



ARAPAHOE COUNTY



Annual Comprehensive Financial Report

Year Ended December 31, 2023

Arapahoe County Department of Finance

5334 South Prince Street | Littleton, Colorado 80120-1136

www.arapahoeco.gov

Reasonable Accommodation Policy

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2023

Annual Comprehensive Financial Report

ACKNOWLEDGEMENTS

BOARD OF COUNTY COMMISSIONERS

- Carrie Warren-Gully..... District 1
- Jessica Campbell-Swanson.....District 2
- Jeff Baker.....District 3
- Leslie Summey.....District 4
- Bill L. Holen.....District 5

ELECTED OFFICIALS

- PK KaiserAssessor
- Joan Lopez..... Clerk and Recorder
- Dr. Kelly Lear Coroner
- John Kellner District Attorney
- Tyler S. Brown Sheriff
- Michael Westerberg Treasurer

FINANCE DEPARTMENT

- Todd WeaverFinance Director
- Heather Lin, CPAAccounting Division Manager
- Loren KohlerSenior Accountant
- Loretta Adams, CPA Accountant III
- Gustavo Guzman..... Accountant III
- Tom Loreno, CPA..... Accountant III
- Benita Miller Accountant III
- Kevin Nienhaus Accountant II
- Jon Rajewich..... SAP Business Operations Manager
- Andrew Barranco, CPA.....SAP Functional Analyst
- Debbie McCartySAP Functional Analyst
- Sugam ThapaSAP Functional Analyst
- Dan Stoicof Associate SAP Functional Analyst
- Stephen KrusoeTechnical Writer
- Jennifer LeakeSAP Trainer

Arapahoe County
 Department of Finance
 5334 South Prince Street
 Littleton, Colorado 80120-1136
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**ARAPAHOE COUNTY, COLORADO
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2023**

TABLE OF CONTENTS

INTRODUCTORY SECTION	<u>Page</u>
Letter of Transmittal	A-1
GFOA Certificate of Achievement	A-6
List of Principal Officers	A-7
Organizational Chart	A-8
 FINANCIAL SECTION	
Independent Auditors' Report	B-1
Management's Discussion and Analysis	B-5
 Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	C-2
Statement of Activities	C-4
Governmental Fund Financial Statements:	
Balance Sheet – Governmental Funds	C-6
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	C-8
Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds	C-10
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-12
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
General Fund	C-14
Social Services	C-15
Grants	C-16
Open Spaces Sales Tax	C-17
Proprietary Fund Financial Statements:	
Statement of Net Position – Proprietary Funds	C-18
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	C-19
Statement of Cash Flows – Proprietary Funds	C-20
Fiduciary Fund Financial Statements:	
Statement of Fiduciary Net Position – Fiduciary Funds	C-21
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	C-22
Notes to the Financial Statements	C-23
 Required Supplementary Information:	
Arapahoe County Retirement Plan - Schedule of Changes in the Net Pension Liability and Related Ratios	C-69
Arapahoe County Retirement Plan - Schedule of Pension Contributions	C-70
 Supplementary Information:	
Combining and Individual Fund Financial Statements and Schedules:	
Combining Balance Sheet Nonmajor Governmental Funds	D-1
Combining Statement of Revenues, Expenditures and Changes in Fund Balance Nonmajor Governmental Funds	D-2
Description of Nonmajor Governmental Funds – Special Revenue	D-4
Combining Balance Sheet – Nonmajor Special Revenue Funds	D-6
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Special Revenue Funds	D-10
Description of Nonmajor Governmental Funds – Capital Project Funds	D-14
Combining Balance Sheet – Nonmajor Capital Projects Funds	D-16
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Capital Projects Funds	D-18
Description of Nonmajor Governmental Funds – Debt Service Funds	D-20
Combining Balance Sheet – Nonmajor Debt Service Funds	D-22
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Debt Service Funds	D-23
Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Electronic Filing Technology	D-24
Cash-In-Lieu	D-25
Law Enforcement Authority District	D-26

**ARAPAHOE COUNTY, COLORADO
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2023**

**TABLE OF CONTENTS
(Continued)**

Arapahoe/Douglas Works!	D-27
Road & Bridge Fund	D-28
Conservation Trust	D-29
Contingent	D-30
Communications Network Replacement	D-31
Sheriff's Commissary	D-32
Community Development	D-33
Forfeited Property	D-34
Developmental Disabilities	D-35
Homeland Security Grant	D-36
Fair	D-37
Capital Expenditure Fund	D-38
Infrastructure	D-39
Arapahoe County Recreation District	D-40
Arapahoe County Water and Wastewater PID	D-41
Lease Purchase Fund	D-42
Arapahoe County Building Finance Corporation	D-43
Description of Proprietary Funds - Internal Service Funds	D-45
Combining Statement of Net Position – Proprietary Funds	D-46
Combining Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds	D-48
Combining Statement of Cash Flows – Proprietary Funds	D-50
Schedule of Budgetary Compliance – Proprietary Funds	D-52
Description of Fiduciary Funds – Custodial Funds	D-53
Combining Statement of Fiduciary Net Position – Custodial Funds	D-54
Combining Statement of Changes in Fiduciary Net Position – Custodial Funds	D-55

Statements of Component Unit without Separately Presented Financial Statements – Arapahoe County 911

Authority:

Governmental Funds Balance Sheet/Statement of Net Position	
Component Unit –Arapahoe County Public Health	D-57
Statement of Governmental Fund Revenues, Expenditures and Changes in Fund Balance	
Component Unit – Arapahoe County Public Health	D-58
Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual	
Component Unit – Arapahoe County Public Health	D-59
Governmental Funds Balance Sheet/Statement of Net Position	
Component Unit – Arapahoe County E-911	D-60
Statement of Governmental Fund Revenues, Expenditures and Changes in Fund Balance	
Component Unit – Arapahoe County E-911	D-61
Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual	
Component Unit – Arapahoe County E-911	D-62

Other Supplementary Information:

Human Services Schedule of EBT Authorizations	D-63
Local Highway Finance Report	D-64
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
Building Maintenance Administration	D-66
Board Designated	D-67

STATISTICAL SECTION

Financial Trends:

Table 1	Net Position by Component	E-2
Table 2	Changes in Net Position	E-3
Table 3	Fund Balances - Governmental Funds	E-4
Table 4	Changes in Fund Balances, Governmental Funds	E-6

Revenue Capacity:

Table 5	Assessed Value and Actual Value of Taxable Property	E-8
Table 6	Direct and Overlapping Property Tax Rates	E-9
Table 7	Principal Property Taxpayers	E-10
Table 8	Property Tax Levies and Collections	E-11

**ARAPAHOE COUNTY, COLORADO
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2023**

**TABLE OF CONTENTS
(Continued)**

Debt Capacity:

Table 9	Ratios of Outstanding Debt by Type	E-12
Table 10	Ratios of Outstanding Bonded Debt by Type.....	E-13
Table 11	Computation of Direct and Overlapping Debt	E-14
Table 12	Legal Debt Margin Information	E-16

Demographic and Economic Information:

Table 13	Demographic and Economic Statistics.....	E-17
Table 14	Principal Employers	E-18

Operating Information:

Table 15	Full-time Equivalent County Employees by Function/Program.....	E-19
Table 16	Operating Indicators by Function/Program.....	E-20
Table 17	Capital Assets Statistics by Function/Program	E-21

COMPLIANCE SECTION

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 <i>Government Auditing Standards</i>	F-1
Independent Auditor's Report on Compliance for Each Major Federal Program, Report on Internal Controls Over Compliance, and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	F-3
Schedule of Expenditures of Federal Awards	F-6
Notes to Schedule of Expenditures of Federal Awards.....	F-8
Schedule of Findings and Questioned Costs	F-10
Summary Schedule of Prior Year Findings	F-13





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5334 South Prince Street
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June 21, 2024

To the Board of County Commissioners and to the
Citizens of Arapahoe County, Colorado:

Colorado state law requires that every general-purpose local government publish a complete set of audited financial statements. This report is published and hereby submitted to fulfill that requirement for the year ended December 31, 2023.

This report includes information on the financial activities of Arapahoe County (hereafter referred to as the County). Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. To the best of our knowledge, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position of the County as a whole and its various funds. All required disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The County financial statements have been audited by CliftonLarsonAllen LLP, a firm of licensed Certified Public Accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the County present fairly, in all material respects, the financial position of the County. The independent auditors have issued an unmodified ("clean") opinion on the County's financial statements for the year ended December 31, 2023. The independent auditors' report is presented as the first component of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of Arapahoe County

Arapahoe County, incorporated in 1902, is located in the north central part of the State. The County is located in the southeastern portion of the Denver metropolitan area and covers approximately 850 square miles. Arapahoe County, with the county seat located in the City of Littleton, is the third largest county in the State of Colorado with a population of about 661,300. A majority of residents live in the urbanized western part of the County, while other residents live in the rural, rolling farmlands to the east. The County contains all or part of the following cities and towns: Aurora, Bennett, Bow-Mar, Centennial, Cherry Hills Village, Columbine Valley, Deer Trail, Englewood, Foxfield, Glendale, Greenwood Village, Littleton and Sheridan. There are also nine school districts and approximately 460 local improvement and service districts within the County.

MISSION

Enhancing your quality of life through exceptional delivery of services and efficient use of public funds.

Annual Comprehensive Financial Report Transmittal

A five-member Board of County Commissioners (BOCC) serves as the legislative, policy-making and administrative body governing the unincorporated area of the County. The Commissioners serve four-year terms and are considered full time employees. The County does not have a County Manager or Administrator. The Commissioners are elected from individual districts within the County. The Board currently includes:

Carrie Warren-Gully, Chair	District 1
Jessica Campbell-Swanson	District 2
Jeff Baker, Chair Pro Tem	District 3
Leslie Summey	District 4
Bill L. Holen	District 5

Departments overseen by the Board of County Commissioners include: Commissioners' Office, Community Resources, County Attorney, Facilities and Fleet Management, Finance, Human Resources, Human Services, Information Technology, Public Works and Development, Department of Strategy and Performance, and Open Spaces.

In addition to the BOCC there are six elected officials that serve the County in specific areas. These positions are independent of the BOCC in their duties. The BOCC does have budgetary oversight for these departments.

PK Kaiser	Assessor
Michael Westerberg	Treasurer
Dr. Kelly Lear	Coroner
Joan Lopez	Clerk and Recorder
John Kellner	District Attorney
Tyler S. Brown	Sheriff

Budget Process

The budget helps to ensure that the County's financial strength and integrity continue to be maintained and enhanced. The budget also supports continuous customer service efforts to foster efficiency, cost effectiveness, and excellence in the provision of services to the Citizens of Arapahoe County.

The County constructs its budget on a calendar year as required by Part 1 of Article 1 of Title 29 of the Colorado Revised Statutes, which governs the budget process of Colorado counties. On or before August 15th, elected officials and department directors submit revenue estimates and expenditure requests to the Budget Division of the Finance Department. On or before August 25 of each year, the County Assessor submits the current total assessed valuations for all taxing entities in the County and the factors needed to compute the statutory property tax revenue limits. Based on this information and following a review process, the Budget Division submits a recommended structurally balanced budget to the Board of County Commissioners through the Executive Budget Committee on or before October 15. The Executive Budget Committee is composed of selected representatives from the elected officials and department directors who review preliminary budget issues and requests and present their recommendations to the Board of County Commissioners. The County currently prepares budgets on an annual basis.

All mill levies must be certified by the BOCC on or before December 22nd of each year. Prior to the beginning of the next fiscal year, the BOCC enacts a budget adoption resolution and an appropriating resolution to approve the total budget and departmental expenditures. The BOCC may make no contract and no liability against the County can be created by any County officials unless an appropriation has been made.

In addition, neither the BOCC nor any County official can expend money for any of the purposes set out in the appropriation resolution in excess of the amount appropriated. In the case of an emergency or a contingency that was not reasonably foreseeable, the BOCC may authorize the expenditure of funds in excess of the budget by a resolution adopted by a majority vote.

Annual Comprehensive Financial Report Transmittal

Local Economy

Arapahoe County is located in the southeast portion of a major metropolitan area. Its economy is greatly influenced by the economy of the state and the entire Denver metro area. The local economy does generally follow national economic trends. The County has a diversified economic base with numerous city and other local governments, a large general aviation airport, a large military base, many schools, shopping centers, health care facilities and high-tech businesses contributing to the activity. Growth in residential and commercial construction, the real estate market, employment, consumer spending, and inflation all play a role in the local economy.

The Colorado economy, like that of the rest of the nation, experienced a rapid downturn due to the impact of the COVID-19 but has steadily recovered since the fall of 2022. Colorado's job market is performing slightly better than the nation with a higher job recovery rate post-pandemic. It is now expected to grow slower than the nation and be 2.9 percent for 2023, which is a decline from 3.0 percent in 2022, and then increase in 2024 to 3.2 percent.

The Colorado's unemployment rate has been at 2.8 percent since April of 2022 which is below the national rate of 3.7 percent. Consumer spending in Colorado has increased in the first quarter of 2023 driven by the increased purchases of motor vehicles and parts. Durable good spending has increased, while nondurable goods spending remained flat through 2023. Retail sales are up but expected to be outpaced by inflation. Inflation in the Denver-Aurora-Lakewood area is 4.6 percent in 2023 and is expected to be 3.2 percent in 2024 with the elevated level being driven by housing costs. Colorado's home prices peaked in June of 2022 along with pricing around the nation. Rising mortgage rates limited buying power of home purchasers leading to a downturn in the market dropping 15.7 percent from the peak and squeezing many potential homebuyers out of the market. Home building activity has decreased with high home prices and now higher mortgage rates. The Colorado's personal income is expected to outpace the nation with growth of 6.0 percent in 2023 and 5.7 percent growth in 2024. Wage and salary income was up 7.2 percent in 2023 and 5.9 percent in 2024 as the tight job market drives competition for labor.

Long-term Financial Planning

The County currently projects revenues, expenditures and available fund balances for 5-year periods to help determine its financial position and plan for the future. It is the County's intent each year to structurally balance the General Fund operating budget, meaning that budgeted ongoing expenditures do not exceed budgeted ongoing revenues. The available fund balance at the end of one year (in excess of policy reserves) can then be used to budget for capital projects and other one-time uses in the following year.

The Executive Budget Committee (EBC), after a thorough review of the County's financial position, has set the following priorities when planning for the future.

- Maintaining a structurally balanced General Fund operating budget
- Maintaining the Total Compensation philosophy in order to recognize and retain a quality workforce
- Planning ahead of know future needs and working towards continued financial sustainability
- Leveraging available one-time funds to make needed capital improvements

In planning for 2024, the General Fund budget is structurally balanced with a \$1.2 million operating surplus but also includes a reduction in fund balance of \$5.7 million which combines one-time uses of fund balance with the projected operating budget surplus. This structural balancing was the result of measures implemented by the Executive Budget Committee and the Board of County Commissioners with the cooperation of all County departments and elected offices.

The 2024 budget funds a 3.75 percent merit increase for employees based on performance and retaining key talent. The proposed request from Human Resources was for a 4.75 percent merit increase which was on par with similar organizations based on comparative data from earlier 2023 supplied by Human Resources. This increase follows two consecutive years of both merit and market increases when typically, the county only funds market adjustments for all employees approximately every 3 years. The compounding

Annual Comprehensive Financial Report Transmittal

of total compensation adjustments from the past two years is putting significant strain on the fiscal sustainability of the current and future budgets. For 2024, the salary structure will be adjusted by 4.4 percent to keep pace with the market but not fund moving the employees since the overall compa ratio for the county is currently over 1.0 which is internal measure for requesting funding. The result of 2024 compensation includes 3.75 percent performance-based merit increase and adjusted salary range structure to bring the compensation more in line with the market as well as consideration for the County's long-term financial sustainability.

For the 2024 budget, the Executive Budget Committee reviewed trends in revenues and expenditures, considered the addition of the total compensation recommendations, and determined that with the current revenue projection there could be additions to the operating budget, but such additions would need to be limited in order to structurally balance the budget in future budget years as well. The Executive Budget Committee started with a baseline budget and after careful analysis recommended only those budget packages that the Committee felt were significant enough to be included in the upcoming budget.

The County has budgeted \$10.6 million in capital improvements for 2024 which includes work on the CentrePoint Rooftop Replacement (\$2.0 million), Yale Avenue Corridor (\$2.0 million), Countywide Space Study (\$1.6 million), Tempe RoundAbout (\$1.3 million), Gun Club and Alameda Signal (0.9 million), ADA Transition Plan (\$0.9 million), HVAC rooftop units replacement at the Sheriff's Office/Coroner's Office (\$0.4 million, CentrePoint fire alarm control replacement (\$0.3 million), and other smaller capital improvements projects (\$1.2 million).

Preparing for the Future

Property tax is the largest source of revenue to the County, comprising 45% of overall County revenues. Per State regulations, property assessments are conducted only every other year with the impact on property tax collections occurring only in even-numbered years. The County's property tax revenue continues to be limited by the Taxpayer's Bill of Rights (TABOR), an amendment to Article X of the Colorado Constitution, as well as the statutory 5.5 percent revenue limitation. Under TABOR, the County's property tax revenue growth is limited to the sum of the estimated inflation for the Denver-metro area plus the growth of new construction during the previous calendar year (2023). The major impact of these property tax revenue limitations is the County may not be able to retain all the property tax revenue it could collect with its legally authorized mill levy. Another provision of TABOR states that local governments need to apply the most restrictive of these revenue limitations which, for 2024, is the TABOR growth calculation. However, in 2023, due to the very high inflation rate, the County was limited by the 5.5 percent statutory property tax revenue limitation which restricts the growth in local government revenue to no more than 5.5 percent over the prior year allowing for new construction and other factors.

Due to the provisions of TABOR and applying the most restrictive revenue limit, the County's property tax revenue growth from 2023 to 2024 is projected to be 6.67 percent, which is the sum of the estimated inflation of 5.20 percent and new construction growth ("local growth") of 1.47 percent in the 2023 assessed values. This is compared to a taxable value increase of 21.8 percent. The result is an increase in the temporary tax credit to 4.684 mills that is estimated to be provided to taxpayers to adjust for the portion of the 15.821 base mill levy that cannot be collected under the provision of TABOR. The County is permitted to extend a levy to recover property taxes refunded and abated in prior years to adjust for errors in property assessments and, in 2024, this levy is estimated at 0.069 mills for \$1.1 million, and is included in the County's total levy. The 2024 budget includes the projection for the County's property tax revenue increasing from \$164.4 million in 2023 to \$176.0 million. The estimated total levy for the County will be 11.206 mills for 2024. The levy for 2024 is lower than 2023 due to the temporary tax credit increasing by almost 1.6 mills to remain within the TABOR and statutory revenue limitations and below the maximum authorized levy of 15.821 mills as a result of higher inflation and new construction combined with a large increase in taxable value.

The County continues to make more effective use of its revenues through its Align Arapahoe strategic and performance management program, business process improvement efforts, stricter budgeting practices, technological advances, cost-sharing partnerships and creative service delivery methods. But the success of all these measures has also meant less and less unspent funds are available at the end of each year,

Annual Comprehensive Financial Report Transmittal

funds which have traditionally been used to fund subsequent years' Capital Improvement Projects and other one-time operational needs.

The County has evaluated its current and future fiscal outlook and has determined that without additional revenue or a reduction in expenditures, it will be increasingly difficult to continue to provide the current level of service while at the same time keeping pace with the increasing costs of personnel, materials, and equipment or addressing the large backlog of needed capital expenditures for facilities and roadways. While the metro area has experienced significant growth in property values, the limits on property tax revenue have not allowed the County to see similar increases in revenue and a significant portion of the adopted budget for 2024 is to maintain existing programs and services and fund prioritized, necessary capital improvements. This budget does not address the larger issue of the aging facility and roadway infrastructure within the county or the increased need for services and growing workload on staff. The County will continue to examine these funding challenges and potential solutions during 2024 while trying to maintain the County's budget philosophy and discipline to remain financially sustainable.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Arapahoe County Government for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2022. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, the contents of which conform to program standards. The Annual Comprehensive Financial Report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Arapahoe County has received a Certificate of Achievement for the last 36 consecutive years (fiscal years ended 1987 – 2022). We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

I would like to express my appreciation to the Accounting Division Manager, Heather Lin, and the department accountants: Loren Kohler, Loretta Adams, Tom Loreno, Benita Miller, Kevin Nienhaus, and Gustavo Guzman, who contributed greatly to the audit and the preparation of the Annual Comprehensive Financial Report. Their professionalism, dedication, and efficiency made the preparation of this report possible. Jon Rajewich, Debbie McCarty, Andrew Barranco, Stephen Krusoe, Jennifer Leake, Sugam Thapa, and Dan Stoicof also deserve recognition for their outstanding work in managing the County's financial system (SAP). I would also like to thank each of the Department Directors, Elected Officials and their staff for their cooperation allowing our staff to successfully account for, monitor and report on the financial activity of Arapahoe County.

Finally, I want to thank the Board of County Commissioners for their leadership and support, without which the preparation of this report and the continued success of the Finance Department would not be possible.

