. The note may be prepaid partially or in full at any time without premium or penalty and without the prior consent of the Lender. On May 24, 2018, the loan was funded. As of December 31, 2023, the outstanding principal balance was \$2,582,197.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

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

5. Subscription-Based Information Technology Arrangements (SBITA) Liability

In 2020, the City entered into a 10 year agreement with Sensus USA Inc. for subscription services used in the water and electric departments. The agreement calls for annual payments totaling \$269,835 and bears interest of 2.36%. Payments for this liability are split equally between the water and electric funds.

J. Long-term Debt – Refunded Bonds

In prior years, the City defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. The bonds intended to be refunded by the refunding issues remain a contingent liability of the City until retired; however, they are not included for the purposes of calculating debt limitations by the City. The amount of debt considered defeased cannot be readily determined as of December 31, 2023.

K. Long-term Debt – Legal Debt Limits

The City is subject to a legal debt limit for general obligation bonds of 20% of assessed value of real property. In 2023, the City's legal debt limit was \$591,309,440. Additionally, authorized but unissued sales tax debt is \$3,010,000 at December 31, 2023.

L. Long-term Liabilities – Compensated Absences

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

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

Upon termination, an employee is paid 100% of the accrued paid time off up to the maximum accrual from the fund that paid the employee's salary. Accrued extended sick leave is paid at the ratio of one hour paid for three hours accrued and the accrual is limited to 720 hours, for a maximum payout of 240 hours. In accordance with GAAP, the City's approximate liability, for paid time off and extended sick leave earned by employees at December 31, 2023, has been reflected in the proprietary type fund financial statements and in the governmental activities column of the government-wide financial statements. Each governmental funds' liability for compensated absences, including liabilities reported in the internal service funds, is liquidated by the respective fund.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

M. Long-term Debt – Debt Requirements

The City is compliant in ongoing disclosure requirements to the secondary bond market in accordance with the Securities and Exchange Commission's Rule 15c2-12.

N. Long-term Liability – Retirement Bonus

An employee that meets the rule of 80, attaining any combination of age and years of service totaling 80, and reaches age 55, and completes at least 15 years of continuous service is eligible for retirement. Eligible employees are entitled to a certain number of months of pay, depending on the year in which they become eligible. The retirement bonus liability for all eligible employees is recorded in the proprietary type fund financial statements and in the government-wide financial statements, as a component of compensated absences under non-current liabilities. During the year ended December 31, 2023, the City paid \$21,882 for retirement bonuses. The program is being phased out and any active employee reaching the rule of 80 after 2016 is no longer eligible to receive this bonus.

O. Total Other Post-Employment Benefits

Plan Description

The City operates and administers a single employer Other Post Employment Defined Benefit plan (OPEB). The plan is closed to new entrants. Certain employees who had retired from the City were eligible to receive group sponsored medical and dental coverage for life, provided they were not employed with a different employer that offers the option to elect medical coverage. Upon reaching age 65, Medicare automatically becomes the primary medical coverage and the City coverage becomes secondary. The City is not obligated via trust or other agreement and no assets have been accumulated to pay for this benefit, however, a liability has been included in the City's financial statements based upon the City's intention to continue paying grandfathered benefit costs.

Membership

At December 31, 2023, membership consisted of the following:

Retirees and Beneficiaries Currently Receiving Benefits	<u>13</u>
Total	<u>13</u>

Participating Employers	1
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Benefits Provided

The City provides group sponsored medical and dental coverage for grandfathered beneficiaries the same as those afforded to active employees. Benefits include general inpatient and outpatient medical services; mental care; vision care; dental care and prescriptions. City Council has the authority to amend any benefit payments as deemed necessary.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

O. Total Other Post-Employment Benefits (continued)

Actuarial Methods and Assumptions

The City's total OPEB liability at December 31, 2023 was \$647,372. As allowed by GASB 75 [P224 – 225], the City has elected to forgo preparation of an actuarial analysis of the benefit program due to the small remaining number of participants and immaterial impact on the City. Costs are considered due monthly as the health insurance premiums are paid. Assumptions are applied to all periods included in the measurement, unless otherwise specified:

- *Discount rate:* The discount rate applied is 4.0%.
- *Mortality:* Expectancies are based on mortality tables at the National Center for Health Statistics website (www.cdc.gov).
- *Healthcare cost trend rate:* The expected rate of increase in healthcare costs is based on historical projections of the City and provides for an 8.0% health care cost escalation rate.
- *Health insurance premiums:* Because the terms of the plan provide a portion of the cost of group sponsored medical and dental coverage for retired participants and premiums are assessed separately for the retiree group, the amount of past historical costs has been used as a basis for calculating the present value of projected benefit payments.
- *Other economic assumptions:* The expected long-term inflation assumption is 4.0%.

The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in the accrued liabilities, consistent with the long-term perspective of the calculations. They estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Amounts determined regarding the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Funding Policy and Contributions

The City has not funded based upon the actuarial calculations but operates as a pay as you go plan. Cash flows into the plan equal the premiums costs for every year of the benefit being in place. During the fiscal year ended December 31, 2023, the City contributed \$44,605 towards benefits.

Total OPEB Liability

The components of the total OPEB liability of the City at December 31, 2023, were as follows:

Total OPEB Liability	\$647,372
Plan fiduciary net position as a percentage of the total OPEB liability	0%
Covered employee payroll	\$0
Net OPEB liability as a percentage of covered employee payroll	N/A

Discount Rate

The discount rate used to measure the total OPEB liability was 4%. The projection of cash flows used to determine the discount rate assumed that the City contributions will be made at rates equal to the projected benefit costs.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

O. Other Post-Employment Benefits (continued)

Changes in the Net OPEB Liability

Balance at 12/31/2022	\$ 722,459
Changes for the year:	
Differences between expected and actual experience	(75,087)
Employer contributions	44,605
Benefit payments	(44,605)
Net Changes	<u>(75,087)</u>
Balance at 12/31/2023	<u><u>\$ 647,372</u></u>

Sensitivity of the Net OPEB Liability to changes in the Discount Rate

The following presents the total OPEB liability calculated using the healthcare cost trend rate of 8%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

1% lower - 7%	Current rate - 8%	1% higher - 9%
\$ 627,393	\$ 647,372	\$ 668,568

The following presents the total OPEB liability calculated using the discount rate of 4%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

1% lower - 3%	Current rate - 4%	1% higher - 5%
\$ 669,630	\$ 647,372	\$ 626,840

For the year ended December 31, 2023, the City recognized OPEB expense of \$67,575. At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Source	December 31, 2023	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual liability	\$ 4,197	\$ (1,218,914)
	<u><u>\$ 4,197</u></u>	<u><u>\$ (1,218,914)</u></u>

Amounts reported as deferred inflows of resources and deferred outflow of resources related to OPEB will be recognized in OPEB expense as follows:

Year	Amount
2024	\$ (384,150)
2025	(384,150)
2026	(386,249)
2027	(45,151)
2028	(15,017)
	<u><u>\$ (1,214,717)</u></u>

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

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

Long-term liability activity for the year ended December 31, 2023, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds Payable:					
Revenue Bonds, Series 2012	\$ 5,225,000	\$ -	\$ -	\$ 5,225,000	\$ -
Revenue Refunding Bonds, Series 2013	7,185,000	- -	(2,300,000)	4,885,000	2,395,000
Revenue Bonds, Series 2014	1,370,000	- -	(440,000)	930,000	455,000
Certificates of Participation:					
Certificates, Series 2017	15,935,000	- -	(360,000)	15,575,000	375,000
Certificates, Series 2019	23,825,000	- -	(465,000)	23,360,000	490,000
Add Deferred Amounts:					
Issuance premiums	7,080,055	- -	(593,822)	6,486,233	- -
Total Bonds Payable	60,620,055	- -	(4,158,822)	56,461,233	3,715,000
SBITA Liability	- -	596,065	- -	596,065	325,286
Compensated absences	4,047,380	856,964	(534,323)	4,370,021	1,748,008
Total OPEB obligation	515,654	- -	(9,113)	506,541	202,616
Total Governmental Activities					
Long-term Liabilities	65,183,089	1,453,029	(4,702,258)	61,933,860	5,990,911
Business-Type Activities					
SBITA Liability	- -	243,295	(27,988)	215,307	28,648
Notes Payable	930,000	- -	(330,000)	600,000	335,000
Note Payable - CHFA	2,384,270	- -	(26,638)	2,357,632	31,005
Note Payable - ACI	6,438,127	- -	- -	6,438,127	- -
Compensated absences	850,436	314,252	(277,869)	886,819	354,727
Total OPEB obligation	206,805	1,695	(67,669)	140,831	56,332
Total Business-Type Activities					
Long-term Liabilities	10,809,638	559,242	(730,164)	10,638,716	805,712
Total Government-wide					
Long-term Liabilities	\$ 75,992,727	\$ 2,012,271	\$ (5,432,422)	\$ 72,572,576	\$ 6,796,623

The compensated absences liability will be paid from the following funds from which employees' salaries are paid: General Fund, Arts and Culture Fund, Affordable Housing Fund, Parks and Open Space Fund, Transportation Fund, Daycare Fund, Stormwater Fund, Aspen Mini-Storage Fund and the Internal Service funds. The OPEB obligation will be paid from the funds from which the retired employee's salaries were paid from: General Fund, Arts and Culture Fund, Parks and Open Space Fund and the Internal Service funds.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

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

For governmental activities, claims and judgments are generally liquidated by the General Fund. Compensated absences are liquidated by the fund that paid the salaries. Each governmental funds' liability for other post-employment benefits, including liabilities reported in the internal service funds, is liquidated by the respective fund. Debt service requirements at December 31, 2023, were as follows:

	Principal	Interest	Total
Governmental Activities:			
2024	\$ 3,715,000	\$ 2,334,063	\$ 6,049,063
2025	3,875,000	2,176,813	6,051,813
2026	1,635,000	2,012,713	3,647,713
2027	1,700,000	1,944,563	3,644,563
2028	1,775,000	1,873,563	3,648,563
2029-2033	9,230,000	8,187,050	17,417,050
2034-2038	7,790,000	6,271,000	14,061,000
2039-2043	9,930,000	4,119,250	14,049,250
2044-2048	10,325,000	1,431,500	11,756,500
Total Governmental Activities	\$ 49,975,000	\$ 30,350,515	\$ 80,325,515
Business-Type Activities:			
2024	\$ 366,005	\$ 136,125	\$ 502,130
2025	297,397	123,267	420,664
2026	33,852	112,098	145,950
2027	35,372	102,893	138,265
2028	36,960	101,305	138,265
2029-2033	211,232	480,090	691,322
2034-2038	263,105	263,105	526,210
2039-2043	327,717	327,717	655,434
2044-2048	408,197	408,197	816,394
2049-2053	508,440	508,440	1,016,880
2054-2058	4,325,285	1,147,673	5,472,958
2059	2,582,197	-	2,582,197
Total Business-Type Activities	\$ 9,395,759	\$ 3,710,910	\$ 13,106,669

SBITA liabilities debt requirements at December 31, 2023 were as follows:

	Principal	Interest	Total
Governmental Activities:			
2024	\$ 325,286	\$ 12,141	\$ 337,427
2025	249,633	4,418	254,051
2026	21,146	188	21,334
Total Governmental Activities	\$ 596,065	\$ 16,747	\$ 612,812
Business-Type Activities:			
2024	\$ 28,648	\$ 5,081	\$ 33,729
2025	29,324	4,405	33,729
2026	30,016	3,713	33,729
2027	30,725	3,005	33,730
2028	31,450	2,280	33,730
2029-2033	65,144	2,315	67,459
Total Business-Type Activities	\$ 215,307	\$ 20,799	\$ 236,106

**City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023**

IV. Detailed Notes on All Funds (continued)

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

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

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

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

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

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

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

IV. Detailed Notes on All Funds (continued)

T. Burlingame Housing, Inc. – Long-Term Liabilities Debt Schedule

Debt service requirements at September 30, 2023, were as follows:

Year Ending September 30,	Series 2015 Bonds		1999B Bonds	1999C Bonds	Total
	Principal	Interest	Principal	Principal	
2024	\$ 415,000	\$ 106,313	\$ -	\$ -	\$ 521,313
2025	435,000	91,438	-	-	526,438
2026	445,000	76,038	-	-	521,038
2027	460,000	60,200	-	-	520,200
2028	480,000	43,750	-	-	523,750
2029-2033	1,010,000	35,525	1,287,750	569,550	2,902,825
2034-2036	-	-	1,031,350	456,350	1,487,700
Total	3,245,000	\$ 413,264	\$ 2,319,100	\$ 1,025,900	\$ 7,003,264
Unamortized premium	61,737				
Deferred refunding costs	(92,511)				
	\$ 3,214,226				

U. Special Item

During 2023, the City sold 38 housing units at a loss of \$13,341,876. The units were sold through a lottery to qualified bidders and were part of the City's affordable housing initiative.

V. Other Information

A. Deferred Compensation and Pension Plans

1. Employee Deferred Compensation Plans

The City has contracted for the administration of four deferred compensation plans created in accordance with Internal Revenue Code Section 457. The Plan assets are invested with the Equitable Life Assurance Company of the United States (PEDC), Great West Life, International City Management Association Retirement Corporation (ICMARC), and Nationwide Retirement Services. The PEDC, Great West Life, and Nationwide plans have been closed to new employees. The City has also contracted for the administration of three pension plans in accordance with Internal Revenue Code 401(a) plan. The plan assets are invested with Nationwide Retirement Services and ICMARC, which administers a 401(a) plan for regular employees and a separate 401(a) plan for Police officers.

Contributions to these plans are accounted for in the respective fund where the employee's salary is recorded. The City has a mandatory contribution to the regular employee pension plan, irrespective of a regular employee's participation, equal to 6% of the regular employee's salary for the first five years of employment, 7% for the next five years and 8% per year thereafter. The City's contributions, including interest allocation, for each regular employee hired on or after January 1, 2009 are fully vested after five years of continuous service. Vesting occurs at the rate of 20% per year of service. Upon an employee's separation of employment, all unvested City contributions and interest allocations are forfeited and are required to be used to reduce future City contributions to the plan. The City's contributions for each regular employee hired prior to January 1, 2009 are fully vested upon the employee's start date. The total amount of forfeitures for 2023 was \$63,139.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

V. Other Information (continued)

A. Deferred Compensation and Pension Plans

2. Police Pension Plan

Regular employees can elect to contribute their own deductions to the deferred compensation plan with a combined limit of \$19,500 for 2023. The City also makes a mandatory contribution to a deferred compensation plan for police officers, which is equal to 2.2% of their salary. The assets of the plans are not available to general creditors of the City. The City Council has the authority to change the contributions. For the year ended December 31, 2023, employer plan contributions for both regular employees and police officers totaled \$2,427,804 and employee plan contributions totaled \$3,187,351.

The City provides pension benefits for full-time police officers through a defined contribution plan contracted and administered through ICMARC. This plan falls under the definition of a Section 401(a) money purchase plan by the Internal Revenue Service. The police department joined the ICMARC plan on January 1, 1985. Police officers are required to join the plan. Under the plan, the City contributes 10% of the police officer's salary and the police officer must contribute a minimum of 9% of their annual earnings. After five years of employment, the City contributes 11% and after ten years of employment, the City contributes 12% of the police officer's salary. The combined contribution cannot exceed 21% of the officer's annual earnings. The City's contributions, including interest allocation, for each police officer are fully vested after five years of continuous service. Vesting occurs at the rate of 20% per year of service. Upon an officer's separation of employment, all unvested City contributions and interest allocations are forfeited and are required to be used to reduce future City contributions to the plan. The total amount of forfeitures for 2023 was \$0. The assets of the plan are not available to general creditors of the City. The City Council has the authority to establish contribution requirements and other provisions.

The deferred compensation and pension plans are not available to employees until termination, retirement, death, or unforeseeable emergency. As of December 31, 2023, there were no unfunded deferred compensation or pension funds due to any deferred compensation or pension plans. The City's fiduciary responsibility is limited to acting as an agent for the transfer of assets to ICMARC, Nationwide Retirement Services, PEDC, and Great West Life. The ICMARC, Nationwide Retirement Services, PEDC, and Great West Life are responsible for the investment of the funds as directed by the Plan participants.

For the year ended December 31, 2023, the total covered payroll for both the City employee deferred compensation plan and the police pension plan was \$31,128,741. The City's total payroll was \$33,612,113.

3. Section 125 Plan

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

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

V. Other Information (continued)

A. Deferred Compensation and Pension Plans (continued)

4. FPPA Death and Disability Plan

Plan Description – The Statewide Death and Disability Plan (“SWDD”) is a cost-sharing multiple-employer defined benefit death and disability plan covering full-time employees of substantially all fire and police departments in Colorado. As of August 5, 2003, the SWDD may include part-time police and fire employees. Contributions to the SWDD are used solely for the payment of death and disability benefits. Employers who are covered by Social Security may elect supplementary coverage by the SWDD. As of January 1, 2020, Colorado police and sheriff departments who participate in Social Security have the option of affiliating for coverage under the Defined Benefit System and the SWDD. The SWDD was established in 1980 pursuant to Colorado Revised Statutes and currently has 268 participating employer departments. Included in that number are 7 contributing employers as of December 31, 2022, who are covered by Social Security and have elected supplementary coverage by the SWDD plan. The SWDD plan assets are included in the Fire & Police Members’ Benefit Investment Fund Long-Term Pool. The Long-Term Pool is designed primarily for open plans with a longer time horizon, higher risk tolerance, and lower liquidity needs. The investment return assumption is 7.0%.

SWDD benefits provide 24-hour coverage, both on- and off-duty and are available for members not eligible for normal retirement under a defined benefit plan, or members who have not met 25 years of accumulated service and age 55 under a money purchase plan.

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

Contributions – Prior to 1997, the SWDD was primarily funded by the State of Colorado (the “State”), whose contributions were established by Colorado statute. In 1997 the State made a one-time contribution of \$39,000,000 to fund past and future service costs for all firefighters and police officers hired prior to January 1, 1997. During 2022, C.R.S. 31-31-811 was amended to provide additional payments from the State to the Plan on July 1, 2022 and July 1, 2023 of \$6,650,000 each.

Members hired on or after January 1, 1997, began contributing 2.4% of base salary to the SWDD as of January 1, 1997. Effective January 1, 2022, the contribution rate increased to 3.2% of base salary and may be increased 0.2% annually by the FPPA board. This percentage can vary depending on actuarial experience. All contributions are made by members or on behalf of members. The 2.8 percent contribution may be paid entirely by the City or member, or it may be split between the City and the member as determined at the local level. The City paid \$78,431 on-behalf of members to the SWDD at December 31, 2023.

FPPA issues a publicly available annual comprehensive financial report which includes additional information on the Statewide Death and Disability Plan. That report can be obtained at <https://www.fppaco.org/annual-reports.html>.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

V. Other Information (continued)

B. Risk Management

The City is exposed to various risks of loss related to workers' compensation, general liability, unemployment, torts, theft of, damage to, and destruction of assets, and errors and omissions. The City carries commercial coverage for these risks and claims and does not expect claims to exceed their coverage.

