

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 December 31, 2012 and the related Profit and Loss Budget Performance for the month and the year 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 December 12, 2012 to January 8, 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

January 8, 2013

ASPEN SPRINGS METRO DISTRICT
Balance Sheet

Dec 31, 12

ASSETS

Current Assets

Checking/Savings

Bank of the San Juans Operating	4,763.90
Bank of the San Juans Money Mkt	263,158.16
Bank of the San Juans Reserve	13,843.10
CD Reserve Acct-Rio Grande Sav	61,916.11
Colorado Trust 7234	38,576.30
Petty Cash	20.00

Total Checking/Savings 382,277.57

Other Current Assets

Cash Held by Treasurer	7,739.16
Taxes Receivable	181,550.00

Total Other Current Assets 189,289.16

Total Current Assets 571,566.73

Fixed Assets

Land	51,898.49
Buildings	84,184.00
Equipment	853,858.62

Total Fixed Assets 989,941.11

TOTAL ASSETS 1,561,507.84

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Other Current Liabilities

Deferred Revenue 181,550.00

Payroll Liabilities

Soc Security Payable 755.10

Medicare Payable 210.54

Federal Withholding Payable 838.00

Colorado State Withholding Tax 757.00

SUTA Payable 60.33

Total Payroll Liabilities 2,620.97

Total Other Current Liabilities 184,170.97

Total Current Liabilities 184,170.97

Long Term Liabilities

Leases Payable

Wells Fargo #L003421 171,341.96

Total Leases Payable 171,341.96

Total Long Term Liabilities 171,341.96

Total Liabilities 355,512.93

Equity

ASPEN SPRINGS METRO DISTRICT
Balance Sheet

	Dec 31, 12
Fund Balance-Beg. of Year	490,868.84
Investment In Fixed Assets	651,919.16
Net Income	63,206.91
Total Equity	1,205,994.91
TOTAL LIABILITIES & EQUITY	1,561,507.84

ASPEN SPRINGS METRO DISTRICT
Profit & Loss Budget Performance
December 2012

	<u>Dec 12</u>	<u>Jan - Dec 12</u>	<u>Annual Budget</u>
Ordinary Income/Expense			
Income			
Grants			
Park	0.00	4,000.00	4,000.00
Fill Station	0.00	0.00	12,000.00
Total Grants	0.00	4,000.00	16,000.00
Property Tax Income	5,634.96	183,200.99	181,067.00
Senior/Veteran Exemption Tax	0.00	106.70	100.00
Specific Ownership Tax	2,132.23	15,455.94	15,000.00
Highway User Tax Funds	14,648.24	161,571.66	123,000.00
Interest Income-Archuleta Cty	445.78	1,874.68	500.00
Oak Hills Income	0.00	1,800.00	1,800.00
Water Fill Station Income	0.00	0.00	12,000.00
Other Interest Income	107.39	1,079.45	1,000.00
Abatements	0.00	-21.23	100.00
Total Income	22,968.60	369,068.19	350,567.00
Expense			
General Government			
Treasurers Fees	181.98	5,537.30	7,246.00
Total General Government	181.98	5,537.30	7,246.00
General Overhead			
Finance Charges	0.00	68.40	
Accounting	275.00	2,665.00	2,700.00
Advertising/Printing	0.00	0.00	200.00
Bank Charges	0.00	52.00	
Bonds	0.00	100.00	
Directors Fees	500.00	5,200.00	5,500.00
Dues & Publications	0.00	199.00	800.00
Election Costs	0.00	22.00	
Insurance	0.00	12,289.05	11,800.00
Internet/Website	0.00	0.00	250.00
Professional/Legal Fees	425.50	2,081.25	3,000.00
Office Supplies	19.25	705.16	200.00
Postage/Freight	8.75	197.16	250.00
Professional Fees	0.00	1,000.00	
Supplies - Misc	114.77	2,619.09	2,000.00
Telephone/Cell Phone	87.40	3,022.55	3,200.00
Total General Overhead	1,430.67	30,220.66	29,900.00
Public Works			
CAPITAL OUTLAY			