Respectfully,



Todd Weaver
Director of Finance
Arapahoe County, Colorado



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Arapahoe County
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morill

Executive Director/CEO

ARAPAHOE COUNTY, COLORADO

LIST OF PRINCIPAL OFFICERS

Board of County Commissioners (BOCC)

Carrie Warren-Gully..... District 1, Chair
Jessica Campbell-Swanson..... District 2
Jeff Baker District 3
Leslie Summey..... District 4, Chair Pro Tem
Bill L. Holen District 5

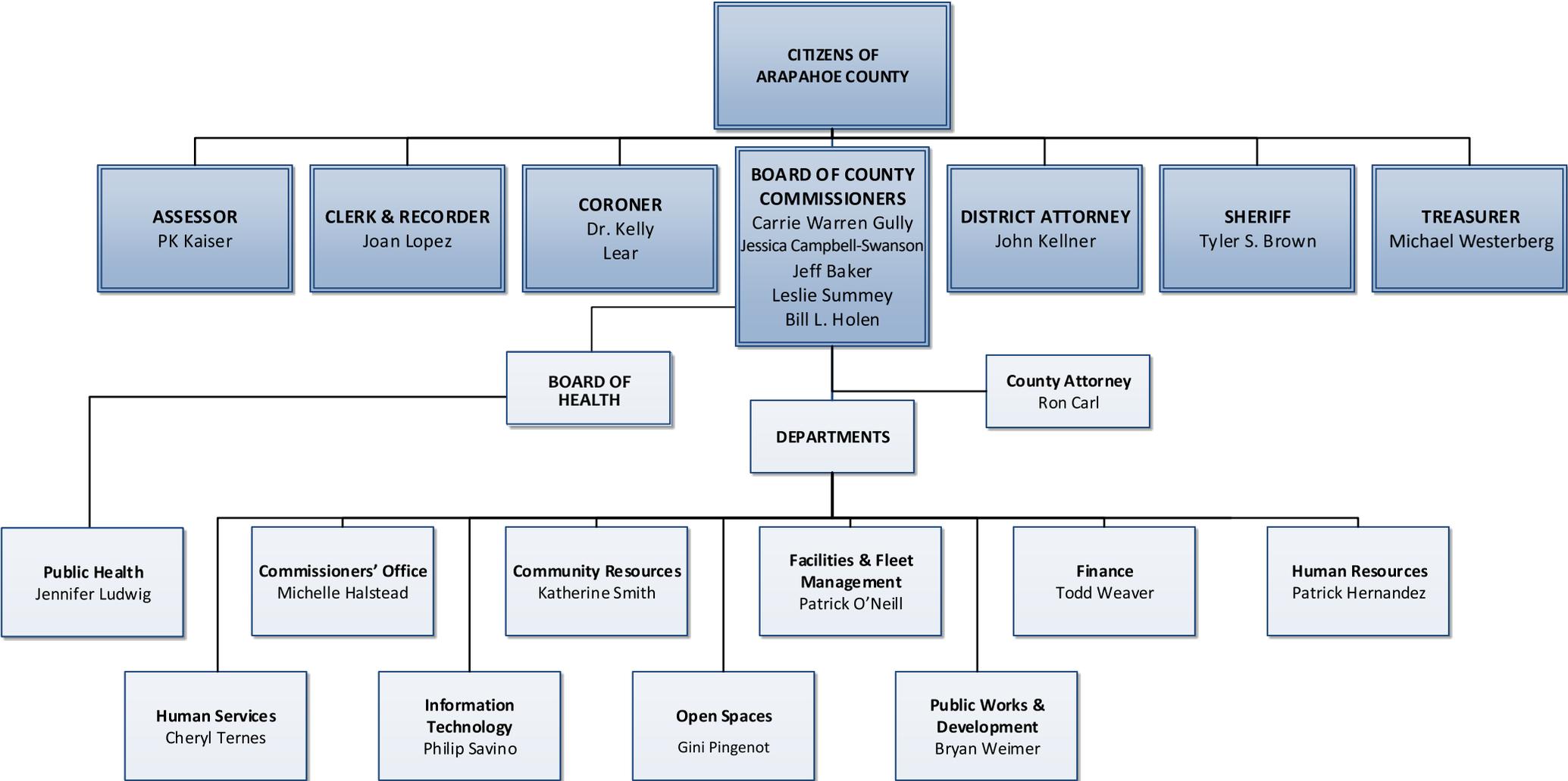
Elected Officials Other Than BOCC

PK Kaiser Assessor
Joan Lopez..... Clerk and Recorder
Dr. Kelly Lear..... Coroner
John Kellner District Attorney
Tyler S. Brown..... Sheriff
Michael Westerberg..... Treasurer

Department Directors

Michelle Halstead..... Commissioners' Office
Katherine Smith..... Community Resources
Ron Carl County Attorney
Patrick O'Neill..... Facilities and Fleet Management
Todd Weaver..... Finance
Patrick Hernandez..... Human Resources
Cheryl Ternes..... Human Services
Philip Savino..... Information Technology
Gini Pingnot..... Open Spaces
Bryan Weimer..... Public Works & Development

ARAPAHOE COUNTY GOVERNMENT ORGANIZATIONAL CHART





INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Arapahoe County, Colorado

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparisons for the General Fund, the Social Services Fund, the Grants Fund, and the Open Spaces Sales Tax Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Arapahoe County Public Airport Authority or Arapahoe County Water and Wastewater Authority, which represent 94.5% of the net position of aggregate discretely presented component units and 100% of the assets, net position, and revenues of the Arapahoe County Public Airport Authority and Arapahoe County Water and Wastewater Authority, both of which are discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for Arapahoe County Public Airport Authority and Arapahoe County Water and Wastewater Authority, is based solely on the reports of other auditors. The financial statements of the Arapahoe County Water and Wastewater Authority were not audited in accordance with *Government Auditing Standards*.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 auditors' 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 GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, 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 County'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 County'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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in the net pension liability and related ratios, and schedule of pension contributions 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 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The Combining and Individual Financial Statements and Schedules, the Arapahoe County 911 Authority Financial Statements and Arapahoe County Public Health Financial Statements, Other Supplementary Information as listed in the table of contents, and the Schedule of Expenditures of Federal Awards (collectively, the Supplementary Information) are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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* (Uniform Guidance), are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information 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. The 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 GAAS. In our opinion, the Supplementary Information and schedule of expenditures of federal 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 and statistical sections but does not include the basic financial statements and our auditors' 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.

Board of County Commissioners
Arapahoe County, Colorado

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2024, on our consideration of the County'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 solely 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 effectiveness of the County's 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 County's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 21, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

ARAPAHOE COUNTY, COLORADO

December 31, 2023

In the Management's Discussion and Analysis section of the Annual Comprehensive Financial Report (ACFR), we provide readers with a narrative overview and analysis of the financial activities of Arapahoe County, Colorado (the County) for the fiscal year ended December 31, 2023. When analyzing the financial activities of the current fiscal year, it is useful to compare current fiscal year information with comparable information from the previous fiscal year. This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. We encourage readers to consider the information presented here in conjunction with the information presented in the letter of transmittal and basic financial statements to enhance their understanding of the County's financial activity and performance.

FINANCIAL HIGHLIGHTS

- The County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$758,661,026 (net position). Of this amount, \$729,920,480 relates to capital assets or is restricted in how it may be used. The unrestricted portion is (\$48,718,827). This balance is negative due to the reporting of the net pension liability. See Note 13 – Retirement Plan on page C-57 for more information.
- Total Net Position increased by \$30.5 million during fiscal year 2023.
- Total Net Pension Liability increased by \$80.7 million during fiscal year 2023.
- At the end of the current fiscal year, the County's governmental funds reported a combined fund balance of \$243.7 million, an increase of \$3.2 million from 2022.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

The Basic Financial Statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the financial statements. In addition to the basic financial statements, this annual report also contains required supplementary information, other supplementary schedules and information, a statistical section, and a compliance section.

Government-Wide Financial Statements

The government-wide financial statements provide readers with a long-term and broad overview of the County's finances in a manner like that of a private sector business. The government-wide financial statements use an economic resource measurement focus and the full accrual basis of accounting to present this overview in the Statement of Net Position and the Statement of Activities. Therefore, certain expenditures that are recorded in the governmental fund financial statements are either deferred or capitalized with amortization or depreciation in the government-wide financial statements. Long-term liabilities, deferred inflows of resources, revenues and related assets, and deferred outflows of resources not reported in fund financial statements are recorded in the government-wide financial statements independent of the cash flows related to these items. Fiduciary fund assets held by the County for other parties either as trustee or as custodian are not included in the government-wide financial statements because they cannot be used to finance the County's own operating programs.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

The Statement of Net Position shows the financial condition of the County at the end of the fiscal year by presenting information on all the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. The difference between these components is reported as net position. Over time, increases or decreases in net position serve as a useful indicator of whether the County's financial condition is improving or deteriorating. If the County's net position has increased, the financial condition of the County has improved. If the County's net position has decreased, the financial condition of the County has deteriorated.

The Statement of Activities shows how the financial condition of the County has changed since the beginning of the fiscal year. In the Statement of Activities, all changes in net position are reported as soon as the underlying economic event giving rise to the change occurs, regardless of the timing of related cash flows.

The government-wide financial statements include not only the County, the general-purpose government, but also legally separate and special-purpose governmental entities for which the County is financially accountable and with which the County has a significant relationship. These legally separate and special-purpose governmental entities are known as component units.

Component units are reported in the financial statements as either blended or discretely presented component units. The financial activity of blended component units can be objectively viewed as an extension of the general-purpose government because their governing bodies are substantively the same and there is a financial benefit or burden relationship between the primary government and the component unit. Additional criteria for blending include whether the component unit provides services entirely or almost entirely to the primary government, or otherwise exclusively or almost exclusively benefits the primary government even though it does not provide services directly to it. When the component unit's financial activities are blended into the County's financial statements, the activities are presented as if they were executed by the general local government. The balances of the blended component unit's financial statements are merged with the similar balances of the general-purpose local government in a manner that prevents the balances of the blended component unit and the local primary government from being separately identified. The merged financial statements of the general-purpose government and the blended component units are identified in the government-wide financial statements as the primary government. The following component units have been blended into the County's primary government in the government-wide financial statements:

- Arapahoe County Building Finance Corporation
- Arapahoe County Law Enforcement Authority
- Arapahoe County Housing Authority
- Arapahoe County Recreation District
- Arapahoe County Water and Wastewater Public Improvement District
- Arapahoe County Retirement Trust Fund

The financial information for component units that should not be blended into the financial statements of the primary government are presented separately from the financial information presented for the primary government as discrete component units of the County in the government-wide financial statements. The following component units have been presented as discrete component units in the County's government-wide financial statements:

- Arapahoe County Public Health
- Arapahoe County 911 Authority
- Arapahoe County Airport Authority
- Arapahoe County Water and Wastewater Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

Complete financial statements of the individual component units can be obtained from their respective administrative offices. Addresses and other additional information about the County's component units are presented in Note 1 – Summary of Significant Accounting Policies on page C-23.

On the Statement of Net Position, columns are used to separate the financial information of the primary government and the discretely presented component units. On the Statement of Activities, both columns and rows are used to separate the financial information of the primary government and the discretely presented component units.

The government-wide financial statements can be found on pages C-2 to C-5 of this annual report.

Fund Financial Statements

A fund is a fiscal and accounting entity with a self-balancing set of accounts used to record financial resources with related liabilities and residual equities segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related regulations, requirements, restrictions, or limitations.

All funds of the County can be divided into three categories:

- Governmental Funds
- Proprietary Funds
- Fiduciary Funds

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, because the measurement focus of governmental fund financial statements is on near-term inflows and outflows of current financial resources, as well as on balances of current financial resources available at the end of the fiscal year, these financial statements provide information about the ability of the fund to finance current activities and operate within the planned appropriations and budgets. Such information may be useful in evaluating a government's ability to meet its near-term financing and appropriation related requirements.

All current financial resources contained in a governmental fund, other than the General Fund, are available only for carrying on the specific activities or attaining the certain objectives in accordance with special regulations, restrictions or limitations related to the purpose for which these funds were created. Therefore, all the current financial resources contained in these governmental funds are assigned to the purpose for which the fund was created. The General Fund is used to account for all governmental fund activities that are not specifically accounted for in the other governmental funds. Therefore, the General Fund is one of the governmental funds that contains positive unassigned funds in addition to assigned funds in its fund balance.

Current financial resources, the measurement focus of the governmental fund financial statements, are cash and near-cash assets reduced by short-term debt (spendable/appropriable resources) that are available during the fiscal year and 60 days after the end of the fiscal year. These funds financially support the purpose of carrying on specific activities or attaining certain objectives in the current fiscal year in accordance with the special regulations, restrictions or limitations that define the fund.

Governmental fund accounting uses the modified accrual basis of accounting. This basis of accounting records and reports the inflows and outflows of current financial resources (spendable/appropriable resources) under the special regulations, restrictions or limitations that define the fund. By focusing on current financial resources, modified accrual accounting provides additional information related to the

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

regulations, restrictions, or limitations that define the fund and emphasizes the need for short-term financing and the generation of spendable resources.

Because the focus of the fund financial statements is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds in the fund financial statements with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. A reconciliation of the total Governmental Fund Balances in the fund financial statements balance sheets to the Net Position of Governmental Activities in the government-wide financial statements is provided following the Balance Sheet of Government Funds in the fund financial statements. A reconciliation of the Net Change in Fund Balances — Total Governmental Funds in the fund financial statements to the Change in Net Position of governmental activities in the government-wide financial statements is provided following the Statement of Revenues, Expenditures and Changes in Fund Balances in the fund financial statements. These reconciliations provide explanations of differences between these balances and facilitate an understanding of the differences between the measurement focuses and basis of accounting used for preparing the fund financial statements and the government-wide financial statements.

In this annual report, the County reports on twenty-four individual governmental funds. Information is presented separately in the fund financial statements for the General Fund, Social Services Fund, Grant Fund, and Open Spaces Sales Tax Fund, all of which are considered major funds. Individual fund balance sheets for these major funds are presented in the Balance Sheet Governmental Funds and individual fund income statements in the Statement of Revenues, Expenditures and Changes in Fund Balance. The remaining twenty governmental funds are combined into a single, aggregated presentation as Other Governmental in the fund financial statements in the Basic Financial Statements section of this annual report.

The basic governmental fund financial statements can be found on pages C-6 to C-17 of this annual report. Financial information related to the individual non-major funds is provided on pages D-1 to D-43 and D-66 to D-67 in the Combining and Individual Fund Financial Statements and Schedules Section of this annual report.

Proprietary Funds – The fund financial statements contain two types of proprietary funds: enterprise funds and internal service funds. Enterprise funds may be used to report any activity for which a fee is charged to external users for goods or services. The County does not have any enterprise funds.

Internal service funds are used to report any activity that provides goods and services to other funds of the primary government or component units on a cost reimbursement basis. The County uses five internal service funds to account for the following activities: the accumulation and allocation of equipment and materials costs; employee benefits; and self-insurance activities. The measurement focus for internal service funds is economic resources, and the basis of accounting used is full accrual accounting. The revenue and expenses of the internal service funds have been eliminated in the government-wide Statement of Activities. The balance sheets of the internal service funds have been merged in the government-wide Statement of Net Position.

The five internal service funds are combined into a single, aggregated presentation as Governmental Activities – Internal Service Funds in the fund financial statements within the Basic Financial Statements section. These statements can be found on pages C-18 to C-20 of this annual report. Financial information related to the individual internal service funds is provided on pages D-45 to D-52 in the Combining Financial Statements and Schedules section of this annual report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

Fiduciary Funds – Fiduciary funds are used to report resources held for the benefit of parties outside the government. Fiduciary funds are not included in the government-wide financial statements because the resources of these funds are not available to support the County's programs or operations. The County uses five fiduciary funds: one trust fund and four custodial funds.

The activity of the Arapahoe County Retirement Trust is presented in the Basic Financial Statements section of this annual report.

The total amount of the four custodial funds is combined into a single, aggregated presentation as Fiduciary Funds – Total in the fund financial statements within the Basic Financial Statements section of this annual report. The basis of accounting for the fiduciary funds is full accrual accounting. Financial information related to the individual custodial funds is provided on pages D-53 and D-55 in the Combining Financial Statements and Schedules section of this annual report.

A Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position is presented in the fund financial statements for both the Arapahoe County Retirement Trust and the Custodial Funds. The fiduciary fund financial statements can be found on pages C-21 and C-22 of this annual report.

Notes to the Financial Statements

Notes to the Basic Financial Statements provide a more detailed explanation of some of the information contained in the financial statements, which is essential to gaining a better understanding of the data provided in the government-wide and fund financial statements. Notes to the Basic Financial statements can be found on pages C-23 through C-68 of this annual report.

Budgetary Comparisons

The County adopts an annual appropriation budget for all its governmental funds. A budgetary comparison statement has been provided for the General Fund and all major special revenue funds on pages C-14 to C-17 of this annual report. Budget-to-actual comparisons for each of the remaining governmental funds are provided on pages D-24 to D-43 and D-66 to D-67 in the Combining Financial Statements and Schedules and Other Supplementary Information Sections of this annual report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Comparative Summary of Net Position

The following table provides a condensed comparative presentation of the County's government-wide Statement of Net Position for the primary government for 2023 and 2022:

	Governmental Activities	
	2023	2022
Assets		
Current and other assets	\$ 598,062,734	\$ 614,249,508
Capital assets	860,583,506	825,866,804
Total assets	<u>1,458,646,240</u>	<u>1,440,116,312</u>
Deferred outflows of resources	<u>62,185,999</u>	<u>56,799,815</u>
Liabilities		
Current and other liabilities	98,593,892	136,061,457
Long-term liabilities	421,808,615	345,932,818
Total liabilities	<u>520,402,507</u>	<u>481,994,275</u>
Deferred inflows of resources	<u>241,768,706</u>	<u>286,726,969</u>
Net position		
Net investment in capital assets	729,920,480	689,887,585
Restricted	77,459,373	80,279,631
Unrestricted	<u>(48,718,827)</u>	<u>(41,972,333)</u>
Net position	<u>\$ 758,661,026</u>	<u>\$ 728,194,883</u>

Analysis of Government-Wide Financial Position

As of December 31, 2023, the County's primary government assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$758.7 million. This is an increase of \$30.5 million over the net position at December 31, 2022 of \$728.2 million.

The County's net investment in capital assets, \$729.9 million (96% of net position) in 2023 and \$689.9 million (94.7% of net position) in 2022, is the largest portion of the County's primary government net position. Capital assets include land, land improvements, bridges, water and sewer lines, roads, buildings, building improvements, leasehold improvements, vehicles, furniture, software, and equipment. These capital assets are used to provide services or utilities to citizens. Consequently, these resources are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional \$77.5 million (10% of net position) in 2023 and \$80.3 million (11% of net position) in 2022 represents restricted net position. These resources are subject to external restrictions on how they may be used. Included in this category are statutory reserves required by the State of Colorado, debt service reserves, and accumulated revenues that may only be used for specific voter-approved projects.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

The remainder of the County's primary government net position, (\$48.7 million) (6.4% of net position) in 2023 and (\$42 million) (5.8% of net position) in 2022 represents unrestricted net position that could otherwise be used to meet ongoing obligations to citizens and creditors when positive. The negative balance of unrestricted net position at the end of 2023 increased by \$6.7 million (16.1%) from the balance at the end of 2022.

Deferred outflows of resources represent a decrease of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future period. In 2023, the County has two items that qualify for reporting in this category. The first results from the loss on refunding of bonds reported in the government-wide Statement of Net Position. This amount, \$0.4 million, resulted from the difference in the carrying value of refunded debt and the reacquisition price of the refunding debt. The second is pension outflows totaling \$61.8 million, which is comprised of \$15.9 million of contributions made subsequent to the measurement date, \$8.6 million in changes in assumptions, \$15.3 million in changes in experience and \$21.9 million in differences between projected and actual earnings.

Deferred inflows of resources represent an increase of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. The County has two items that qualify for reporting in this category during 2023. The first is property tax revenue, \$213.1 million, which is deferred in the year the taxes are levied, 2023, and measurable and recognized as an inflow of resources in the period they are collected, 2024. The second item that qualifies for reporting is pension inflows totaling \$28.6 million, which is comprised of \$28.6 million in changes in assumptions.

Governmental activities saw an overall increase of \$18.5 million in total assets. This includes an increase of \$17.2 million in property tax receivable, as property values continued to increase, and a decrease of \$33.0 million in other current assets, primarily due to decreased cash used from American Rescue Plan Act (ARPA) relief funds. This also includes an increase in net capital assets of \$34.7 million mainly from increases in Infrastructure, land improvements and buildings.

Liabilities had an overall increase of \$38.4 million compared to the prior year. This was due primarily to an increase of \$80.7 million in net pension liability. This also includes a decrease of \$36.5 million in the unearned revenue primarily due to the spent down of ARPA funds and a decrease of \$7.1 million in long-term debt primarily due to the reduction of bonds payable and leases/SBITAs.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

Condensed Statement of Activities

The following table provides a condensed comparative presentation of the County's government-wide Statement of Activities for the primary government for 2023 and 2022:

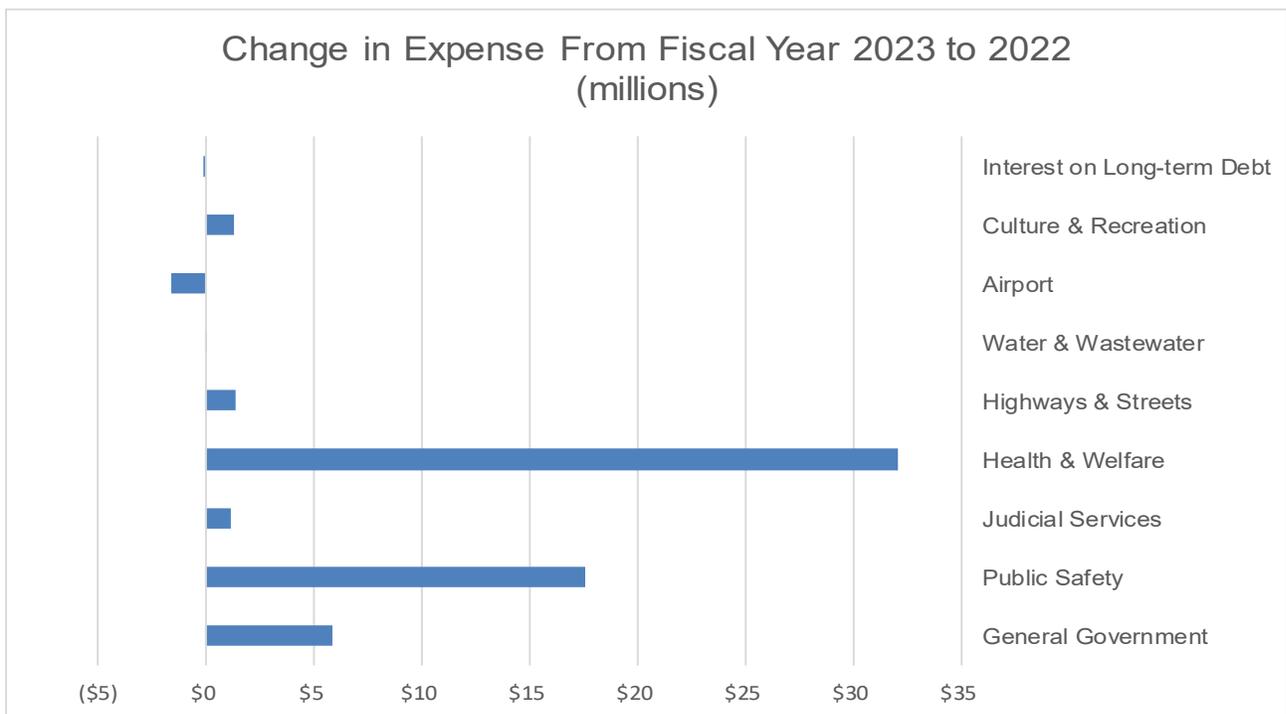
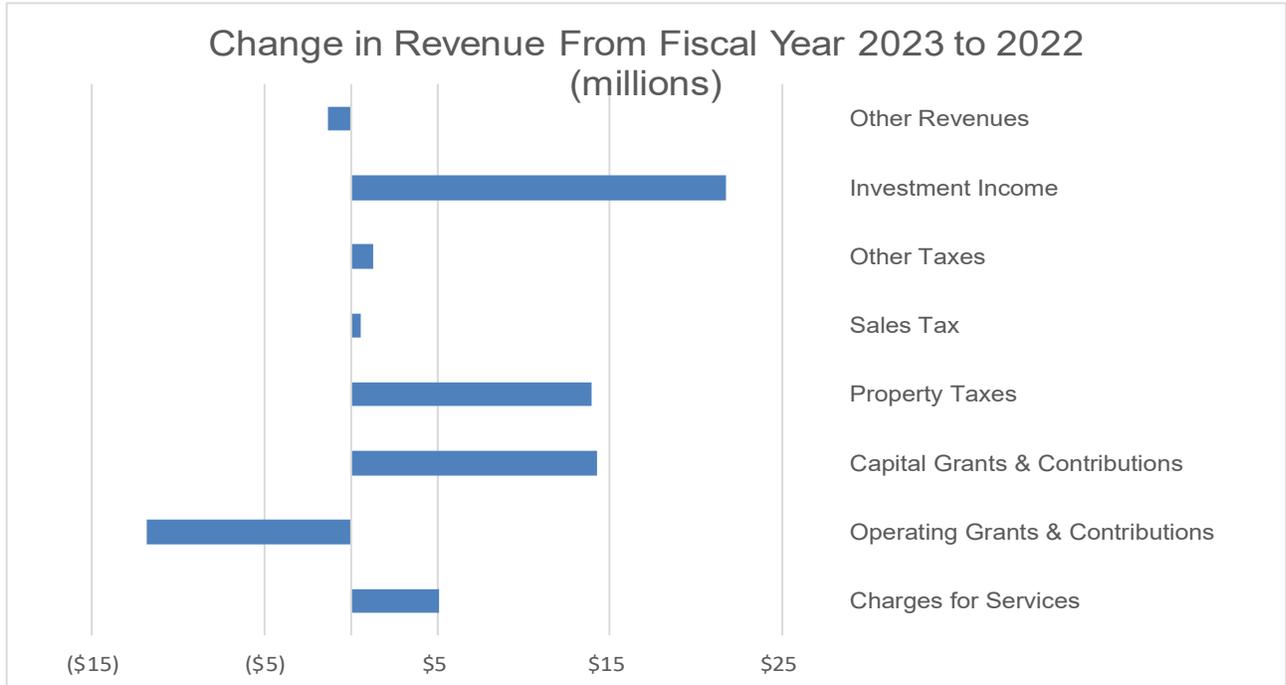
	Governmental Activities	
	2023	2022
Revenues		
Program revenues		
Charges for services	\$ 77,033,285	\$ 71,917,179
Operating grants and contributions	155,413,794	167,284,219
Capital grants and contributions	16,800,771	2,509,153
General revenues		
Property taxes	198,447,336	184,502,717
Sales tax	40,581,448	39,976,934
Other taxes	12,238,239	10,977,264
Investment income	22,012,769	285,749
Other revenues	6,648,651	7,965,436
Total revenues	<u>529,176,293</u>	<u>485,418,651</u>
Expenses		
General government	97,709,706	91,847,812
Public safety	140,966,503	123,382,169
Judicial services	18,426,067	17,281,465
Health & welfare	169,179,843	137,068,712
Highways & streets	29,933,501	28,524,891
Water & wastewater	3,567,380	3,565,869
Airport	-	1,611,898
Culture and recreation	35,118,612	33,775,486
Interest on long-term debt	3,808,538	3,902,455
Total expenses	<u>498,710,150</u>	<u>440,960,757</u>
Change in net position	30,466,143	44,457,894
Net position - January 1	728,194,883	683,736,989
Net position - December 31	<u>\$ 758,661,026</u>	<u>\$ 728,194,883</u>

Analysis of Government-Wide Results of Operations

Government-wide revenues for the County were greater than expenses by \$30.5 million during fiscal year 2023, while government-wide revenues for fiscal year 2022 were greater than expenses by \$44.5 million. Revenues in the government-wide Statement of Activities for 2023 increased by \$43.8 million (9.0%) from 2022. In program revenues, operating grants and contributions decreased \$11.9 million primarily due to decreased from American Rescue Plan Act (ARPA) relief funds compared to 2022, and capital grants & contributions increased by \$14.3 million due to the donation of infrastructure, road and sidewalks. In general revenues, property taxes increased \$13.9 million as a continued result of higher assessed valuations and investment income increased by \$21.7 million due to higher interest rate and earnings.

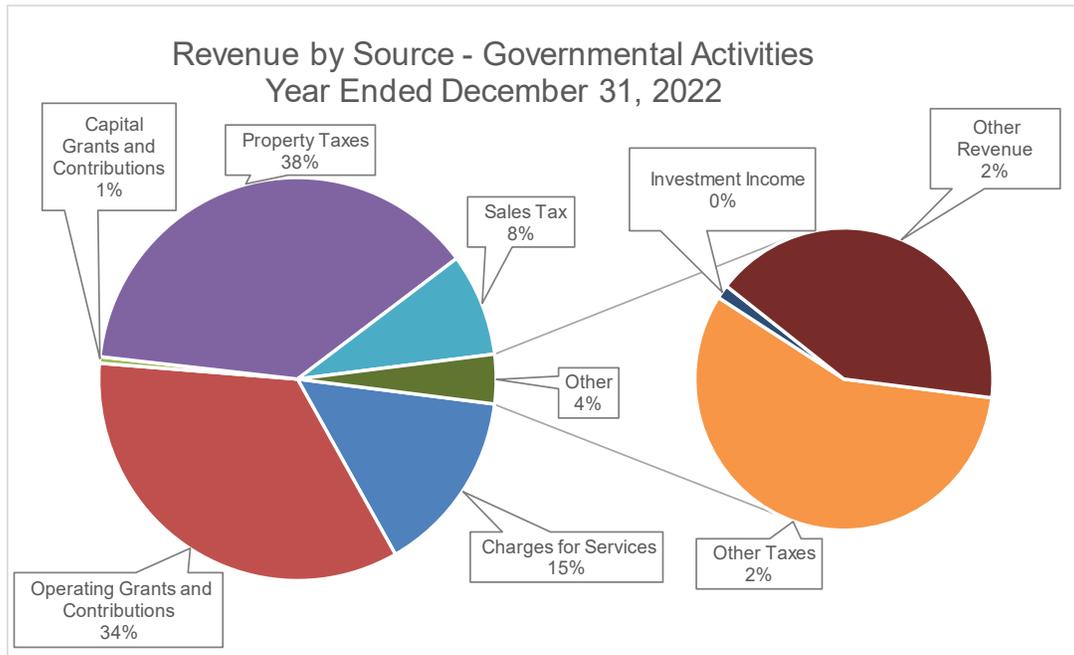
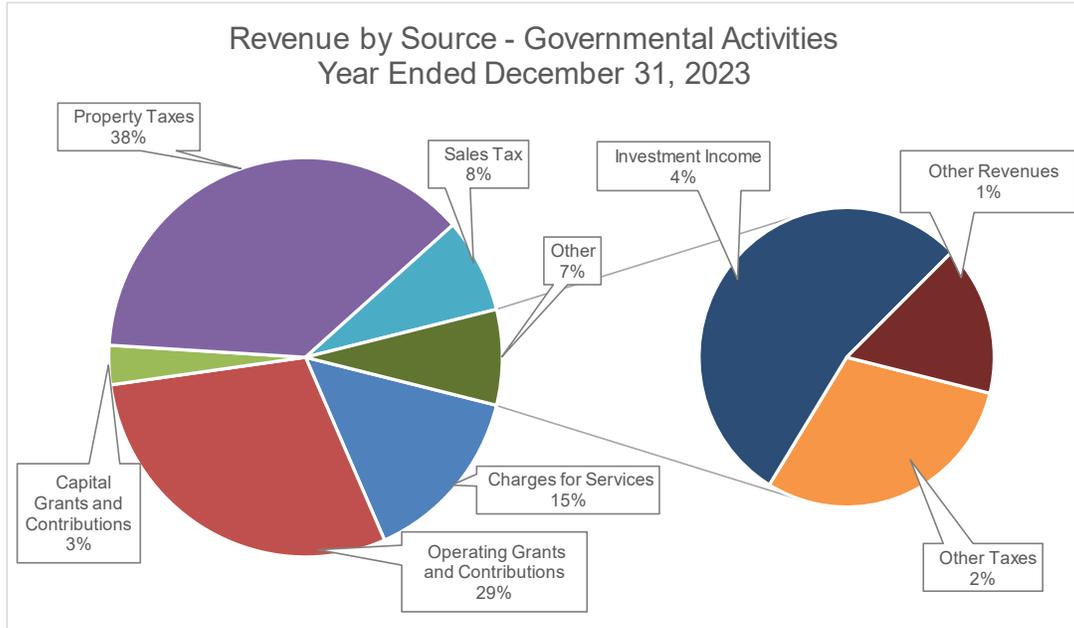
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

The changes from fiscal year 2023 to 2022 in the revenue and expense categories in the condensed comparative government-wide Statement of Activities:



The comparison of the component sources of revenue used in the condensed comparative government-wide Statement of Activities for 2023 and 2022:

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023



Expenses in the government-wide Statement of Activities for 2023 increased by \$57.7 million (13.1%) from 2022. This is mainly the result of an increase of \$17.5 million in salaries and benefits from annual raises and market adjustments and additional positions and an increase of \$13.9 million in pension expense and an increase of \$25.5 million in Health & Welfare expenses due to increased aid-to-agency and various projects and disbursements of ARPA Act funding in 2023.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. Unassigned fund balance 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 the current fiscal year, the County's governmental funds reported combined ending fund balances of \$243.7 million, an increase of \$3.2 million over the prior year's fund balance. Of the total balance, \$62.4 million (25.60%) represents unassigned fund balance. \$21.6 million (8.85%) is classified as assigned by the Board of County Commissioners for the purposes of the fund. \$82.1 million (33.69%) is classified as committed by a Board of County Commissioners Resolution. \$77.5 million (31.78%) is classified as restricted by an outside party for a specific purpose. The remaining fund balance, \$0.2 million (.08%), is classified as non-spendable (inventory and prepaid amounts).

At the end of fiscal year 2023, the County had four major governmental funds: the General Fund, the Social Services Fund, the Grant Fund, and the Open Spaces Sales Tax Fund. These major funds are reported separately in the County's basic financial statements.

General Fund

This fund is the primary operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$62.5 million, while total fund balance was \$80.7 million.

As a measure of the General Fund's liquidity, it is useful to compare the total of the assigned and unassigned fund balance at the end of fiscal year 2023 to the budgeted total program revenues, transfers in, expenditures, and transfers out for the following fiscal year, 2024. The total of the assigned and unassigned fund balance of the General Fund at the end of fiscal year 2023 is \$71.6 million, less the budgeted use of this fund balance in 2024, \$5.7 million, totaling \$65.9 million. This represents 27.3% of the adopted budget for General Fund total program revenues and transfers-in for 2024 of \$241.0 million, or 26.7% of the adopted budget for General Fund total program expenditures, and transfers-out of \$246.7 million. This indicates that an approximate 26.7% combination of budgeted revenue shortfalls and/or expenditures over budget could be sustained during 2024 before the liquidity of the General Fund is compromised.

The County's budget is prepared according to State of Colorado statutes. The most significant budgeted fund for the County is the General Fund. Notable differences between the original budget and the final amended budget are summarized as follows:

- \$8.1 million increase in Public Safety, mainly due to \$4.64 million to prevent the office from exceeding their appropriation due to additional overtime and other expenses, \$1.25 million for mid-year salary adjustments for Sheriff's Office deputies and sergeants, \$978,000 for additional food and laundry contract expense, \$680,000 for inmate medical contract increase, and \$862,000 in reappropriated projects not completed in 2022.
- \$8.1 million increase in Health and Welfare, mainly due to \$7.7 million being reclassified from transfers to aid to agencies for the County's contribution to Arapahoe County Public Health.
- \$6.1 million increase in Transfers In, mainly due to \$6.0 million transfer from the Grant Fund as a reimbursement for general government expense during 2023 from American Rescue Plan Act (ARPA) funds.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

- \$5.5 million increase in Transfers Out, mainly due to \$9.3 million transfer to the Capital Expenditure Fund with \$5.1 million for the Iliff Avenue project and \$4.2 million for the Detention Medical Expansion project, \$2.0 million transfer to the Self-Insurance Liability Fund to establish a fund balance and cover additional claims and increased premium costs, partially offset by a net reduction of \$6.0 million in reclassification of transfers to aid to agency for the County's contribution to Arapahoe County Public Health.
- \$2.36 million increase in Administrative Services, mainly due to \$1.2 million roll forward of Public Health transition funds from 2022, and \$638,000 in appropriating for the Broncos stadium funding, and \$525,000 for additional tax incentive.
- \$1.1 million increase in Public Works & Development, mainly due to \$859,000 in reappropriated projects not completed in 2022, and \$95,000 in reimbursements from the Open Space Sales Tax Fund for project management services.
- \$567,000 increase in Information Technology, mainly due to \$218,000 in reappropriated projects not completed in 2022, and \$346,000 that was transferred from a capital account to the professional services account for the ARPA funded fiber network expansion project.

Actual General Fund revenues and other financing sources of \$251.3 million was more than the General Fund final appropriated revenues and other financing sources of \$232.6 million by \$18.7 million (8.0%). This was primarily due to the increase of \$13.4 million in investment earnings due to the high interest rates and earnings in 2023.

Actual General Fund expenditures and other financing uses of \$246.1 million was less than the General Fund final appropriated expenditures and other financing uses of \$250.9 million by \$4.8 million (1.9%). This difference was mainly due to salary and benefits savings County-wide of \$2.3 million due to increased vacancies and \$2.4 million from cost savings in the Services and Other category with \$1.3 million in Administrative Services related to ongoing projects, and \$1.3 million in Public Works and Development.

The total revenue and other financing sources in the General Fund increased by \$4.3 million, from \$247.0 million in fiscal year 2022 to \$251.3 million in fiscal year 2023 (1.7%). This was primarily due to increases in property taxes and investment earnings offset by the decrease of the transfers from the ARPA-related Grant Fund for revenue loss covering payroll expenditures in 2023. The total expenditures and other financing uses in the General Fund decreased by \$10.4 million, from \$256.5 million in fiscal year 2022 to \$246.1 million in fiscal year 2023 (4.1%). This decrease was a result of decreased transfers for capital projects in 2023 offset by higher salaries and benefits and increases in aid to Arapahoe County Public Health.

Social Services Fund

This fund is mandated by the State of Colorado and is used to account for participation by the County in Federal and State public welfare programs. The fund balance decreased by \$1.2 million from \$11.4 million in 2022 to \$10.2 million in 2023. Nearly all of the fund balance is either committed or assigned.

Revenues (excluding transfers) increased by \$2.7 million (3.6%) from \$74.8 million in 2022 to \$77.5 million in 2023. During 2023, 72.6% of the Social Services fund was funded by State and Federal grant monies, and 25.4% by property and other taxes. The largest portion of the revenue increase, \$1.7 million, came from property tax and specific ownership taxes.

Expenditures (excluding transfers) increased by \$4.8 million (6.5%), from \$73.8 million in 2022 to \$78.6 million in 2023.

Open Spaces Sales Tax Fund

This fund was established in 2003 to collect a sales and use tax for the preservation and maintenance of open space areas within the County. The total fund balance decreased by \$4.4 million, from \$56.2 million

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

in 2022 to \$51.8 million in 2023. The entire \$51.8 million fund balance is fully restricted for use on Open Space projects and maintenance.

Revenues (excluding transfers) increased by \$1.5 million (3.5%), from \$44.3 million in 2022 to \$45.8 million in 2023. The fund received approximately \$40.6 million in sales and use tax revenue, and \$2.5 million in investment earnings. Venue booth rental from the County Fairgrounds increased by \$0.13 million due to the recovery from the pandemic.

Expenditures (excluding transfers) increased by 10.8 million (27.5%), from \$39.4 million in 2022 to \$50.3 million in 2023, mainly from \$9.2 million increase in capital projects including High Plains trail overpass and Dove Valley regional expansion projects. There was \$1.0 million increase in share-back payments and \$3.1 million decrease in grants awarded in 2023 compared to 2022. In total, the fund expended \$25.4 million in grants and share-back payments to incorporated municipalities and other governmental entities in 2023, a decrease of \$2.0 million (7.3%) compared to 2022.

Grant Fund

This fund was established to record grant activities from Federal, State, and local sources external to the County.

Revenues (including transfers) decreased by \$13.9 million (20.2%), from \$68.9 million in 2022 to \$55.0 million in 2023, primarily due to the decreased spending of ARPA and ERA funding.

Expenditures (including transfers) decreased by \$14.0 million (20.4%) from \$68.8 million in 2022 to \$54.8 million in 2023, primarily due to the decreased spending of the ARPA and ERA funding on various projects in 2023.

Non-Major Governmental Funds

The total fund balance of the combined non-major governmental funds increased by \$3.2 million (3.3%), from \$97.8 million in 2022 to \$101.0 million in 2023. Revenues (excluding transfers) increased by \$4.7 million, from \$90.9 million in 2022 to \$95.6 million in 2023. This was mainly due to increases in other inter-governmental funding and investment earnings. Expenditures (excluding transfers) increased by \$8.3 million, from \$98.9 million in 2022 to \$107.2 million in 2023. This was mainly a result of increased expenditures for Health and Welfare and Capital projects including the completion of Iliff Avenue corridor improvements in 2023.

Proprietary Funds

The net position for the County's internal service funds increased by \$2.4 million (5.0%), from \$48.3 million in 2022 to \$50.7 million in 2023.

Of the \$50.7 million of the total net position of the proprietary funds in 2023, \$46.35 million (91.4%) was the net position of the Central Service Fund. The Central Service Fund is used primarily to allocate the cost of movable assets (furniture and equipment, computers, and vehicles) to the departments of the County to fund the replacement of the assets. It is also used to distribute the costs of central services (postage, fleet maintenance, parts, and fuel charges) to departments of the County. Of the \$46.35 million net position in the Central Services Fund at the end of 2023, \$11.54 million was invested in capital assets net of accumulated depreciation, and approximately \$34.8 million was available to replace expiring movable assets in the future.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The fiduciary funds are not included in the government-wide financial statements because the resources of these funds are not available to support the County's programs or operations. Therefore, they are not discussed in the Management's Discussion & Analysis.

ANALYSIS OF CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

Capital Assets

Arapahoe County's investment in capital assets (net of accumulated depreciation) for its governmental activities was \$860.6 million as of 2023 and \$825.9 million as of 2022. This investment in capital assets includes land and land improvements, buildings, furniture and equipment, infrastructure, and construction in progress. The County's investment in capital assets (net of accumulated depreciation) increased by \$34.7 million (4.13%) during fiscal year 2023, mainly due to increases in Infrastructure including the completion of Iliff Avenue Corridor improvements in 2023. A summary of the County's capital assets (net of depreciation) is as follows:

Arapahoe County Government's Capital Assets		
(Net of Accumulated Depreciation)		
	Governmental Activities	
	2023	2022
Land	\$ 45,873,554	43,983,445
Lease Assets - Land	2,600,000	2,600,000
Easements	4,322,860	4,322,860
Right of Ways	318,073,633	318,073,633
Water Rights	51,616,042	51,616,042
Construction in Progress	15,645,843	31,313,135
Capital Assets Not Being Depreciated:	438,131,932	451,909,115
Land Improvements	31,894,704	24,359,394
Buildings and Improvements	139,151,253	136,221,592
Furniture and Equipment	20,198,197	22,422,221
Infrastructure	220,140,648	179,681,519
Lease Assets - Building	10,465,632	11,272,963
Information Technology Subscriptions	601,140	-
Capital Assets Being Depreciated:	422,451,574	373,957,689
Total	\$ 860,583,506	\$ 825,866,804

Construction in progress decreased by \$15.7 million (50.0%), from \$31.3 million in 2022 to \$15.6 million in 2023, primarily from roads and building improvement projects including Iliff Avenue corridor improvements completed in 2023. The \$15.6 million is composed of the following capital project categories:

Capital Project	CIP Amount
Roads	759,471
Parks & Trails	13,031,422
Building Improvement	1,854,949
	<u>\$ 15,645,843</u>

MANAGEMENT’S DISCUSSION AND ANALYSIS (Continued)
ARAPAHOE COUNTY, COLORADO
December 31, 2023

Additional information on Arapahoe County capital assets can be found in the Notes to the Financial Statements located on page C-30 and C-41 to C-44 of this annual report.

Outstanding Long-Term Debt

At the end of fiscal year 2023, the County had three bond issues, and lease agreements outstanding. A summary of the County’s long-term liabilities is as follows:

Arapahoe County Government Summary of Outstanding Debt		
	Governmental Activities	
	2023	2022
Bonds	\$ 117,725,002	\$ 122,888,741
Lease Agreements/SBITAs	9,504,476	10,457,813
Total Outstanding Debt	\$ 127,229,478	\$ 133,346,554

The County’s total long-term debt decreased by \$6.1 million in 2023 due to normal debt payments and amortization of premiums/discounts.

Additional information about the County’s long-term debt can be found in notes to the Financial Statements on page C-31 and C-46 to C-57 of this annual report.

ECONOMIC FACTORS AFFECTING THE COUNTY

Property tax is the largest source of revenue for the County. The mill levy of the County was 12.75 mills in 2022 (collected in 2023) and 11.21 mills in 2023 (collected in 2024). Property tax to be collected in 2024 is projected to be \$176.0 million, an increase of \$11.6 million over the 2023 projected number of \$164.4 million due to increases in the assessed valuation. The County base mill levy was maintained at 15.821 mills, with an additional levy of 0.069 mills for refunds and abatements. A temporary tax credit of 4.684 mills was also applied to keep property tax revenue within the limits required by law under the Taxpayer’s Bill of Rights (TABOR).

The residential assessment rate, which determines the amount of residential assessed value the mill levy is applied to, decreased to 6.95% for the 2023 reassessment period for collection in 2024. It is forecasted to remain steady in 2024 for 2025 tax collection period. The assessment rate will be reviewed in 2024, which is the next residential reassessment period. The impact from any possible decrease due to the pandemic and tax law changes on revenue will be lessened due to temporary tax credits in short term.

The unemployment rate for the County was 3.2% as of December 2023, which is a decrease from 3.6% in December 2022. This rate is in line with the Denver metro unemployment rate of 3.6% and the State of Colorado rate of 3.4%. The decrease is due to the economies of both Colorado and the nation are continuing to recover after the impact of the COVID-19 pandemic on the economy during 2020.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Arapahoe County’s finances for those with an interest in the government’s financial activities. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Todd Weaver, Director of Finance, 5334 South Prince Street, Littleton, CO 80120-1136, (303) 795-4620.