1. Colorado Intergovernmental Risk Sharing Agency (CIRSA)

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

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

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

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

The types of coverages include property, general liability, auto liability, law enforcement liability, public officials' errors and omissions liability, excess liability, crime coverage, and supplemental defense coverage. The 2023 CIRSA self-insured retentions are \$1,000,000 per claim for property, \$1,000,000 per claim for liability, and \$150,000 per claim for crime. There were no settled claims that exceeded insurance coverage in the year ended December 31, 2023.

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

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

2. Commitments and Contingencies

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

Construction Commitments. December 31, 2023, the City had various incomplete capital projects with remaining estimated costs of \$3,357,164.

City of Aspen, Colorado
Notes to the Financial Statements
December 31, 2023
(continued)

V. Other Information (continued)

C. Adoption of New Accounting Standard – GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*

The City implemented Government Accounting Standards Board Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)* during 2023. The statement requires recognition of certain subscription assets and corresponding subscription liabilities. It establishes a single model for subscription accounting based on the foundational principle that the subscriptions are financings of the right to use an underlying asset. Under this standard, the City is required to recognize a subscription liability and an intangible right-to-use subscription asset. The City has applied this standard to the beginning of the earliest comparative period presented. The application of the new standard did not result in a restatement of net position.

REQUIRED SUPPLEMENTARY INFORMATION

City of Aspen, Colorado
Schedule of Changes in the Total Other Post-Employment Benefits and Related Ratios
Retirement Medical Coverage and Retirement Bonus Plans
Last 10 Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total OPEB Liability										
Changes in assumptions	-	-	-	54,742	417,224	1,126,984	163,502	(345,742)	(555,516)	992,239
Differences between expected and actual experience	(75,087)	(150,669)	(1,705,487)	(1,360,638)	-	-	-	-	-	-
Employer contributions	44,605	13,410	35,797	172,813	332,046	213,625	199,300	168,128	147,425	125,100
Benefits paid	(44,605)	(13,410)	(35,797)	(172,813)	(332,046)	(213,625)	(199,300)	(168,128)	(147,425)	(125,100)
Net Change in OPEB	(75,087)	(150,669)	(1,705,487)	(1,305,896)	417,224	1,126,984	163,502	(345,742)	(555,516)	992,239
Total OPEB Liability - Beginning	722,459	873,128	2,578,615	3,884,511	3,467,287	2,340,303	2,176,801	2,522,543	3,078,059	2,085,820
Total OPEB Liability - Ending	647,372	722,459	873,128	2,578,615	3,884,511	3,467,287	2,340,303	2,176,801	2,522,543	3,078,059
Covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB liability as a percentage of its covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Fiduciary Net Position *	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

* There are no assets accumulated in a trust. The City is not obligated via trust or other agreement to provide funding; however, a liability has been included based upon the City's intention to continue paying grandfathered costs. The City has elected to forgo preparation of an actuarial analysis of the benefit program due to the small remaining number of participants and immaterial impact on the City in total.

City of Aspen, Colorado
Notes to Required Schedules for OPEB
December 31, 2023

Note: No assets have been accumulated for payment of OPEB liabilities. The City is not obligated via trust or other agreement and no assets have been accumulated to pay for this benefit.

As allowed by GASB 75 [P224 – 225], the City has elected to forgo preparation of an actuarial analysis of the benefit program due to the small remaining number of participants and immaterial impact on the City. Actuarially determined contribution rates are calculated as of December 31, 2023. Methods and assumptions used to determine the total OPEB liability:

Discount rate: The discount rate applied is 4.0%.

Mortality: Expectancies are based on mortality tables at the National Center for Health Statistics website (www.cdc.gov).

Healthcare cost trend rate: The expected rates of increase in healthcare costs is based on historical projections of the City and provides for an 8.0% health care cost escalation rate.

Health insurance premiums: Because the terms of the plan provide a portion of the cost of group sponsored medical and dental coverage for retired participants and premiums are assessed separately for the retiree group, the amount of past historical costs has been used as a basis for calculating the present value of projected benefit payments.

Other economic assumptions: The expected long-term inflation assumption is 4.0%.

Changes in Assumptions:

In 2018, the City of Aspen implemented Governmental Accounting Standards Board (GASB), Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

2019:

- No changes

2020:

- Healthcare trend rates were reset to reflect updated cost increase expectations
- Medical per capita claims costs were updated to reflect recent experience

2021:

- No changes

2022:

- No changes

2023:

- No changes

GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

Nonmajor Special Revenue Funds

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

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

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

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

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

The *Aspen Mini Storage Fund* accounts for revenues and expenditures related to the operation of a storage facility that was purchased in anticipation of future redevelopment by the City.

CAPITAL PROJECT FUND

Major Capital Projects Fund

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

DEBT SERVICE FUND

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

City of Aspen, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2023

	Special Revenue							Total Nonmajor Governmental Funds
	Tourism/Regional Transportation Fund	Aspen Public Education Fund	REMP Fund	Kids First/Daycare Fund	Stormwater Fund	Aspen Mini-Storage Fund	Debt Service Fund	
Assets:								
Cash and investments	\$ 276,225	\$ 158,227	\$ 2,644,543	\$ 9,067,216	\$ 5,172,952	\$ 53,544	\$ 309,560	\$ 17,682,267
Property tax receivable	-	-	-	-	1,925,243	-	-	1,925,243
Notes and accounts receivable, net of allowance for uncollectibles	661,136	531,426	-	599,046	-	101,573	-	1,893,181
Lease receivables	-	-	-	31,750	-	-	-	31,750
Total Assets	\$ 937,361	\$ 689,653	\$ 2,644,543	\$ 9,698,012	\$ 7,098,195	\$ 155,117	\$ 309,560	\$ 21,532,441
Liabilities, Deferred Inflows of Resources, and Fund Balance:								
Liabilities:								
Accounts payable	\$ 555,041	\$ 687,455	\$ -	\$ 60,570	\$ 58,378	\$ 84,532	\$ -	\$ 1,445,976
Accrued liabilities	-	-	-	44,058	18,544	-	-	62,602
Unearned revenue	-	-	-	-	581,549	3,415	-	584,964
Deposits	-	-	-	4,449	-	14,098	-	18,547
Total Liabilities	555,041	687,455	-	109,077	658,471	102,045	-	2,112,089
Deferred Inflows of Resources:								
Property taxes assessed but not collectible until 2018	-	-	-	-	1,925,243	-	-	1,925,243
Lease revenue	-	-	-	34,494	-	-	-	34,494
Total Deferred Inflows of Resources	-	-	-	34,494	1,925,243	-	-	1,959,737
Fund Balance:								
Restricted	382,320	2,198	-	9,554,441	4,514,481	-	-	14,453,440
Committed	-	-	2,644,543	-	-	-	-	2,644,543
Assigned	-	-	-	-	-	53,072	309,560	362,632
Total Fund Balance	382,320	2,198	2,644,543	9,554,441	4,514,481	53,072	309,560	17,460,615
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	\$ 937,361	\$ 689,653	\$ 2,644,543	\$ 9,698,012	\$ 7,098,195	\$ 155,117	\$ 309,560	\$ 21,532,441

City of Aspen, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2023

	Special Revenue						Debt Service Fund	Total Nonmajor Governmental Funds
	Tourism/ Regional Transportation Fund	Aspen Public Education Fund	REMP Fund	Kids First/ Daycare Fund	Stormwater Fund	Aspen Mini-Storage Fund		
Revenues:								
Taxes	\$ 4,189,649	\$ 3,685,267	\$ -	\$ 4,143,519	\$ 1,308,848	\$ -	\$ -	\$ 13,327,283
Licenses and permits	-	-	1,422,300	-	578,640	-	-	2,000,940
Intergovernmental	-	-	-	44,495	1,278,691	-	-	1,323,186
Rents and royalties	-	-	-	12,762	-	518,188	-	530,950
Lease revenue	-	-	-	1,606	-	-	-	1,606
Donations and contributions	-	-	-	1,000	-	-	-	1,000
Refund of expenditures	-	-	-	69,284	-	-	-	69,284
Investment earnings	-	-	109,161	420,367	261,718	-	-	791,246
Miscellaneous	-	-	-	338	94	-	-	432
Total Revenues	4,189,649	3,685,267	1,531,461	4,693,371	3,427,991	518,188	-	18,045,927
Expenditures:								
General government	3,995,250	-	-	-	-	133,183	4,600	4,133,033
Public works	-	-	-	-	847,500	-	-	847,500
Public health and welfare	-	3,685,267	1,250,000	2,428,513	-	-	-	7,363,780
Debt service:								
Interest	-	-	-	-	-	-	2,476,825	2,476,825
Principal retirement	-	-	-	-	-	-	3,565,000	3,565,000
Capital outlay	-	-	-	693,188	1,278,741	-	-	1,971,929
Total Expenditures	3,995,250	3,685,267	1,250,000	3,121,701	2,126,241	133,183	6,046,425	20,358,067
Excess (Deficiency) of Revenues Over Expenditures	194,399	-	281,461	1,571,670	1,301,750	385,005	(6,046,425)	(2,312,140)
Other Financing Sources (Uses):								
Transfers in	-	-	-	-	-	-	6,050,120	6,050,120
Transfers (out)	-	-	(130,600)	(107,130)	(119,350)	(360,000)	-	(717,080)
Total Other Financing Sources (Uses)	-	-	(130,600)	(107,130)	(119,350)	(360,000)	6,050,120	5,333,040
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	194,399	-	150,861	1,464,540	1,182,400	25,005	3,695	3,020,900
Fund Balances - Beginning	187,921	2,198	2,493,682	8,089,901	3,332,081	28,067	305,865	14,439,715
Fund Balances - Ending	\$ 382,320	\$ 2,198	\$ 2,644,543	\$ 9,554,441	\$ 4,514,481	\$ 53,072	\$ 309,560	\$ 17,460,615

City of Aspen, Colorado
Tourism/Regional Transportation Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023		2022	
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	
			Actual	Actual
Revenues:				
Lodging tax	\$ 3,995,250	\$ 4,189,649	\$ 194,399	\$ 4,383,353
Donations and contributions	100,000	-	(100,000)	-
Investment earnings	-	-	-	(9,704)
Total Revenues	<u>4,095,250</u>	<u>4,189,649</u>	<u>94,399</u>	<u>4,373,649</u>
Expenditures:				
General government	3,995,250	3,995,250	-	4,617,605
Total Expenditures	<u>3,995,250</u>	<u>3,995,250</u>	<u>-</u>	<u>4,617,605</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 100,000</u>	<u>194,399</u>	<u>\$ 94,399</u>	<u>(243,956)</u>
Fund Balances - Beginning		<u>187,921</u>		<u>431,877</u>
Fund Balances - Ending		<u>\$ 382,320</u>		<u>\$ 187,921</u>

City of Aspen, Colorado
Aspen Public Education Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023		2022	
	Original and Final Budget		Final Budget Variance Positive (Negative)	
	Budget	Actual	Actual	Actual
Revenues:				
Sales and use tax	\$ 4,317,120	\$ 3,685,267	\$ (631,853)	\$ 3,664,018
Total Revenues	<u>4,317,120</u>	<u>3,685,267</u>	<u>(631,853)</u>	<u>3,664,018</u>
Expenditures:				
Public health and welfare	4,317,120	3,685,267	631,853	3,664,189
Total Expenditures	<u>4,317,120</u>	<u>3,685,267</u>	<u>631,853</u>	<u>3,664,189</u>
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	(171)
Fund Balances - Beginning		2,198		2,369
Fund Balances - Ending		<u>\$ 2,198</u>		<u>\$ 2,198</u>

City of Aspen, Colorado
Renewable Energy Mitigation Program Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023		2022	
	Original and Final Budget	Final Budget Variance	Positive (Negative)	Actual
	Original and Final Budget	Actual	Final Budget Variance	Positive (Negative)
Revenues:				
Licenses and permits	\$ 800,000	\$ 1,422,300	\$ 622,300	\$ 475,674
Investment earnings	-	109,161	109,161	(24,874)
Total Revenues	<u>800,000</u>	<u>1,531,461</u>	<u>731,461</u>	<u>450,800</u>
Expenditures:				
Public health and welfare	1,250,000	1,250,000	-	1,250,000
Total Expenditures	<u>1,250,000</u>	<u>1,250,000</u>	<u>-</u>	<u>1,250,000</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(450,000)</u>	<u>281,461</u>	<u>731,461</u>	<u>(799,200)</u>
Other Financing Sources (Uses):				
Transfers (out)	(230,600)	(130,600)	100,000	(120,900)
Total Other Financing Sources (Uses)	<u>(230,600)</u>	<u>(130,600)</u>	<u>100,000</u>	<u>(120,900)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ (680,600)</u>	<u>150,861</u>	<u>\$ 831,461</u>	<u>(920,100)</u>
Fund Balances - Beginning		<u>2,493,682</u>		<u>3,413,782</u>
Fund Balances - Ending		<u>\$ 2,644,543</u>		<u>\$ 2,493,682</u>

City of Aspen, Colorado
Kids First/Daycare Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Sales and use tax	\$ 4,050,150	\$ 4,050,150	\$ 4,143,519	\$ 93,369	\$ 3,019,402
Intergovernmental	50,000	50,000	44,495	(5,505)	57,416
Rents and royalties	-	-	12,762	12,762	27,715
Lease revenue	-	-	1,606	1,606	95,146
Donations and contributions	1,000	1,000	1,000	-	910
Refund of expenditures	64,000	64,000	69,284	5,284	73,668
Investment earnings	-	-	420,367	420,367	(46,061)
Miscellaneous	-	-	338	338	441
Total Revenues	4,165,150	4,165,150	4,693,371	528,221	3,228,637
Expenditures:					
Public health and welfare	3,696,250	3,750,456	2,428,513	1,321,943	2,154,779
Capital outlay	276,700	1,491,360	693,188	798,172	367,589
Total Expenditures	3,972,950	5,241,816	3,121,701	2,120,115	2,522,368
Excess (Deficiency) of Revenues Over Expenditures	192,200	(1,076,666)	1,571,670	2,648,336	706,269
Other Financing Sources (Uses):					
Transfers (out)	(103,340)	(107,130)	(107,130)	-	(85,120)
Total Other Financing Sources (Uses)	(103,340)	(107,130)	(107,130)	-	(85,120)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	\$ 88,860	\$ (1,183,796)	1,464,540	\$ 2,648,336	621,149
Fund Balances - Beginning			8,089,901		7,468,752
Fund Balances - Ending			\$ 9,554,441		\$ 8,089,901

City of Aspen, Colorado
Stormwater Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues:				
Property taxes	\$ 1,303,170	\$ 1,303,170	\$ 1,308,848	\$ 5,678
Licenses and permits	450,000	450,000	578,640	128,640
Intergovernmental	1,860,240	1,860,240	1,278,691	(581,549)
Refund of expenditures	-	-	-	-
Investment earnings	-	-	261,718	261,718
Miscellaneous	-	-	94	94
Total Revenues	3,613,410	3,613,410	3,427,991	(185,419)
Expenditures:				
Public works	971,850	1,035,610	847,500	188,110
Capital Outlay	3,000,000	3,091,637	1,278,741	1,812,896
Total Expenditures	3,971,850	4,127,247	2,126,241	2,001,006
Excess (Deficiency) of Revenues				
Over Expenditures	(358,440)	(513,837)	1,301,750	1,815,587
Other Financing Sources (Uses):				
Transfers (out)	(517,750)	(519,350)	(119,350)	400,000
Total Other Financing Sources (Uses)	(517,750)	(519,350)	(119,350)	(587,840)
Excess (Deficiency) of Revenues and Other				
Financing Sources Over Expenditures				
and Other Financing (Uses)	\$ (876,190)	\$ (1,033,187)	1,182,400	\$ 2,215,587
Fund Balances - Beginning			3,332,081	245,225
Fund Balances - Ending			\$ 4,514,481	\$ 3,332,081

City of Aspen, Colorado
Aspen Mini Storage Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023		2022	
	Original and Final Budget		Final Budget Variance Positive (Negative)	
	Budget	Actual	Actual	Actual
Revenues:				
Rents and royalties	\$ 500,000	\$ 518,188	\$ 18,188	\$ 560,139
Total Revenues	<u>500,000</u>	<u>518,188</u>	<u>18,188</u>	<u>560,139</u>
Expenditures:				
General government	164,180	133,183	30,997	206,903
Total Expenditures	<u>164,180</u>	<u>133,183</u>	<u>30,997</u>	<u>206,903</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>335,820</u>	<u>385,005</u>	<u>49,185</u>	<u>353,236</u>
Other Financing Sources (Uses):				
Transfers (out)	(340,000)	(360,000)	(20,000)	(315,000)
Total Other Financing Sources (Uses)	<u>(340,000)</u>	<u>(360,000)</u>	<u>(20,000)</u>	<u>(315,000)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ (4,180)</u>	<u>25,005</u>	<u>\$ 29,185</u>	<u>38,236</u>
Fund Balances - Beginning		<u>28,067</u>		<u>(10,169)</u>
Fund Balances - Ending		<u>\$ 53,072</u>		<u>\$ 28,067</u>

City of Aspen, Colorado
Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Rents and royalties	\$ 175,747	\$ -	\$ -	\$ -	\$ 55,664
Total Revenues	<u>175,747</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>55,664</u>
Expenditures:					
General government	3,800	3,800	4,600	(800)	86,799
Debt service:					
Interest	2,481,320	2,481,320	2,476,825	4,495	2,674,451
Principal retirement	3,565,000	3,565,000	3,565,000	-	5,552,000
Total Expenditures	<u>6,050,120</u>	<u>6,050,120</u>	<u>6,046,425</u>	<u>3,695</u>	<u>8,313,250</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(5,874,373)</u>	<u>(6,050,120)</u>	<u>(6,046,425)</u>	<u>3,695</u>	<u>(8,257,586)</u>
Other Financing Sources (Uses):					
Proceeds from sale of assets	-	-	-	-	2,130,221
Transfers in	6,050,120	6,050,120	6,050,120	-	6,058,700
Total Other Financing Sources (Uses)	<u>6,050,120</u>	<u>6,050,120</u>	<u>6,050,120</u>	<u>-</u>	<u>8,188,921</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	<u>\$ 175,747</u>	<u>\$ -</u>	<u>3,695</u>	<u>\$ 3,695</u>	<u>(68,665)</u>
Fund Balances - Beginning			305,865		374,530
Fund Balances - Ending			<u>\$ 309,560</u>		<u>\$ 305,865</u>

