WILSON, REA, BECKEL & ASSOCIATES, CPAs, LLC

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ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Aspen Springs Metropolitan District
Pagosa Springs, Colorado

We have compiled the accompanying Balance Sheet of the Aspen Springs Metropolitan District as of August 31, 2013 and the related Profit and Loss Budget Performance for the month and eight months then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit the Statement of Net Assets, Changes in Fund Balance, Statement of Activities, Statement of Cash Flows, Management Discussion and Analysis and all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted statements and disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The management's budget information reported on the Profit and Loss Budget Performance are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. The accompanying supplementary information for cash disbursements for the month then ended and the check register for the period August 14, 2013 to September 10, 2013 are presented only for supplementary analysis purposes. We have compiled the supplementary information from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or provide any assurance on the supplementary information.

We are not independent with respect to Aspen Springs Metropolitan District.

Wilson, Rea, Beckel & Associates, CPAs, LLC

September 5, 2013

ASPEN SPRINGS METRO DISTRICT

Balance Sheet

		Aug 31, 13
ASSETS		
Current Assets		
Checking/Savings		
Bank of the San Juans Operating		8,570.69
Bank of the San Juans Money Mkt		176,258.49
Bank of the San Juans Reserve		13,846.81
CD Reserve Acct-Rio Grande Sav		62,023.35
Colorado Trust 7234		38,610.91
Petty Cash		20.00
Total Checking/Savings		299,330.25
Other Current Assets		
Cash Held by Treasurer		5,915.24
Taxes Receivable		180,093.00
Total Other Current Assets		186,008.24
Total Current Assets		485,338.49
Fixed Assets		
Land		51,898.49
Buildings		84,184.00
Equipment		
Office	304.37	
Equipment - Other	875,758.62	
Total Equipment		876,062.99
Total Fixed Assets		1,012,145.48
TOTAL ASSETS		**1,497,483.97**
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Other Current Liabilities		
Deferred Revenue		180,093.00
Payroll Liabilities		
Soc Security Payable	1,212.70	
Medicare Payable	283.64	
Federal Withholding Payable	1,200.00	
Colorado State Withholding Tax	620.00	
SUTA Payable	49.01	
Total Payroll Liabilities		3,365.35
Total Other Current Liabilities		183,458.35
Total Current Liabilities		183,458.35
Long Term Liabilities		
Leases Payable		
Wells Fargo #L003421	73,488.23	
Total Leases Payable		73,488.23

See Accountant's Compilation Report

ASPEN SPRINGS METRO DISTRICT

Balance Sheet

	Aug 31, 13
Total Long Term Liabilities	73,488.23
Total Liabilities	256,946.58
Equity	
Fund Balance-Beg. of Year	615,915.46
Investment In Fixed Assets	651,919.16
Net Income	-27,297.23
Total Equity	1,240,537.39
TOTAL LIABILITIES & EQUITY	**1,497,483.97**

ASPEN SPRINGS METRO DISTRICT

Profit & Loss Budget Performance

August 2013

	Aug 13	Jan - Aug 13	Annual Budget
Ordinary Income/Expense			
Income			
Grants & Donations			
Park	0.00	46,957.86	30,000.00
Fill Station	0.00	0.00	102,000.00
Total Grants & Donations	0.00	46,957.86	132,000.00
Uncategorized Income	0.00	0.00	6,650.00
Property Tax Income	10,149.67	168,056.92	180,638.00
Senior/Veteran Exemption Tax	0.00	1,785.58	
Specific Ownership Tax	1,171.75	7,736.98	
Highway User Tax Funds	16,111.70	97,878.74	138,000.00
Interest Income-Archuleta Cty	298.84	1,045.10	
Other Interest Income	30.71	397.49	1,079.45
Abatements	0.00	-197.10	
Total Income	27,762.67	323,661.57	458,367.45
Expense			
General Government			
Treasurers Fees	313.37	5,065.86	7,225.00
Total General Government	313.37	5,065.86	7,225.00
General Overhead			
Finance Charges	0.00	45.96	
Accounting	275.00	2,275.00	2,700.00
Advertising/Printing	0.00	0.00	200.00
Bank Charges	45.00	60.00	
Bonds	100.00	100.00	100.00
Directors Fees	500.00	3,400.00	5,500.00
Dues & Publications	0.00	545.08	800.00
Insurance	0.00	12,414.91	12,300.00
Internet/Website	0.00	379.54	250.00
Professional/Legal Fees	1,074.00	9,733.05	3,000.00
Office Supplies	15.52	87.82	700.00
Postage/Freight	9.66	159.39	250.00
Professional Fees	0.00	1,000.00	
Supplies - Misc	244.29	1,589.86	2,000.00
Telephone/Cell Phone	429.65	2,152.91	3,000.00
Travel	0.00	36.75	
Total General Overhead	2,693.12	33,980.27	30,800.00
Public Works			
CAPITAL OUTLAY			
Parks & Recreation			