Arapahoe County, Colorado
Statement of Net Position
December 31, 2023

	Primary Government	Component Units		
	Governmental Activities	Arapahoe County Public Health	Arapahoe County 911 Authority	Arapahoe County Airport Authority
Assets				
Cash and investments	\$ 288,325,751	\$ 658,152	\$ 10,146,934	\$ 22,470,501
Accounts receivable	21,481,312	1,122,557	757,863	3,108,824
Property tax receivable, net	213,137,000	-	-	-
Accrued interest receivable	1,451,567	-	-	-
Note receivable	-	-	-	297,453
Lease receivable	-	-	-	9,268,771
Due from other governments	5,738,797	3,373,947	-	284,640
Inventories	606,116	-	-	-
Prepaid and other items	260,637	-	-	912,918
Restricted cash and investments	67,061,554	-	-	-
Total non-capital assets	598,062,734	5,154,656	10,904,797	36,343,107
Non-depreciable capital assets	438,131,932	-	50,166	40,856,056
Depreciable capital assets	422,451,574	1,788,401	3,843,975	28,722,827
Total capital assets	860,583,506	1,788,401	3,894,141	69,578,883
Total assets	1,458,646,240	6,943,057	14,798,938	105,921,990
Deferred outflows of resources				
Refunding of bonds	378,321	-	-	-
Pension outflows	61,807,678	981,676	-	-
Total deferred outflows of resources	62,185,999	981,676	-	-
Liabilities				
Accounts payable and other current liabilities	49,317,061	1,451,906	1,118,455	2,088,191
Accrued interest payable	364,649	6,486	6,682	62,799
Due to other governments	5,296,732	-	-	-
Unearned revenue	42,109,450	822,489	-	46,665
Noncurrent liabilities:				
Long term debt due within one year	9,608,134	758,207	38,934	910,349
Long term debt due in more than one year	146,514,481	1,647,682	128,079	3,438,708
Net pension liability due in more than one year	262,371,000	-	-	-
Estimated claims payable within one year	1,506,000	-	-	-
Estimated claims payable greater than one year	3,315,000	-	-	312,944
Total liabilities	520,402,507	4,686,770	1,292,150	6,859,656
Deferred inflows of resources				
Property tax revenue	213,137,000	-	-	-
Pension inflows	28,631,706	-	-	-
Leases	-	-	-	9,268,771
Total deferred inflows of resources	241,768,706	-	-	9,268,771
Net position				
Net investment in capital assets	729,920,480	125,440	3,727,128	63,552,485
Restricted for:				
TABOR reserve	9,717,220	-	-	-
Transportation projects	4,762,531	-	-	-
Capital projects	-	-	-	-
Park development	1,293,399	-	-	-
Parks, recreation and open space	2,796,443	-	-	-
Open space, parks and trails	51,785,577	-	-	-
Law enforcement	7,097,015	-	-	-
Electronic filing technology	7,188	-	-	-
Unrestricted	(48,718,827)	3,112,523	9,779,660	26,241,078
Total net position	\$ 758,661,026	\$ 3,237,963	\$ 13,506,788	\$ 89,793,563

The notes to the financial statements are an integral part of this statement.

**Arapahoe County, Colorado
Statement of Net Position
December 31, 2023**

Arapahoe County
Water and Wastewater
Authority

\$	55,833,580
	3,465,400
	-
	-
	-
	-
	-
	426,272
	13,111,733
	<u>72,836,985</u>
	117,069,218
	96,960,123
	<u>214,029,341</u>
	<u>286,866,326</u>
	1,252,039
	-
	<u>1,252,039</u>
	4,002,914
	362,750
	-
	-
	4,561,159
	98,537,285
	-
	-
	-
	<u>107,464,108</u>
	-
	-
	-
	-
	<u>112,508,713</u>
	-
	7,684,917
	-
	-
	-
	-
	-
	60,460,627
	<u>\$ 180,654,257</u>

Assets

Cash and investments
Accounts receivable
Property tax receivable, net
Accrued interest receivable
Note receivable
Lease receivable
Due from other governments
Inventories
Prepaid and other items
Restricted cash and investments

Total non-capital assets

Non-depreciable capital assets
Depreciable capital assets

Total capital assets

Total assets

Deferred outflows of resources

Refunding of bonds
Pension outflows

Total deferred outflows of resources

Liabilities

Accounts payable and other
current liabilities
Accrued interest payable
Due to other governments
Unearned revenue
Noncurrent liabilities:
Long term debt due within one year
Long term debt due in more than one year
Net pension liability due in more than one year
Estimated claims payable within one year
Estimated claims payable greater than one year

Total liabilities

Deferred inflows of resources

Property tax revenue
Pension inflows
Leases

Total deferred inflows of resources

Net position

Net investment in capital assets

Restricted for:

TABOR reserve
Transportation projects
Capital projects
Park development
Parks, recreation and open space
Open space, parks and trails
Law enforcement
Electronic filing technology
Unrestricted

Total net position

Arapahoe County, Colorado
Statement of Activities
For the Year Ended December 31, 2023

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
General government	\$ 97,709,706	\$ 32,139,090	\$ 41,113,776	\$ -
Public safety	140,966,503	41,558,930	5,619,739	173,996
Judicial services	18,426,067	-	-	-
Health and welfare	169,179,843	270,239	91,446,259	10,251
Highways and streets	29,933,501	1,346,582	15,059,481	15,618,767
Water and wastewater	3,567,380	-	-	-
Culture and recreation	35,118,612	1,718,444	2,174,539	997,757
Interest on long-term debt	3,808,538	-	-	-
Total governmental activities	498,710,150	77,033,285	155,413,794	16,800,771
Component Units				
Arapahoe County Public Health	21,545,298	2,906,738	21,790,358	-
Arapahoe County 911 Authority	4,191,249	5,142,183	324,969	-
Arapahoe County Airport Authority	10,390,390	10,071,617	5,000,230	-
Arapahoe County Water and Wastewater Authority	22,048,318	32,448,379	-	11,340,442
Total component units:	58,175,255	50,568,917	27,115,557	11,340,442

General revenues

Property taxes
Sales tax
Other taxes
Investment income
Miscellaneous

Total general revenue

Change in net position

Net position - beginning

Net position - ending

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Activities
For the Year Ended December 31, 2023

Net (Expense) Revenue and Changes in Net Position

Component Units					Functions/Programs
Primary Government Total	Arapahoe County Public Health	Arapahoe County 911 Authority	Arapahoe County Airport Authority	Arapahoe County Water & Wastewater Authority	
\$ (24,456,840)	\$ -	\$ -	\$ -	\$ -	Primary Government
(93,613,838)	-	-	-	-	General government
(18,426,067)	-	-	-	-	Public safety
(77,453,094)	-	-	-	-	Judicial services
2,091,329	-	-	-	-	Health and welfare
(3,567,380)	-	-	-	-	Highways and streets
(30,227,872)	-	-	-	-	Water and wastewater
(3,808,538)	-	-	-	-	Culture and recreation
(249,462,300)	-	-	-	-	Interest on long-term debt
-	-	-	-	-	Total governmental activities
-	3,151,798	-	-	-	Component Units
-	-	1,275,903	-	-	Arapahoe County Public Health
-	-	-	4,681,457	-	Arapahoe County 911 Authority
-	-	-	-	21,740,503	Arapahoe County Airport Authority
-	-	-	-	-	Arapahoe County Water and Wastewater Authority
-	3,151,798	1,275,903	4,681,457	21,740,503	Total component units:
198,447,336	-	-	-	-	General revenues
40,581,448	-	-	-	-	Property taxes
12,238,239	-	-	-	-	Sales tax
22,012,769	83,531	445,832	1,326,706	2,872,081	Other taxes
6,648,651	2,634	-	232,095	-	Investment income
279,928,443	86,165	445,832	1,558,801	2,872,081	Miscellaneous
30,466,143	3,237,963	1,721,735	6,240,258	24,612,584	Total general revenue
728,194,883	-	11,785,053	83,553,305	156,041,673	Change in net position
\$ 758,661,026	\$ 3,237,963	\$ 13,506,788	\$ 89,793,563	\$ 180,654,257	Net position - beginning
					Net position - ending

Arapahoe County, Colorado
Balance Sheet
Governmental Funds
December 31, 2023

	General	Social Services	Grants	Open Spaces Sales Tax
Assets				
Cash and investments	\$ 87,299,146	\$ 12,562,139	\$ 39,259,133	\$ -
Restricted cash and investments	144,918	-	-	66,916,636
Accounts receivable	8,001,564	5,984,692	2,251,591	6,594,222
Taxes receivable, net	144,719,046	19,665,827	-	-
Due from other funds	1,251,389	-	-	-
Prepaid items	8,138	52,499	-	-
Inventories	-	-	130,219	-
Total assets	\$ 241,424,201	\$ 38,265,157	\$ 41,640,943	\$ 73,510,858
Liabilities				
Accounts payable	\$ 3,133,747	\$ 1,530,037	\$ 2,650,494	\$ 21,370,922
Accrued expenditures	8,078,938	3,855,777	114,895	192,224
Due to other governments	4,737,421	19,200	-	-
Due to other funds	-	-	-	-
Unearned revenue - other	74,000	2,982,260	38,788,948	162,135
Total liabilities	16,024,106	8,387,274	41,554,337	21,725,281
Deferred inflows of resources				
Deferred property tax revenue	144,719,046	19,665,827	-	-
Unavailable revenue-delinquent property taxes	11,177	-	-	-
Unavailable revenue-grants	-	-	64,823	-
Total deferred inflows of resources	144,730,223	19,665,827	64,823	-
Fund balances (deficits)				
Nonspendable	8,138	52,499	130,219	-
Restricted	9,114,454	-	-	51,785,577
Committed	-	2,442,759	-	-
Assigned	9,067,657	7,716,798	-	-
Unassigned	62,479,623	-	(108,436)	-
Total fund balances (deficits)	80,669,872	10,212,056	21,783	51,785,577
Total liabilities, deferred inflows of resources and fund balance	\$ 241,424,201	\$ 38,265,157	\$ 41,640,943	\$ 73,510,858

The notes to the financial statements are an integral part of this statement.

**Arapahoe County, Colorado
Balance Sheet
Governmental Funds
December 31, 2023**

Other Governmental	Total Governmental																																																																				
<table border="0" style="width: 100%;"> <tr> <td style="width: 10px;">\$</td> <td style="width: 100px;">105,549,424</td> <td style="width: 10px;">\$</td> <td style="width: 100px;">244,669,842</td> </tr> <tr> <td></td> <td style="text-align: right;">-</td> <td></td> <td style="text-align: right;">67,061,554</td> </tr> <tr> <td></td> <td style="text-align: right;">5,779,700</td> <td></td> <td style="text-align: right;">28,611,769</td> </tr> <tr> <td></td> <td style="text-align: right;">48,752,127</td> <td></td> <td style="text-align: right;">213,137,000</td> </tr> <tr> <td></td> <td style="text-align: right;">-</td> <td></td> <td style="text-align: right;">1,251,389</td> </tr> <tr> <td></td> <td style="text-align: right;">-</td> <td></td> <td style="text-align: right;">60,637</td> </tr> <tr> <td></td> <td style="text-align: right;">-</td> <td></td> <td style="text-align: right;">130,219</td> </tr> <tr> <td style="border-top: 1px solid black;"></td> <td style="border-top: 1px solid black; text-align: right;">160,081,251</td> <td style="border-top: 1px solid black;"></td> <td style="border-top: 1px solid black; text-align: right;">554,922,410</td> </tr> </table>	\$	105,549,424	\$	244,669,842		-		67,061,554		5,779,700		28,611,769		48,752,127		213,137,000		-		1,251,389		-		60,637		-		130,219		160,081,251		554,922,410	<table border="0" style="width: 100%;"> <tr> <td style="width: 10px;">\$</td> <td style="width: 100px;">35,240,289</td> <td style="width: 10px;">\$</td> <td style="width: 100px;">97,041,873</td> </tr> <tr> <td></td> <td style="text-align: right;">13,684,124</td> <td></td> <td style="text-align: right;">42,109,450</td> </tr> <tr> <td></td> <td style="text-align: right;">4,756,621</td> <td></td> <td style="text-align: right;">1,251,389</td> </tr> <tr> <td></td> <td style="text-align: right;">1,251,389</td> <td></td> <td style="text-align: right;">1,251,389</td> </tr> <tr> <td></td> <td style="text-align: right;">-</td> <td></td> <td style="text-align: right;">-</td> </tr> <tr> <td></td> <td style="text-align: right;">1,442,290</td> <td></td> <td style="text-align: right;">6,555,089</td> </tr> <tr> <td></td> <td style="text-align: right;">-</td> <td></td> <td style="text-align: right;">-</td> </tr> <tr> <td></td> <td style="text-align: right;">9,350,875</td> <td></td> <td style="text-align: right;">9,350,875</td> </tr> <tr> <td style="border-top: 1px solid black;"></td> <td style="border-top: 1px solid black; text-align: right;">97,041,873</td> <td style="border-top: 1px solid black;"></td> <td style="border-top: 1px solid black; text-align: right;">35,240,289</td> </tr> </table>	\$	35,240,289	\$	97,041,873		13,684,124		42,109,450		4,756,621		1,251,389		1,251,389		1,251,389		-		-		1,442,290		6,555,089		-		-		9,350,875		9,350,875		97,041,873		35,240,289
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	160,081,251		554,922,410																																																																		
\$	35,240,289	\$	97,041,873																																																																		
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	9,350,875		9,350,875																																																																		
	97,041,873		35,240,289																																																																		
<table border="0" style="width: 100%;"> <tr> <td style="width: 100px;">48,752,127</td> <td style="width: 100px;">213,137,000</td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">11,177</td> </tr> <tr> <td style="text-align: right;">975,298</td> <td style="text-align: right;">1,040,121</td> </tr> <tr> <td style="border-top: 1px solid black; text-align: right;">49,727,425</td> <td style="border-top: 1px solid black; text-align: right;">214,188,298</td> </tr> </table>	48,752,127	213,137,000	-	11,177	975,298	1,040,121	49,727,425	214,188,298	<table border="0" style="width: 100%;"> <tr> <td style="width: 100px;">190,856</td> <td style="width: 100px;">77,459,373</td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">82,093,340</td> </tr> <tr> <td style="text-align: right;">16,559,342</td> <td style="text-align: right;">21,577,483</td> </tr> <tr> <td style="text-align: right;">79,650,581</td> <td style="text-align: right;">62,371,187</td> </tr> <tr> <td style="text-align: right;">4,793,028</td> <td style="text-align: right;">-</td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> </tr> <tr> <td style="border-top: 1px solid black; text-align: right;">101,002,951</td> <td style="border-top: 1px solid black; text-align: right;">243,692,239</td> </tr> </table>	190,856	77,459,373	-	82,093,340	16,559,342	21,577,483	79,650,581	62,371,187	4,793,028	-	-	-	101,002,951	243,692,239																																														
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\$	554,922,410	\$	554,922,410																																																																		
	554,922,410		554,922,410																																																																		

Assets

Cash and investments
 Restricted cash and investments
 Accounts receivable
 Taxes receivable, net
 Due from other funds
 Prepaid items
 Inventories

Total assets

Liabilities

Accounts payable
 Accrued expenditures
 Due to other governments
 Due to other funds
 Unearned revenue - other

Total liabilities

Deferred inflows of resources

Deferred property tax revenue
 Unavailable revenue-delinquent property taxes
 Unavailable revenue-grants

Total deferred inflows of resources

Fund balances (deficits)

Nonspendable
 Restricted
 Committed
 Assigned
 Unassigned

Total fund balances (deficits)

Total liabilities, deferred inflows of resources
 and fund balance

Arapahoe County, Colorado
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
December 31, 2023

Amounts reported for governmental activities in the Statement of Net Position (page C-2) are different because:

Total fund balances - governmental funds (page C-7)	\$	243,692,239
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		849,039,946
The deferred charge on refunding of bonds is not an available resource and, therefore, is not reported in the funds.		378,321
The deferred pension outflow is not an available resource and, therefore, is not reported in the funds.		61,807,678
The deferred pension inflows are not an available resource to pay for current period, and therefore, not reported in the funds		(28,631,706)
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		1,051,298
Internal service funds are used by management to charge the cost of insurance and other services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position.		50,741,780
Long-term liabilities, including bonds payable, certificates of participation, notes payable, leases, landfill post closure cost payable, compensated absences, net pension liability and accrued interest, are not due and payable in the current period and, therefore, are not reported in the funds.		(419,418,530)
		(419,418,530)
Net position of governmental activities	\$	758,661,026

The notes to the financial statements are an integral part of this statement.



Arapahoe County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2023

	General	Social Services	Grants	Open Spaces Sales Tax
Revenues				
Taxes				
Property taxes	\$ 136,366,362	\$ 18,450,523	\$ -	\$ -
Sales tax	-	-	-	40,581,448
Other taxes	6,796,180	1,229,654	-	-
Licenses and permits	9,234,247	-	-	-
Intergovernmental	5,161,625	56,217,386	54,881,552	1,983,855
Charges for services	60,421,678	28,306	6,032	748,856
Fines and forfeitures	78,883	-	-	-
Investment earnings	18,319,404	-	-	2,463,608
Interfund revenues and rentals	3,707,969	-	-	-
Developer contributions	-	-	-	-
Miscellaneous	4,239,228	1,581,899	89,180	25,183
Total revenue	<u>244,325,576</u>	<u>77,507,768</u>	<u>54,976,764</u>	<u>45,802,950</u>
Expenditures				
Current				
General government	85,732,238	-	2,801,860	-
Public safety	110,932,901	-	2,283,232	-
Judicial services	18,061,020	-	-	-
Health and welfare	14,092,895	78,321,400	36,936,179	-
Highways and streets	-	-	-	-
Water and wastewater	-	-	-	-
Culture and recreation	573,264	-	-	31,240,772
Total current	<u>229,392,318</u>	<u>78,321,400</u>	<u>42,021,271</u>	<u>31,240,772</u>
Capital				
General government	565,188	-	-	-
Public safety	465,255	-	-	-
Judicial services	-	-	-	-
Health and welfare	29,119	320,513	25,069	-
Highways and streets	-	-	-	-
Culture and recreation	-	-	-	19,023,770
Total capital	<u>1,059,562</u>	<u>320,513</u>	<u>25,069</u>	<u>19,023,770</u>
Debt				
Principal	665,793	-	-	-
Interest	10,382	-	-	-
Debt administration fees	-	-	-	-
Total debt service	<u>676,175</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>231,128,055</u>	<u>78,641,913</u>	<u>42,046,340</u>	<u>50,264,542</u>
Excess (deficiency) of revenues over (under) expenditures	<u>13,197,521</u>	<u>(1,134,145)</u>	<u>12,930,424</u>	<u>(4,461,592)</u>
Other financing sources (uses)				
Transfers in	6,969,483	-	-	700,000
Transfers out	(14,812,950)	(23,010)	(12,766,770)	(607,603)
Total other financing sources (uses)	<u>(7,843,467)</u>	<u>(23,010)</u>	<u>(12,766,770)</u>	<u>92,397</u>
Net change in fund balance	5,354,054	(1,157,155)	163,654	(4,369,195)
Fund balance - beginning	75,315,818	11,369,211	(141,871)	56,154,772
Fund balance - ending	<u>\$ 80,669,872</u>	<u>\$ 10,212,056</u>	<u>\$ 21,783</u>	<u>\$ 51,785,577</u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended December 31, 2023

Other Governmental	Total Governmental
\$ 43,626,485	\$ 198,443,370
-	40,581,448
4,212,405	12,238,239
1,346,481	10,580,728
37,252,684	155,497,102
2,718,646	63,923,518
210,988	289,871
1,229,757	22,012,769
-	3,707,969
1,298,701	1,298,701
3,687,307	9,622,797
<u>95,583,454</u>	<u>518,196,512</u>
393,520	88,927,618
13,716,175	126,932,308
-	18,061,020
33,559,685	162,910,159
20,474,241	20,474,241
116,440	116,440
1,099,621	32,913,657
<u>69,359,682</u>	<u>450,335,443</u>
11,009,127	11,574,315
655,114	1,120,369
146,456	146,456
63,975	438,676
15,789,841	15,789,841
-	19,023,770
<u>27,664,513</u>	<u>48,093,427</u>
6,076,406	6,742,199
4,063,278	4,073,660
950	950
<u>10,140,634</u>	<u>10,816,809</u>
<u>107,164,829</u>	<u>509,245,679</u>
<u>(11,581,375)</u>	<u>8,950,833</u>
25,694,914	33,364,397
(10,863,560)	(39,073,893)
<u>14,831,354</u>	<u>(5,709,496)</u>
3,249,979	3,241,337
97,752,972	240,450,902
<u>\$ 101,002,951</u>	<u>\$ 243,692,239</u>

Revenues

Taxes
Property taxes
Sales tax
Other taxes
Licenses and permits
Intergovernmental
Charges for services
Fines and forfeitures
Investment earnings
Interfund revenues and rentals
Developer contributions
Miscellaneous
Total revenue

Expenditures

Current

General government
Public safety
Judicial services
Health and welfare
Highways and streets
Water and wastewater
Culture and recreation
Total current

Capital

General government
Public safety
Judicial services
Health and welfare
Highways and streets
Culture and recreation
Total capital

Debt

Principal
Interest
Debt administration fees
Total debt service

Total expenditures

Excess (deficiency) of
revenues over (under)
expenditures

Other financing sources (uses)

Transfers in
Transfers out
Total other financing sources (uses)

Net change in fund balance

Fund balance - beginning

Fund balance - ending

Arapahoe County, Colorado
Reconciliation of the Statement of Revenues
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended December 31, 2023

Amounts reported for governmental activities in the Statement of Activities (page C-5) are different because:

Net Change in Fund Balances - total governmental funds (page C-11)	\$ 3,241,337
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	20,058,782
The net effect of various miscellaneous transactions involving the valuation of donated assets is to increase net position.	14,415,343
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	1,051,298
The repayment of the principal of long-term debt consumes the current financial resources of governmental funds, however, there is no effect on net position.	6,742,199
Governmental funds report the effect of premiums, discounts, and deferred loss on refunding when debt is first issued, whereas these amounts are amortized in the Statement of Activities.	259,750
Some revenues reported in the governmental funds have been reported in the Statement of Activities in prior periods.	(3,367,742)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.	(14,344,525)
The internal service funds are used by management to charge the costs of insurance and other services to individual funds. The net expense of certain activities of internal service funds is reported with governmental activities.	<u>2,409,701</u>
Change in net position of governmental activities	<u><u>\$ 30,466,143</u></u>

The notes to the financial statements are an integral part of this statement.