City of Aspen, Colorado
Asset Management Plan Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Taxes:					
General property tax	\$ 4,356,600	\$ 4,356,600	\$ 4,367,420	\$ 10,820	\$ 3,808,066
Lodging tax	-	-	763,553	763,553	-
Intergovernmental:					
State	-	90,000	48,726	(41,274)	-
Refund of expenditures	-	228,000	296,765	68,765	926,047
Investment earnings	-	-	1,379,495	1,379,495	(211,038)
Miscellaneous:					
Other	-	-	216,127	216,127	-
Total Revenues	4,356,600	4,674,600	7,072,086	2,397,486	4,523,075
Expenditures:					
Current:					
General government	267,110	467,558	104,198	363,360	150,518
Public works	220,000	234,500	236,732	(2,232)	220,001
Culture and recreation	203,500	203,500	282,819	(79,319)	385,561
Capital outlay	7,812,800	13,109,492	4,970,750	8,138,742	8,023,580
Total Expenditures	8,503,410	14,015,050	5,594,499	8,420,551	8,779,660
Excess (Deficiency) of Revenues Over Expenditures	(4,146,810)	(9,340,450)	1,477,587	10,818,037	(4,256,585)
Other Financing Sources (Uses):					
Proceeds from sale of assets	-	-	40,181	40,181	127,769
Transfers in	1,500,000	1,583,730	58,780	(1,524,950)	1,759,430
Total Other Financing Sources	1,500,000	1,583,730	98,961	(1,484,769)	1,887,199
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	\$ (2,646,810)	\$ (7,756,720)	1,576,548	\$ 9,333,268	(2,369,386)
Fund Balances - Beginning			31,488,596		33,857,982
Fund Balances - Ending			\$ 33,065,144		\$ 31,488,596

SUPPLEMENTARY INFORMATION

PROPRIETARY FUNDS

ENTERPRISE FUNDS

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

Major Enterprise Funds:

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

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

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

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

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

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

Nonmajor Enterprise Funds:

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

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

City of Aspen, Colorado
Combining Statement of Net Position
Nonmajor Proprietary Funds
December 31, 2023

	Truscott Place Housing Fund	Golf Course Fund	Si Johnson Ditch Company, Inc.	Total
Assets:				
Current Assets:				
Cash and investments	\$ 2,108,830	\$ 2,416,423	\$ 400,185	\$ 4,925,438
Accounts receivable, net of allowance for uncollectibles	13,921	5,082	9,011	28,014
Lease receivables	-	244,254	-	244,254
Inventories	-	28,939	-	28,939
Total Current Assets	2,122,751	2,694,698	409,196	5,226,645
Noncurrent Assets:				
Capital Assets:				
Land and land rights	1,021,183	905,631	-	1,926,814
Construction in progress	30,131	7,933	-	38,064
Buildings	13,827,929	4,122,147	-	17,950,076
Infrastructure and improvements other than buildings	3,113,482	1,626,862	14,041	4,754,385
Machinery and equipment	142,556	1,589,605	-	1,732,161
Less: accumulated depreciation	(10,074,192)	(4,187,354)	-	(14,261,546)
Net Property, Plant, and Equipment	8,061,089	4,064,824	14,041	12,139,954
Total Noncurrent Assets	8,061,089	4,064,824	14,041	12,139,954
Total Assets	10,183,840	6,759,522	423,237	17,366,599
Liabilities:				
Current liabilities:				
Accounts payable	56,092	52,782	-	108,874
Accrued liabilities	2,577	58,572	598	61,747
Customer deposits	222,300	-	-	222,300
Unearned revenue	16,939	65,515	-	82,454
Compensated absences - current	7,394	35,779	-	43,173
Total OPEB obligation - current	-	22,518	-	22,518
Total Current Liabilities	305,302	235,166	598	541,066
Noncurrent Liabilities:				
Compensated absences	11,092	53,668	-	64,760
Total OPEB obligation	-	33,777	-	33,777
Total Noncurrent Liabilities	11,092	87,445	-	98,537
Total Liabilities	316,394	322,611	598	639,603
Deferred Inflows of Resources:				
Lease revenue	-	244,254	-	244,254
Total Deferred Inflows of Resources	-	244,254	-	244,254
Net Position:				
Net investment in capital assets	8,061,089	4,064,824	14,041	12,139,954
Unrestricted	1,806,357	2,127,833	408,598	4,342,788
Total Net Position	\$ 9,867,446	\$ 6,192,657	\$ 422,639	\$ 16,482,742

City of Aspen, Colorado
Combining Statement of Revenues, Expenses, and Changes in Net Position
Nonmajor Proprietary Funds
For the Year Ended December 31, 2023

	Truscott Place Housing Fund	Golf Course Fund	Si Johnson Ditch Company, Inc.	Total
Operating Revenues:				
Charges for service				
Fines	\$ 4,150	\$ -	\$ -	\$ 4,150
Golf sales	- -	2,772,858	- -	2,772,858
Lease revenue	- -	71,038	- -	71,038
Ditch assessment	- -	- -	15,736	15,736
Other	67,615	- -	- -	67,615
Total charges for services	<u>71,765</u>	<u>2,843,896</u>	<u>15,736</u>	<u>2,931,397</u>
Miscellaneous:				
Rents and royalties	1,328,445	41,596	- -	1,370,041
Other revenues	<u>12,126</u>	<u>39,503</u>	<u>- -</u>	<u>51,629</u>
Total miscellaneous	<u>1,340,571</u>	<u>81,099</u>	<u>- -</u>	<u>1,421,670</u>
Total Operating Revenues	<u>1,412,336</u>	<u>2,924,995</u>	<u>15,736</u>	<u>4,353,067</u>
Operating Expenses:				
Personnel services	135,559	1,226,464	- -	1,362,023
General operations	617,602	771,567	1,193	1,390,362
Materials and supplies	33,810	441,438	- -	475,248
Depreciation	654,411	338,928	- -	993,339
Total Operating Expenses	<u>1,441,382</u>	<u>2,778,397</u>	<u>1,193</u>	<u>4,220,972</u>
Operating Income (Loss)	<u>(29,046)</u>	<u>146,598</u>	<u>14,543</u>	<u>132,095</u>
Non-Operating Revenues (Expenses):				
Investment earnings	92,938	120,473	- -	213,411
Gain (loss) on disposition of assets	- -	(7,775)	- -	(7,775)
Interest expense	- -	(1,740)	- -	(1,740)
Total Non-Operating Revenues (Expenses)	<u>92,938</u>	<u>110,958</u>	<u>- -</u>	<u>203,896</u>
Income (Loss) Before Contributions and Transfers	<u>63,892</u>	<u>257,556</u>	<u>14,543</u>	<u>335,991</u>
Transfers in	- -	344,700	- -	344,700
Transfers (out)	<u>(265,300)</u>	<u>(103,070)</u>	<u>- -</u>	<u>(368,370)</u>
Change in Net Position	<u>(201,408)</u>	<u>499,186</u>	<u>14,543</u>	<u>312,321</u>
Net Position - Beginning	<u>10,068,854</u>	<u>5,693,471</u>	<u>408,096</u>	<u>16,170,421</u>
Net Position - Ending	<u>\$ 9,867,446</u>	<u>\$ 6,192,657</u>	<u>\$ 422,639</u>	<u>\$ 16,482,742</u>

City of Aspen, Colorado
Combining Statement of Cash Flows
Nonmajor Proprietary Funds
For the Year Ended December 31, 2023

	Truscott Place Housing Fund	Golf Course Fund	Si Johnson Ditch Company, Inc.	Total
Cash Flows from Operating Activities:				
Cash received from customers and others	\$ 1,426,786	\$ 2,924,224	\$ 10,725	\$ 4,361,735
Cash payments to vendors for goods and services	(631,599)	(1,186,055)	(50,298)	(1,867,952)
Cash payments to employees for services	(136,151)	(1,230,859)	-	(1,367,010)
Net Cash Provided by Operating Activities:	<u>659,036</u>	<u>507,310</u>	<u>(39,573)</u>	<u>1,126,773</u>
Cash Flows from Non-Capital Financing Activities:				
Transfers from other funds	-	344,700	-	344,700
Transfers (to other funds)	(265,300)	(103,070)	-	(368,370)
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	<u>(265,300)</u>	<u>241,630</u>	<u>-</u>	<u>(23,670)</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets	(152,338)	(120,477)	-	(272,815)
Principal payments	-	(54,570)	-	(54,570)
Interest paid on debt	-	(1,896)	-	(1,896)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(152,338)</u>	<u>(176,943)</u>	<u>-</u>	<u>(329,281)</u>
Cash Flows from Investing Activities:				
Interest received - Unrestricted	92,938	120,475	-	213,413
Net Cash Provided by Investing Activities	<u>92,938</u>	<u>120,475</u>	<u>-</u>	<u>213,413</u>
Net Increase (Decrease) in Cash	334,336	692,472	(39,573)	987,235
Cash - Beginning of Year	1,774,494	1,723,951	439,758	3,938,203
Cash - End of Year	<u>\$ 2,108,830</u>	<u>\$ 2,416,423</u>	<u>\$ 400,185</u>	<u>\$ 4,925,438</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	\$ (29,046)	\$ 146,598	\$ 14,543	\$ 132,095
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	654,411	338,928	-	993,339
Changes in Assets and Liabilities:				
(Increase) decrease in accounts receivable	7,031	7,545	(5,011)	9,565
(Increase) decrease in inventories	-	(1,480)	-	(1,480)
Increase (decrease) in accounts payable	19,813	28,430	(49,105)	(862)
Increase (decrease) in accrued liabilities	1,121	(12,711)	-	(11,590)
Increase (decrease) in customer deposits	5,706	-	-	5,706
Net Cash Provided by Operating Activities:	<u>\$ 659,036</u>	<u>\$ 507,310</u>	<u>\$ (39,573)</u>	<u>\$ 1,126,773</u>

**City of Aspen, Colorado
Water Enterprise Fund**
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)
Revenues:				
Charges for services:				
Water sales	\$ 10,010,000	\$ 10,010,000	\$ 10,647,610	\$ 637,610
Development review fees	550,800	550,800	1,041,889	491,089
Miscellaneous:				
Other revenues	58,980	80,586	132,145	51,559
Other resources:				
Intergovernmental	-	96,111	27,884	(68,227)
Investment earnings	-	-	896,100	896,100
Total Revenues	10,627,120	10,744,837	12,753,614	2,008,777
Expenses:				
Operating:				
Personnel services	3,654,450	3,655,890	3,318,718	337,172
General operations	2,954,530	3,199,433	2,827,178	372,255
Materials and supplies	481,700	516,677	213,789	302,888
Capital expenses:				
Property, plant, and equipment	4,300,000	11,895,707	1,565,598	10,330,109
Interest expense	-	-	2,871	(2,871)
Principal on debt	-	-	13,994	(13,994)
Total Expenses	11,390,680	19,267,707	7,942,148	11,325,559
Income (Loss) Before Contributions and Transfers	(763,560)	(8,522,870)	4,811,466	13,334,336
Capital contributions (tap fees)	1,500,000	1,500,000	1,723,808	223,808
Transfers (out)	(1,439,600)	(1,448,500)	(1,444,900)	3,600
Change in Net Position - Budget Basis	\$ (703,160)	\$ (8,471,370)	5,090,374	\$ 13,561,744
Reconciliation to GAAP Basis:				
Change in compensated absences			91,529	(138,447)
Change in benefit liability			1,057	(1,075)
Capitalized expenses			1,565,598	1,856,044
Depreciation/Amortization			(1,554,359)	(1,491,487)
Loss on disposition of assets			(94,159)	(22,489)
Principal on debt			13,993	-
Interfund loan principal payments			-	1,577,755
Change in Net Position - GAAP Basis			5,114,033	4,206,508
Net Position - Beginning			37,695,579	33,489,071
Net Position - Ending			\$ 42,809,612	\$ 37,695,579

City of Aspen, Colorado
Electric Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
Electricity sales	\$ 11,419,040	\$ 11,419,040	\$ 12,103,417	\$ 684,377	\$ 11,774,197
Miscellaneous:					
Other revenues	-	-	43,530	43,530	103,996
Other resources:					
Investment earnings	-	-	403,237	403,237	(54,316)
Total Revenues	11,419,040	11,419,040	12,550,184	1,131,144	11,823,877
Expenses:					
Operating:					
Personnel services	2,170,690	2,170,690	2,074,037	96,653	1,880,620
General operations	6,686,210	7,014,103	5,979,313	1,034,790	5,918,035
Materials and supplies	168,880	179,680	60,440	119,240	61,380
Capital expenses:					
Property, plant, and equipment	2,570,000	3,851,679	2,418,184	1,433,495	2,287,644
Interest expense	26,970	26,970	28,161	(1,191)	34,424
Principal on debt	330,000	330,000	343,994	(13,994)	315,000
Total Expenses	11,952,750	13,573,122	10,904,129	2,668,993	10,497,103
Income (Loss) Before Contributions and Transfers					
	<u>(533,710)</u>	<u>(2,154,082)</u>	<u>1,646,055</u>	<u>3,800,137</u>	<u>1,326,774</u>
Transfers in	3,600	3,600	-	(3,600)	3,500
Transfers (out)	<u>(815,400)</u>	<u>(824,070)</u>	<u>(824,070)</u>	<u>-</u>	<u>(852,590)</u>
Change in Net Position - Budget Basis	<u>\$ (1,345,510)</u>	<u>\$ (2,974,552)</u>	821,985	<u>\$ 3,796,537</u>	477,684
Reconciliation to GAAP Basis:					
Change in compensated absences			(106,257)		78,813
Change in benefit liability			65,662		5,023
Capitalized expenses			2,418,184		2,287,644
Depreciation			(938,666)		(927,570)
Loss on disposition of assets			(37,961)		(67,768)
Principal on debt			343,994		315,000
Debt accrued interest			798		761
Change in Net Position - GAAP Basis			<u>2,567,739</u>		<u>2,169,587</u>
Net Position - Beginning			<u>15,123,720</u>		<u>12,954,133</u>
Net Position - Ending			<u>\$ 17,691,459</u>		<u>\$ 15,123,720</u>

City of Aspen, Colorado
Parking Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
Parking sales	\$ 3,679,000	\$ 3,679,000	\$ 5,463,309	\$ 1,784,309	\$ 5,037,978
Fines	609,200	609,200	596,009	(13,191)	552,617
Miscellaneous:					
Other revenues	14,570	14,570	2,018	(12,552)	1,732
Other resources:					
Investment earnings	-	-	310,741	310,741	(25,130)
Total Revenues	4,302,770	4,302,770	6,372,077	2,069,307	5,567,197
Expenses:					
Operating:					
Personnel services	1,423,870	1,425,820	1,205,332	220,488	1,057,404
General operations	1,302,270	1,626,390	1,139,033	487,357	1,150,098
Materials and supplies	225,580	202,580	138,041	64,539	86,255
Capital expenses:					
Property, plant, and equipment	65,000	630,419	420,006	210,413	697,600
Total Expenses	3,016,720	3,885,209	2,902,412	982,797	2,991,357
Income (Loss) Before Contributions and Transfers	1,286,050	417,561	3,469,665	3,052,104	2,575,840
Transfers in	-	-	-	-	20,000
Transfers (out)	(1,510,500)	(1,516,040)	(1,516,040)	-	(1,490,760)
Change in Net Position - Budget Basis	\$ (224,450)	\$ (1,098,479)	1,953,625	\$ 3,052,104	1,105,080
Reconciliation to GAAP Basis:					
Change in compensated absences			(27,695)		(35,345)
Change in benefit liability			335		3,128
Capitalized expenses			420,006		697,600
Depreciation			(238,332)		(286,700)
Change in Net Position - GAAP Basis			2,107,939		1,483,763
Net Position - Beginning			8,385,949		6,902,186
Net Position - Ending			\$ 10,493,888		\$ 8,385,949

**City of Aspen, Colorado
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**Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)**

	2023		2022	
	Original and Final Budget	Final Budget Variance Positive (Negative)		
	Actual			Actual
Revenues:				
Rents and royalties	\$ 419,800	\$ 420,214	\$ 414	\$ 412,253
Other income	6,750	8,410	1,660	9,843
Investment earnings	100	613	513	121
Total Revenues	426,650	429,237	2,587	422,217
Expenses:				
Operating expenses	270,910	306,615	(35,705)	243,547
Debt service:				
Principal	29,673	26,638	3,035	25,363
Interest	108,607	111,627	(3,020)	112,901
Total Expenses	409,190	444,880	(35,690)	381,811
Change in Net Position - Budget Basis	\$ 17,460	(15,643)	\$ (33,103)	40,406
Reconciliation to GAAP Basis:				
Debt principal payments	26,638			25,363
Debt accrued interest	(99,667)			(97,476)
Depreciation and amortization	(392,640)			(392,639)
Change in Net Position - GAAP Basis		(481,312)		(424,346)
Net Position - Beginning		3,005,666		3,430,012
Net Position - Ending	\$ 2,524,354		\$ 3,005,666	

City of Aspen, Colorado
Marolt Ranch Housing Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
Laundry and parking	\$ 35,000	\$ 35,000	\$ 79,258	\$ 44,258	\$ 36,381
Miscellaneous:					
Rents and royalties	1,548,360	1,548,360	1,023,903	(524,457)	1,022,413
Lease revenue	-	-	561,682	561,682	538,479
Other revenues	26,200	26,200	42,532	16,332	44,738
Other resources:					
Investment earnings	-	-	94,921	94,921	(10,953)
Total Revenues	1,609,560	1,609,560	1,802,296	192,736	1,631,058
Expenses:					
Operating:					
Personnel services	98,790	98,790	104,843	(6,053)	93,579
General operations	551,940	591,340	586,570	4,770	536,600
Materials and supplies	188,560	189,370	61,981	127,389	37,238
Capital expenses:					
Property, plant, and equipment	287,000	287,000	2,088	284,912	-
Total Expenses	1,126,290	1,166,500	755,482	411,018	667,417
Income (Loss) Before Contributions and Transfers					
	483,270	443,060	1,046,814	603,754	963,641
Transfers (out)	(714,300)	(714,300)	(714,300)	-	(711,900)
Change in Net Position - Budget Basis	\$ (231,030)	\$ (271,240)	332,514	\$ 603,754	251,741
Reconciliation to GAAP Basis:					
Change in compensated absences			(1,473)		(2,692)
Capitalized expenses			2,088		-
Depreciation			(211,571)		(215,785)
Loss on disposition of assets			-		(18,592)
Change in Net Position - GAAP Basis			121,558		14,672
Net Position - Beginning			4,023,146		4,008,474
Net Position - Ending			\$ 4,144,704		\$ 4,023,146

City of Aspen, Colorado
Truscott Place Housing Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
Laundry and parking sales	\$ 30,150	\$ 30,150	\$ 67,615	\$ 37,465	\$ 31,036
Miscellaneous:					
Rents and royalties	1,423,000	1,423,000	1,328,445	(94,555)	1,357,567
Other revenues	9,060	9,060	16,276	7,216	10,222
Other resources:					
Investment earnings	-	-	92,938	92,938	(6,528)
Total Revenues	1,462,210	1,462,210	1,505,274	43,064	1,392,297
Expenses:					
Operating:					
Personnel services	136,430	136,430	133,977	2,453	119,767
General operations	682,420	719,410	617,602	101,808	596,463
Materials and supplies	61,450	64,800	33,810	30,990	15,091
Capital expenses:					
Property, plant, and equipment	440,200	971,400	152,341	819,059	18,044
Total Expenses	1,320,500	1,892,040	937,730	954,310	749,365
Income (Loss) Before Contributions and Transfers	141,710	(429,830)	567,544	997,374	642,932
Transfers (out)	(265,300)	(265,300)	(265,300)	-	(212,700)
Change in Net Position - Budget Basis	\$ (123,590)	\$ (695,130)	302,244	\$ 997,374	430,232
Reconciliation to GAAP Basis:					
Change in compensated absences			(1,582)		(2,862)
Capitalized expenses			152,341		18,044
Depreciation			(654,411)		(645,072)
Loss on disposition of assets			-		(26,058)
Change in Net Position - GAAP Basis			(201,408)		(225,716)
Net Position - Beginning			10,068,854		10,294,570
Net Position - Ending			\$ 9,867,446		\$ 10,068,854