See Accountant's Compilation Report

ASPEN SPRINGS METRO DISTRICT

Profit & Loss Budget Performance

August 2013

	Aug 13	Jan - Aug 13	Annual Budget
Ute Park			
Miscellaneous Supplies	0.00	0.00	3,000.00
Professional/Legal Fees	0.00	0.00	600.00
Total Ute Park	0.00	0.00	3,600.00
Total Parks & Recreation	0.00	0.00	3,600.00
Water Fill Station			
Miscellaneous Supples	0.00	511.52	4,000.00
Water Treatment/Worker	0.00	0.00	12,000.00
Professional/Legal Fees	150.00	6,619.65	2,000.00
Water Fill Station - Other	35,156.25	99,561.60	120,000.00
Total Water Fill Station	35,306.25	106,692.77	138,000.00
Total CAPITAL OUTLAY	35,306.25	106,692.77	141,600.00
Operating Expenses			
Building Expenses			
Office Cleaning	0.00	0.00	1,000.00
Repairs & Maintenance	0.00	538.20	800.00
Utilities			
Sanitation	35.00	275.52	523.00
Utilities - Other	167.97	3,887.45	6,000.00
Total Utilities	202.97	4,162.97	6,523.00
Total Building Expenses	202.97	4,701.17	8,323.00
Equipment Expenses			
Equipment Lease	0.00	0.00	39,666.00
Equipment Repair & Maint			
Vehicle Maintenance	0.00	2,099.71	
Equipment Repair & Maint - Other	4,299.64	14,853.30	45,500.00
Total Equipment Repair & Maint	4,299.64	16,953.01	45,500.00
Fees, Licenses, Permits	554.58	554.58	
Gas, Diesel, Oil	235.45	18,567.50	33,806.00
Interest			
Late Charges	0.00	46.42	
Interest - Other	0.00	5,276.24	
Total Interest	0.00	5,322.66	
Parts	0.00	0.00	200.00
Small Tools	0.00	71.74	300.00
Total Equipment Expenses	5,089.67	41,469.49	119,472.00

See Accountant's Compilation Report

ASPEN SPRINGS METRO DISTRICT

Profit & Loss Budget Performance

August 2013

	Aug 13	Jan - Aug 13	Annual Budget
Road Maintenance			
Road Maint/Asphalt	0.00	0.00	1,500.00
Materials/Mag Chloride	0.00	35,695.00	30,000.00
Gravel	1,863.91	10,955.54	30,000.00
Weed Control	0.00	387.00	2,000.00
Road Maintenance - Other	1,123.88	15,324.73	
Total Road Maintenance	2,987.79	62,362.27	63,500.00
Total Operating Expenses	8,280.43	108,532.93	191,295.00
Salaries & Wages			
Foreman	5,099.64	30,564.51	
Equipment Operator 3	4,580.19	27,451.20	
Hourly Employee	0.00	2,910.00	
Retirement/Bonus	0.00	4,000.00	4,000.00
Salaries & Wages - Other	100.00	938.27	91,800.00
Total Salaries & Wages	9,779.83	65,863.98	95,800.00
Total Public Works	53,366.51	281,089.68	428,695.00
Employee Insurance			
Health Insurance	2,599.13	21,397.24	27,000.00
Worker's Comp Insurance	518.00	4,321.00	
Total Employee Insurance	3,117.13	25,718.24	27,000.00
Payroll Taxes			
Medicare Tax	141.82	955.03	1,300.00
Social Security Tax	606.35	4,083.51	5,700.00
State Unemployment Tax	29.34	197.61	240.00
Total Payroll Taxes	777.51	5,236.15	7,240.00
Total Expense	60,267.64	351,090.20	500,960.00
Net Ordinary Income	-32,504.97	-27,428.63	-42,592.55
Other Income/Expense			
Other Income			
Income - Other	131.40	131.40	
Total Other Income	131.40	131.40	
Net Other Income	131.40	131.40	0.00
Net Income	**-32,373.57**	**-27,297.23**	**-42,592.55**