**Arapahoe County, Colorado
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property taxes	\$ 135,082,940	\$ 135,082,940	\$ 136,366,362	\$ 1,283,422
Other taxes	5,919,902	5,919,902	6,796,180	876,278
Licenses and permits	7,021,350	7,021,350	9,234,247	2,212,897
Intergovernmental	3,949,443	4,651,069	5,159,452	508,383
Charges for services	59,332,487	60,122,359	60,421,678	299,319
Fines and forfeitures	408,101	408,101	78,883	(329,218)
Investment earnings	4,950,000	4,950,000	18,319,404	13,369,404
Interfund revenues and rentals	3,578,432	3,798,432	3,707,969	(90,463)
Miscellaneous	3,627,285	3,684,234	4,220,935	536,701
Total revenue	223,869,940	225,638,387	244,305,110	18,666,723
Expenditures				
Current				
General government				
Administrative services	7,097,620	9,458,838	7,514,491	1,944,347
Assessor's Office	6,538,690	6,538,690	6,208,830	329,860
Board of County Commissioners	1,269,758	1,269,758	1,227,069	42,689
Clerk and Recorder's Office	12,565,263	12,556,595	12,349,936	206,659
Communication Services Department	3,557,727	3,567,727	3,344,511	223,216
County Attorney	3,670,251	3,762,570	3,698,022	64,548
Facilities and Fleet Management	10,253,894	10,353,894	10,307,229	46,665
Finance	4,310,648	4,502,391	4,234,411	267,980
Human Resources	3,364,041	3,522,565	3,487,294	35,271
Information Technology	17,712,890	18,279,480	17,794,446	485,034
Office of Performance Management	520,486	173,596	157,580	16,016
Open Spaces & Intergovernmental Relations	58,671	58,671	49,456	9,215
Public Works and Development	10,879,586	12,023,632	11,060,750	962,882
Treasurer's Office	2,795,820	2,685,820	2,571,195	114,625
Total general government	84,595,345	88,754,227	84,005,220	4,749,007
Public safety	102,990,215	111,098,198	110,932,901	165,297
Judicial services	17,996,321	18,087,286	18,061,020	26,266
Health and welfare	6,309,317	14,383,317	14,092,895	290,422
Culture and recreation	577,769	672,424	573,264	99,160
Total current	212,468,967	232,995,452	227,665,300	5,330,152
Capital				
General government	745,500	465,534	393,144	72,390
Public safety	18,541	525,619	465,255	60,364
Health and welfare	-	26,339	29,119	(2,780)
Total capital	764,041	1,017,492	887,518	129,974
Debt				
Principal	-	-	665,793	(665,793)
Interest	-	-	10,382	(10,382)
Total debt service	-	-	676,175	(676,175)
Total expenditures	213,233,008	234,012,944	229,228,993	4,783,951
Excess (deficiency) of revenues over (under) expenditures	10,636,932	(8,374,557)	15,076,117	23,450,674
Other financing sources (uses)				
Transfers in	893,576	6,969,483	6,969,483	-
Transfers out	(11,423,503)	(16,890,950)	(16,890,950)	-
Total other financing sources (uses)	(10,529,927)	(9,921,467)	(9,921,467)	-
Net change in fund balance	107,005	(18,296,024)	5,154,650	23,450,674
Fund balance - beginning	56,488,449	56,488,449	56,488,449	-
Fund balance - ending	\$ 56,595,454	\$ 38,192,425	\$ 61,643,099	\$ 23,450,674

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Social Services
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property taxes	\$ 18,293,608	\$ 18,293,608	\$ 18,450,523	\$ 156,915
Other taxes	1,116,939	1,116,939	1,229,654	112,715
Intergovernmental	59,550,843	62,964,640	56,217,386	(6,747,254)
Charges for services	25,000	25,000	28,306	3,306
Miscellaneous	1,749,423	1,749,423	1,581,899	(167,524)
Total revenue	<u>80,735,813</u>	<u>84,149,610</u>	<u>77,507,768</u>	<u>(6,641,842)</u>
Expenditures				
Current				
Health and welfare	80,749,080	82,244,148	78,321,400	3,922,748
Capital				
Health and welfare	-	2,461,970	320,513	2,141,457
Total expenditures	<u>80,749,080</u>	<u>84,706,118</u>	<u>78,641,913</u>	<u>6,064,205</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(13,267)</u>	<u>(556,508)</u>	<u>(1,134,145)</u>	<u>(577,637)</u>
Other financing sources (uses)				
Transfers out	<u>(138,000)</u>	<u>(138,000)</u>	<u>(23,010)</u>	<u>114,990</u>
Total other financing sources (uses)	<u>(138,000)</u>	<u>(138,000)</u>	<u>(23,010)</u>	<u>114,990</u>
Net change in fund balance	<u>(151,267)</u>	<u>(694,508)</u>	<u>(1,157,155)</u>	<u>(462,647)</u>
Fund balance - beginning	11,369,211	11,369,211	11,369,211	-
Fund balance - ending	<u>\$ 11,217,944</u>	<u>\$ 10,674,703</u>	<u>\$ 10,212,056</u>	<u>\$ (462,647)</u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Grants
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 20,813,059	\$ 95,540,377	\$ 54,881,552	\$ (40,658,825)
Charges for services	40,000	40,000	6,032	(33,968)
Miscellaneous	140,000	140,000	89,180	(50,820)
Total revenue	<u>20,993,059</u>	<u>95,720,377</u>	<u>54,976,764</u>	<u>(40,743,613)</u>
Expenditures				
Current				
General government	-	6,184,682	2,801,860	3,382,822
Public safety	933,473	4,001,423	2,283,232	1,718,191
Health and welfare	13,573,564	72,145,809	36,936,179	35,209,630
Capital				
Health and welfare	80,646	70,933	25,069	45,864
Total expenditures	<u>14,587,683</u>	<u>82,402,847</u>	<u>42,046,340</u>	<u>40,356,507</u>
Excess (deficiency) of revenues over (under) expenditures	<u>6,405,376</u>	<u>13,317,530</u>	<u>12,930,424</u>	<u>(387,106)</u>
Other financing sources (uses)				
Transfers out	(6,405,376)	(13,316,633)	(12,766,770)	549,863
Total other financing sources (uses)	<u>(6,405,376)</u>	<u>(13,316,633)</u>	<u>(12,766,770)</u>	<u>549,863</u>
Net change in fund balance	-	897	163,654	162,757
Fund balance - beginning	(141,871)	(141,871)	(141,871)	-
Fund balance - ending	<u>\$ (141,871)</u>	<u>\$ (140,974)</u>	<u>\$ 21,783</u>	<u>\$ 162,757</u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Open Spaces Sales Tax
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Sales tax	\$ 38,323,493	\$ 38,323,493	\$ 40,581,448	\$ 2,257,955
Intergovernmental	-	-	1,983,855	1,983,855
Charges for services	505,000	505,000	748,856	243,856
Investment earnings	549,796	549,796	2,463,608	1,913,812
Miscellaneous	38,000	38,000	25,183	(12,817)
Total revenue	<u>39,416,289</u>	<u>39,416,289</u>	<u>45,802,950</u>	<u>6,386,661</u>
Expenditures				
Current				
Culture and recreation	39,410,689	74,922,765	31,240,772	43,681,993
Capital				
Culture and recreation	-	20,740,693	19,023,770	1,716,923
Total expenditures	<u>39,410,689</u>	<u>95,663,458</u>	<u>50,264,542</u>	<u>45,398,916</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,600</u>	<u>(56,247,169)</u>	<u>(4,461,592)</u>	<u>51,785,577</u>
Other financing sources (uses)				
Transfers in	-	700,000	700,000	-
Transfers out	(5,600)	(607,603)	(607,603)	-
Total other financing sources (uses)	<u>(5,600)</u>	<u>92,397</u>	<u>92,397</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>(56,154,772)</u>	<u>(4,369,195)</u>	<u>51,785,577</u>
Fund balance - beginning	56,154,772	56,154,772	56,154,772	-
Fund balance - ending	<u>\$ 56,154,772</u>	<u>\$ -</u>	<u>\$ 51,785,577</u>	<u>\$ 51,785,577</u>

The notes to the financial statements are an integral part of this statement.

**Arapahoe County Government
Statement of Net Position
Proprietary Funds
December 31, 2023**

	Governmental Activities Internal Service Funds
Assets	
Current assets	
Cash and investments	\$ 43,655,909
Accounts receivable	59,903
Deposit	200,000
Inventory	475,897
Total current assets	44,391,709
Noncurrent assets	
Capital assets	
Buildings and improvements	17,628
Vehicles and equipment	48,335,023
Computer systems	8,141,344
Furniture and office equipment	108,300
Less: accumulated depreciation	(45,058,735)
Total noncurrent assets (net of accum. dep.)	11,543,560
Total assets	55,935,269
Liabilities	
Current liabilities	
Accounts payable	372,489
Estimated claims payable	1,506,000
Total current liabilities	1,878,489
Noncurrent claims payable	3,315,000
Total liabilities	5,193,489
Net position	
Investment in capital assets	11,543,560
Unrestricted	39,198,220
Total net position	\$ 50,741,780

The notes to the financial statements are an integral part of this statement.

Arapahoe County Government
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2023

	Governmental Activities Internal Service Funds
Operating revenues	
Charges for sales and service	\$ 11,537,681
Total operating revenue	11,537,681
Operating expenses	
Cost of sales and services	10,194,388
Administration	57,383
Depreciation	4,984,175
Total operating expenses	15,235,946
Operating income (loss)	(3,698,265)
Nonoperating revenue (expenses)	
Insurance recoveries	97,738
Gain on sale of assets	300,732
Income before contributions and transfers	(3,299,795)
Transfers in	5,974,114
Transfers out	(264,618)
Change in net position	2,409,701
Total net position - beginning	48,332,079
Total net position - ending	\$ 50,741,780

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2023

	Governmental Activities Internal Service Funds
	Funds
Cash flows from operating activities	
Cash received for interfund services provided	\$ 11,511,103
Cash payments for services and supplies	<u>(10,353,778)</u>
Net cash provided by operating activities	<u>1,157,325</u>
Cash flows from noncapital financing activities	
Transfers in from other funds	5,974,114
Transfers out to other funds	<u>(264,618)</u>
Net cash provided by non capital financing activities	<u>5,709,496</u>
Cash flows from capital and related financing activities	
Acquisition of property and equipment	(4,277,879)
Proceeds from sale of capital assets	300,732
Insurance Proceeds	<u>97,738</u>
Net cash used for capital and related financing activities	<u>(3,879,409)</u>
Net increase in cash and investments	2,987,412
Cash and Investments, January 1, 2023	<u>40,668,497</u>
Cash and Investments, December 31, 2023	<u><u>\$ 43,655,909</u></u>
Reconciliation of operating loss to net cash provided by operating activities:	
Operating income (loss)	\$ (3,698,265)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation expense	4,984,175
(Increase) decrease in current assets:	
Accounts receivable	(26,578)
Inventory	(16,925)
Increase (decrease) in current liabilities:	
Accounts payable	(100,082)
Claims payable	<u>15,000</u>
Total Adjustments	<u>4,855,590</u>
Net cash provided by operating activities	<u><u>\$ 1,157,325</u></u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2023

	Arapahoe County Retirement Trust	Custodial Funds
Assets		
Cash and investments	\$ -	\$ 23,897,170
Restricted escrow	-	645,230
Investments:		
Money market funds	8,577,474	-
U.S. Equity securities	79,267,169	-
Real estate investments	51,516,700	-
Fixed income securities	75,021,955	-
International Equity	82,111,577	-
Private Equity	37,263,197	-
Private Credit	29,542,395	-
Senior Secured Loan	23,142,315	-
Total cash and investments	386,442,782	24,542,400
Receivables:		
Accounts receivable	-	4,773
Property taxes receivable	-	1,281,563,878
Total receivables	-	1,281,568,651
 Total assets	 386,442,782	 1,306,111,051
 Liabilities		
Accounts payable	122,377	-
Due to other governments and organizations	-	17,250,879
Total liabilities	122,377	17,250,879
 Deferred Inflows of Resources		
Property taxes	-	1,281,563,878
Total deferred inflows of resources	-	1,281,563,878
 Net Position		
Restricted for:		
Pensions	386,320,405	-
Individuals, organizations, and other governments	-	7,296,294
Total net position	\$ 386,320,405	\$ 7,296,294

The notes to the financial statements are an integral part of this statement.

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

	Arapahoe County Retirement Trust	Custodial Funds
Additions		
Contributions:		
Employer	\$ 16,912,992	\$ -
Plan Members	16,444,208	-
Inmate Deposits	-	5,799,596
Miscellaneous Collections	-	402,257
	<u>33,357,200</u>	<u>10,132,513</u>
Investment earnings:		
Net Appreciation in Fair Value of Investments	37,006,167	-
Interest and Dividends	5,285,105	-
Total Investment Income	<u>42,291,272</u>	<u>-</u>
Investment Expenses	(2,167,265)	-
Net Investment Income	<u>40,124,007</u>	<u>-</u>
Foreclosure escrow amounts received	-	15,425,321
Collection of taxes and fees for other governments	-	1,499,699,773
Opioid Funds received	-	3,930,660
Total Additions	<u>73,481,207</u>	<u>-</u>
Deductions		
Benefits to Plan Members	34,087,463	-
Refund of Contributions	4,928,191	-
Administrative Expenses	601,135	-
Foreclosure escrow amounts disbursed	-	15,173,927
Commissary - Sales and Services	-	5,454,396
Payments of Taxes and Fees to Other Governments and Organizations	-	1,500,106,721
Opioid Fund disbursed	-	90,452
Total Deductions	<u>39,616,789</u>	<u>1,520,825,496</u>
Net Increase (Decrease) in Fiduciary Net Position	33,864,418	4,432,111
Net Position - Beginning	352,455,987	2,864,183
Net Position - Ending	<u>\$ 386,320,405</u>	<u>\$ 7,296,294</u>

The notes to the financial statements are an integral part of this statement.

Arapahoe County, Colorado
Notes to the Financial Statements
December 31, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Arapahoe County, Colorado (the County) is presented to assist in understanding the County's financial statements. These accounting policies conform to accounting principles generally accepted in the United States of America (US GAAP) as applied to government units; and have been consistently applied in the preparation of the financial statements. The preparation of the financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates. The following is a summary of the significant accounting policies of the County.

Financial Reporting Entity

Arapahoe County was incorporated under the laws of the State of Colorado in 1902. The County provides a wide range of services to its residents including public safety, highways and streets, parks and open space, conservation, health and social services, public improvements, and general administration. The County is governed by an elected five-member Board of County Commissioners. The Board of County Commissioners serves as the administrative and policy-making body of the County. The primary government of the County includes the activities of six other elected officials – the Assessor, Clerk and Recorder, Coroner, District Attorney, Treasurer, and the Sheriff.

The accompanying financial statements present the financial activities of the County and its component units. The Governmental Accounting Standards Board (GASB) has specified the criteria used in defining the financial reporting entity:

The financial reporting entity consists of the primary government and its component units.

A primary government is any state, general-purpose local or special-purpose government, which meets the following criteria: a) it has a separately elected governing body; b) it is legally separate; and c) it is fiscally independent of other state and local governments. A primary government consists of all the organizations that make up its legal entity. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are, for financial reporting purposes, part of the primary government.

Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The primary government is financially accountable if it appoints a voting majority of the organization's governing body *and* (1) it is able to impose its will on that organization *or* (2) there is a financial benefit or burden relationship with the primary government. In addition, the primary government may choose to include an organization in the reporting entity that does not meet either of these criteria because the nature and significance of the component unit's relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Blended Component Units

These financial statements present the County (the primary government) and its component units as required by US GAAP. The component units included in the County's reporting entity are reported using the blended and the discretely presented methods as appropriate for each component unit. The blended method reports the financial data of the component unit as part of the primary government. This method is used when any of the following circumstances are met:

- 1) The component unit's governing body is substantively the same as the governing body of the primary government; *and* a) there is a financial benefit or burden relationship between the primary government and the component unit *or* b) management of the primary government has operational responsibility for the component unit.
- 2) The component unit provides services entirely or almost entirely to the primary government.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

3) The component unit's total debt outstanding, including leases, is expected to be repaid entirely or almost entirely with resources of the primary government.

The following entities are included in the financial statements as blended component units based upon meeting the criteria for blending and/or their significant financial and operational relationships to the County:

Arapahoe County Law Enforcement Authority – The Arapahoe County Law Enforcement Authority (ALEA) is a special district that provides law enforcement services in the unincorporated areas of the County. The Board of County Commissioners serves as the Board of the ALEA. The County Sheriff is the Chief Operating Officer. The Arapahoe County Law Enforcement Authority is reported as a Special Revenue Fund.

Arapahoe County Housing Authority – The Arapahoe County Housing Authority (the Authority) supports the improvement of housing conditions and community facilities for low and moderate-income individuals. The Board of County Commissioners serves as the entire board for the Authority. The County has all of the operational responsibilities for the Authority. The Authority is referred to in this Annual Comprehensive Financial Report as the Community Development Fund and is reported as a Special Revenue Fund.

Arapahoe County Recreation District – The Arapahoe County Recreation District (the District) is a special district that provides parks and recreation services in the Southeast part of the urbanized area of the County. The Board of County Commissioners serves as the entire board for the District and therefore makes all decisions controlling the District's activities and finances. The Arapahoe County Recreation District is reported as a Capital Projects Fund.

Arapahoe County Water and Wastewater Public Improvement District - The Arapahoe County Water and Wastewater Public Improvement District (PID) was formed in 2001 to provide capital infrastructure funding for the service district located in the south-central part of the County. In November 2001, the taxpayers within the PID voted to authorize the issuance of \$165,000,000 in General Obligation Bonds to finance water and wastewater projects. The Board of County Commissioners maintains control over operations and fiscal matters since they serve as the *ex officio* Board of Directors for the PID. The Arapahoe County Water and Wastewater Public Improvement District is reported as a Capital Projects Fund.

Arapahoe County Building Finance Corporation – The Arapahoe County Building Finance Corporation (ACBFC) is a not-for-profit corporation that issues certificates of participation for funding the construction of facilities that are leased to the County through a lease purchase agreement. The Board of County Commissioners do not hold positions on the board for the ACBFC; however, the Board of County Commissioners appoints all members of the ACBFC board. The Arapahoe County Building Finance Corporation is reported as a Debt Service Fund.

Arapahoe County Retirement Trust Fund – The Arapahoe County Retirement Trust Fund manages the retirement benefits for County employees. The Arapahoe County Retirement Plan (the Plan) is a single employer defined benefit pension plan established by the County to provide pension benefits for its employees. The Plan is administered by a Retirement Board consisting of five members: the incumbent County Treasurer, two County employees elected by plan members, and two registered electors of the County appointed by the Board of County Commissioners. The five-member Retirement Board reviews information about the County's retirement fund and is responsible for assessing the fund's fiscal health. The Plan is considered part of the County's financial reporting entity and is included as a blended component unit. The Arapahoe County Retirement Trust Fund is reported as a Fiduciary Fund.

Discretely Presented Component Units

Discrete component units are reported in separate columns on the government-wide financial statements to emphasize the legal separation between these organizations and the primary government. The following entities are included in the financial statements as discretely presented component units:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Arapahoe County Public Health Department – Pursuant to C.R.S. § 25-1-506(1) counties are required to either have their own public health agency or participate in a multi-county district public health agency. For over 70 years Arapahoe County had participated as a member of the Tri-County Health Department (TCHD), which was a multi-county district public health agency most recently consisting of Arapahoe, Adams and Douglas Counties. In 2021 both Adams and Douglas Counties announced their planned withdrawals from the TCHD. Following these announcements and the provision in C.R.S § 25-1-506(1) defining a district public health agency to be made up of two or more contiguous counties, the Arapahoe county Board of County Commissioners determined that Arapahoe County would also need to withdraw from the participation in the TCHD. Through the adoption of Arapahoe County Resolution No. 21-420 and pursuant to C.R.S. § 25-1-513(2), Arapahoe County provided to the TCHD the required one-year notice of withdrawal to make the county’s withdrawal effective as of December 31, 2022. Pursuant to C.R.S. § 25-1-506(1) & (2)(c), a county that withdraws from a district public health agency must establish its own county health agency and local board of health. On June 14, 2022, through the adoption of Arapahoe County Resolution No. 22-136, the Arapahoe County Board of County Commissioners (BOCC) resolved to form its public health agency, to be known as the Arapahoe County Public Health Department (ACPHD), which will take over all of the duties of a public health agency for the residents of Arapahoe County effective on January 1, 2023, as further to establish a foundational Board of Health (BOH) for the new department.

ACPHD is governed by a five-member Board of Health. The board is comprised of two Arapahoe County Commissioners and three professionals in the public health field. Effective January 1, 2023, the ACPHD and its BOH assume all statutory and other powers, duties and responsibilities of a public health agency as set forth in C.R.S. § 25-1-506 to 520.

The interrelationship in certain financing arrangements between the County and the ACPHD has resulted in a financial benefit/burden relationship. The County is legally obligated to assume the responsibility for payment of these financial arrangements in the event of default by the ACPHD; therefore, the County is financially accountable for the ACPHD. The ACPHD is included as a discrete component unit within the County’s financial reporting entity.

Arapahoe County Airport Authority – The Arapahoe County Public Airport Authority (the Authority) is governed pursuant to the provisions of the Colorado Public Airport Authority Act. The Authority was formed for the statutory purposes of acquiring and improving an airport, air navigational facilities, and related facilities and for financing the cost of such acquisitions and improvements. The Authority operates Centennial Airport, which is located in Arapahoe and Douglas Counties.

The Authority is governed by an eight-member board. The board is comprised of three Arapahoe County Commissioners and two additional members who are appointed by the Commissioners. These five members are the full voting board of the Authority. The Authority also includes three non-voting members who are appointed by the Douglas County Board of County Commissioners.

The interrelationship in certain financing arrangements between the County and the Authority has resulted in a financial benefit/burden relationship. The County is legally obligated to assume the responsibility for payment of these financial arrangements in the event of default by the Authority; therefore, the County is financially accountable for the Authority. The Arapahoe County Airport Authority is included as a discrete component unit within the County’s financial reporting entity.