City of Aspen, Colorado
Golf Course Enterprise Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
Golf sales	\$ 2,590,100	\$ 2,590,100	\$ 2,772,858	\$ 182,758	\$ 2,593,100
Miscellaneous:					
Rents and royalties	70,000	70,000	41,596	(28,404)	68,377
Lease revenue	-	-	71,038	71,038	71,038
Other revenues	18,400	18,400	39,503	21,103	29,113
Other resources:					
Investment earnings	-	-	120,473	120,473	(15,712)
Total Revenues	2,678,500	2,678,500	3,045,468	366,968	2,745,916
Expenses:					
Operating:					
Personnel services	1,362,610	1,362,610	1,234,481	128,129	1,156,512
General operations	831,310	941,730	771,567	170,163	714,432
Materials and supplies	473,570	507,884	441,439	66,445	430,334
Capital expenses:					
Property, plant, and equipment	412,800	508,418	120,476	387,942	533,585
Interest expense	-	-	1,740	(1,740)	3,937
Principal on debt	56,500	56,500	54,570	1,930	52,379
Total Expenses	3,136,790	3,377,142	2,624,273	752,869	2,891,179
Income (Loss) Before Contributions and Transfers	(458,290)	(698,642)	421,195	1,119,837	(145,263)
Transfers in	344,700	344,700	344,700	-	375,800
Transfers (out)	(92,300)	(103,070)	(103,070)	-	(144,115)
Change in Net Position - Budget Basis	\$ (205,890)	\$ (457,012)	662,825	\$ 1,119,837	86,422
Reconciliation to GAAP Basis:					
Change in compensated absences			9,096		47,845
Change in benefit liability			(1,078)		(8,770)
Capitalized expenses			120,476		533,585
Depreciation			(338,928)		(333,301)
Loss on disposition of assets			(7,775)		(254,322)
Interfund loan principal payments			-		72,015
Principal on debt			54,570		52,379
Change in Net Position - GAAP Basis			499,186		195,853
Net Position - Beginning			5,693,471		5,497,618
Net Position - Ending			\$ 6,192,657		\$ 5,693,471

City of Aspen, Colorado
Si Johnson Ditch Company, Inc.
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023		2022	
	Original and Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Operating revenues:				
Ditch assessments	\$ 71,325	\$ 15,736	\$ (55,589)	\$ 15,736
Other revenues	-	-	-	4,000
Total Revenues	71,325	15,736	(55,589)	19,736
Expenses:				
Operating:				
Purchased services	71,325	1,193	70,132	54,542
Total Expenses	71,325	1,193	70,132	54,542
Change in Net Position	\$ -	14,543	\$ 14,543	(34,806)
Net Position - Beginning		408,096		442,902
Net Position - Ending		\$ 422,639		\$ 408,096

INTERNAL SERVICE FUNDS

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

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

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

City of Aspen, Colorado
Combining Statement of Net Position
Internal Service Funds
December 31, 2023

	Health Insurance Fund	Employee Housing Fund	Information Technology Fund	Total
Assets:				
Current Assets:				
Cash and investments	\$ 3,543,474	\$ 3,860,921	\$ 2,388,204	\$ 9,792,599
Accounts receivable, net of allowance for uncollectibles	4,986	120,813	5,742	131,541
Inventories	-	11,068,078	-	11,068,078
Total Current Assets	3,548,460	15,049,812	2,393,946	20,992,218
Noncurrent Assets:				
Capital Assets:				
Construction in progress	-	65,098	172,608	237,706
Buildings	-	1,164,635	-	1,164,635
Infrastructure and improvements other than buildings	-	580,195	1,318,132	1,898,327
Machinery and equipment	-	-	1,368,320	1,368,320
Less: accumulated depreciation	-	(261,647)	(1,589,176)	(1,850,823)
Net Property, Plant, and Equipment	-	1,548,281	1,269,884	2,818,165
Total Noncurrent Assets	-	1,548,281	1,269,884	2,818,165
Total Assets	3,548,460	16,598,093	3,663,830	23,810,383
Liabilities:				
Current liabilities:				
Accounts payable	970,825	413,495	15,032	1,399,352
Accrued liabilities	28,485	(11,143)	73,417	90,759
Customer deposits	-	34,608	-	34,608
Compensated absences - current	-	-	46,307	46,307
Total OPEB obligation - current	-	-	69,700	69,700
Total Current Liabilities	999,310	436,960	204,456	1,640,726
Noncurrent Liabilities:				
Compensated absences	-	-	69,461	69,461
Total OPEB obligation	-	-	104,549	104,549
Total Noncurrent Liabilities	-	-	174,010	174,010
Total Liabilities	999,310	436,960	378,466	1,814,736
Net Position:				
Net investment in capital assets	-	1,548,281	1,269,884	2,818,165
Unrestricted	2,549,150	14,612,852	2,015,480	19,177,482
Total Net Position	\$ 2,549,150	\$ 16,161,133	\$ 3,285,364	\$ 21,995,647

City of Aspen, Colorado
Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds
For the Year Ended December 31, 2023

	Health Insurance Fund	Employee Housing Fund	Information Technology Fund	Total
Operating Revenues:				
Premium contributions	\$ 6,709,845	\$ -	\$ -	\$ 6,709,845
Sale of affordable housing units	-	1,730,143	-	1,730,143
Service charges	-	-	218,900	218,900
Other	924,531	152,379	62,009	1,138,919
Total charges for services	<u>7,634,376</u>	<u>1,882,522</u>	<u>280,909</u>	<u>9,797,807</u>
 Miscellaneous:				
Rents and royalties	-	325,240	-	325,240
Refund of expenses	-	-	2,991,800	2,991,800
Other revenues	103	-	2,574	2,677
Total miscellaneous	<u>103</u>	<u>325,240</u>	<u>2,994,374</u>	<u>3,319,717</u>
Total Operating Revenues	<u>7,634,479</u>	<u>2,207,762</u>	<u>3,275,283</u>	<u>13,117,524</u>
 Operating Expenses:				
Personnel services	53,949	1,500	1,245,433	1,300,882
General operations	202,015	525,303	871,191	1,598,509
Materials and supplies	231	22,707	59,416	82,354
Insurance claims	7,502,974	-	-	7,502,974
Cost of units sold	-	1,842,062	-	1,842,062
Depreciation	-	76,691	246,089	322,780
Total Operating Expenses	<u>7,759,169</u>	<u>2,468,263</u>	<u>2,422,129</u>	<u>12,649,561</u>
 Operating Income (Loss)	<u>(124,690)</u>	<u>(260,501)</u>	<u>853,154</u>	<u>467,963</u>
 Non-Operating Revenues (Expenses):				
Intergovernmental	-	-	18,734	18,734
Investment earnings	174,420	348,197	100,877	623,494
Gain (loss) on disposition of assets	-	-	(36,628)	(36,628)
Total Non-Operating Revenues (Expenses)	<u>174,420</u>	<u>348,197</u>	<u>82,983</u>	<u>605,600</u>
 Income (Loss) Before Contributions and Transfers	<u>49,730</u>	<u>87,696</u>	<u>936,137</u>	<u>1,073,563</u>
 Transfers in				
Transfers (out)	-	3,443,600	62,375	3,505,975
	-	-	(169,670)	(169,670)
 Change in Net Position	<u>49,730</u>	<u>3,531,296</u>	<u>828,842</u>	<u>4,409,868</u>
 Net Position - Beginning	<u>2,499,420</u>	<u>12,629,837</u>	<u>2,456,522</u>	<u>17,585,779</u>
 Net Position - Ending	<u>\$ 2,549,150</u>	<u>\$ 16,161,133</u>	<u>\$ 3,285,364</u>	<u>\$ 21,995,647</u>

City of Aspen, Colorado
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2023

	Health Insurance Fund	Employee Housing Fund	Information Technology Fund	Total
Cash Flows from Operating Activities:				
Cash received from customers and others	\$ 948,556	\$ 2,154,254	\$ 293,139	\$ 3,395,949
Receipts from interfund charges	6,709,845	-	2,991,800	9,701,645
Cash payments to vendors for goods and services	(7,769,088)	(7,056,748)	(923,731)	(15,749,567)
Cash payments to employees for services	(46,720)	(13,061)	(1,192,981)	(1,252,762)
Net Cash Provided by Operating Activities:	(157,407)	(4,915,555)	1,168,227	(3,904,735)
Cash Flows from Non-Capital Financing Activities:				
Transfers from other funds	-	3,443,600	62,375	3,505,975
Transfers (to other funds)	-	-	(169,670)	(169,670)
Net Cash Provided (Used) by Non-Capital and Related Financing Activities	-	3,443,600	(107,295)	3,336,305
Cash Flows from Capital and Related Financing Activities:				
Acquisition of capital assets	-	(977,299)	(365,894)	(1,343,193)
Capital grant received	-	-	18,734	18,734
Net Cash Provided (Used) by Capital and Related Financing Activities	-	(977,299)	(347,160)	(1,324,459)
Cash Flows from Investing Activities:				
Interest received - Unrestricted	174,419	348,200	100,879	623,498
Net Cash Provided by Investing Activities	174,419	348,200	100,879	623,498
Net Increase (Decrease) in Cash	17,012	(2,101,054)	814,651	(1,269,391)
Cash - Beginning of Year	3,526,462	5,961,975	1,573,553	11,061,990
Cash - End of Year	\$ 3,543,474	\$ 3,860,921	\$ 2,388,204	\$ 9,792,599
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	\$ (124,690)	\$ (260,501)	\$ 853,154	\$ 467,963
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	-	76,691	246,089	322,780
Changes in Assets and Liabilities:				
(Increase) decrease in accounts receivable	23,922	(58,671)	9,656	(25,093)
(Increase) decrease in inventories	-	(5,037,649)	-	(5,037,649)
Increase (decrease) in accounts payable	(63,868)	370,974	6,876	313,982
Increase (decrease) in accrued liabilities	7,229	(11,561)	52,452	48,120
Increase (decrease) in customer deposits	-	5,162	-	5,162
Net Cash Provided by Operating Activities:	\$ (157,407)	\$ (4,915,555)	\$ 1,168,227	\$ (3,904,735)

City of Aspen, Colorado
Health Insurance Internal Service Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance	Positive (Negative)
Revenues:					
Charges for services:					
Premiums	\$ 6,374,200	\$ 6,374,200	\$ 6,709,845	\$ 335,645	\$ 5,776,929
Insurance proceeds	357,000	940,000	924,531	(15,469)	963,767
Other revenues	200	200	103	(97)	5,108
Other resources:					
Investment earnings	-	-	174,420	174,420	(33,836)
Total Revenues	6,731,400	7,314,400	7,808,899	494,499	6,711,968
Expenses:					
Operating:					
Personnel services	80,630	80,630	53,949	26,681	40,579
General operations	224,640	224,640	202,015	22,625	244,997
Materials and supplies	-	-	231	(231)	4,015
Insurance claims	6,072,660	8,072,660	7,502,974	569,686	7,751,454
Total Expenses	6,377,930	8,377,930	7,759,169	618,761	8,041,045
Change in Net Position	\$ 353,470	\$ (1,063,530)	49,730	\$ 1,113,260	(1,329,077)
Net Position - Beginning			2,499,420		3,828,497
Net Position - Ending			\$ 2,549,150		\$ 2,499,420

City of Aspen, Colorado
Employee Housing Internal Service Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
Sale of affordable housing units	\$ -	\$ 1,705,000	\$ 1,730,143	\$ 25,143	\$ 658,359
Rents and royalties	250,000	250,000	325,240	75,240	299,531
Miscellaneous:					
Refund of expenditures	124,600	124,600	152,379	27,779	167,366
Other revenues	-	-	-	-	9
Other resources:					
Investment earnings	-	-	348,197	348,197	(38,947)
Total Revenues	374,600	2,079,600	2,555,959	476,359	1,086,318
Expenses:					
Operating:					
Personnel services	60,000	60,000	1,500	58,500	1,500
General operations	455,560	455,560	525,303	(69,743)	449,271
Materials and supplies	3,070	53,070	22,707	30,363	48
Cost of good sold	-	5,332,317	1,842,062	3,490,255	618,061
Capital expenses:					
Property, plant, and equipment	737,000	2,064,328	977,299	1,087,029	17,793
Total Expenses	1,255,630	7,965,275	3,368,871	4,596,404	1,086,673
Income (Loss) Before Contributions and Transfers	(881,030)	(5,885,675)	(812,912)	5,072,763	(355)
Transfers in	3,469,600	3,469,600	3,443,600	(26,000)	2,565,100
Change in Net Position - Budget Basis	\$ 2,588,570	\$ (2,416,075)	2,630,688	\$ 5,046,763	2,564,745
Reconciliation to GAAP Basis:					
Capitalized expenses			977,299		17,793
Depreciation			(76,691)		(36,531)
Loss on disposition of assets			-		(421,153)
Change in Net Position - GAAP Basis			3,531,296		2,124,854
Net Position - Beginning			12,629,837		10,504,983
Net Position - Ending			\$ 16,161,133		\$ 12,629,837

City of Aspen, Colorado
Information Technology Internal Service Fund
Schedule of Revenues, Expenses, and Changes in Net Position
Budget (Non-GAAP Basis) and Actual with Reconciliation to GAAP Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	2023			2022	
	Original Budget	Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:					
Charges for services:					
IT Services	\$ 230,700	\$ 230,700	\$ 218,900	\$ (11,800)	\$ 186,250
Refund of expenditures	47,100	47,100	62,009	14,909	50,736
Miscellaneous:					
Refund of expenses	2,991,800	2,991,800	2,991,800	-	1,954,900
Other revenues	610	610	2,574	1,964	670
Other resources:					
Intergovernmental	-	333,000	18,734	(314,266)	-
Investment earnings	-	-	100,877	100,877	(9,564)
Total Revenues	3,270,210	3,603,210	3,394,894	(208,316)	2,182,992
Expenses:					
Operating:					
Personnel services	1,141,990	1,180,290	1,208,932	(28,642)	949,304
General operations	855,510	1,047,145	871,191	175,954	784,461
Materials and supplies	195,150	603,009	59,416	543,593	20,707
Capital expenses:					
Property, plant, and equipment	924,000	1,813,970	365,894	1,448,076	438,644
Total Expenses	3,116,650	4,644,414	2,505,433	2,138,981	2,193,116
Income (Loss) Before Contributions and Transfers					
	153,560	(1,041,204)	889,461	1,930,665	(10,124)
Transfers in	-	62,375	62,375	-	-
Transfers (out)	(168,810)	(169,670)	(169,670)	-	(155,180)
Change in Net Position - Budget Basis	\$ (15,250)	\$ (1,148,499)	782,166	\$ 1,930,665	(165,304)
Reconciliation to GAAP Basis:					
Change in compensated absences			3,623		17,945
Change in OPEB obligation			(40,124)		(23,347)
Capitalized expenses			365,894		438,644
Depreciation			(246,089)		(158,209)
Loss on disposition of assets			(36,628)		(4,146)
Change in Net Position - GAAP Basis			828,842		105,583
Net Position - Beginning			2,456,522		2,350,939
Net Position - Ending			\$ 3,285,364		\$ 2,456,522

FIDUCIARY FUNDS

CUSTODIAL FUNDS

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

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

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

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

City of Aspen, Colorado
Combining Balance Sheet
Custodial Funds
December 31, 2023

	Police Seizure Fund	Deposits Agency Fund	Aspen Pitkin County Housing Authority	Total Custodial Funds
Assets				
Cash and investments	\$ 1,508	\$ 1,631,983	\$ 2,189,544	\$ 3,823,035
Total Assets	<u>1,508</u>	<u>1,631,983</u>	<u>2,189,544</u>	<u>3,823,035</u>
Net Position				
Restricted for:				
Individuals, organizations, and other governments	1,508	1,631,983	2,189,544	3,823,035
Total Net Position	<u>\$ 1,508</u>	<u>\$ 1,631,983</u>	<u>\$ 2,189,544</u>	<u>\$ 3,823,035</u>

City of Aspen, Colorado
Combining Statement of Changes in Net Position
Custodial Funds
For the Year Ended December 31, 2023

	Police Seizure Fund	Deposits Agency Fund	Aspen Pitkin County Housing Authority	Total Custodial Funds
Additions:				
Performance deposits/bonds	\$ -	\$ 238,593	\$ -	\$ 238,593
Intergovernmental revenue	- -	- -	1,594,900	1,594,900
Charges for services	- -	- -	936,931	936,931
Investment earnings	70 122,397	94,313	216,780	
Other income	- -	- -	49,836	49,836
Refund of expenditures	- -	- -	144,471	144,471
Total Additions	70	360,990	2,820,451	3,181,511
Deductions:				
Refund of fees and deposits/bonds	- -	358,302	- -	358,302
Housing operations	- -	- -	1,755,328	1,755,328
Housing sales	- -	- -	125,947	125,947
Housing qualification	- -	- -	460,440	460,440
Housing maintenance	- -	- -	246,281	246,281
Capital outlay	- -	- -	568,708	568,708
Total Deductions	- -	358,302	3,156,704	3,515,006
Net Increase (Decrease) in Fiduciary Net Position	70	2,688	(336,253)	(333,495)
Net Position - Beginning of the Year	1,438	1,629,295	2,525,797	4,156,530
Net Position - End of the Year	\$ 1,508	\$ 1,631,983	\$ 2,189,544	\$ 3,823,035

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

The public report burden for this information collection is estimated to average 380 hours annually.