See Accountant's Compilation Report

ASPEN SPRINGS METRO DISTRICT

Cash Disbursements

Type	Date	Num	Name	Memo	Split	Amount
Bank of the San Juans Operating						
Paycheck	8/2/2013	9522	Brown, Carey G		-SPLIT-	-1,332.84
Paycheck	8/2/2013	9523	Stevens, Roy		-SPLIT-	-1,122.93
Check	8/12/2013		Bank of the San Juans	Service Charges	Bank Charges	-20.00
Check	8/12/2013	9533	FOUR CORNERS MAT...	Acct# 11120	Road Maintena...	-1,123.88
Check	8/12/2013	9534	Century Link	Acct #300920334	Telephone/Cell ...	-168.35
Check	8/12/2013	9535	Waste Management of ...	Inv# 0282169-488...	Sanitation	-35.00
Check	8/12/2013	9536	Colorado Animal Law, L...	Inv# 10296	Professional/Le...	-1,074.00
Check	8/12/2013	9537	Firebird Fuel	Inv # 106884CT	Gas, Diesel, Oil	-148.76
Check	8/12/2013	9538	Pagosa Insurance Agency	Inv# 2780	Bonds	-100.00
Check	8/12/2013	9539	VERIZON WIRELESS	Acct# 871108333-...	Telephone/Cell ...	-83.96
Check	8/12/2013	9540	Gregory Mayo	Inv# 1301-03	Professional/Le...	-150.00
Check	8/12/2013	9541	Wilson, Rea, Beckel & A...	Inv #9961	-SPLIT-	-284.66
Check	8/12/2013	9542	Hart Construction	Water Fill Station	Water Fill Station	-35,156.25
Check	8/12/2013	9543	Archuleta County Clerk		Fees, Licenses,...	-416.36
Check	8/12/2013	9544	La Plata Electric		Utilities	-167.97
Check	8/12/2013	9545	Four Corners Welding &...	Inv# CD00160069	Equipment Rep...	-59.00
Check	8/12/2013	9546	Honnen Equipment Co.	Inv# 498876	Equipment Rep...	-132.95
Check	8/12/2013	9547	Wagner Equipment	Inv# P01C0262166	Equipment Rep...	-4,107.69
Check	8/12/2013	9548	ACE	Acct# 15656	Supplies - Misc	-244.29
Check	8/12/2013	9549	Strohecker Asphalt & Pa...	Inv #13-263; 13-23...	Gravel	-1,863.91
Check	8/13/2013	9550	Douglas Roberts	Directors Fee	Directors Fees	-100.00
Check	8/13/2013	9551	Kelly Evans	Director's fees	Directors Fees	-100.00
Check	8/13/2013	9552	Dickie Dale Warring		Directors Fees	-100.00
Check	8/13/2013	9553	Glenn Robinson	VOID: Director's fees	Directors Fees	0.00
Check	8/13/2013	9554	Pat Ullrich	Director's fees	Directors Fees	-100.00
Check	8/13/2013	9560	Glenn Robinson	Director's fees	Directors Fees	-100.00
Check	8/13/2013	9561	Dickie Dale Warring	Copies	Office Supplies	-15.52
Liability C...	8/15/2013	EFTPS	Bank of the San Juans	74-2212616	-SPLIT-	-1,802.64
Paycheck	8/16/2013	9555	Brown, Carey G		-SPLIT-	-1,332.84
Paycheck	8/16/2013	9556	Brown, Kelly A		-SPLIT-	-92.35
Paycheck	8/16/2013	9557	Stevens, Roy		-SPLIT-	-1,122.94
Check	8/27/2013	9562	Archuleta County Clerk	Vehicle Registratio...	Fees, Licenses,...	-138.22
Check	8/27/2013	9563	Century Link	Acct #300920334	Telephone/Cell ...	-177.34
Check	8/27/2013	9564	Pinnacol Assurance	Inv# 16771308	Worker's Comp ...	-518.00
Check	8/27/2013	9565	Firebird Fuel	Inv # 110119CT	Gas, Diesel, Oil	-86.69
Check	8/27/2013	9566	ROCKY MTN HEALTH ...	Inv# 132240000454	Health Insurance	-2,599.13
Paycheck	8/30/2013	9558	Brown, Carey G		-SPLIT-	-1,332.83
Paycheck	8/30/2013	9559	Stevens, Roy		-SPLIT-	-1,122.93
Check	8/31/2013			Service Charge	Bank Charges	-10.00
Total Bank of the San Juans Operating						-58,644.23
TOTAL						**-58,644.23**