Arapahoe County Water and Wastewater Authority – The Arapahoe County Water and Wastewater Authority (ACWWA) is a political subdivision that was created in 1988 pursuant to an intergovernmental agreement between Arapahoe County and the Arapahoe Water and Sanitation District (the District). ACWWA encompasses approximately 5,200 acres and provides water, wastewater, and storm water services to citizens and businesses within the service area to include Arapahoe County and parts of northern Douglas County. Other areas within ACWWA’s service area include the Town of Foxfield and a residential subdivision in northwest Elbert County. In addition, ACWWA provides wholesale wastewater treatment services to the Cottonwood Water and Sanitation District in Douglas County.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

On February 6, 2002, the County entered into an intergovernmental agreement with the Arapahoe County Water and Wastewater Public Improvement District (PID). The PID was organized in 2001 pursuant to the provisions of the Colorado Revised Statutes Title 30, Article 20, Part 5 for the purpose of constructing certain public improvements to serve customers within and without its jurisdictional boundaries. The Intergovernmental Agreement (IGA) was amended and restated, in part to have the PID replace the District as a party to the IGA. The PID retains ACWWA as its management agency pursuant to this management agreement. In consideration for ACWWA's commitment to provide management service, the PID agreed to issue general obligations bonds, and certify a mill levy on property within the PID at a level sufficient to make the annual debt service payments as identified in the PID's annual capital plan, thus creating a financial benefit/burden relationship between ACWWA and the PID. ACWWA has no statutory authority to levy any taxes to finance the issuance of general obligation debt or for general operations.

A nine-member Board of Directors appointed by the Arapahoe County Board of Commissioners governs ACWWA. Two of the nine members are Board of County Commissioners. These two Board of County Commissioners appoint seven additional members to the Board, creating the nine-member board.

The Arapahoe County Water and Wastewater Authority is presented as a discrete component unit within the County's financial reporting entity. This component unit is separate and distinct from the Arapahoe County Water and Wastewater Public Improvement District (PID).

Arapahoe County 911 Authority – The Arapahoe County 911 Authority Emergency Communications Service Authority was formed in 1987 by an Intergovernmental Agreement (IGA) between Arapahoe County and various cities, towns, and fire protection districts within Arapahoe County. The 911 Authority was formed as a separate legal entity to fund the purchase and maintenance of the 911 network for emergency communication service. The 911 Authority includes all of Arapahoe County, except for the City of Aurora. The 911 Authority covers approximately 712 square miles and serves over 288,000 citizens.

The 911 Authority is governed by Colorado statutes and the IGA. The Board of Directors for the 911 Authority are appointed to two-year terms by the Arapahoe County Board of County Commissioners pursuant to the IGA. The Board of Directors is comprised of five members: two representatives of the law enforcement community, two representatives from the fire rescue community and one at-large member.

The County provides accounting and treasury services for the 911 Authority although the 911 Authority publishes its own budget. The 911 Authority is included as a discretely presented component unit within the County's financial reporting entity.

Complete financial reports are prepared for these component units with the exception of 911 Authority and Arapahoe County Public Health Department. All financial information for these entities may be obtained at the following locations.

Arapahoe County Public Health Department
6162 S. Willow Dr., Suite 100
Greenwood Village, CO 80111
www.arapahoeco.gov

Arapahoe County Airport Authority
7800 S. Peoria St.
Englewood, CO 80112
www.centennialairport.com

Arapahoe County Water and Wastewater Authority
13031 E. Caley Avenue
Centennial, CO 80111
www.acwwa.org

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Arapahoe County 911 Authority
5334 S. Prince St.
Littleton, CO 80120-1136
ace911.colorado.gov

Government-wide and Fund Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the County's finances. These financial statements report information on all of the non-fiduciary activities of the primary government and its component units. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The statements included in the government-wide financial statements are:

The **Statement of Net Position** – The Statement of Net Position presents information related to assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the net of all four categories being reported as the County's net position.

The **Statement of Activities** – The Statement of Activities presents information demonstrating the change in net position during the current fiscal year. The Statement of Activities reflects both the direct expenses and net cost of each function of the County's governmental activities. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges paid by the recipient for the goods or services offered by the program, grants, and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each government function is self-financing or draws from the general revenues of the County.

As a rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are taxes and other charges between the functions of the government, which have not been eliminated. Elimination of these charges would distort the direct costs and program revenues reported for the various functions.

Separate government-wide and fund financial statements are presented, however, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grant awards and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's internal service funds are charges to the entity for services which include postage, oil and gas, vehicles and insurance, and funding for the replacement of movable capital assets. Operating expenses include administrative expenses, cost of sales and services, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Governmental Funds – Governmental funds are used to account for the County’s governmental activities. Governmental fund financial statements are presented using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e., when they are both measurable and available). Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers intergovernmental revenues to be available if they are collected within 90 days of the end of the current year, and other revenues to be available if they are collected within 60 days of the end of the current fiscal year. Most grant reimbursements, property taxes, franchise taxes, permits, licenses, and interest associated with the current fiscal year are considered to be susceptible to accrual and have been recognized as revenues of the current fiscal year.

Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, unmatured interest on general long-term debt is recognized when due, and expenditures related to compensated absences and claims and judgments are recognized when the obligations have matured (i.e., expected to be liquidated with expendable available financial resources). Capital asset acquisitions are reported as expenditures in governmental funds.

The County reports the following major governmental funds:

The **General Fund** is the County’s primary operating fund. It accounts for all financial resources of the general government, except those that are properly accounted for in another fund.

The **Social Services Fund** is a special revenue fund that administers human services programs under state and federal regulations. This fund accounts for the financial and protective services provided to children, families, and elderly and disabled adults. The Social Services Fund is funded primarily with local property tax as well as funds from other state and federal sources.

The **Grants Fund** is a special revenue fund that is used to account for revenues and expenditures of programs funded by federal, state, and local grant awards.

The **Open Spaces Sales Tax Fund** is a special revenue fund which accounts for the revenues received from the 0.25% sales and use tax originally approved by the voters in 2003 for the acquisition, development, and maintenance of open space, trails, and parks. In 2011, the voters approved the extension of the program to 2023. Several grants have been obtained for specific purposes in addition to monies contributed on joint projects by other entities. These monies are restricted by grant documents and contracts to be used solely for these projects.

Additionally, the County reports the following fund types:

The **Internal Service Funds** account for operations that provide services to other departments or agencies of the County on a cost-reimbursement basis. The internal service funds provide services for postage, oil and gas, vehicles, and funding for the replacement of movable capital assets. Self-insurance programs for employee benefits, property, and liability are also accounted for in these funds.

The **Fiduciary Funds** are used to account for resources held for the benefit of outside parties, including other governments. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County’s own programs. The fiduciary funds reported by the County include the Retirement Trust Fund and Custodial Funds.

The **Retirement Trust Fund** (the Plan) is a sponsored, single employer defined benefit plan. All permanent, full-time employees of the County are required to become members of the plan.

The **Custodial Funds** are custodial in nature and are used to account for assets that the County holds for others in a fiduciary capacity (e.g., taxes collected by the Clerk and Recorder for the benefit of other governments). The Public Trustee’s fund collects fees pertaining to foreclosures and deeds of trust. The Inmate Sentencing Fund

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

holds Opioid funds on behalf of inmates. Opioid Abatement fund holds Opioid funds on behalf of Regional Council for Region 9 for receiving Opioid funds and making any such Opioid funds available to the Regional Council.

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Fund Balances

Cash

All cash within the County reporting entity is deposited with the County Treasurer, except for: cash held for third parties in fiduciary funds, cash held by paying agents in the internal service funds, and cash held by certain discrete and blended component units. For the cash flows statement, cash includes cash-on-hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The County maintains pooled cash and investments for all funds. Negative cash balances have been reclassified as interfund payables.

Investments

Investments primarily consist of U.S. Treasury and agency obligations, corporate debt securities, and approved money market funds, all recorded at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Investments for which market quotations are not readily available are valued at their fair values as determined by the custodian under the direction of the plan with the assistance of a valuation service.

Property Taxes

Property taxes are not due and payable until after the assessment year has ended and are not included in the budget or statement of revenues, expenditures, and fund balance of the assessment year. Property taxes are initially recorded as deferred inflows of resources in the year they are levied and measurable. These deferred property tax inflows of resources are recorded as revenue in the year they are collected.

Property taxes are levied on or before December 15th of each year and attach as an enforceable lien on the property on January 1 of the subsequent year. Taxes are payable in full on April 30th or in two installments on February 28th and June 17th. The County bills and collects its own property taxes and the taxes for various other entities. Tax collection and distribution to the various taxing entities is done by the 10th of every month following the month of collection by the Treasurer.

Receivables/Payables

All trade and property tax receivables are shown net of an allowance for uncollectible. Property taxes receivable is shown net of an allowance for uncollectible of 1%.

Balances that originate from current lending/borrowing arrangements between funds are referred to as “due to/from other funds.” Advances are non-current lending/borrowing between funds. Advances between funds, as reported in the fund financial statements, are shown as nonspendable fund balance in applicable County funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Accounts payable are generally recorded when the obligation is incurred. Debt service and claims and judgments are recorded when they become due.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Inventories and Prepaid Items

Inventories of certain items are valued at cost using a weighted average method for the Grants Fund and Internal Service Funds. The costs of inventories in all other governmental funds are recorded as expenditures when purchased rather than when consumed.

In governmental funds, prepaid expenses are generally accounted for using the consumption method. Payments made to vendors for services representing costs applicable to future accounting periods are recorded as prepaid items in both the government-wide and fund financial statements.

Capital Assets

Capital assets, which include land, buildings and improvements, furniture and equipment, construction in progress, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets, other than infrastructure, are defined by the government as assets with an initial individual cost of \$5,000 or more. Such assets are recorded at historical cost. As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. In the case of donations, the government values these capital assets at the acquisition value of the item at the date of its donation.

Capital assets of the primary government, as well as the component units, are depreciated using the straight-line method of depreciation over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>	<u>Assets</u>	<u>Years</u>
Bridges	75	Land Improvements	25
Storm Drains	75	Leasehold Improvements	20
Roads	40	Furniture and Equipment	20
Buildings and Improvements	40	Vehicles	3-5
Wells, Water and Sewer Mains	30	Leases	2-10
Treatment Plants	30	SBITAs	2-5
Traffic Signals	31		

Compensated Absences

It is the County's policy to permit employees to accumulate earned, but unused vacation and sick leave benefits up to certain limits. There is also a policy whereby the County pays the employees, upon termination, for their allowed accumulated leave. Therefore, there is a liability on the government-wide financial statements for this unpaid accumulated leave. When the amount is actually paid upon termination, the expenditure is recorded within the governmental fund. The County also has contractual employment agreements with certain department heads. Some of these contracts contain separation agreements with compensation due at the conclusion of the relationship.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The County has two items that qualify for reporting in this category. The first item that qualifies is the deferred charge on refunding of bonds reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Deferred pension outflows are the other item that is being presented as a deferred outflow of resources; see Note 13 for the deferred outflows of resources related to pensions.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The County has two types of items that qualify for the reporting in this category. One is for property tax revenue which is considered a deferred inflow of resources in the year the taxes are levied and measurable and are recognized as an inflow of resources in the period they are collected. Deferred pension inflows is the other item that is being presented as a deferred inflow of resources; see Note 14 for the deferred inflows of resources related to pensions.

Some items are considered deferred inflows of resources under the modified accrual basis of accounting and are only reported in the governmental funds. One item that qualifies for reporting in this category is the item *unavailable revenue*. The County reports unavailable revenue from several sources: grants and delinquent property taxes. These amounts are recognized as an inflow of resources in the period the revenue becomes available.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Long-term debt premiums and discounts are amortized over the term of the long-term debt. Long-term debt payable is reported net of the applicable unamortized premiums or discounts. Long-term debt issuance costs are reported as an expense when incurred.

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures.

Subscription-Based Information Technology Arrangements (SBITAs)

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and the capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

SBITA liabilities represent the County's obligation to make payments arising from the SBITA. SBITA liabilities are recognized at the commencement date based on the present value of the expected SBITA payments over the term of the agreement.

Leases

The County determines if an arrangement is a lease at inception. Leases are included in capital assets and lease liabilities in the statements of net position.

Lease assets represent the County's control of the right to use an underlying asset for the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease assets are recognized at the commencement date based on the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Lease assets are amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Lease liabilities represent the County's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term. The lease term may include options to extend or terminate the lease when it is reasonably certain that the County will exercise that option.

The County recognizes payments for short-term leases with a lease term of 12 months or less as expenses as incurred, and these leases are not included as lease liabilities or right-to-use lease assets on the statements of net position.

For individual lease contracts where information about the discount rate implicit in the lease is not included, the County has elected to use the incremental borrowing rate to calculate the present value of expected lease payments.

Fund Balance

In the fund financial statements, governmental funds report fund balance based on the extent to which the County is bound to honor constraints on the specific purpose for which funds can be spent. Fund balance classifications are based on the requirements of GASB Statement No. 54. Classifications are non-spendable, restricted, committed, assigned, and unassigned. Restricted amounts are not available for appropriation because they are legally restricted by an outside party for a specific purpose. Committed funds are funds reserved for a specific purpose by the Board of County Commissioners; funds cannot be committed or uncommitted without formal action – Board Resolution – by the Board. Assigned funds are assigned by the Board of County Commissioners for a specific purpose. Unassigned is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned fund balance. For further details on the various fund balance classifications, refer to Note 17.

If both restricted and unrestricted amounts of fund balance are available for use when expenditure is incurred, it is County policy to use restricted amounts first and then unrestricted resources as they are needed. Unrestricted fund balance will be used in the following order: committed, assigned and unassigned.

The Board of County Commissioners has a formal fund balance reserve policy. This policy is adopted through resolution each year for the purpose of maintaining a satisfactory level of unappropriated fund balance reserves in order to insure a continued strong financial position within the County and to conform to the requirements of the Taxpayer's Bill of Rights (TABOR). For this financial report, the amount of the Board reserves that pertains to TABOR has been separated from the total and is considered Restricted as per the definition above. The remaining amount does not meet the GASB Statement No. 54 requirements of a stabilization agreement. Instead, it is considered to be a minimum fund balance policy. Per GASB Statement No. 54, these amounts are required to be reported as part of Unassigned Fund Balance in the General Fund and Assigned Fund Balance in any other funds. The amounts approved by the Board Policy, excluding the TABOR portion, and included in Fund Balance are as follows:

General Fund	\$	26,068,618
Social Services		2,914,292
Arapahoe Law Enforcement Authority		2,009,211
Road & Bridge		3,158,925

Net Position

The County reports restricted net position when constraints placed on resources are (a) externally imposed by creditors, grantors, contributors, laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the government to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

those resources be used only for the specific purposes stipulated in the legislation.

Net investment in capital assets is a portion of net position that represents the County's net investment in its capital assets. The portion of net position that is categorized as unrestricted has not been classified as either net investment in capital assets or restricted net position.

Deficit Fund Balance

None of the funds had deficit fund balances as of December 31, 2023.

Estimates

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

Encumbrance Accounting

The County uses encumbrance accounting as an extension of its budgetary scheme. Encumbrances are recorded when a purchase order or contract is issued. They are reduced when the related expenditure/expense is made. Encumbrances lapse at year-end but may be re-established in the subsequent year if the budget related to the encumbrance is approved by the Board of County Commissioners to be re-appropriated to the subsequent year or if the subsequent year's budget is adequate to cover the amount of the rolled over encumbrance. The County does not restrict any fund balance for encumbrances unless those amounts are restricted for a specific purpose under GASB Statement No. 54 – Fund Balance Reporting and Governmental Fund Type Definitions.

Adoption of New Accounting Standards

During the year ended December 31, 2023, the County adopted the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This Statements (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset – an intangible asset – and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA.

NOTE 2: 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 fund balance – total governmental funds and net position – governmental activities as reported in the government-wide Statement of Net Position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.” The details of this (\$419,418,530) are as follows:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

General Obligation Bonds Payable	\$ (114,545,000)
Less: Net Bond Discount/(Premium)	(3,180,002)
Lease Liability	(9,504,476)
Landfill - Post Closure Costs Payable	(7,615,569)
Compensated Absences	(21,277,568)
Total Long Term Debt	(156,122,615)
Accrued Interest Payable	(364,649)
Net Pension Liability	(262,371,000)
Social Services Advance from State	(560,266)
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities	\$ (419,418,530)

Another element of that reconciliation states, "other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds." The details of this \$1,051,298 are as follows:

Receivables:

Delinquent Property Taxes	\$ 11,177
Grants	1,040,121
Net adjustment to increase total governmental funds to arrive at net position - governmental activities	\$ 1,051,298

B. Explanation of certain differences between the governmental fund statement of revenues, 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 a reconciliation between net changes in fund balances – total 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 that "governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this (\$20,058,782) difference are as follows:

Capital Outlay	\$ 48,149,391
Net Book Value of Disposals	(55,964)
Depreciation Expense	(28,034,645)
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	\$ 20,058,782

Another element of that reconciliation states that "revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds." The details of this \$1,051,298 difference are as follows:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Earned but Unavailable Revenue:	
Grants	\$ 1,040,121
Delinquent Property Taxes	11,177

Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities.	\$ 1,051,298

Another element of that reconciliation states that “some revenues reported in the governmental funds have been reported in the Statement of Activities in prior periods.” The details of this (\$3,367,742) difference are as follows:

Unavailable Revenue	\$ (3,367,742)

Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities.	\$ (3,367,742)

Another element of that reconciliation states that “some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.” The details of this (\$14,344,525) difference are as follows:

Compensated Absences Expense	\$ (1,253,675)
Pension Expense	(28,984,853)
Employer Contributions	15,931,316
Accrued Interest	5,367
Landfill Expense	(42,680)

Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities.	\$ (14,344,525)

NOTE 3: LEGAL COMPLIANCE – BUDGETS

Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (US GAAP) except for the differences for the General Fund as described in Note 18.

The budgets for the proprietary funds are not adopted on a basis consistent with accounting principles generally accepted in the United States of America (US GAAP), as capital outlay and debt service are budgeted as expenditures and bond proceeds, contributed capital and equity transfers are budgeted as revenues.

Arapahoe County utilizes the encumbrance method of recording commitments related to unperformed contracts for goods and services during the year. Due to the County’s integrated accounting and budgetary control system, appropriations are considered to lapse at year-end. Related amounts are re-appropriated in the following year.

On or before August 15th of each year, elected officers, directors and department heads submit revenue estimates and expenditure requests to the Budget Manager, the official charged with organizing an overall County budget for submission to the Board of County Commissioners. On or before August 25th of each year, the County Assessor submits the current total assessed valuations for all taxing entities in the County and the factors needed to compute

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

the statutory property tax revenue limits. The Budget Manager then submits a balanced budget to the Board on or before October 15th.

The Board of County Commissioners posts and publishes notice that the budget has been received and is open for inspection by the public and notice of the date of the scheduled public hearing at which any elector of the County may register an objection to the proposed budget. The budget must be adopted by December 15th of each year.

All property tax mill levies must be certified by the Board of County Commissioners on or before December 22nd of each year. Prior to the beginning of the next fiscal year, the Board of County Commissioners enacts an appropriating resolution to approve the total budget and departmental expenditures. Expenditures for each fund may not legally exceed budgeted expenditures at the individual fund level. By County policy, expenditures in the General Fund cannot exceed the appropriated departmental level. Neither the Board of County Commissioners nor any County officers can expend money for any of the purposes set out in the appropriation resolution in excess of the amount appropriated. The Budget Manager may transfer budget amounts between line items as long as the total budget for the fund or General Fund department is not exceeded. Any revisions to the total appropriation of any fund must be approved by a supplemental appropriation resolution by the Board of County Commissioners. A few supplemental appropriation resolutions were enacted and filed with the Division of Local Government, State of Colorado. Supplemental appropriations for the current year have been approved by the Board of County Commissioners in the following year.

NOTE 4: CASH, DEPOSITS, INVESTMENTS, AND RESTRICTED ASSETS

A summary of Cash and Investments for the Primary Government and Fiduciary Funds (excluding the Retirement Trust Fund – see Note 13) and discretely presented component units are as follows:

	Primary Government	Discrete Component Units	Fiduciary Funds	Total Reporting Entity
Cash and Investments	\$ 288,325,751	\$ 89,109,167	\$ 23,897,170	\$ 401,332,088
Restricted Cash and Investments	67,061,554	13,111,733	645,230	80,818,517
Total Cash and Investments	\$ 355,387,305	\$ 102,220,900	\$ 24,542,400	\$ 482,150,605
Total Cash Deposits (including CD's)				\$ 19,335,823
Total Investments				462,814,782
Total Cash Deposits and Investments				\$ 482,150,605

Restricted Cash and Investments are recorded for the following purposes:

	Primary Government	Discrete Component Units	Fiduciary Funds	Total Reporting Entity
Debt Reserves	\$ -	\$ -	\$ -	\$ -
Capital Projects	-	7,684,917	-	7,684,917
Legal/Contractual Obligations	67,061,554	5,426,816	-	72,488,370
Public Trustee Statutory Reserve	-	-	645,230	645,230
Total Restricted Cash and Investments	\$ 67,061,554	\$ 13,111,733	\$ 645,230	\$ 80,818,517

Deposits

Colorado State Statutes, specifically the Public Deposit Protection Act (PDPA) of 1989, require all public monies to be deposited in financial institutions that have been designated as eligible public depositories. Eligible public depositories must pledge eligible collateral for any amounts more than the required Federal Deposit Insurance Corporation (FDIC) amount, as promulgated by the Colorado Division of Banking, having a market value in excess of 102% of the aggregate uninsured public deposits. At December 31, 2023, the County's carrying amount of cash deposits was \$0. Of the County's bank balances totaling \$8,746,931, \$1,741,646 was covered by FDIC and \$7,005,285 was collateralized under PDPA. The component units' carrying amounts of deposits with banks was \$19,335,823 and the bank balance was \$21,202,298.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Investments

Significant portions of cash in the discretely presented component units and the custodial funds are pooled with primary government cash and then invested in the most advantageous manner to the reporting entity as a whole. It is not possible to determine how much discretely presented component unit cash was invested in a certain way. Therefore, this investment section is presented for the entire reporting entity, including the Custodial Funds.