LOCAL HIGHWAY FINANCE REPORT		City or County: Aspen, CO		
		YEAR ENDING : December 2023		
This Information From The Records Of (example - City of _ or County of _): City of Aspen, CO		Prepared By: Tyler Sexton, Controller Phone: 970-920-5044		
I. DISPOSITION OF HIGHWAY-USER REVENUES AVAILABLE FOR LOCAL GOVERNMENT EXPENDITURE				
ITEM	A. Local Motor-Fuel Taxes	B. Local Motor-Vehicle Taxes	C. Receipts from State Highway-User Taxes	D. Receipts from Federal Highway Administration
1. Total receipts available				
2. Minus amount used for collection expenses				
3. Minus amount used for nonhighway purposes				
4. Minus amount used for mass transit				
5. Remainder used for highway purposes				
II. RECEIPTS FOR ROAD AND STREET PURPOSES		III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES		
ITEM	AMOUNT	ITEM	AMOUNT	
A. Receipts from local sources:		A. Local highway disbursements:		
1. Local highway-user taxes		1. Capital outlay (from page 2)	2,344,193	
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	987,213	
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:		
c. Total (a.+b.)		a. Traffic control operations		
2. General fund appropriations	3,985,156	b. Snow and ice removal	582,085	
3. Other local imposts (from page 2)	0	c. Other		
4. Miscellaneous local receipts (from page 2)	145,349	4. Total (a. through c.)	582,085	
5. Transfers from toll facilities		4. General administration & miscellaneous	524,587	
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety		
a. Bonds - Original Issues		6. Total (1 through 5)	4,438,078	
b. Bonds - Refunding Issues		B. Debt service on local obligations:		
c. Notes		1. Bonds:		
d. Total (a. + b. + c.)	0	a. Interest		
7. Total (1 through 6)	4,130,505	b. Redemption		
B. Private Contributions		c. Total (a. + b.)	0	
C. Receipts from State government (from page 2)	307,573	2. Notes:		
D. Receipts from Federal Government (from page 2)	0	a. Interest		
E. Total receipts (A.7 + B + C + D)	4,438,078	b. Redemption		
		c. Total (a. + b.)	0	
		3. Total (1.c + 2.c)	0	
		C. Payments to State for highways		
		D. Payments to toll facilities		
		E. Total disbursements (A.6 + B.3 + C + D)	4,438,078	
IV. LOCAL HIGHWAY DEBT STATUS (Show all entries at par)				
	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				0
1. Bonds (Refunding Portion)				
B. Notes (Total)				0
V. LOCAL ROAD AND STREET FUND BALANCE				
	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance
		4,438,078	4,438,078	0
Notes and Comments:				

LOCAL HIGHWAY FINANCE REPORT		STATE: Colorado
		YEAR ENDING (mm/yy): December 2023

II. RECEIPTS FOR ROAD AND STREET PURPOSES - DETAIL

ITEM	AMOUNT	ITEM	AMOUNT
A.3. Other local imposts:		A.4. Miscellaneous local receipts:	
a. Property Taxes and Assessments		a. Interest on investments	
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees		d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	145,349
5. Specific Ownership &/or Other		g. Other Misc. Receipts	0
6. Total (1. through 5.)	0	h. Other	
c. Total (a. + b.)	0	i. Total (a. through h.)	145,349
(Carry forward to page 1)		(Carry forward to page 1)	

ITEM	AMOUNT	ITEM	AMOUNT
C. Receipts from State Government		D. Receipts from Federal Government	
1. Highway-user taxes	242,797	1. FHWA (from Item I.D.5.)	
2. State general funds		2. Other Federal agencies:	
3. Other State funds:		a. Forest Service	
a. State bond proceeds		b. FEMA	
b. Project Match		c. HUD	
c. Motor Vehicle Registrations	27,276	d. Federal Transit Admin	
d. Other (Specify)		e. U.S. Corps of Engineers	
e. Other (Specify) - State Highway Contr	37,500	f. Other Federal	
f. Total (a. through e.)	64,776	g. Total (a. through f.)	0
4. Total (1. + 2. + 3.f)	307,573	3. Total (1. + 2.g)	
		(Carry forward to page 1)	

III. DISBURSEMENTS FOR ROAD AND STREET PURPOSES - DETAIL

	ON NATIONAL HIGHWAY SYSTEM (a)	OFF NATIONAL HIGHWAY SYSTEM (b)	TOTAL (c)
A.1. Capital outlay:			
a. Right-Of-Way Costs			0
b. Engineering Costs			0
c. Construction:			
(1). New Facilities			0
(2). Capacity Improvements			0
(3). System Preservation			0
(4). System Enhancement & Operation		2,344,193	2,344,193
(5). Total Construction (1) + (2) + (3) + (4)	0	2,344,193	2,344,193
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	0	2,344,193	2,344,193
		(Carry forward to page 1)	

Notes and Comments:



STATISTICAL SECTION

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

Contents	Page
<u>Financial Trends</u>	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	J1
<u>Revenue Capacity</u>	
These schedules contain information to help the reader assess the City's most significant local revenue sources; property tax, sales tax and real estate transfer tax.	J11
<u>Debt Capacity</u>	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	J21
<u>Demographic and Economic Information</u>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	J28
<u>Operating Information</u>	
These schedules contain service and capital asset data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	J30

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities										
Net investment in capital assets	\$ 121,994,391	\$ 128,377,736	\$ 140,718,214	\$ 136,784,170	\$ 133,189,847	\$ 124,405,977	\$ 141,215,479	\$ 196,574,286	\$ 221,320,362	\$ 214,367,056
Restricted	2,345,341	2,522,506	2,557,833	3,920,933	2,692,659	3,014,312	3,356,264	3,537,421	3,587,293	5,100,022
Unrestricted	109,658,137	122,166,887	129,223,977	157,889,302	178,423,169	212,028,068	240,878,311	244,833,849	262,641,294	313,328,273
Total governmental activities net position	233,997,869	253,067,129	272,500,024	298,594,405	314,305,675	339,448,357	385,450,054	444,945,556	487,548,949	532,795,351
Business-type activities										
Net investment in capital assets	41,146,963	43,501,037	43,934,920	54,423,555	47,183,243	47,419,803	48,118,427	49,514,586	50,620,140	51,457,355
Unrestricted	14,468,589	14,165,472	16,511,616	9,179,112	19,512,836	23,389,744	21,954,150	27,504,380	33,784,341	42,689,404
Total business-type activities net position	55,615,552	57,666,509	60,446,536	63,602,667	66,696,079	70,809,547	70,072,577	77,018,966	84,404,481	94,146,759
Primary government										
Net investment in capital assets	163,141,354	171,878,773	184,653,134	191,207,725	180,373,090	171,825,780	189,333,906	246,088,872	271,940,502	265,824,411
Restricted	2,345,341	2,522,506	2,557,833	3,920,933	2,692,659	3,014,312	3,356,264	3,537,421	3,587,293	5,100,022
Unrestricted	124,126,726	136,332,359	145,735,593	167,068,414	197,936,005	235,417,812	262,832,461	272,338,229	296,425,635	356,017,677
Total primary government net position	\$ 289,613,421	\$ 310,733,638	\$ 332,946,560	\$ 362,197,072	\$ 381,001,754	\$ 410,257,904	\$ 455,522,631	\$ 521,964,522	\$ 571,953,430	\$ 626,942,110

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses:										
Governmental Activities:										
General government	\$ 15,974,625	\$ 16,719,652	\$ 20,005,013	\$ 17,796,384	\$ 26,835,373	\$ 31,916,027	\$ 24,118,319	\$ 25,747,171	\$ 34,787,662	\$ 34,287,397
Public safety	4,857,589	5,410,262	5,429,850	5,234,259	5,977,009	5,680,074	5,658,716	6,745,298	7,045,238	7,097,656
Public works	6,244,587	6,143,820	6,749,835	6,458,609	6,710,834	7,973,145	6,558,683	6,859,537	7,410,508	7,833,212
Public health and welfare	22,729,676	9,043,434	7,579,477	7,318,629	9,129,406	7,726,499	6,844,667	10,061,575	10,032,399	11,559,794
Culture and recreation	17,947,041	17,234,894	19,665,654	19,258,840	21,323,751	21,553,529	18,029,975	18,644,442	22,269,908	25,154,011
Interest on long-term debt	972,968	1,439,454	1,254,344	1,798,358	1,881,744	2,489,572	2,411,938	2,302,011	2,148,027	1,968,820
Total Governmental Activities	68,726,486	55,991,516	60,684,173	57,865,079	71,858,117	77,338,846	63,622,298	70,360,034	83,693,742	87,900,890
Business-type Activities:										
Water	5,261,609	5,179,360	5,703,047	6,146,349	6,421,288	6,586,781	6,587,055	6,592,977	7,338,177	7,611,781
Electric	6,670,969	7,853,382	7,582,477	8,416,345	8,951,448	8,414,456	8,291,871	8,245,362	8,785,500	9,116,374
Parking	2,512,465	2,131,682	2,504,049	2,791,806	3,096,694	2,913,836	2,566,356	2,632,130	2,542,372	2,648,298
Golf	1,592,768	1,479,929	1,540,865	1,898,938	1,977,454	2,139,849	2,329,057	2,689,676	2,830,764	2,743,714
Affordable housing	2,038,171	1,903,302	2,784,265	2,944,025	3,073,001	3,115,052	3,058,105	3,028,471	3,156,246	3,317,754
Total Business-type Activities	18,075,982	18,547,655	20,114,703	22,197,463	23,519,885	23,169,974	22,832,444	23,188,616	24,653,059	25,437,921
Total Primary Government Expenses	86,802,468	74,539,171	80,798,876	80,062,542	95,378,002	100,508,820	86,454,742	93,549,650	108,346,801	113,338,811
Program Revenues:										
Governmental Activities:										
Charges for services:										
General government	10,119,451	10,686,006	12,625,774	9,157,613	7,478,935	7,764,176	6,603,497	7,874,989	8,220,611	10,765,525
Public safety	190,840	184,848	206,789	173,656	199,631	223,867	156,686	286,636	334,382	323,381
Public works	1,354,777	1,237,820	943,948	1,436,615	1,502,104	1,587,251	1,914,874	2,299,065	1,966,837	2,450,345
Public health and welfare	10,930,008	2,087,867	2,497,002	4,030,941	3,200,571	3,819,309	2,476,683	3,654,255	3,582,122	4,491,313
Culture and recreation	4,526,635	4,219,467	5,330,220	4,703,880	4,971,612	5,248,884	2,933,752	2,927,212	4,415,203	4,852,625
Operating grants and contributions	1,440,379	773,341	4,390,176	3,591,731	6,537,483	7,060,816	9,825,245	11,463,320	8,128,367	8,841,748
Capital grants and contributions	-	10,455	147,832	194,451	1,663,262	945,478	208,164	87,427	256,349	1,734,982
Total Governmental Activities Program Revenues	28,562,090	19,201,802	26,141,733	23,288,887	25,553,598	26,649,881	23,578,901	28,592,904	26,903,871	33,460,119
Business-type Activities:										
Charges for services:										
Water	4,916,316	5,913,919	6,301,601	6,945,224	8,680,777	8,087,956	9,908,034	10,543,906	10,532,601	11,845,366
Electric	7,432,889	7,630,163	8,029,034	8,182,983	8,919,934	9,916,996	10,003,614	10,756,260	11,855,224	12,146,947
Transportation/Parking	3,818,830	3,752,142	3,950,134	4,737,692	5,134,063	5,243,516	3,751,849	5,198,517	5,592,327	6,061,336
Golf	1,556,287	1,693,769	1,691,573	1,781,260	1,875,852	1,895,564	2,202,310	2,625,705	2,758,875	2,924,995
Affordable housing	2,086,474	2,088,310	2,774,087	2,892,527	2,962,923	3,111,052	2,654,192	3,335,437	3,411,455	3,548,334
Operating grants and contributions	219,115	285,902	368,239	323,034	251,330	60,172	41,159	242,793	106,204	11,739
Capital grants and contributions	1,258,241	851,030	2,703,476	2,586,589	4,667,292	1,774,078	2,003,779	2,243,969	2,776,529	1,739,953
Total Business-Type Activities Program Revenues	21,288,152	22,215,235	25,818,144	27,449,309	32,492,171	30,089,334	30,564,937	34,946,587	37,033,215	38,278,670
Total Primary Government Program Revenues	49,850,242	41,417,037	51,959,877	50,738,196	58,045,769	56,739,215	54,143,838	63,539,491	63,937,086	71,738,789
Net (Expense)/Revenue										
Governmental activities	(40,164,396)	(36,789,714)	(34,542,440)	(34,576,192)	(46,304,519)	(50,688,965)	(40,043,397)	(41,767,130)	(56,789,871)	(54,440,771)
Business-type activities	3,212,170	3,667,580	5,703,441	5,251,846	8,972,286	6,919,360	7,732,493	11,757,971	12,380,156	12,840,749
Total Primary Government Net Expense	\$ (36,952,226)	\$ (33,122,134)	\$ (28,838,999)	\$ (29,324,346)	\$ (37,332,233)	\$ (43,769,605)	\$ (32,310,904)	\$ (30,009,159)	\$ (44,409,715)	\$ (41,600,022)

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Taxes:										
Property taxes	\$ 6,958,207	\$ 7,337,156	\$ 7,337,156	\$ 7,720,595	\$ 8,223,349	\$ 8,578,685	\$ 9,007,693	\$ 9,362,133	\$ 9,647,293	\$ 10,047,457
Specific ownership taxes	232,804	253,219	245,467	283,513	301,259	301,780	294,308	341,685	344,601	358,488
Sales and use taxes	23,784,308	25,297,010	26,997,832	28,092,458	29,206,295	33,989,888	31,450,057	41,260,116	48,994,075	50,676,646
Franchise and business taxes	1,394,007	1,410,494	1,417,668	1,976,014	2,378,755	2,570,666	2,079,540	2,646,260	2,600,206	2,813,450
Real estate transfer tax	12,884,211	15,412,798	9,635,514	15,225,989	13,530,329	12,860,252	26,623,597	31,940,488	25,917,341	22,858,193
Lodging tax	2,885,188	3,189,844	3,514,720	3,653,810	3,689,936	3,872,782	3,030,075	4,186,522	5,844,468	8,979,769
Unrestricted investment earnings	1,018,586	1,044,068	1,591,123	1,464,209	2,841,528	5,600,626	4,562,140	28,264	(1,013,110)	12,237,986
Grants and contributions not restricted to specific program	332,081	273,271	184,449	5,003	-	-	-	-	-	-
Sale of capital assets	44,500	14,835	19,283	8,584	751,833	4,634,215	-	3,889,214	2,257,990	-
Special item										
Transfers	2,188,771	1,762,090	3,032,123	2,240,398	1,092,505	3,422,753	6,940,538	4,765,038	4,800,400	5,016,880
Total General Revenues and Transfers	\$ 51,722,663	\$ 55,994,785	\$ 53,975,335	\$ 60,670,573	\$ 62,015,789	\$ 75,831,647	\$ 83,967,946	\$ 98,419,720	\$ 99,393,264	\$ 99,667,173
Business-type Activities:										
Unrestricted investment earnings	\$ 135,069	\$ 137,906	\$ 107,901	\$ 144,682	\$ 368,228	\$ 616,861	\$ 528,221	\$ (46,544)	\$ (194,241)	\$ 1,918,409
Sale of capital assets	128,387	7,561	808	-	(5,154,597)	-	-	-	-	-
Special item	-	-	-	-	-	-	-	-	-	-
Transfers	(2,188,771)	(1,762,090)	(3,032,123)	(2,240,398)	(1,092,505)	(3,422,753)	(6,940,538)	(4,765,038)	(4,800,400)	(5,016,880)
Total Business-type Activities	(1,925,315)	(1,616,623)	(2,923,414)	(2,095,716)	(5,878,874)	(2,805,892)	(6,412,317)	(4,811,582)	(4,994,641)	(3,098,471)
Total Primary Government Revenues	49,797,348	54,378,162	51,051,921	58,574,857	56,136,915	73,025,755	77,575,631	93,608,138	94,398,623	96,588,702
Change in Net Position:										
Governmental activities	11,558,267	19,205,071	19,432,895	26,094,381	15,711,270	25,142,682	43,944,551	56,652,590	42,603,393	45,246,402
Business-type activities	1,286,855	2,050,957	2,780,027	3,156,131	3,093,412	4,113,468	3,120,176	6,946,389	7,385,515	9,742,278
Total Change in Net Position	\$ 12,845,122	\$ 21,256,028	\$ 22,212,922	\$ 29,250,512	\$ 18,804,682	\$ 29,256,150	\$ 45,264,727	\$ 63,598,979	\$ 49,988,908	\$ 54,988,680

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Taxes:										
Property taxes	\$ 6,958,207	\$ 7,337,156	\$ 7,337,156	\$ 7,720,595	\$ 8,223,349	\$ 8,578,685	\$ 9,007,693	\$ 9,362,133	\$ 9,647,293	\$ 10,047,457
Specific ownership taxes	232,804	253,219	245,467	283,513	301,259	301,780	294,308	341,685	344,601	358,488
Sales and use taxes	23,784,308	25,297,010	26,997,832	28,092,458	29,206,295	33,989,888	31,450,057	41,260,116	48,994,075	50,676,646
Franchise and business taxes	1,394,007	1,410,494	1,417,668	1,976,014	2,378,755	2,570,666	2,079,540	2,646,260	2,600,206	2,813,450
Real estate transfer tax	12,884,211	15,412,798	9,635,514	15,225,989	13,530,329	12,860,252	26,623,597	31,940,488	25,917,341	22,858,193
Lodging tax	2,885,188	3,189,844	3,514,720	3,653,810	3,689,936	3,872,782	3,030,075	4,186,522	5,844,468	8,979,769
Unrestricted investment earnings	1,018,586	1,044,068	1,591,123	1,464,209	2,841,528	5,600,626	4,562,140	28,264	(1,013,110)	12,237,986
Grants and contributions not restricted to specific programs	332,081	273,271	184,449	5,003	-	-	-	-	-	-
Special Item	-	-	-	-	-	-	-	-	-	(13,301,696)
Sale of capital assets	44,500	14,835	19,283	8,584	751,833	4,634,215	-	3,889,214	2,257,990	-
Transfers	2,188,771	1,762,090	3,032,123	2,240,398	1,092,505	3,422,753	6,940,538	4,765,038	4,800,400	5,016,880
Total General Revenues and Transfers	\$ 51,722,663	\$ 55,994,785	\$ 53,975,335	\$ 60,670,573	\$ 62,015,789	\$ 75,831,647	\$ 83,987,948	\$ 98,419,720	\$ 99,393,264	\$ 99,687,173
Business-type Activities:										
Unrestricted investment earnings	\$ 135,069	\$ 137,906	\$ 107,901	\$ 144,682	\$ 368,228	\$ 616,861	\$ 528,221	\$ (46,544)	\$ (194,241)	\$ 1,918,409
Sale of capital assets	128,387	7,561	808	-	-	-	-	-	-	-
Special Item	-	-	-	-	(5,154,597)	-	-	-	-	-
Transfers	(2,188,771)	(1,762,090)	(3,032,123)	(2,240,398)	(1,092,505)	(3,422,753)	(6,940,538)	(4,765,038)	(4,800,400)	(5,016,880)
Total Business-type Activities	(1,925,315)	(1,616,623)	(2,923,414)	(2,095,716)	(5,878,874)	(2,805,892)	(6,412,317)	(4,811,582)	(4,994,641)	(3,098,471)
Total Primary Government Revenues	49,797,348	54,378,162	51,051,921	58,574,857	56,136,915	73,025,755	77,575,631	93,608,138	94,398,623	96,588,702
Change in Net Position										
Governmental activities	11,558,267	19,205,071	19,432,895	26,094,381	15,711,270	25,142,682	43,944,551	56,652,590	42,603,393	45,246,402
Business-type activities	1,286,855	2,050,957	2,780,027	3,156,131	3,093,412	4,113,468	1,320,176	6,946,389	7,385,515	9,742,278
Total Change in Net Position	\$ 12,845,122	\$ 21,256,028	\$ 22,212,922	\$ 29,250,512	\$ 18,804,682	\$ 29,256,150	\$ 45,264,727	\$ 63,598,979	\$ 49,988,908	\$ 54,988,680