Profit & Loss Budget Performance

December 2012

	<u>Dec 12</u>	<u>Jan - Dec 12</u>	<u>Annual Budget</u>
Parks & Recreation			
Ute Park			
Miscellaneous Supplies	0.00	3,570.23	3,000.00
Professional/Legal Fees	0.00	600.00	
Total Ute Park	<u>0.00</u>	<u>4,170.23</u>	<u>3,000.00</u>
Total Parks & Recreation	0.00	4,170.23	3,000.00
Water Fill Station			
Miscellaneous Supplies	0.00	0.00	4,000.00
Building/Water Treatment	0.00	500.00	12,000.00
Professional/Legal Fees	3,753.45	5,103.45	
Water Fill Station - Other	0.00	315.00	
Total Water Fill Station	<u>3,753.45</u>	<u>5,918.45</u>	<u>16,000.00</u>
Total CAPITAL OUTLAY	3,753.45	10,088.68	19,000.00
Operating Expenses			
Building Expenses			
Office Cleaning	0.00	0.00	1,000.00
Repairs & Maintenance	0.00	186.15	1,000.00
Utilities			
Sanitation	31.88	353.88	523.00
Utilities - Other	0.00	4,351.97	5,910.00
Total Utilities	<u>31.88</u>	<u>4,705.85</u>	<u>6,433.00</u>
Total Building Expenses	31.88	4,892.00	8,433.00
Equipment Expenses			
Equipment Lease	0.00	39,466.34	31,266.24
Equipment Repair & Maint			
Vehicle Maintenance	133.22	1,092.40	
Equipment Repair & Maint - Other	2,107.30	38,319.42	22,500.00
Total Equipment Repair & Maint	<u>2,240.52</u>	<u>39,411.82</u>	<u>22,500.00</u>
Equipment Rental	0.00	45.50	
Gas, Diesel, Oil	85.90	17,155.87	25,000.00
Interest	0.00	0.00	8,400.00
Small Tools	0.00	0.00	300.00
Equipment Expenses - Other	0.00	0.00	200.00
Total Equipment Expenses	<u>2,326.42</u>	<u>96,079.53</u>	<u>87,666.24</u>
Road Maintenance			
Road Maint/Asphalt	0.00	6,201.02	5,000.00

Profit & Loss Budget Performance

December 2012

	Dec 12	Jan - Dec 12	Annual Budget
Materials/Mag Chloride	0.00	32,600.02	30,000.00
Gravel	0.00	33,323.30	30,000.00
Weed Control	0.00	13,261.00	8,500.00
Total Road Maintenance	0.00	85,385.34	73,500.00
 Total Operating Expenses	 2,358.30	 186,356.87	 169,599.24
 Salaries & Wages			
Foreman	4,166.38	44,163.58	43,330.00
Equipment Operator 3	2,993.58	38,916.54	38,916.00
Equipment Operator 1	0.00	0.00	19,594.00
Hourly Employee	0.00	1,440.00	4,000.00
Retirement/Bonus	0.00	0.00	4,000.00
Salaries & Wages - Other	100.00	1,160.00	
Total Salaries & Wages	7,259.96	85,680.12	109,840.00
 Total Public Works	 13,371.71	 282,125.67	 298,439.24
 Employee Insurance			
Health Insurance	0.00	24,042.96	34,000.00
Worker's Comp Insurance	0.00	3,670.00	8,000.00
Total Employee Insurance	0.00	27,712.96	42,000.00
 Payroll Taxes			
Medicare Tax	105.27	1,242.36	1,700.00
Social Security Tax	450.12	5,312.18	7,300.00
State Unemployment Tax	21.78	257.04	240.00
Total Payroll Taxes	577.17	6,811.58	9,240.00
 Total Expense	 15,561.53	 352,408.17	 386,825.24
 Net Ordinary Income	 7,407.07	 16,660.02	 -36,258.24
 Other Income/Expense			
Other Income			
Income - Other	0.00	4,046.89	4,150.00
Sales of Fixed Assets	0.00	42,500.00	
Total Other Income	0.00	46,546.89	4,150.00
 Net Other Income	 0.00	 46,546.89	 4,150.00
 Net Income	 7,407.07	 63,206.91	 -32,108.24