Authorized Investments

The County has adopted a formal investment policy that limits the County's investments to investments within the confines of the Colorado Revised Statutes, sections: 30-10-708, 11-10.5-101, 24-75-601, 24-75-603 & 24-75-702. Investments authorized under these statutes include:

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

As of December 31, 2023, the County had the following investments:

<u>Investment Type</u>	<u>Investment Maturities</u>		
	<u>Less than 1 Year</u>	<u>1-5 Years</u>	<u>Total</u>
Primary Government and Custodial Funds:			
U.S. Agency Securities:			
Federal Agricultural Mortgage Corp	\$ -	\$ 4,874,850	\$ 4,874,850
Federal Farm Credit Bank	1,975,020	25,326,400	27,301,420
Federal Home Loan Bank	19,886,600	26,771,858	46,658,458
Federal Home Loan Mortgage Corp	-	1,931,080	1,931,080
Federal National Mortgage Association	22,801,510	4,779,300	27,580,810
Municipal Agencies (Tennessee Valley Authority)	10,342,500		10,342,500
Local Government Investment Pools	12,825,732	-	12,825,732
Corporate Bonds	-	5,016,850	5,016,850
U.S. Treasury Obligations	9,958,650	35,898,000	45,856,650
U.S. Govt Money Market Funds	197,541,355	-	197,541,355
Total Primary Government and Custodial Funds	<u>\$ 275,331,367</u>	<u>\$ 104,598,338</u>	<u>\$ 379,929,705</u>
Component Units:			
Local Government Investment Pools	\$ 82,885,077	\$ -	\$ 82,885,077
Total Component Units	<u>\$ 82,885,077</u>	<u>\$ -</u>	<u>\$ 82,885,077</u>
Total Investments	<u>\$ 358,216,444</u>	<u>\$ 104,598,338</u>	<u>\$ 462,814,782</u>

As of December 31, 2023, the County had invested in local government investment pools which include the Colorado Local Government Liquid Asset Trust (COLOTRUST) and the Colorado Surplus Asset Fund Trust (CSAFE). The local government investment pools are investment vehicles which were established for local government entities in Colorado to pool surplus funds. Both pools are like money market funds, with each share valued at \$1.00.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

COLOTRUST offers shares in COLOTRUST PLUS+. This portfolio may invest in U.S. Treasury securities, Federal Instrumentality Securities, Agency Securities, Collateralized Bank Deposits, Repurchase Agreements, and Tri-Party Repurchase Agreements. COLOTRUST PLUS+ may also invest in Commercial Paper that, at the time of purchase, is rated in its highest rating category by one or more nationally recognized statistical rating organizations that regularly rate such obligations, and highly rated corporate bonds. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal mechanisms of the pooled funds. The custodian's internal records identify the investments owned by each pool investor. The investment pools are routinely monitored by the Colorado Division of Securities regarding operations and investments. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period. As of December 31, 2023, the County, including component units, had \$82,334,699 invested in COLOTRUST.

As of December 31, 2023, the County, including component units, had \$4,768,556 invested in the Colorado Surplus Asset Fund Trust (CSAFE Cash). CSAFE is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements creating and operating CSAFE. Investments in the external investment pool are shown at amortized cost for financial reporting purposes. CSAFE is rated AAAM by Standard and Poor's. Investments of CSAFE are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by participating governments. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

As of December 31, 2023 the County, including component units, had \$8,607,554 invested in the Colorado Surplus Asset Fund Trust Core fund (CSAFE Core). CSAFE Core is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements creating and operating CSAFE Core. Investments in the external investment pool are shown at net asset value (NAV) for financial reporting purposes. CSAFE Core is rated AAAf by Fitch. Investments of CSAFE Core are limited to those allowed by State statutes. A designated custodial bank provides the safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by participating governments. There are no unfunded commitments, redemptions are limited to three redemptions per month, and there is a 24-hour notification required for redemption.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. Credit risk is measured by the assignment of a rating by a nationally recognized statistical rating organization including Standard & Poor's (S&P), Moody's Investor Service (Moody's) and Fitch Ratings (Fitch). Currently, the County has no formal credit risk policy. The following table displays the ratings for the County's investments at December 31, 2023:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Investment Type	S&P AAAm	S&P AA+	S&P N/A	A	Fitch AAAf	Total
Primary Govt and Custodial Funds:						
U.S. Agency Securities:						
Federal Agricultural Mortgage Corp	\$ -	\$ 4,874,850	\$ -	\$ -	\$ -	\$ 4,874,850
Federal Farm Credit Bank	-	27,301,420	-	-	-	27,301,420
Federal Home Loan Bank	-	46,658,458	-	-	-	46,658,458
Federal Home Loan Mortgage Corp	-	1,931,080	-	-	-	1,931,080
Federal National Mortgage Association	-	27,580,810	-	-	-	27,580,810
Municipal Agencies (Tennessee Valley Authority)	-	10,342,500	-	-	-	10,342,500
Local Government Investment Pools	4,795,886	-	-	-	8,029,846	12,825,732
Corporate Bonds	-	-	-	5,016,850	-	5,016,850
U.S. Govt Money Market Funds	197,541,355	-	-	-	-	197,541,355
U.S. Treasury Obligations	-	-	45,856,650	-	-	45,856,650
Total Primary Govt and Custodial Funds	\$ 202,337,241	\$ 118,689,118	\$ 45,856,650	\$ 5,016,850	\$ 8,029,846	\$ 379,929,705
Component Units:						
Local Government Investment Pools	\$ 82,307,369	\$ -	\$ -	\$ -	\$ 577,708	\$ 82,885,077
Total Component Units	\$ 82,307,369	\$ -	\$ -	\$ -	\$ 577,708	\$ 82,885,077
Total Investments	\$ 284,644,610	\$ 118,689,118	\$ 45,856,650	\$ 5,016,850	\$ 8,607,554	\$ 462,814,782

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's safekeeping bank must meet the following requirements under the County's investment policy: the purchase and sale of securities and repurchase agreements shall be settled on a delivery versus payment basis, ownership of all securities shall be perfected in the name of the County Treasurer, and sufficient evidence to title shall be consistent with modern investment, banking, and commercial practices. At December 31, 2023, all of the County's investments are held in the name of the County.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment instrument, the greater the sensitivity of its fair value to changes in market interest rates. The County's investment policy maintains that the portfolio is to remain sufficiently liquid to meet all cash requirements that may be reasonably anticipated. One of the ways the County manages its exposure to interest rate risk is by laddering maturities evenly to provide continuous cash flow and liquidity needed for operations. In accordance with its investment policy, the County's investments are limited to maturities not exceeding five years from the date of trade settlement.

Concentration Risk

Concentration risk is the risk of loss attributed to the magnitude of the County's investments in a single issuer. The County's investment policy states that the County shall diversify its investments to avoid incurring unreasonable risks inherent in over-investment in specific instruments, individual financial institutions, or maturities. The County seeks diversification to reduce overall portfolio risk while attaining market rates of return to enable the County to meet its anticipated cash requirements. Investments in any one issuer (other than mutual funds and external investment pools) that represent 5% or more of the County's total investments are as follows:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Investment Type	Fair Value	Percent of Investment Portfolio
Municipal Agencies (Tennessee Valley Authority)	\$ 10,342,500	6%
Federal Farm Credit Banks	27,301,420	17%
Federal National Mortgage Association	27,580,810	17%
Treasury Note	45,856,650	28%
Federal Home Loan Bank	46,658,458	28%

As of December 31, 2023, the component units had no investment in one issuer (other than mutual funds and external investment pools) that represents 5% or more of total investments.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. All the County's investments, including its holdings in foreign corporate bonds, are denominated in U.S. currency and, therefore, not subject to foreign currency risk.

Fair Value

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices; Level 3 inputs are significant unobservable inputs. The County has the following fair value measurements as of December 31, 2023:

Investment	12/31/2023	Level 1	Level 2
U.S. Agency Securities	\$ 118,689,118	\$ 10,342,500	\$ 108,346,618
U.S. Treasury Obligations	45,856,650	14,827,000	31,029,650
Corporate Bonds	5,016,850	-	5,016,850
	<u>169,562,618</u>	<u>\$ 25,169,500</u>	<u>\$ 144,393,118</u>
Amortized Cost:			
Local Government Investment Pools	4,768,556		
Money Market Funds	197,541,355		
	<u>202,309,911</u>		
Net Asset Value (NAV)			
Local Government Investment Pools	8,057,176		
	<u>\$ 379,929,705</u>		

The Component Unit investments include Local Government Investment Pools that have a fair value measurement of \$82,307,369 at net asset value and \$577,708 at amortized cost.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

NOTE 5: INTERFUND RECEIVABLE AND PAYABLE BALANCES AND TRANSFERS

Interfund receivable and payable balances arise due to short-term cash flow needs in certain non-major governmental funds. On December 31, 2023, the balances are as follows:

	Due To	Due From
General Fund	\$ 1,251,389	\$ -
Non-Major Governmental Funds	-	1,251,389
Total	\$ 1,251,389	\$ 1,251,389

During 2023, the County transferred monies among various funds with the principal being to support the ongoing operations of the receiving fund. The Transfers Out from General Fund is primary for \$9.3 million to the Capital Expenditure Fund with \$5.1 million for the Iliff Avenue project and \$4.2 million for the Detention Medical Expansion project, and \$3.7 million to the Self Insurance Liability Fund to establish a fund balance and cover additional claims and increased premium costs. \$6.9 million in Transfer to General Fund is mainly due to transfers from the American Rescue Plan Act (ARPA) Grant Fund to cover general government expense during 2023. Transfers out from the Grant Funds also include \$5.5 million to the Capital Project Funds on various projects from ARPA funds.

The transfers between funds as of December 31, 2023 are as follows:

	Transfers In	Transfers Out
General Fund	\$ 6,969,483	\$ 14,812,950
Social Services Fund	-	23,010
Open Spaces Sales Tax Fund	700,000	607,603
Grant Fund	-	12,766,770
Internal Service Funds	5,974,114	264,618
Non-Major Governmental Funds	25,694,914	10,863,560
Total	\$ 39,338,511	\$ 39,338,511

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

NOTE 6: CAPITAL ASSETS

Primary Government

The capital asset activity for the Arapahoe County primary government as of December 31, 2023 was as follows:

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Governmental Activities:					
Capital Assets Not Being Depreciated:					
Land	\$ 43,983,445	\$ 1,890,109	\$ -	\$ -	\$ 45,873,554
Easements	4,322,860	-	-	-	4,322,860
Right of Ways	318,073,633	-	-	-	318,073,633
Water Rights	51,616,042	-	-	-	51,616,042
Construction in Progress	31,313,135	14,822,601	(30,433,929)	(55,964)	15,645,843
Total Capital Assets Not Being Depreciated	<u>449,309,115</u>	<u>16,712,710</u>	<u>(30,433,929)</u>	<u>(55,964)</u>	<u>435,531,932</u>
Capital Assets Being Depreciated:					
Land Improvements	37,476,929	5,173,668	4,420,428	-	47,071,025
Buildings	335,847,446	9,589,746	4,533,684	-	349,970,876
Furniture and Equipment	89,013,146	5,925,765	648,934	(5,162,005)	90,425,840
Infrastructure	374,975,490	29,440,725	20,830,883	-	425,247,098
Total Capital Assets Being Depreciated	<u>837,313,011</u>	<u>50,129,904</u>	<u>30,433,929</u>	<u>(5,162,005)</u>	<u>912,714,839</u>
Lease Assets					
Leased Assets - Land	2,600,000	-	-	-	2,600,000
Leased Assets - Building	17,922,994	-	-	-	17,922,994
Information Technology Subscriptions	948,872	-	-	-	948,872
Total Lease Assets	<u>21,471,866</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,471,866</u>
Less Accumulated Depreciation:					
Land Improvements	(13,117,535)	(2,058,786)	-	-	(15,176,321)
Buildings	(199,625,854)	(11,193,769)	-	-	(210,819,623)
Furniture and Equipment	(66,590,925)	(8,798,723)	-	5,162,005	(70,227,643)
Infrastructure	(195,293,971)	(9,812,479)	-	-	(205,106,450)
Leases Assets - Building	(6,650,031)	(807,331)	-	-	(7,457,362)
Information Technology Subscriptions	-	(347,732)	-	-	(347,732)
Total Accumulated Depreciation	<u>(481,278,316)</u>	<u>(33,018,820)</u>	<u>-</u>	<u>5,162,005</u>	<u>(509,135,131)</u>
Total Capital Assets Being Depreciated, Net	<u>374,906,561</u>	<u>17,111,084</u>	<u>30,433,929</u>	<u>-</u>	<u>422,451,574</u>
Total Primary Government Capital Assets, Net	<u>\$ 826,815,676</u>	<u>\$ 33,823,794</u>	<u>\$ -</u>	<u>\$ (55,964)</u>	<u>\$ 860,583,506</u>

As a result of implementation of GASB Statement No. 96 (GASB 96), *Subscription-Based Information Technology Arrangements*, \$948,872 in lease assets for Information Technology Subscriptions has been added to the beginning balance presented above. As these lease assets are offset by an equal amount of lease liabilities, the County does not report a restatement of beginning net position for the implementation of GASB 96.

Depreciation and amortization expense charged to functions/programs of the primary government during the year ended December 31, 2023 as follows:

General Government	\$ 9,356,012
Public Safety	7,291,766
Judicial Services	216,976
Health and Welfare	1,620,736
Highways and Streets	9,057,727
Water and Wastewater	3,449,989
Culture and Recreation	2,025,614
Total Governmental Activities Depreciation and Amortization Expense	<u>\$ 33,018,820</u>

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Discretely presented component units

Capital asset activity for the Public Health for the year ended December 31, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Being Depreciated:				
Furniture and Equipment	\$ -	\$ 167,380	\$ -	\$ 167,380
Leased Assets - Building	-	2,325,918	-	2,325,918
Total Capital Assets Being Depreciated	-	2,493,298	-	2,493,298
Less Accumulated Depreciation:				
Furniture and Equipment	-	(6,646)	-	(6,646)
Leased Assets - Building	-	(698,251)	-	(698,251)
Total Accumulated Depreciation	-	(704,897)	-	(704,897)
Total Public Health Capital Assets, Net	<u>\$ -</u>	<u>\$ 1,788,401</u>	<u>\$ -</u>	<u>\$ 1,788,401</u>

Capital asset activity for the 911 Authority for the year ended December 31, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Not Being Depreciated:				
Construction in Progress	\$ -	\$ 50,166	\$ -	\$ 50,166
Total Capital Assets Not Being Depreciated	-	50,166	-	50,166
Capital Assets Being Depreciated:				
Furniture and Equipment	1,157,418	3,694,012	-	4,851,430
Leased Assets - Software	213,763	-	-	213,763
Total Capital Assets Being Depreciated	1,371,181	3,694,012	-	5,065,193
Less Accumulated Depreciation:				
Furniture and Equipment	(1,059,039)	(119,426)	-	(1,178,465)
Leased Assets - Software	-	(42,753)	-	(42,753)
Total Accumulated Depreciation	(1,059,039)	(162,179)	-	(1,221,218)
Total 911 Authority Capital Assets, Net	<u>\$ 312,142</u>	<u>\$ 3,531,833</u>	<u>\$ -</u>	<u>\$ 3,894,141</u>

As a result of implementation of GASB Statement No. 96 (GASB 96), *Subscription-Based Information Technology Arrangements*, \$213,763 in lease assets for Information Technology Subscriptions has been added to the beginning balance presented above. As these lease assets are offset by an equal amount of lease liabilities, E911 Authority does not report a restatement of beginning net position for the implementation of GASB 96.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Capital asset activity for the Arapahoe County Public Airport Authority for the year ended December 31, 2023 was as follows:

	Beginning Balance	Increases	Transfers	Decreases	Ending Balance
Capital Assets Not Being Depreciated:					
Construction in Progress	\$ 5,802,126	\$ 13,167,059	\$ (937,292)	\$ -	\$ 18,031,893
Land	21,824,163	-	-	-	21,824,163
Restrictive covenant on land	1,000,000	-	-	-	1,000,000
Total Capital Assets Not Being Depreciated	<u>28,626,289</u>	<u>13,167,059</u>	<u>(937,292)</u>	<u>-</u>	<u>40,856,056</u>
Capital Assets Being Depreciated:					
Site Improvements	1,025,790	-	-	-	1,025,790
Buildings and Improvements	29,926,689	246,855	381,061	(5,700)	30,548,905
Runways, Taxiways and Ramps	64,545,420	-	416,563	-	64,961,983
Furniture and Equipment	10,776,810	1,571,830	139,668	(126,801)	12,361,507
Subscription Assets	277,554	21,574	-	-	299,128
Total Capital Assets Being Depreciated	<u>106,552,263</u>	<u>1,840,259</u>	<u>937,292</u>	<u>(132,501)</u>	<u>109,197,313</u>
Less Accumulated Depreciation:					
Site Improvements	(771,386)	(26,004)	-	-	(797,390)
Buildings and Improvements	(17,606,598)	(660,877)	-	4,845	(18,262,630)
Runways, Taxiways and Ramps	(48,839,658)	(3,413,277)	-	-	(52,252,935)
Furniture and Equipment	(8,371,290)	(740,210)	-	125,079	(8,986,421)
Subscription Assets	(83,562)	(91,548)	-	-	(175,110)
Total Accumulated Depreciation	<u>(75,672,494)</u>	<u>(4,931,916)</u>	<u>-</u>	<u>129,924</u>	<u>(80,474,486)</u>
Total Capital Assets Being Depreciated, Net	<u>30,879,769</u>	<u>(3,091,657)</u>	<u>937,292</u>	<u>(2,577)</u>	<u>28,722,827</u>
Total Airport Authority Capital Assets, Net	<u>\$ 59,506,058</u>	<u>\$ 10,075,402</u>	<u>\$ -</u>	<u>\$ (2,577)</u>	<u>\$ 69,578,883</u>

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Capital Asset Activity for the Arapahoe County Water and Wastewater Authority for the year ended December 31, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets Not Being Depreciated:				
Land	\$ 2,162,149	\$ 782,626	\$ -	\$ 2,944,775
Water rights	92,662,484	1,103,587	-	93,766,071
Water System Operations Easement	2,534,913	1,900,000	-	4,434,913
Construction in progress	30,461,612	8,018,548	(22,556,701)	15,923,459
Total Capital Assets Not Being Depreciated	<u>127,821,158</u>	<u>11,804,761</u>	<u>(22,556,701)</u>	<u>117,069,218</u>
Capital Assets Being Depreciated:				
Water system	66,773,728	21,266,061	(47,310)	87,992,479
Sewer system	12,026,518	200,178	(39,203)	12,187,493
Water rights	34,238,858	-	-	34,238,858
Building, equipment and projects	2,268,294	-	(94,751)	2,173,543
Total Capital Assets Being Depreciated	<u>115,307,398</u>	<u>21,466,239</u>	<u>(181,264)</u>	<u>136,592,373</u>
SBITA RTU Assets				
Software	<u>79,665</u>	<u>-</u>	<u>-</u>	<u>79,665</u>
Less Accumulated Depreciation/Amortization:				
Water system	(25,245,337)	(2,678,592)	47,310	(27,876,619)
Sewer system	(7,128,886)	(493,496)	39,203	(7,583,179)
Water rights	(2,170,418)	(140,651)	-	(2,311,069)
Building, equipment and projects	(1,971,999)	(32,871)	94,751	(1,910,119)
Software	-	(30,929)	-	(30,929)
Total Accumulated Depreciation/Amortization	<u>(36,516,640)</u>	<u>(3,376,539)</u>	<u>181,264</u>	<u>(39,711,915)</u>
Total Capital Assets Being Depreciated/Amortized, Net	<u>78,870,423</u>	<u>18,089,700</u>	<u>-</u>	<u>96,960,123</u>
Total Arapahoe County Water and Wastewater Authority Capital Assets, Net	<u>\$ 206,691,581</u>	<u>\$ 29,894,461</u>	<u>\$ (22,556,701)</u>	<u>\$ 214,029,341</u>

As a result of implementation of GASB 96, \$79,665 in SBITA assets has been added to the beginning balance presented above. As these assets are offset by an equal amount of SBITA liabilities, ACWWA does not report a restatement of beginning net position for the implementation of GASB 96.

NOTE 7: DEFERRED INFLOWS OF RESOURCES – UNAVAILABLE REVENUE

Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when earned. Therefore, the government-wide Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time.

Under the modified accrual basis of accounting, it is not enough that revenue has been earned if it is to be recognized in the current period. Revenue must also be susceptible to accrual (i.e., measurable and available to finance expenditures of the current period). Governmental funds report deferred inflows of resources in connection with receivables for revenues not considered available to liquidate liabilities of the current period. The County considers revenues available if they are collected within 60 days after year-end. On December 31, 2023, items considered unavailable to finance expenditures of the current fiscal period totaled \$1,051,298.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

NOTE 8: CAPITAL COMMITMENTS

The County has contractual commitments for capital construction projects, capital asset purchase contracts, information technology and communication services, professional services, rent and other services as of December 31, 2023. These encumbrances are re-appropriated against the subsequent year's budget. The amount of these commitments re-appropriated at year end was:

Fund	Amount
General Fund	\$ 3,286,067
Social Services	2,442,759
Open Spaces Sales Tax	51,784,576
Nonmajor Governmental	78,200,255
Total Governmental Funds	<u>135,713,657</u>
Central Services	6,244,339
Total Internal Service Funds	<u>6,244,339</u>
Grand Total	<u><u>\$ 141,957,996</u></u>

Developers contribute funds to the County to help pay for County infrastructure costs related to their developments. The contributions are recorded as revenue in the capital project funds. These infrastructure projects are typically completed after the contributions are received and recorded as revenue. The probability that the County will ultimately fail to complete a project for which a developer has contributed funds is remote and does not justify the recording of a liability in the financial statements. During 2023, \$1,298,701 was contributed to the County by developers and is recorded as revenue for which development improvement projects must be completed by the County in the future.

NOTE 9: DEFERRED COMPENSATION PLANS

The County offers its employees an opportunity to participate voluntarily in a deferred compensation plan. This plan, created in accordance with Internal Revenue Code Section 457, is maintained by a third-party administrator, International City Management Association Retirement Corporation (ICMA-RC). The plan permits employees to defer a portion of their salary until future years. In 2023, employees could voluntarily elect to have amounts withheld from their compensation up to age of 50 to \$22,500 per year and above the age of 50 to \$30,000 per year. The amounts withheld are deposited to each participant's account, according to each participant's investment direction, making the plan funded. The deferred compensation balance is not available to employees until termination, retirement, death, or an unforeseeable emergency.

In accordance with GASB Statement No. 32, Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans, the County established trusts to hold the assets of the plans' and modified the documents to state that the plan is "held in trust for the exclusive benefit of participants and their beneficiaries." As such, the plans' assets are not the property and right of the County, and therefore, are not reflected in the government-wide financial statements of the County.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

NOTE 10: CHANGES IN LONG-TERM LIABILITIES

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

Governmental Activities	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
General obligation bonds payable - Direct Borrowings and Direct Placements					
ACWWA PID 2012 Refunding Bonds	\$ 43,290,000	\$ -	\$ 2,865,000	\$ 40,425,000	\$ 3,130,000
ACWWA PID 2015 Refunding Bonds	24,950,000	-	1,380,000	23,570,000	1,320,000
ACWWA PID 2019 Refunding Bonds	51,145,000	-	595,000	50,550,000	615,000
2012 Series Premium	578,703	-	90,737	487,966	86,022
2019 Refunding Premium	2,925,038	-	233,002	2,692,036	228,778
Total Bonds Payable	122,888,741	-	5,163,739	117,725,002	5,379,800
Leases:					
Parkland Lease Purchase	917,410	-	178,624	738,786	172,075
Lima Ridge Lease Purchase	4,990,000	-	600,000	4,390,000	605,000
Fairgrounds Expansion Project Lease Purchase	3,510,812	-	457,792	3,053,020	471,655
Building Leases	1,039,591	-	313,785	725,806	285,733
SBITAs Payable	948,872	-	352,008	596,864	336,557
Total Leases	11,406,685	-	1,902,209	9,504,476	1,871,020
Landfill - Post closure costs payable	7,572,889	315,808	273,128	7,615,569	265,782
Compensated absences	20,023,893	17,760,997	16,507,322	21,277,568	2,091,532
Total Long-term Liabilities	\$ 161,892,208	\$ 18,076,805	\$ 23,846,398	\$ 156,122,615	\$ 9,608,134

As a result of implementation of GASB Statement No. 96 (GASB 96), *Subscription-Based Information Technology Arrangements*, \$948,872 in lease liabilities for software subscriptions has been added to the beginning balance presented above. As these lease liabilities are offset by an equal amount of lease assets, the County does not report a restatement of beginning net position for the implementation of GASB 96.