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 41,389	\$ 50,849	\$ 30,431	\$ 29,340	\$ 50,195	\$ 118,986	\$ 124,197	\$ 160,184	\$ 174,013	\$ 208,891
Restricted	2,345,341	2,522,506	2,557,833	3,920,933	2,692,659	3,014,312	3,356,264	3,537,421	3,587,293	5,100,022
Committed	6,426,029	10,004,831	7,551,402	9,851,905	11,357,804	12,149,311	11,453,433	12,321,724	13,344,614	13,755,830
Unassigned	14,170,472	4,209,450	6,037,787	3,168,012	2,700,037	6,496,456	10,201,985	15,415,350	18,321,057	25,443,785
Total General Fund	22,983,231	16,787,636	16,177,453	16,970,190	16,800,695	21,779,065	25,135,879	31,434,679	35,426,977	44,508,528
All Other Governmental Funds										
Nonspendable	7,500,654	278,894	332,949	208,182	3,861,801	4,443,856	4,388,847	4,378,178	4,398,618	4,442,077
Restricted	-	-	-	-	-	30,867,420	13,753,846	-	-	194,632,562
Committed	17,109,568	10,470,135	4,462,590	94,579,259	103,984,893	114,558,919	126,832,910	143,857,600	158,710,864	2,644,543
Assigned	46,027,499	79,062,075	98,235,252	31,437,287	23,056,308	17,460,023	27,506,368	29,872,512	27,462,528	28,304,223
Unassigned	-	-	-	-	(36,133)	(53,050)	-	(10,169)	-	100,000
Total All Other Governmental Funds	\$ 70,637,721	\$ 89,811,104	\$ 103,030,791	\$ 126,224,728	\$ 130,866,869	\$ 167,277,168	\$ 172,481,971	\$ 178,098,121	\$ 190,572,010	\$ 230,123,405
Total Governmental Funds	\$ 93,620,952	\$ 106,598,740	\$ 119,208,244	\$ 143,194,918	\$ 147,667,564	\$ 189,056,233	\$ 197,617,850	\$ 209,532,800	\$ 225,998,987	\$ 274,631,933

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

	2014	2015	2016	2017	2018	2019¹	2020	2021	2022	2023
Revenues:										
Taxes	\$ 48,138,727	\$ 52,764,713	\$ 49,148,357	\$ 56,952,379	\$ 57,329,923	\$ 62,174,053	\$ 72,485,268	\$ 89,737,204	\$ 93,347,984	\$ 95,734,003
Licenses and permits	4,440,976	4,433,846	6,966,216	9,812,290	7,620,786	7,916,002	7,011,553	7,775,561	7,540,005	10,961,106
Intergovernmental	634,766	763,524	706,088	324,397	1,564,441	815,117	1,885,433	335,644	357,294	1,847,762
Charges for services	17,167,684	8,547,638	8,491,584	5,684,417	5,984,985	7,515,618	3,676,598	5,763,011	6,940,679	7,398,493
Fines	57,179	57,402	51,899	40,694	40,748	55,185	34,070	67,430	46,976	40,210
Miscellaneous	5,413,984	5,142,702	6,808,484	11,286,673	12,981,422	15,704,670	15,303,446	14,467,013	10,713,650	25,155,774
Total Revenues	75,853,316	71,709,825	72,172,628	84,100,850	85,522,305	94,180,645	100,396,368	118,145,863	118,946,588	141,137,348
Expenditures:										
General government	14,584,380	14,901,942	18,661,315	18,917,662	20,282,850	22,915,058	20,443,295	19,747,683	26,343,358	27,260,438
Public safety	4,670,305	4,877,295	5,221,612	5,190,032	5,414,041	5,557,370	5,587,040	5,695,042	6,764,632	7,211,623
Public works	4,308,842	4,273,646	5,233,251	4,628,110	4,639,441	5,689,746	5,195,597	5,350,209	5,773,935	5,965,687
Public health and welfare	13,242,812	8,337,672	6,821,525	6,836,885	7,318,996	11,917,559	13,002,773	12,955,663	9,799,175	11,317,727
Culture and recreation	13,999,493	13,494,365	14,970,316	15,960,236	17,474,645	18,464,107	15,241,198	15,306,827	18,790,898	23,378,130
Capital Outlay:				25,253,557	26,126,131	14,577,888	34,334,819	46,826,107	31,126,291	25,575,420
General government	-	1,124,489	4,552,489	-	-	-	-	-	-	-
Public safety	316,564	153,646	-	-	-	-	-	-	-	-
Public works	1,760,541	1,385,718	2,569,682	-	-	-	-	-	-	-
Public health and welfare	9,213,123	88,473	-	-	-	-	-	-	-	-
Culture and recreation	4,100,570	4,558,170	3,123,127	-	-	-	-	-	-	-
Debt service:										
Principal retirement	1,808,269	2,245,319	2,288,427	2,337,945	2,707,554	7,502,631	3,329,707	3,386,912	5,564,085	3,730,424
Interest	1,532,108	1,632,439	1,396,183	1,847,091	2,128,230	2,695,605	2,949,745	2,790,212	2,674,597	2,486,844
Other	-	-	203,124	-	-	65,316	-	-	-	-
Total Expenditures	69,537,007	57,073,174	64,837,927	81,174,642	86,091,888	89,319,964	100,149,490	112,058,655	106,836,971	106,926,293
Excess (Deficiency) of Revenues Over Expenditures	6,316,309	14,636,681	7,334,701	2,926,208	(569,583)	4,860,681	246,878	6,087,208	12,109,617	34,211,055
Other Financing Sources (Uses):										
SBITA proceeds	-	-	-	-	-	-	-	-	-	761,488
Proceeds from sale of fixed assets	44,500	48,500	19,278	42,839	5,126,563	4,634,215	-	3,889,215	2,257,990	12,473,728
Premium on issuance	569,534	105,911	-	2,738,310	-	5,567,420	-	-	-	-
Debt issued	1,270,000	3,287,775	-	17,570,000	-	25,300,000	2,127,000	-	-	-
Loans Issued	-	-	-	-	-	(300,000)	-	-	-	-
Payments to refunded debt escrow	(1,405,511)	(3,328,773)	-	-	-	(1,976,613)	-	-	-	-
Capital Contributions	-	-	3,493,782	-	-	-	-	-	-	-
Transfers in	9,287,365	23,050,982	13,870,388	10,025,403	12,048,792	10,939,939	17,716,705	11,840,454	13,031,161	11,055,450
Transfers (out)	(7,736,382)	(24,823,288)	(12,108,645)	(9,316,086)	(12,133,126)	(9,913,586)	(11,307,130)	(9,904,295)	(10,932,581)	(9,868,775)
Total Other Financing Sources (Uses)	2,029,506	(1,658,893)	5,274,803	21,060,466	5,042,229	36,527,988	6,259,962	5,825,374	4,356,570	14,421,891
Net change in fund balances	\$ 8,345,815	\$ 12,977,788	\$ 12,609,504	\$ 23,986,674	\$ 4,472,646	\$ 41,388,669	\$ 6,506,840	\$ 11,912,582	\$ 16,466,187	\$ 48,632,946
Debt Service as a percentage of noncapital expenditures	5.31%	7.79%	6.75%	8.12%	6.75%	13.64%	9.50%	9.43%	10.72%	7.53%

¹ The In 2019, the City reclassified any non-capitalized expenses out of capital outlay. The ratio correctly used the \$14,577,887 of capital outlay reported as a reconciling item between the government-wide statement of activities (rather than to total expenditures).

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

	2014	2015	2016	2017¹	2018	2019	2020	2021	2022	2023
Revenues:										
Taxes	\$ 11,633,647	\$ 12,429,710	\$ 10,592,745	\$ 13,362,867	\$ 14,409,582	\$ 19,257,601	\$ 18,560,597	\$ 22,516,306	\$ 25,353,510	\$ 27,441,554
Licenses and permits	3,902,071	3,831,168	4,551,133	6,709,557	6,152,596	6,190,314	5,327,608	6,280,843	6,617,406	8,899,839
Intergovernmental	502,440	454,252	458,609	53,190	83,582	95,667	1,751,496	167,936	160,415	229,116
Charges for services	7,234,174	7,580,425	7,088,448	4,251,439	4,010,866	4,389,430	2,297,348	3,341,795	3,741,924	4,441,744
Fines	57,179	57,402	51,899	40,694	40,748	55,185	34,070	67,430	46,976	40,210
Refund of expenditures	311,212	206,551	316,849	4,928,754	5,313,976	5,618,845	5,799,399	5,759,578	5,949,004	6,792,827
Investment earnings	177,312	164,787	117,809	142,806	315,204	574,893	480,128	(24,911)	(184,574)	1,901,371
Miscellaneous	528,388	487,539	619,273	908,717	1,097,982	1,345,382	1,141,924	1,700,777	1,719,668	1,433,034
Total Revenues	24,346,423	25,211,834	23,796,765	30,398,024	31,424,536	37,527,317	35,392,570	39,809,754	43,404,329	51,179,695
Expenditures:										
General government	9,487,368	10,234,817	10,866,998	12,089,190	13,060,629	13,600,411	15,967,983	14,614,060	18,103,312	19,128,898
Public safety	4,670,305	4,877,295	5,036,266	5,174,698	5,414,041	5,557,370	5,587,040	5,695,042	6,764,632	7,211,623
Public works	2,944,938	3,361,257	3,625,645	3,730,883	3,735,325	4,711,621	4,350,318	4,490,210	4,821,280	4,881,455
Public health and welfare	539,665	541,544	620,304	662,074	704,063	844,229	812,609	812,508	911,920	1,205,179
Culture and recreation	5,429,954	5,317,611	5,594,461	5,986,505	6,154,926	6,371,390	4,940,694	5,660,928	6,691,365	6,863,468
Debt service:										
Principal retirement	33,494	35,144	36,877	38,695	40,604	42,606	44,707	46,912	146	155,456
Interest	15,434	13,782	12,049	10,231	8,322	6,320	4,219	2,014	12,085	9,320
Capital Outlay	9,399	27,249	-	5,547	509	-	-	-	-	668,895
Total Expenditures	23,130,557	24,408,699	25,792,600	27,697,823	29,118,419	31,133,947	31,707,570	31,321,674	37,304,740	40,124,294
Excess (Deficiency) of Revenues Over Expenditures										
	1,215,866	803,135	(1,995,835)	2,700,201	2,306,117	6,393,370	3,685,000	8,488,080	6,099,589	11,055,401
Other Financing Sources (Uses):										
SBITA Proceeds	-	-	-	-	-	-	-	-	-	668,895
Proceeds from sale of assets	27,500	6,950	3,500	570	-	-	-	-	-	-
Transfers in	5,768,470	5,633,740	5,791,208	1,274,870	1,452,780	2,147,950	2,106,240	2,146,950	2,259,970	1,948,450
Transfers out	(627,000)	(12,639,420)	(4,409,056)	(3,182,904)	(3,928,392)	(3,562,950)	(2,434,426)	(4,336,230)	(4,367,261)	(4,591,195)
Total Other Financing Sources (Uses)	5,168,970	(6,998,730)	1,385,652	(1,907,464)	(2,475,612)	(1,415,000)	(328,186)	(2,189,280)	(2,107,291)	(1,973,850)
Net Change in Fund Balances	6,384,836	(6,195,595)	(610,183)	792,737	(169,495)	4,978,370	3,356,814	6,298,800	3,992,298	9,081,551
Fund Balances - Beginning	16,598,395	22,983,231	16,787,636	16,177,453	16,970,190	16,800,695	21,779,065	25,135,879	31,434,679	35,426,977
Fund Balances - Ending	\$ 22,983,231	\$ 16,787,636	\$ 16,177,453	\$ 16,970,190	\$ 16,800,695	\$ 21,779,065	\$ 25,135,879	\$ 31,434,679	\$ 35,426,977	\$ 44,508,528

¹ In 2017, the City reported Rents and Royalties along with Donations and Contributions under Miscellaneous Revenue.

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Taxes:										
Sales tax	\$ 1,267,533	\$ 1,358,733	\$ 1,449,290	\$ 1,470,243	\$ 1,533,535	\$ 1,663,274	\$ 1,559,953	\$ 2,076,543	\$ 2,470,430	\$ 1,380,574
Real estate transfer tax	8,387,972	10,020,525	6,293,074	10,005,041	8,896,761	8,439,265	17,291,739	21,091,602	17,109,813	15,096,718
Lodging Tax	-	-	-	-	-	-	-	-	-	2,375,499
Charges for services:										
Public health and welfare	8,778,982	7,330,883	-	528,317	1,079,859	1,429,542	344,147	1,650,289	1,887,144	1,489,888
Development fees	1,157,002	975,174	1,499,609	-	-	-	-	-	-	-
Refund of expenditures	150,043	8,607	41,735	3,217	4,816	2,398	2,880	6,459	2,880	116,864
Investment earnings	93,043	105,490	155,582	255,057	798,569	1,449,509	1,074,546	(91,912)	(401,709)	2,988,179
Miscellaneous:										
Rents and royalties	534,510	578,846	645,581	686,362	729,161	800,332	728,360	895,537	56,023	47,147
Leases	-	-	-	-	-	-	-	-	918,607	1,344,738
Other	-	-	-	473,994	-	-	7,683	-	54	104
Total Revenues	20,369,085	20,378,258	10,084,871	13,422,231	13,042,701	13,784,320	21,009,308	25,628,518	22,043,242	24,839,711
Expenditures:										
Current:										
Public health and welfare	535,915	4,072,398	1,169,609	1,088,944	1,235,448	5,568,482	6,704,534	6,163,109	1,818,287	2,748,768
Capital:										
Public health and welfare	16,314,304	88,473	-	3,051,872	7,383,940	1,132,743	12,762,557	26,743,838	20,131,983	11,367,945
Total Expenditures	16,850,219	4,160,871	1,169,609	4,140,816	8,619,388	6,701,225	19,467,091	32,906,947	21,950,270	14,116,713
Excess (Deficiency) of Revenues Over Expenditures	3,518,866	16,217,387	8,915,262	9,281,415	4,423,313	7,083,095	1,542,218	(7,278,429)	92,972	10,722,998
Other Financing Sources (Uses):										
Proceeds from sale of assets	-	-	-	-	-	5,126,563	-	-	3,872,392	-
Transfers in	-	140,000	-	-	100,000	-	1,210,093	1,220,000	1,215,000	1,310,000
Transfers out	(667,000)	(1,913,700)	(801,044)	(758,348)	(3,120)	(1,063,150)	(1,276,100)	(176,310)	(5,790)	(24,850)
Total Other Financing Sources (Uses)	(667,000)	(1,773,700)	(801,044)	(758,348)	5,223,443	(1,063,150)	(66,007)	4,916,082	1,209,210	13,718,697
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses) - Budget Basis	2,851,866	14,443,687	8,114,218	8,523,067	9,646,756	6,019,945	1,476,210	(2,362,347)	1,302,182	24,441,695
Reconciliation to GAAP Basis:										
Purchase of housing units held for sale	7,995,040	-	-	-	-	-	-	-	-	-
Purchase of housing units contributed to other funds	(856,050)	-	-	-	-	-	-	-	-	-
Cost of housing units sold	(8,716,000)	(7,138,990)	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses) - GAAP Basis	1,274,856	7,304,697	8,114,218	8,523,067	9,646,756	6,019,945	1,476,210	(2,362,347)	1,302,182	24,441,695
Fund Balances - Beginning	12,687,842	13,962,698	21,267,395	29,381,613	37,904,680	47,551,436	53,571,380	55,047,590	52,685,243	53,987,425
Fund Balances - Ending	\$ 13,962,698	\$ 21,267,395	\$ 29,381,613	\$ 37,904,680	\$ 47,551,436	\$ 53,571,380	\$ 55,047,590	\$ 52,685,243	\$ 53,987,425	\$ 78,429,120

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Taxes	\$ 4,001,415	\$ 4,155,912	\$ 6,513,679	\$ 5,149,120	\$ 5,373,920	\$ 3,386,380	\$ 3,556,004	\$ 3,690,717	\$ 3,808,066	\$ 5,130,973
Licenses and permits	-	14,212	36,000	687,762	-	-	-	-	-	-
Intergovernmental	-	-	-	16,000	261,817	-	-	35,000	-	48,726
Charges for service	-	-	75,000	-	-	-	-	-	-	-
Refund of expenditures	-	4,702	855,374	155,483	118,095	11,737	-	-	926,047	296,765
Investment earnings	65,791	88,452	147,826	330,727	487,628	1,444,749	1,238,542	(41,861)	(211,038)	1,379,495
Miscellaneous	120,912	153,087	52,598	92,204	319,785	-	9,971	-	-	216,127
Total Revenues	4,188,118	4,416,365	7,680,477	6,431,296	6,561,245	4,842,866	4,804,517	3,683,856	4,523,075	\$ 7,072,086
Expenditures:										
General government	553,675	229,192	2,491,785	118,952	107,232	565,627	129,170	69,909	150,518	104,198
Public safety	-	-	185,346	15,334	-	-	-	-	-	-
Public works	588,001	238,296	682,761	-	-	93,682	-	-	220,001	236,732
Public health and welfare	-	2,781	-	-	-	-	-	-	-	-
Culture and recreation	293,245	213,010	430,556	-	-	14,993	901	-	385,561	282,819
Capital Outlay	1,783,239	2,635,967	6,931,587	18,704,123	15,082,304	10,192,240	18,028,714	15,480,559	8,023,580	4,970,750
Total Expenditures	3,218,160	3,319,246	10,722,035	18,838,409	15,189,536	10,866,542	18,158,785	15,550,468	8,779,660	5,594,499
Excess (Deficiency) of Revenues Over Expenditures	969,958	1,097,119	(3,041,558)	(12,407,113)	(8,628,291)	(6,023,676)	(13,354,268)	(11,866,612)	(4,256,585)	1,477,587
Other Financing Sources (Uses):										
Proceeds from sale of assets	17,000	41,550	15,778	-	-	135,000	-	16,823	127,769	40,181
Debt issuance	-	-	-	20,308,310	-	25,300,000	-	-	-	-
Premium on issuance	-	-	-	-	-	5,567,420	-	-	-	-
Transfers in	95,250	12,451,000	4,584,910	3,323,551	3,907,978	777,354	6,818,060	420,220	1,759,430	58,780
Transfers out	(105,576)	(2,311,208)	(91,853)	-	(160,100)	(191,880)	-	-	-	-
Total Other Financing Sources (Uses)	6,674	10,181,342	4,508,835	23,631,861	3,747,878	31,587,894	6,818,060	437,043	1,887,199	98,961
Net Change in Fund Balances	976,632	11,278,461	1,467,277	11,224,748	(4,880,413)	25,564,218	(6,536,208)	(11,429,569)	(2,369,386)	1,576,548
Fund Balances - Beginning	6,192,836	7,169,468	18,447,929	19,915,206	31,139,954	26,259,541	51,823,759	45,287,551	33,857,982	31,488,596
Fund Balances - Ending	\$ 7,169,468	\$ 18,447,929	\$ 19,915,206	\$ 31,139,954	\$ 26,259,541	\$ 51,823,759	\$ 45,287,551	\$ 33,857,982	\$ 31,488,596	\$ 33,065,144