ASPEN SPRINGS METRO DISTRICT

9/5/2013 9:03 AM

Register: Bank of the San Juans Operating

Check Register

From 08/14/2013 through 09/10/2013

Sorted by: Date, Type, Number/Ref

Date	Number	Payee	Account	Memo	Payment	C	Deposit	Balance
08/15/2013	EFTPS	Bank of the San Juans	-split-	74-2212616	1,802.64	X		13,603.82
08/16/2013	9555	Brown, Carey G	-split-		1,332.84	X		12,270.98
08/16/2013	9556	Brown, Kelly A	-split-		92.35	X		12,178.63
08/16/2013	9557	Stevens, Roy	-split-		1,122.94	X		11,055.69
08/27/2013	9562	Archuleta County Cl...	Public Works:Operatin...	Vehicle Registr...	138.22			10,917.47
08/27/2013	9563	Century Link	General Overhead:Tele...	Acct #3009203...	177.34			10,740.13
08/27/2013	9564	Pinnacol Assurance	Employee Insurance:W...	Inv# 16771308	518.00			10,222.13
08/27/2013	9565	Firebird Fuel	Public Works:Operatin...	Inv # 110119CT	86.69			10,135.44
08/27/2013	9566	ROCKY MTN HEA...	Employee Insurance:H...	Inv# 13224000...	2,599.13			7,536.31
08/27/2013			Bank of the San Juans ...	Funds Transfer		X	3,500.00	11,036.31
08/30/2013	9558	Brown, Carey G	-split-		1,332.83	X		9,703.48
08/30/2013	9559	Stevens, Roy	-split-		1,122.93			8,580.55
08/31/2013			Other Interest Income	Interest		X	0.14	8,580.69
08/31/2013			General Overhead:Ban...	Service Charge	10.00	X		8,570.69
09/04/2013	9567	Firebird Fuel	Public Works:Operatin...	Inv # 112210CT	160.35			8,410.34
09/04/2013	9568	Colorado Animal La...	General Overhead:Prof...	Inv# 10303	1,800.19			6,610.15
09/04/2013	9569	Wilson, Rea, Beckel ...	-split-	Inv #10186	246.44			6,363.71
09/04/2013	9570	Waste Management ...	Public Works:Operatin...	Inv# 0283140-...	35.01			6,328.70
09/05/2013	9581	Strohecker Asphalt ...	Public Works:Operatin...	Inv #13-289	2,334.15			3,994.55
09/05/2013	9582	Wagner Equipment	Public Works:Operatin...	Inv# P01C0262...	5,783.48			-1,788.93
09/05/2013	9583	ACE	General Overhead:Sup...	Acct# 15656	102.67			-1,891.60
09/05/2013	9584	Newman Traffic Signs	Public Works:Operatin...	Inv# TI-0265281	285.98			-2,177.58
09/05/2013	9585	FOUR CORNERS M...	Public Works:Operatin...	Acct# 11120	800.75			-2,978.33
09/05/2013	9586	O'Neal Steel	Public Works:Operatin...	Inv# 9947474 RI	327.60			-3,305.93
09/05/2013			Bank of the San Juans ...	Funds Transfer			11,000.00	7,694.07
09/10/2013	9571	Douglas Roberts	General Overhead:Dire...	Directors Fee	100.00			7,594.07
09/10/2013	9572	Kelly Evans	General Overhead:Dire...	Director's fees	100.00			7,494.07
09/10/2013	9573	Dickie Dale Warring	General Overhead:Dire...		100.00			7,394.07
09/10/2013	9574	Glenn Robinson	General Overhead:Dire...	Director's fees	100.00			7,294.07
09/10/2013	9575	Pat Ullrich	General Overhead:Dire...	Director's fees	100.00			7,194.07

See Accountant's Compilation Report