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Charges for services:										
Electric sales	\$ 7,432,889	\$ 7,630,163	\$ 8,029,034	\$ 8,176,759	\$ 8,911,979	\$ 9,894,502	\$ 9,956,800	\$ 10,701,421	\$ 11,774,197	\$ 12,103,417
Grants:										
Nongovernmental grant	-	22,072	75,623	-	-	-	-	-	-	-
Intergovernmental/State grant	-	-	-	-	-	-	14,260	200,740	-	-
Miscellaneous:										
Other revenues	95,069	73,866	84,289	9,501	63,307	24,709	46,813	54,839	103,996	43,530
Other resources:										
Investment earnings (losses)	42,186	44,592	35,639	42,072	86,667	117,310	114,976	(10,196)	(54,316)	403,237
Total Revenues	7,570,144	7,770,693	8,224,585	8,228,332	9,061,953	10,036,521	10,132,849	10,946,804	11,823,877	12,550,184
Expenses:										
Operating:										
Personnel services	952,563	950,928	1,068,875	1,668,176	1,619,519	1,527,844	1,627,455	1,736,370	1,880,620	2,074,037
General operations	4,397,610	4,685,347	5,081,443	5,316,788	5,865,142	5,653,173	5,405,178	5,433,106	5,918,035	5,979,313
Materials and supplies	266,798	812,468	302,584	63,199	142,138	160,278	186,472	73,140	61,380	60,440
Contingency	-	-	13,735	-	-	-	-	-	-	-
Capital expenses:										
Property, plant, and equipment	945,263	125,089	419,542	367,352	150,624	501,467	451,741	981,225	2,287,644	2,418,184
Debt service:										
Principal	145,000	150,000	155,000	160,000	2,135,000	2,390,000	300,000	305,000	315,000	343,994
Interest	211,268	206,555	201,305	195,880	189,880	78,667	54,351	41,589	34,424	28,161
Total Expenses	6,918,502	6,930,387	7,242,484	7,771,395	10,102,303	10,311,429	8,025,197	8,570,430	10,497,103	10,904,129
Income (Loss) Before Contributions and Transfers										
	651,642	840,306	982,101	456,937	(1,040,350)	(274,908)	2,107,652	2,376,374	1,326,774	1,646,055
Capital contributions										
Proceeds from sale of assets	127,860	-	-	-	-	-	-	-	-	-
Transfers in	-	139,092	-	-	3,200	853,300	4,900	185,000	3,500	-
Transfers out	(919,434)	(1,154,819)	(1,080,690)	(434,029)	(643,582)	(898,950)	(1,467,646)	(729,800)	(852,590)	(824,070)
Change in Net Position - Budget Basis	(139,932)	(175,421)	(98,589)	22,908	(1,680,732)	(320,558)	644,906	1,831,574	477,684	821,985
Reconciliation to GAAP Basis:										
Debt principal payments	145,000	150,000	155,000	160,000	2,135,000	2,390,000	300,000	305,000	315,000	343,994
Debt accrued interest	1,674	1,677	1,650	1,654	1,624	20,570	-	2,187	761	798
Capitalized expenses	945,263	125,089	419,542	367,352	150,624	501,467	451,741	981,225	2,287,644	2,418,184
Change in compensated absences	2,116	(5,455)	(2,198)	3,148	(106,827)	24,964	(36,447)	(19,040)	78,813	(106,257)
Change in OPEB obligation	-	(37,987)	1,813	(530)	(80,242)	(469)	(9,393)	8,145	5,023	65,662
Loss on disposition of assets	(100,117)	-	-	-	(5,154,597)	(42,664)	(13,755)	(27,260)	(67,768)	(37,961)
Contributions of assets from other funds	-	-	-	-	467,171	-	-	-	-	-
Depreciation	(746,403)	(1,156,319)	(915,800)	(1,189,374)	(970,122)	(1,010,294)	(981,019)	(945,188)	(927,570)	(938,666)
Change in Net Position - GAAP Basis	107,601	(1,098,416)	(438,582)	(634,842)	(5,238,101)	1,563,016	356,033	2,136,643	2,169,587	2,567,739
Net Position - Beginning	16,200,781	16,308,382	15,209,966	14,771,384	14,136,542	8,898,441	10,461,457	10,817,490	12,954,133	15,123,720
Net Position - Ending	\$ 16,308,382	\$ 15,209,966	\$ 14,771,384	\$ 14,136,542	\$ 8,898,441	\$ 10,461,457	\$ 10,817,490	\$ 12,954,133	\$ 15,123,720	\$ 17,691,459

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues:										
Operating revenues:										
Rents and royalties	\$ 1,068,809	\$ 1,086,887	\$ 1,163,131	\$ 1,191,915	\$ 1,207,158	\$ 1,236,335	\$ 1,254,883	\$ 1,318,180	\$ 1,357,567	\$ 1,328,445
Other	41,938	39,025	52,071	62,973	48,062	42,715	31,291	39,551	41,258	83,891
Grants:										
Nongovernmental grants	-	-	320,321	-	-	-	-	-	-	-
Other resources:										
Investment earnings	17,968	14,306	10,831	7,835	18,509	26,654	33,283	(2,573)	(6,528)	92,938
Total Revenues	1,128,715	1,140,218	1,546,354	1,262,723	1,273,729	1,305,704	1,319,457	1,355,158	1,392,297	1,505,274
Expenses:										
Operating:										
Personnel services	296,056	263,935	247,006	103,732	106,610	109,962	101,765	100,512	119,767	133,977
General operations	315,317	273,714	287,203	528,518	563,440	619,415	645,407	550,582	596,463	617,602
Materials and supplies	53,211	106,202	435,287	18,374	28,295	31,476	24,607	28,781	15,091	33,810
Capital expenditures:										
Property, plant, and equipment	24,255	1,328,511	333,601	70,534	-	375,016	262,832	462,361	18,044	152,341
Debt service:										
Principal	535,000	565,000	575,000	595,000	610,000	630,000	655,000	675,000	-	-
Interest	168,687	147,288	134,575	111,575	96,700	78,400	53,199	27,000	-	-
Total Expenses	1,392,526	2,684,650	2,012,672	1,427,733	1,405,045	1,844,269	1,742,810	1,844,236	749,365	937,730
Income (Loss) Before Transfers	(263,811)	(1,544,432)	(466,318)	(165,010)	(131,316)	(538,565)	(423,353)	(489,078)	642,932	567,544
Non-Operating Revenues (Expenses):										
Transfers in	-	1,350,000	295,000	100,000	-	975,000	1,100,000	-	-	-
Transfers out	(79,000)	(127,000)	(150,000)	(5,500)	(5,796)	(11,500)	(1,238)	(12,300)	(212,700)	(265,300)
Total Other Financing Sources (Uses)	(79,000)	1,223,000	145,000	94,500	(5,796)	963,500	1,098,762	(12,300)	(212,700)	(265,300)
Change in Net Position - Budget Basis	(342,811)	(321,432)	(321,318)	(70,510)	(137,112)	424,935	675,409	(501,378)	430,232	302,244

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

Fiscal Year Ended December 31¹	Valuation Base Year²	Residential Property Assessment			Commercial Property	Other Property	Tax-Exempt Property	Assessed Value	Estimated Actual Value²	Taxable Assessed Value as a Percentage of Estimated Actual Taxable Value	Total Direct Tax Rate⁵
		Residential Property Rate³	Residential Property⁴	Commercial Property							
2014	2012	7.96%	733,455,580	423,410,750	85,341,320	153,445,790	1,242,207,650	10,968,575,260	11.33%	5.817	
2015	2014	7.96%	892,553,590	504,872,920	94,736,040	158,666,150	1,492,162,550	13,280,594,120	11.24%	4.978	
2016	2014	7.96%	901,732,880	497,043,570	84,221,960	166,507,050	1,482,998,410	13,323,299,450	11.13%	5.227	
2017	2016	7.20%	974,777,830	565,678,820	79,402,740	166,926,610	1,619,859,390	15,763,013,550	10.28%	5.096	
2018	2016	7.20%	995,072,730	562,936,810	64,559,180	166,933,690	1,622,568,720	15,984,210,450	10.15%	5.298	
2019	2018	7.15%	1,111,861,910	657,456,870	61,336,370	171,306,540	1,830,655,150	18,028,113,260	10.15%	4.962	
2020	2019	7.15%	1,129,349,780	654,985,060	54,389,690	170,255,010	1,839,384,990	18,241,188,490	10.08%	5.093	
2021	2020	7.15%	1,294,490,860	653,661,150	67,777,530	170,447,510	2,015,929,540	20,609,762,380	9.78%	4.791	
2022	2022	6.95%	1,269,279,590	661,343,840	78,279,700	178,243,020	2,008,903,130	20,833,330,570	9.64%	5.004	
2023	2023	6.06%	2,016,753,830	766,261,220	134,775,580	175,324,290	2,956,547,200	33,938,969,020	8.71%	3.865	

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

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

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

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

⁵ Per \$1,000 of assessed valuation.

Source: Pitkin County Assessors Office

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

Tax Year	General Mill Levy						Overlapping Rates												
	General Fund	Asset Management Fund	Voter Approved Increase	Stormwater Mill Levy	Refund / Abatements	Total Direct Tax Rate	Pitkin County	Open Space & Trails	Aspen Fire Protection	Aspen Sanitation District	Aspen School District	Colorado Mountain College	Colorado River Water Conservation	Aspen Valley Hospital	Aspen Ambulance District	Aspen Historic District	Pitkin County Library	Human Svc & Other Grants	Healthy Community Fund
2014	1.798	3.339	-	0.650	0.030	5.817													
2015	-	4.404	-	0.557	0.017	4.978													
2016	1.150	3.451	-	0.582	0.044	5.227													
2017	1.102	3.308	-	0.650	0.036	5.096													
2018	2.549	2.086	-	0.650	0.013	5.298													
2019	2.363	1.934	-	0.650	0.015	4.962													
2020	2.423	1.983	-	0.650	0.037	5.093													
2021	2.276	1.862	-	0.650	0.003	4.791													
2022	2.171	2.170		0.650	0.013	5.004													
2023	1.283	1.925		0.650	0.007	3.865													

Source: Pitkin County Assessor

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

Fiscal Year	Collected within the Fiscal Year Following the Levy			Total Collections to Date		
	Taxes Levied for the Fiscal Year	Amount Collected	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy
2013	6,959,894	6,947,150	99.82%	2,248	6,949,398	99.85%
2014	7,220,837	7,218,155	99.96%	485	7,218,640	99.97%
2015	7,364,539	7,361,708	99.96%	1,508	7,363,216	99.98%
2016	7,751,633	7,719,051	99.58%	1,543	7,720,594	99.60%
2017	8,254,803	8,223,119	99.62%	229	8,223,348	99.62%
2018	8,596,369	8,579,563	99.80%	-	8,579,563	99.80%
2019	9,083,711	9,007,535	99.16%	158	9,007,693	99.16%
2020	9,367,988	9,356,961	99.88%	5,171	9,362,132	99.94%
2021	9,658,318	9,646,272	99.88%	1,022	9,647,293	99.89%
2022	10,052,551	10,040,643	99.88%	6,814	10,047,457	99.95%

Source: Pitkin County Treasurer

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

Taxpayer	2023			2014			Percentage of Total City Assessed Value
	Assessed Value	Rank	Percentage of Total City Assessed Value	Assessed Value	Rank		
Aspen Owner LLC	\$ 47,979,570	1	1.62%				
Residences At The Little Nell Condo	30,056,050	2	1.02%	\$ 11,557,580	4		0.93%
Hyatt Grand Aspen	27,295,210	3	0.92%	12,253,030	3		0.99%
Little Nell LLC	25,876,670	4	0.88%	14,814,540	2		1.19%
Iconic Properties Jerome LLC	21,815,580	5	0.74%				0.00%
Limelight Aspen LLC	21,315,040	6	0.72%				0.00%
Aspen Club Lodge Prop LLC	20,718,490	7	0.70%	7,980,540	8		0.64%
Aspen City Holdings LLC	18,649,200	8	0.63%				0.00%
Cox Anthony E Living Trust	14,751,480	9	0.50%	9,102,620	7		0.73%
Mill Street Plaza Associates LLC	13,021,670	10	0.44%	7,389,450	10		0.59%
Aspen Skiing Company LLC				30,466,840	1		2.45%
315 East Dean Association Inc				26,050,230	2		2.10%
Jerom Property LLC				10,876,180	5		0.87%
Aspen Highlands Condo Association Inc				9,444,230	6		0.76%
Ajax Mountain Associates LLC				7,859,570	9		0.63%
Total	\$ 241,478,960		8.17%	\$ 147,794,810			11.89%

Source: Pitkin County Assessor

City of Aspen, Colorado
Sales & Lodging Tax Receipts
Last Ten Years

Year	Share of County Tax Receipts ¹	1.5% Original Parks and Open Space Sales Tax Receipts ²	0.15% Transportation Sales Tax Receipts	0.45% Affordable Housing / Daycare Sales Tax Receipts	2.0% Lodging Tax Receipts	0.3% Public Education Sales Tax Receipt	Total Sales & Lodging Tax Receipts
2014	7,811,681	9,349,748	934,972	2,804,906	2,885,188	1,868,690	23,786,495
2015	8,434,831	10,032,710	1,003,256	3,009,760	3,189,844	2,005,006	25,670,401
2016	8,793,732	10,703,698	1,068,662	3,212,930	3,514,720	2,140,079	27,293,742
2017	9,225,261	10,860,462	1,086,048	3,258,133	3,653,810	\$ 2,172,173	28,083,714
2018	9,790,916	11,322,094	1,132,213	3,396,629	3,689,936	\$ 2,267,278	29,331,787
2019	12,080,894	12,300,779	1,230,135	3,690,392	3,884,556	\$ 2,448,270	33,186,756
2020	11,844,040	11,474,933	1,146,678	3,442,019	3,023,343	\$ 2,297,231	30,931,013
2021	14,860,258	15,316,297	1,532,246	4,596,698	5,199,653	\$ 3,067,287	41,505,152
2022	17,622,101	18,199,899	1,820,006	5,459,956	5,826,354	\$ 3,644,119	52,572,436
2023	19,527,130	18,339,651	1,833,968	5,501,885	5,576,192	\$ 3,670,468	54,449,295

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

² Ballot 2B effective October 25, 2022 extended 0.5% additional Parks and Open Space Sales Tax sunset from 2025 into perpetuity.

Source: City of Aspen Finance Department

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Tourist Accommodations	\$ 173,635,530	\$ 189,831,386	\$ 208,947,063	\$ 216,660,654	\$ 220,537,796	\$ 236,022,348	\$ 177,049,623	\$ 256,865,311	\$ 354,632,618	342,342,698
Restaurants & Bars	111,574,533	117,775,032	125,401,898	129,748,877	131,605,512	138,933,322	122,853,349	154,955,362	192,771,817	199,746,916
Clothing Stores	54,826,951	57,038,634	57,460,749	57,315,795	60,049,292	63,878,204	62,831,254	121,272,550	148,934,872	152,312,686
Food & Drug Stores	51,969,320	52,783,189	55,394,104	56,092,878	57,154,984	59,563,090	57,746,453	68,967,198	80,289,156	77,842,364
Sports Equipment & Clothing	46,102,802	46,902,333	48,991,626	47,922,476	50,403,991	52,764,596	53,554,273	65,735,189	73,242,116	73,158,864
Utilities & Tele-communications	41,206,036	42,308,662	43,229,802	43,394,957	46,054,479	45,623,028	44,901,090	49,592,868	49,614,944	51,281,828
General Retail & Construction²	64,677,897	69,871,504	82,288,198	57,208,185	57,911,800	70,270,949	71,744,962	94,834,967	88,703,357	83,428,928
Automobile	18,716,363	22,387,210	21,645,903	20,821,925	20,038,125	19,433,589	24,140,324	31,400,315	36,072,126	35,817,548
Luxury Goods	29,145,727	30,585,489	26,379,036	29,364,522	30,697,738	38,479,956	38,630,406	46,883,805	57,516,124	65,662,320
Liquor & Marijuana Stores	13,360,743	18,241,950	20,298,287	21,837,308	22,501,168	22,882,191	24,592,700	24,967,109	23,099,481	19,924,767
Miscellaneous Retail¹	18,751,537	18,323,998	23,839,502	50,046,776	62,642,192	71,906,367	88,178,228	105,278,542	115,451,950	128,973,252
Total Taxable Sales	\$ 623,967,439	\$ 666,049,387	\$ 713,876,168	\$ 730,414,353	\$ 759,597,077	\$ 819,757,640	\$ 766,222,662	\$ 1,020,753,217	\$ 1,220,328,561	\$ 1,230,492,171

¹ In 2017, General Retail was aggregated into Miscellaneous Retail

Source: City of Aspen Finance Department

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

Fiscal Year	0.50% Arts and Culture Real Estate Transfer Tax	1.0% Affordable Housing Real Estate Transfer Tax	Total Real Estate Transfer Taxes
2013	3,120,977	5,678,816	8,799,793
2014	4,496,239	8,387,972	12,884,211
2015	5,392,273	10,020,525	15,412,798
2016	3,342,440	6,293,074	9,635,514
2017	5,220,948	10,005,041	15,225,989
2018	4,633,568	8,896,761	13,530,329
2019	4,420,987	8,439,265	12,860,252
2020	9,331,857	17,291,739	26,623,597
2021	10,848,886	21,091,602	31,940,488
2022	8,807,528	17,109,813	25,917,341
2023	7,761,475	15,096,718	22,858,192

Source: City of Aspen Finance Department

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
January	\$ 1,022,753	\$ 1,192,612	\$ 1,184,851	\$ 1,191,709	\$ 1,282,369	\$ 1,330,693	\$ 1,422,636	\$ 996,882	\$ 1,768,258	\$ 2,109,862
February	997,154	1,088,343	1,116,542	1,136,074	1,199,177	1,241,264	1,326,761	1,045,874	1,891,143	1,974,225
March	1,117,521	1,142,502	1,199,908	1,286,681	1,283,380	1,452,777	777,110	1,653,673	2,221,900	2,168,180
April	398,606	438,915	432,251	415,054	479,660	541,398	327,755	698,350	851,407	798,411
May	337,240	323,927	360,410	356,042	403,816	461,935	354,411	602,775	613,668	605,232
June	771,366	752,640	874,319	917,699	970,162	987,735	822,191	1,383,577	1,563,269	1,478,109
July	1,046,838	1,110,992	1,161,358	1,140,920	1,251,570	1,371,772	1,240,494	1,911,095	1,875,828	1,892,299
August	914,860	910,422	1,023,965	1,039,673	1,012,245	1,120,084	1,114,495	1,554,787	1,716,651	1,578,161
September	615,427	734,235	823,439	860,787	886,348	955,163	1,383,878	1,585,728	1,540,641	1,441,796
October	386,833	439,230	461,513	510,768	500,166	580,780	667,365	968,539	941,606	867,653
November	370,645	399,315	434,801	400,038	445,436	495,975	608,015	718,431	673,880	777,428
December	1,370,505	1,499,578	1,630,342	1,605,016	1,607,766	1,761,203	1,429,822	2,196,588	2,541,695	2,648,296
Total	\$ 9,349,748	\$ 10,032,711	\$ 10,703,698	\$ 10,860,462	\$ 11,322,094	\$ 12,300,779	\$ 11,474,933	\$ 15,316,297	\$ 18,199,946	\$ 18,339,651

Source: City of Aspen Finance Department.

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

2023	
Business Name¹	Industry
Aspen Club Lodge Properties	Accomodations
Aspen Grocery Inc	Food and Drugs
City Market Store 16 Aspen	Food and Drugs
Iconic Properties - Jerome, LLC	Accomodations
Limelight Hotel	Accomodations
MJ Aspen LLC	Accomodations
Pitkin County Motor Vehicle	Automobile
Powder Keg Inc	Fashion and Clothing
The Little Nell	Accomodations
The St Regis Aspen Resort Aspen	Accomodations

2014	
Business Name¹	Industry
Aspen Square Condominium Association	Tourist Accommodations
City Market	Food and Drug
Frias Properties of Aspen	Tourist Accommodations
Hotel Jerome	Tourist Accommodations
Limelight Hotel	Tourist Accommodations
Pitkin County Motor Vehicle	Automobile
St. Regis of Aspen	Tourist Accommodations
The Gant	Tourist Accommodations
The Little Nell	Tourist Accommodations
The Sky Hotel	Tourist Accommodations

¹ Businesses' names are listed in alphabetic order.

Source: City of Aspen Finance Department.

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

	Licenses and Permits	Inter- governmental	Charges for Services²	Fines and Forfeits	Rents	Leases	Earnings on Investments	Other	Total
Taxes¹									
2014	48,138,727	4,440,976	634,766	17,167,684 ³	57,179	1,891,512	747,128	2,775,344	75,853,316
2015	52,764,713	4,433,876	763,524	8,547,638	57,402	2,022,601	773,191	2,346,910	71,709,855
2016	49,148,357	6,966,216	706,088	8,491,584	51,899	1,956,307	817,221	4,034,956	72,172,628
2017	56,952,379	9,812,290	324,397	5,684,417 ⁴	40,694	2,269,023	1,190,851	7,826,799 ⁴	84,100,850
2018	57,329,923	7,620,786	1,564,441	5,984,985	40,748	2,590,764	2,638,785	7,751,873	85,522,305
2019	62,174,053	7,916,002	815,117	7,515,618	55,185	2,656,037	5,356,707	7,691,926	94,180,645
2020	72,485,268	7,011,553	1,885,433	3,676,598	34,070	2,542,469	4,284,370	8,476,607	100,396,368
2021	89,737,204	7,775,561	335,644	5,763,011	67,430	2,952,408	(284,387)	11,798,992	118,145,863
2022	93,347,984	7,540,005	357,294	6,940,679	46,976	2,203,019	1,215,822	(1,305,266)	8,600,075
2023	95,734,003	10,961,106	1,847,762	7,398,493	40,210	2,136,496	1,565,475	11,943,226	9,510,577
									141,137,348

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

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

³ The increase in Charges for Services in 2014 was primarily the result of \$8,777,482 in sales of affordable housing units at Burlingame Ranch Phase II.

⁴ General Fund Overhead charges were classified as a reimbursement (Other) rather than a Charge for Services starting in 2017.

Source: City of Aspen Finance Department.

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

Fiscal Year	Governmental Activities					Business-Type Activities					Percentage of Estimated Personal Income ^{1,2}		Per Capita
	General Obligation Bonds	Sales Tax Revenue Bonds	Certificates of Participation	Capital Lease	Special Assessment Bonds	Housing Facility General Obligation Bonds	General Obligation Bonds	Notes Payable ³	Capital Lease	Sales Tax Revenue Bonds	Total Primary Government		
2014	-	35,070,661	7,405,000	297,631	-	5,663,980	4,704,433	-	-	559,111	53,700,816	6.16%	7,797
2015	-	32,588,901	7,240,000	262,487	-	4,646,715	4,553,193	-	-	440,987	49,732,283	5.26%	6,902
2016	-	30,140,891	7,065,000	225,611	-	3,620,301	4,396,996	8,500,914	-	316,592	54,266,305	5.35%	7,299
2017	-	27,674,072	27,193,310	186,915	-	2,619,976	4,235,842	-	-	191,546	62,101,661	6.06%	8,386
2018	-	25,183,926	26,543,084	146,311	-	1,990,322	2,098,336	2,587,958	-	65,879	58,615,817	5.29%	7,937
2019	-	22,600,550	52,087,929	103,705	-	1,345,333	-	4,306,751	211,896	-	80,656,164	6.95%	10,898
2020	-	19,847,771	50,833,808	58,998	-	680,162	-	10,525,183	168,273	-	82,114,195	7.56%	11,724
2021	-	19,174,632	49,632,436	12,085	-	-	-	10,092,760	106,949	-	79,018,862	5.72%	11,371
2022	-	14,175,977	46,444,078	-	-	-	-	9,752,397	54,570	-	70,427,022	1.74%	10,448
2023	-	11,267,129	45,194,104	596,065	-	-	-	9,395,759	-	-	66,453,057	N/A	10,050

¹ Pitkin County Estimated Personal Income. See page J28 for additional details.

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

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

Fiscal Year	General Obligation Bonds	Certificates of Participation	Sales Tax Revenue Bonds	Capital Lease	Special Assessment Bonds	Total Bonded General Obligation Debt Outstanding	Percentage of Assessed Value of Property	Per Capita
2014	10,368,413	7,405,000	35,629,772	297,631	-	10,368,413	0.83%	1,506
2015	9,199,908	7,240,000	33,029,888	262,487	-	9,199,908	0.62%	1,277
2016	8,017,297	7,065,000	30,457,483	225,611	-	8,017,297	0.54%	1,078
2017	6,855,818	27,193,310	27,865,618	186,915	-	6,855,818	0.42%	926
2018	4,088,658	26,543,084	25,249,805	146,311	-	4,088,658	0.25%	554
2019	1,345,333	52,087,929	22,600,550	103,705	-	1,345,333	0.07%	182
2020	680,162	50,833,808	19,847,771	58,998	-	680,162	0.04%	97
2021	-	49,632,436	19,174,632	12,085	-	-	0.00%	-
2022	-	46,444,078	14,175,977	-	-	-	0.00%	-
2023	-	45,194,104	11,267,129	596,065	-	-	0.00%	-

Source: City of Aspen Finance Department

City of Aspen, Colorado
Direct and Overlapping Governmental Activities Debt
As of December 31, 2023
(in thousands)

Overlapping Debt	Total General Obligation Debt Outstanding	Estimated Percentage Applicable¹	Estimated Share of Overlapping Debt
Aspen School District (Jun 30)	\$ 103,510	55.23%	\$ 57,166
Pitkin County (Dec 31)	28,810	51.91%	14,955
Total Overlapping Debt	\$ 132,320		72,121
 City of Aspen Direct Debt			 57,057
 Total Direct and Overlapping Debt			 \$ 129,178

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

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

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

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt Limit	\$ 248,442	\$ 298,433	\$ 296,600	\$ 323,139	\$ 323,981	\$ 366,131	\$ 367,877	\$ 403,186	\$ 401,781	\$ 591,309
Total net debt applicable to limit	10,368	8,017	7,065	6,856	4,089	1,345	680	-	-	-
Legal Debt Margin	<u>\$ 238,073</u>	<u>\$ 290,415</u>	<u>\$ 289,535</u>	<u>\$ 316,283</u>	<u>\$ 319,893</u>	<u>\$ 364,786</u>	<u>\$ 367,197</u>	<u>\$ 403,186</u>	<u>\$ 401,781</u>	<u>\$ 591,309</u>
Total net debt applicable to limit as a percentage of debt limit	4.173%	2.686%	2.382%	2.122%	1.262%	0.367%	0.185%	0.000%	0.000%	0.000%

¹ Source: Pitkin County Assessor

Legal Debt Margin Calculation for Fiscal Year 2023

Assessed value ¹	\$ 2,956,547
Debt limit (20% of assessed value)	591,309
Debt applicable to limit:	
General Obligation Bonds	-
Total net debt applicable to limit	-
Legal debt margin	<u>\$ 591,309</u>

City of Aspen, Colorado
Pledged Revenue Coverage
Last Ten Years

Sales Tax Revenue Bonds

Fiscal Year	Share of County Tax Receipts	1.5% Original Parks and Open Space Sales Tax Receipts^{1,2}	Debt Service			Coverage
			Total Pledged Revenues	Principal	Interest	
2014	7,811,681	9,349,748	9,349,748	1,725,000	1,113,429	4.95
2015	8,434,831	10,032,710	10,032,710	2,155,000	1,133,484	4.60
2016	8,793,732	10,703,698	10,703,698	2,195,000	971,057	5.03
2017	9,225,261	10,860,462	10,860,462	2,240,000	926,200	5.20
2018	9,790,916	11,322,094	11,322,094	2,290,000	876,188	5.48
2019	12,080,894	12,300,779	12,300,779	2,350,000	822,813	3.88
2020	11,844,040	11,474,933	11,474,933	2,480,000	750,488	6.43
2021	12,020,330	13,119,709	13,119,709	380,000	683,255	12.34
2022	17,622,101	18,199,899	18,199,899	2,585,000	599,229	9.34
2023	19,527,130	18,339,651	18,339,651	2,740,000	496,913	5.67

¹The 1.5% Sales Tax are pledged to all issuances of Sales Tax Revenue Bonds.

² Ballot 2B effective October 25,2022 extended 0.5% additional Parks and Open Space Sales Tax sunset from 2025 into perpetuity.

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenue:										
Real Estate Transfer Tax	\$ 8,387,972	\$ 10,020,525	\$ 6,293,074	\$ 10,005,041	\$ 8,896,761	\$ 8,439,265	\$ 17,291,740	\$ 21,091,602	\$ 17,109,813	\$ 15,096,718
Sales Tax	1,267,533	1,358,733	1,449,290	1,470,243	1,533,535	1,663,274	1,559,953	2,076,543	2,470,430	1,380,574
Lodging Tax	-	-	-	-	-	-	-	-	-	2,375,499
Other ¹	10,713,580	8,999,000	2,342,507	1,946,947	2,612,405	3,681,781	2,157,616	2,460,373	2,462,999	5,986,920
Total Revenue	<u>\$ 20,369,085</u>	<u>\$ 20,378,258</u>	<u>\$ 10,084,871</u>	<u>\$ 13,422,231</u>	<u>\$ 13,042,701</u>	<u>\$ 13,784,320</u>	<u>\$ 21,009,309</u>	<u>\$ 25,628,518</u>	<u>\$ 22,043,242</u>	<u>\$ 24,839,711</u>

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

Source: City of Aspen Finance Department.

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

	2014	2015²	2016³	2017	2018	2019	2020	2021	2022	2023
Gross Revenues ¹	\$ 1,128,715	\$ 1,140,218	\$ 1,546,354	\$ 1,262,723	\$ 1,273,729	\$ 1,305,704	\$ 1,319,457	\$ 1,355,158	\$ 1,392,297	\$ 1,505,274
Less Operating and Capital Expenses										
Net Revenues Available	<u>\$ 439,876</u>	<u>\$ (832,144)</u>	<u>\$ 243,257</u>	<u>\$ (165,010)</u>	<u>\$ (131,316)</u>	<u>\$ (538,565)</u>	<u>\$ (423,353)</u>	<u>\$ (489,078)</u>	<u>\$ 642,932</u>	<u>\$ 567,544</u>

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

² In 2015, there was \$1,350,000 of transfers in, not included in Gross Revenues, meant to cover the increase in capital projects.

³ In 2016, the Truscott Housing Fund received a local energy grant for \$320 thousand, to help fund a capital project for energy efficiency upgrades.

Source: City of Aspen Finance Department.

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

Fiscal Year	City of Aspen Population³	Pitkin County Population¹	Estimated Total Personal Income (in thousands)¹		Unemployment Rate²
			Per Capita Income¹		
2014	6,887	17,595	2,208,137	126,611	3.6%
2015	7,206	17,782	2,339,435	131,105	2.9%
2016	7,435	17,752	2,414,716	136,366	2.6%
2017	7,405	17,890	2,572,797	138,328	3.0%
2018	7,385	18,066	2,711,927	150,112	3.4%
2019	7,401	17,902	2,807,578	156,830	2.9%
2020	7,004	17,894	2,774,769	155,067	6.8%
2021	6,949	17,350	3,451,188	198,939	5.9%
2022	6,741	16,876	3,670,234	217,482	3.3%
2023	6,612	16,640	NA ⁴	NA ⁴	3.2%

¹ Pitkin County Population, Personal Income and Per Capita Income figures sourced from U.S. Department of Commerce, Bureau of Economic Analysis (<https://apps.bea.gov>).

² Pitkin County Unemployment Rate as of December 31 each year per U.S. Bureau of Labor Statistics (<https://bls.gov/lau>) GOT UNEMPLOYMENT FROM PITCO ECONOMIC INDICATORS

³ Population per the U.S. Census Bureau at <https://www.census.gov/quickfacts/fact/table/aspencitycolorado#>

⁴ Information not available at the time of publication.

**City of Aspen, Colorado
Principal Employers
Current Year and Ten Years Ago**

Employer¹	2023 Estimated Employees²	Rank	2014 Estimated Employees		Rank
			Estimated Employees	Rank	
Aspen Skiing Company	4,345	1	3,400		1
Aspen Valley Hospital	555	2	300		5
City of Aspen	501	3			
Roaring Fork Transit Authority	374	4			
Pitkin County	387	5			
Aspen School District No. 1	448	6	210		7
St. Regis Hotel	384	7	350		4
Hotel Jerome	360	8	250		6
Viceroy Hotel (Snowmass)	210	9			
Town of Snowmass Village	195	10			
Ritz Carlton Aspen Highlands	160				
Pitkin County/City of Aspen ³			625		2
Little Nell Hotel			400		3
Aspen Sports			200		8
City Market			110		9
Clark's Market			65		10

Source:
Pitkin County
Individual Employers

¹ Estimated employees includes Aspen and Snowmass Village employers.

²The number of employees can vary based on season in Pitkin County. As such, the largest number of employees at any point in the year has been presented for each employer.

³ In 2014 Pitkin County and City of Aspen had combined figures for employment

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

Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023¹
General government	72	79	83	80	84	93	93	96	97	107
Public Safety	36	42	37	36	37	37	38	37	40	40
Public Works	23	25	29	29	28	30	29	29	28	29
Public Health and Welfare	12	14	16	13	13	12	13	13	14	16
Culture and Recreation	105	109	107	75	77	81	83	80	86	98
Water	26	25	22	25	26	24	25	25	26	26
Electric	4	5	5	13	14	13	14	14	14	14
Parking	8	7	10	14	14	14	14	14	14	14
Golf	16	14	11	6	6	7	7	7	7	8
Affordable Housing	13	12	13	14	16	16	16	16	17	18
Total:	315	332	333	305	314	326	331	331	344	369

Source: City Finance Department

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

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

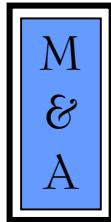
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government										
Building permits issued	441	519	580	490	397	416	305	337	403	491
Building inspections conducted	1,973	2,074	1,919	2,356	1,346	1,844	2,115	2,552	2,467	2,965
Certificates of occupancy & letters of completion issued	318	178	92	97	184	482	141	170	208	198
Police¹										
Number of crimes	830	962	879	812	815	794	570	761	707	N/A
Traffic Citations	290	144	156	228	226	243	195	221	166	N/A
Traffic Accidents	687	660	653	665	626	688	476	601	537	N/A
Public Works										
Square yards reconstructed	0	0	0	0	0	0	0	0	0	0
Square yards overlaid	0	0	73,598	0	0	0	0	0	0	0
Square yards seal coated	0	0	0	0	0	0	0	0	0	0
Transit										
Passengers	1,061,671	1,032,631	1,319,200	1,466,253	1,421,664	1,413,782	646,663	N/A	N/A	N/A
Free bus routes	8	8	8	8	8	8	8	8	8	8
Utility										
New taps issued	12	15	10	15	6	9	10	17	11	8

Source: City of Aspen departmental data

¹ Estimated statistics



STATUTORY REPORT SECTION



McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

**To the Members of City Council
City of Aspen, Colorado**

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Aspen, Colorado (the "City") as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 14, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit on the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Member: American Institute of Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT
To the Members of City Council
City of Aspen, Colorado

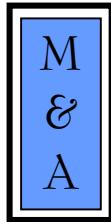
Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

McMahan and Associates, L.L.C.
McMahan and Associates, L.L.C.
June 14, 2024
Avon, Colorado



McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Members of City Council
City of Aspen, Colorado

Opinion on Each Major Federal Program

We have audited City of Aspen, Colorado's (the "City") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2023. The City's major federal programs are identified in the *Summary of Auditor's Results* section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (U.S. GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements of Title 2, U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs.

Member: American Institute of Certified Public Accountants

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INDEPENDENT AUDITOR'S REPORT
To the Members of City Council
City of Aspen, Colorado

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with U.S. GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

INDEPENDENT AUDITOR's REPORT

To the Members of City Council

City of Aspen, Colorado

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

McMahan and Associates, L.L.C.

McMahan and Associates, L.L.C.

June 14, 2024

Avon, Colorado

City of Aspen, Colorado, Colorado
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2023

Part I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued	Unmodified
<i>Internal control over financial reporting:</i>	
Material weakness identified	None noted
Significant deficiency identified	None noted
Noncompliance material to financial statements noted	None noted

Federal Awards:

Internal control over major programs:	
Material weakness identified	None noted
Significant deficiency identified	None noted
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations Part 200	No
Major programs:	
Coronavirus State and Local Fiscal Recovery Funds	ALN 21.027
Dollar threshold used to identify Type A from Type B programs:	\$750,000
Identified as low-risk auditee	Yes

Part II – Findings Related to Financial Statements

Findings related to financial statements as required by <i>Government Auditing Standards</i>	None noted
Auditor-assigned reference number	Not applicable

Part III – Findings Related to Federal Awards

Internal control findings	None noted
Compliance findings	None noted
Questioned costs	None noted
Auditor-assigned reference number	Not applicable

City of Aspen, Colorado
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2023
(continued)

There were no findings for the fiscal year ended December 31, 2022.

City of Aspen
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

Program Title	Federal Assistance Listing Number	Federal Expenditures
<u>U.S. Department of the Interior:</u>		
Passed through Bureau of Reclamation:		
WaterSMART	15.507	<u>11,739</u>
Total U.S. Department of the Interior		<u>11,739</u>
<u>U.S. Department of Transportation:</u>		
Passed through Colorado Department of Transportation:		
Highway Planning and Construction	20.205	<u>149,010</u>
Total U.S. Department of Transportation		<u>149,010</u>
<u>U.S. Department of the Treasury:</u>		
Coronavirus State and Local Fiscal Recovery Funds	21.027	<u>1,278,691</u>
Total U.S. Department of the Treasury		<u>1,278,691</u>
TOTAL		<u>\$ 1,439,440</u>

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2023

Note 1. Basis of Presentation:

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Aspen (the "City") and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2, U.S. Code of Federal Regulations, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Therefore, some amounts presented in this schedule or used in this schedule may differ from amounts presented in or used in the preparation of the City's general purpose financial statements.

Note 2. Determining the Value of Non-cash Awards Expended:

The City did not have non-cash awards expended during 2023.

Note 3. Indirect Facilities and Administration costs:

The City does not use the 10% de minimis cost rate allowed in in §200.414, *Indirect (F&A) Costs*, of the Uniform Guidance. Instead, the City prepares an annual cost allocation plan to allocate indirect costs.