The Arapahoe County Water and Wastewater Public Improvement District (PID) Bonds are paid out of a Capital Projects Fund. All other General Long-Term Debt (except compensated absences) is paid for out of the Debt Service Funds. The County will liquidate compensated absences in the General, Social Services, Arapahoe Law Enforcement Authority District, Arapahoe/Douglas Works, Road & Bridge, Sheriff's Commissary, Housing and Community Development, Grant and Open Spaces Sales Tax Funds, Homeland Security, and Recreational District.

Arapahoe County government has Outstanding General Obligation Bonds from direct borrowings and direct placements related to governmental activities totaling \$114,545,000. The primary source of revenues for repayment of direct borrowings and direct placements of debt are the ad valorem taxes levied against property within the County and District.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Governmental Activities (Direct Borrowings and Direct Placements)					
	Bonds		Total		
	Principal	Interest	Principal	Interest	
2024	\$ 5,065,000	\$ 3,704,263	\$ 5,065,000	\$ 3,704,263	
2025	5,305,000	3,533,175	5,305,000	3,533,175	
2026	5,550,000	3,353,300	5,550,000	3,353,300	
2027	5,810,000	3,159,800	5,810,000	3,159,800	
2028	6,070,000	2,966,500	6,070,000	2,966,500	
2029-2033	34,600,000	11,594,481	34,600,000	11,594,481	
2034-2038	42,630,000	5,308,975	42,630,000	5,308,975	
2039	9,515,000	285,450	9,515,000	285,450	
	\$ 114,545,000	\$ 33,905,944	\$ 114,545,000	\$ 33,905,944	

Regarding terms specified in debt agreements related to significant (1) events of default with finance-related consequences, (2) termination events with finance-related consequences, and (3) subjective acceleration clauses, the following points are noted for Bonds:

In each Bond, there are no provisions for acceleration of maturity of the principal of the Bonds in the event of a default in the payment of the principal of or interest on the Bonds. Consequently, remedies available to the owners of the Bonds may have to be enforced from year to year. Upon an event of default under the Bond Resolutions are in many respects dependent upon judicial actions which are often subject to discretion and delay under existing constitutional and statutory law and judicial decisions, including specifically the United State Bankruptcy Code. The various legal opinions to be delivered concurrently with the delivery of the Bonds will be qualified as to enforceability of the various legal instruments by limitations imposed by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights generally and by equitable principles, whether considered at law or in equity (related to direct borrowing/direct placement for governmental activities).

The County has no lines of credit.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Bonds

Arapahoe County Water and Wastewater Public Improvement District Series 2012 Refunding Bonds

On September 27, 2012, the Arapahoe County Water & Wastewater Public Improvement District issued General Obligation Refunding Bonds in the amount of \$59,020,000 to refund the Arapahoe County Water & Wastewater Public Improvement District 2002 Series A & B Bonds. The fixed interest rates of these bonds range from 2.25% to 4.00%.

The refunding of the Arapahoe County Water & Wastewater Public Improvement District 2002 Series A & B Bonds resulted in a deferred outflow of resources of \$307,513 as of December 31, 2023 and amortized over the life of the new (refunding) debt. Future debt payments are as follows:

Date	Principal	Interest	Total
2024	\$ 3,130,000	\$ 1,176,113	\$ 4,306,113
2025	3,415,000	1,101,775	4,516,775
2026	3,720,000	1,016,400	4,736,400
2027	4,060,000	904,800	4,964,800
2028	4,420,000	783,000	5,203,000
2029-2032	21,680,000	1,689,450	23,369,450
Total	\$ 40,425,000	\$ 6,671,538	\$ 47,096,538

Arapahoe County Water and Wastewater Public Improvement District General Obligation Refunding Bonds, Series 2015

On June 23, 2015, the Arapahoe County Water & Wastewater Public Improvement District issued General Obligation Refunding Bonds, Series 2015 in the amount of \$25,930,000 with fixed interest rates ranging from 2% to 5%.

The refunding of the Arapahoe County Water & Wastewater Public Improvement District Series 2005 Bonds resulted in a deferred outflow of resources of \$20,314 as of December 31, 2023 and amortized over the life of the new (refunding) debt. Future debt payments are as follows:

Date	Principal	Interest	Total
2024	\$ 1,320,000	\$ 917,056	\$ 2,237,056
2025	1,020,000	851,056	1,871,056
2026	960,000	800,056	1,760,056
2027	800,000	761,657	1,561,657
2028	635,000	737,656	1,372,656
2029-2034	6,915,000	3,497,813	10,412,813
2034-2035	11,920,000	654,400	12,574,400
Total	\$ 23,570,000	\$ 8,219,694	\$ 31,789,694

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Arapahoe County Water and Wastewater Public Improvement District (ACWW PID) General Obligation Refunding Bonds, Series 2019

On December 19, 2019, ACWW PID issued \$53,120,000 of General Obligation Refunding Bonds, Series 2019, with interest rates ranging from 2.125% to 5.00% to refund the outstanding Refunding Bonds, Series 2009 A & B Bonds. As a result, the Series 2009 A & B bonds are defeased, and the related liability for the Series 2009 A & B bonds has been removed from the County's liabilities.

The current refunding of the ACWW PID Series 2009 A & B Bonds resulted in a deferred outflow resources of \$50,493 as of December 31, 2023 that is required by GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, to be amortized over the life of the new debt. Future debt payments are as follows:

Date	Principal	Interest	Total
2024	\$ 615,000	\$ 1,611,094	\$ 2,226,094
2025	870,000	1,580,344	2,450,344
2026	870,000	1,536,844	2,406,844
2027	950,000	1,493,343	2,443,343
2028	1,015,000	1,445,844	2,460,844
2029-2033	6,005,000	6,407,219	12,412,219
2034-2038	30,710,000	4,654,575	35,364,575
2039	9,515,000	285,450	9,800,450
Total	\$ 50,550,000	\$ 19,014,713	\$ 69,564,713

Leases

Parkland Lease Purchase - Zions First National Bank

The County entered into a lease purchase agreement with Zions First National Bank on November 15, 2007. The lease financed the purchase of park and open space land in the Dove Valley subdivision adjacent to the Arapahoe Community Park.

Payments including principal and interest accruing at 4.1340%, are due semi-annually through November 2027.

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

Date	Principal	Interest	Total
2024	\$ 172,075	\$ 32,610	\$ 204,685
2025	180,229	24,456	204,685
2026	188,769	15,916	204,685
2027	197,713	6,972	204,685
Total	\$ 738,786	\$ 79,954	\$ 818,740

Lima Ridge Lease Purchase

The County entered into a lease agreement with Banc of America Public Capital Corp. on May 19, 2011. The lease financed the purchase of the Lima Ridge Professional Center located at 6924 South Lima Street, Centennial, Colorado.

On December 1, 2021, the 2011 Lease was amended to refinance the remaining amount at an interest rate of 1.1545% with an updated payment schedule from January 2022 through November 2030 to reflect the decreased

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

interest costs from the previous interest rate of 4.50%. Fiscal charges of \$77,520 associated with amending the lease agreement were added to the principal amount of the lease to be repaid over the remaining term of the lease agreement.

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

Date	Principal	Interest	Total
2024	\$ 605,000	\$ 50,683	\$ 655,683
2025	615,000	43,698	658,698
2026	620,000	36,598	656,598
2027	625,000	29,440	654,440
2028	635,000	22,224	657,224
2029-2030	1,290,000	22,397	1,312,397
Total	\$ 4,390,000	\$ 205,040	\$ 4,595,040

Fairgrounds Expansion Project Lease Purchase

On August 12, 2014, the County entered into a lease agreement with JPMorgan Chase Bank, N.A., to finance the expansion of the west side of the County Fairgrounds exhibition hall and to construct an outdoor horse arena for equestrian and livestock events.

Semi-annual payments are due for the period August 2014 through August 2029. The average interest rate is 2.84% per annum.

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

Date	Principal	Interest	Total
2024	\$ 471,655	\$ 88,245	\$ 559,900
2025	485,937	73,963	559,900
2026	500,654	59,247	559,901
2027	515,814	44,086	559,900
2028	531,434	28,466	559,900
2029	547,526	12,373	559,899
Total	\$ 3,053,020	\$ 306,380	\$ 3,359,400

Building Leases

On March 31, 2017, the County entered into a lease agreement with City Center, LLC to lease office space within the City Center Market Place located at 15300 – 15390 Alameda Parkway and 402 – 586 S. Chambers Road, Aurora, Colorado. Monthly payments are due for the period July 2017 through June 2027.

On April 17, 2019, the County entered into a lease agreement with Limu, LLC to lease an office building located at 58 Inverness Drive East, Englewood, Colorado. Monthly payments are due for the period April 2019 through March 2024.

On July 30, 2020, the County entered into a lease agreement with the State of Colorado to lease office space within the building located at Arapahoe Community College Sturm Collaboration Campus, Castle Rock, Colorado. Quarterly payments are due for the period July 2020 through June 2024.

On October 27, 2005, the County entered into a lease agreement with Southfield Plaza, LLC, successor to the Jean Wilcox Price Living Trust to lease the office space located at 12649 East Caley Avenue, Suite 114, Centennial,

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Colorado. The lease was amended by Addendum I dated September 26, 2006, amended by Addendum II dated October 9, 2007, amended by Addendum III dated September 29, 2008, amended by Addendum IV dated September 30, 2009, amended by Addendum V dated July 2, 2012, amended by Addendum VI dated July 7, 2015, and amended by Addendum VII dated June 19, 2018. Monthly payments are due for the period November 2005 through October 2026.

The County's incremental borrowing rate for these leases is 1.1545% per annum.

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

Date	Principal	Interest	Total
2024	\$ 285,733	\$ 6,818	\$ 292,551
2025	277,767	3,628	281,395
2026	162,306	638	162,944
Total	<u>\$ 725,806</u>	<u>\$ 11,084</u>	<u>\$ 736,890</u>

Subscription-Based Information Technology Arrangements (SBITAs) Payable

The County has entered into subscription-based information technology arrangements (SBITAs) for public safety, public works, and administrative purposes. The SBITAs expire at various dates through 2025 and provide for renewal options. For the year ended December 31, 2023, variable payments including per user and usage-based costs associated with SBITAs were \$0. The following schedule represents future subscription payments for SBITAs:

Date	Principal	Interest	Total
2024	\$ 336,557	\$ 27,933	\$ 364,490
2025	260,307	12,182	272,489
Total	<u>\$ 596,864</u>	<u>\$ 40,115</u>	<u>\$ 636,979</u>

Landfill – Post-Closure Costs

The County previously owned and operated a landfill. This landfill was closed in 1987 and is no longer in operation. The County shares remedial action expenses with Waste Management Inc. with the County responsible for 75%. Each year, Waste Management bills the County when actual costs have been determined. The County's cost for 2022 was \$273,128 (paid in 2023) and \$265,782 for 2023 (paid in 2024). When the landfill was closed in 1987, the State Department of Public Health and Environment placed the landfill on a 30-year monitoring program. After 30 years, provided all testing was satisfactory, the County would no longer be liable for ongoing monitoring costs. During 2017, the original 30-year monitoring program ended, and the State Department of Public Health and Environment re-evaluated the landfill and placed the landfill on another 30-year monitoring program. Therefore, the best estimate of liability is \$7,615,569 as of December 31, 2023, with \$265,782 being payable within one year. However, the actual post-closure costs may be higher or lower due to inflation/deflation and changes in technology or in applicable laws and regulations. This amount is recorded as a long-term liability on the government-wide financial statements as of December 31, 2023.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

NOTE 11: DISCRETELY PRESENTED COMPONENT UNIT DEBT

Details of the debt for each of the component units can be found in their individual financial statements. Following is a discussion of the debt that is particularly relevant to the relationship between the component unit and the Primary Government.

Arapahoe County Public Health Department

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

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Building Leases	\$ -	\$ 2,325,918	\$ 662,956	\$ 1,662,962	\$ 690,824
Compensated Absences	-	1,127,239	384,312	742,927	67,383
Total Long-term Liabilities	<u>\$ -</u>	<u>\$ 3,453,157</u>	<u>\$ 1,047,268</u>	<u>\$ 2,405,889</u>	<u>\$ 758,207</u>

Building Leases

On September 29, 2022, the Arapahoe County, Board of Health on behalf of Arapahoe County Public Health Department entered into a lease agreement with Cordes & Company LLC to lease office space of approximately 51,688 rentable square feet located within the building known as Atrium III stated at 6162 South Willow Drive, Greenwood Village, Colorado. Monthly payments are due for the period January 2023 through August 2025.

On November 1, 2022, the Arapahoe County, Board of Health on behalf of Arapahoe County Public Health Department entered into a lease agreement with Cordes & Company LLC to lease office space of approximately 11,520 rentable square feet located within the shopping center known as Shoppes at Hampden Villa situated at 15192 E. Hampden Avenue, Aurora, Colorado, for a lease term scheduled to expire on January 31, 2024. On October 27th, 2023, this lease agreement was extended for a period of five years commencing February 1, 2024, and expiring January 31, 2029. Monthly payments are due for the period January 2023 through January 2029.

The County's incremental borrowing rate for these leases is 4.68% per annum.

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

Date	Principal	Interest	Total
2024	\$ 690,824	\$ 63,159	\$ 753,983
2025	529,615	31,099	560,714
2026	136,599	17,805	154,404
2027	143,131	11,273	154,404
2028	149,975	4,429	154,404
2029	12,818	50	12,868
Total	<u>\$ 1,662,962</u>	<u>\$ 127,815</u>	<u>\$ 1,790,777</u>

Arapahoe County 911 Authority

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

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
SBITAs Payable	\$ 213,763	\$ -	\$ 46,750	\$ 167,013	\$ 38,934
Total Long-term Liabilities	<u>\$ 213,763</u>	<u>\$ -</u>	<u>\$ 46,750</u>	<u>\$ 167,013</u>	<u>\$ 38,934</u>

Subscription-Based Information Technology Arrangements (SBITAs) Payable

The future minimum lease obligations and the net present value of these minimum lease payments are as follows:

Date	Principal	Interest	Total
2024	\$ 38,934	\$ 7,816	\$ 46,750
2025	40,756	5,994	46,750
2026	42,663	4,087	46,750
2027	44,660	2,090	46,750
Total	<u>\$ 167,013</u>	<u>\$ 19,987</u>	<u>\$ 187,000</u>

As a result of implementation of GASB Statement No. 96 (GASB 96), *Subscription-Based Information Technology Arrangements*, \$213,763 in lease liabilities for Information Technology Subscriptions has been added to the beginning balance presented above. As these lease liabilities are offset by an equal amount of lease assets, E911 Authority does not report a restatement of beginning net position for the implementation of GASB 96.

Arapahoe County Public Airport Authority

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

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Notes Payable	\$ 5,034,813	\$ -	\$ 788,200	\$ 4,246,613	\$ 807,905
Subscription Payable	193,992	-	91,548	102,444	102,444
Total Long-term Liabilities	<u>\$ 5,228,805</u>	<u>\$ -</u>	<u>\$ 788,200</u>	<u>\$ 4,349,057</u>	<u>\$ 910,349</u>

Note Payable

In 2018, the Authority obtained a loan in the amount of \$8 million in order to finance construction of an aviation community and administrative facility. The loan bears interest at the rate of 2.5% on the unpaid balance, compounded annually. The Authority is making 10 annual installments in the amount of \$914,070. The loan is secured with loan proceeds from financing a building. The outstanding balance as of December 31, 2023 is \$4,246,613.

SBITAs Payable

The Authority has various subscription-based information technology arrangements (SBITAs), the terms of which expire in various years through 2024. The SBITAs do not have any associated variable payments.

The following is a schedule by year of payments under subscription liabilities as of December 31, 2023:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Year Ending December 31	Principal	Interest	Total
2024	\$ 102,444	\$ 4,766	\$ 107,210
Total Long-term Liabilities	\$ 102,444	\$ 4,766	\$ 107,210

Commitments and Contingencies - Rental Agreements

The Authority has operating rental agreements with fixed base operators and subleases for rental of land and buildings owned by the Authority. These agreements stipulate that upon termination, title of any leasehold improvements will pass to the Authority. The following is an estimate, by year, of minimum future rental revenue under these agreements:

Year	Amount
2024	\$ 2,646,526
2025	2,676,772
2026	2,710,877
2027	2,680,248
2028	2,716,919
Thereafter	175,396,844
	<u>\$ 188,828,186</u>

Revenues under these leases amounted to \$3,444,654 during 2023. Included in this amount are a percentage of revenue fees associated with these leases.

The Authority has entered into lease agreements with the FAA to lease approximately 2,100 square feet of the Authority's tower and approximately 4,050 square feet of the Authority's tower office building. The tower lease had an expiration date of July 9, 2006. The FAA did not exercise the option to purchase the tower. The lease was renegotiated in 2006 at an amount equivalent to the tower repairs and maintenance and expired September 30, 2015. The lease extension is currently in negotiation. The Authority entered into a new lease agreement with the FAA to lease approximately 4,050 square foot of the Authority's tower office building commencing on December 1, 2020. Rental income under these leases amounted to \$149,461 and \$197,431 during 2023 and 2022. The earning stream from these agreements is included in the amounts disclosed above.

Arapahoe County Water and Wastewater Authority (ACWWA)

ACWWA's long-term liabilities consisted of the following for the year ended December 31, 2023:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Series 2016 Revenue Bonds	\$ 13,160,000.00	\$ -	\$ 975,000.00	\$ 12,185,000.00	\$1,015,000.00
2016 Bond Premium	1,369,294	-	125,430	1,243,864	-
Series 2017 Revenue Bonds	11,575,000	-	860,000	10,715,000	900,000
2017 Bond Premium	824,231	-	75,503	748,728	-
Series 2019 Revenue Bonds	66,265,000	-	1,920,000	64,345,000	2,015,000
2019 Bond Premium	9,924,277	-	586,657	9,337,620	-
CWCB note payable	2,500,000	1,540,000	-	4,040,000	167,935
Total Bonds Payable	105,617,802	1,540,000	4,542,590	102,615,212	4,097,935
SBITA Payable	79,665	-	29,095	50,570	30,562
Compensated Absences	409,468	342,949	319,755	432,662	-
Total Long-term Liabilities	\$ 106,106,935	\$ 1,882,949	\$ 4,891,440	\$ 103,098,444	\$ 4,128,497

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

As a result of implementation of GASB 96, \$79,665 in SBITA assets has been added to the beginning balance presented above. As these assets are offset by an equal amount of SBITA liabilities, ACWWA does not report a restatement of beginning net position for the implementation of GASB 96.

Series 2016 Revenue Refunding Bonds

On October 4, 2016, ACWWA issued \$16,475,000 of Revenue Refunding Bonds, Series 2016, with interest rates ranging from 2.00% to 4.00% to refund the outstanding Refunding Bonds, Series 2006. As a result, the 2006 refunding bonds are considered to be defeased, and the related liability for the Series 2006 bonds has been removed from ACWWA's liabilities. The purpose of this refunding was to reduce its total debt service payments over the next six years by \$3,392,816 and to realize an economic gain of \$3,040,287. Principal and interest are due June 1 and December 1 in varying amounts through December 1, 2033.

Series 2017 Revenue Refunding Bonds

On August 22, 2017, ACWWA issued \$12,720,000 of Revenue Refunding Bonds, Series 2017, with interest rates ranging from 2.00% to 4.00% to refund the outstanding Refunding Bonds, Series 2007. As a result, the 2007 refunding bonds are defeased, and the related liabilities for the Series 2007 bonds have been removed from ACWWA's liabilities. The purpose of this refunding was to reduce its total debt service payments over the term of the bonds by \$2,440,100 and to realize an economic gain of \$2,345,844. Principal and interest are due June 1 and December 1 in varying amounts through December 1, 2033.

Series 2019 Revenue Refunding Bonds

On October 22, 2019, ACWWA issued \$71,485,000 of Revenue Refunding Bonds, Series 2019, with interest rates ranging from 4.00% to 5.00% to refund the outstanding Refunding Bonds, Series 2009A. As a result, the 2009A revenue bonds are considered to be defeased, and the related liability for the Series 2009A bonds has been removed from ACWWA's liabilities. The purpose of this refunding was to reduce its total debt service payments over the term of the bonds by \$15,451,417 and to realize an economic gain of \$12,497,890. Principal and interest payments are due June 1 and December 1 in varying amounts through December 1, 2039.

Colorado Water Conservation Board Note Payable

In August 2020, ACWWA entered into an agreement with the Colorado Water Conservation Board (CWCB) for a loan in the amount of \$2,525,000 to be used for the Chambers Reservoir Line Rehabilitation project. The loan agreement calls for an interest rate of 1.9% payable over a period of 20 years. In August 2021, ACWWA and CWCB amended this agreement and increased the amount to be drawn on loan to \$4,040,000. Principal and interest payments are due each March 1 in the amount of \$244,695 through March 1, 2043.

Pledged Revenue and Debt Coverage Requirements

Over the years, ACWWA has issued revenue bonds to fund capital projects and infrastructure of its water and sewer system, which has pledged "net revenue" (all income and revenues directly or indirectly derived by ACWWA less operation and maintenance expenses) toward the repayment of the revenue bonds noted above. Revenues are pledged until the bonds are paid off in full or refunded in full. Pledged revenues recognized for the year ended December 31, 2023 were \$31,179,774. Debt service payments for the year ended December 31, 2023 were \$7,628,274.

ACWWA's long-term obligations related to its bonds and notes payable will mature as follows:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Date	Principal	Interest	Total
2024	\$ 4,097,935	\$ 3,660,060	\$ 7,757,995
2025	4,256,126	3,497,519	7,753,645
2026	4,439,377	3,309,718	7,749,095
2027	4,642,691	3,113,655	7,756,345
2028	4,846,067	2,908,429	7,754,495
2029-2033	27,473,264	11,307,763	38,781,026
2034-2038	33,072,824	5,569,452	38,642,276
2039-2043	8,456,716	358,760	8,815,476
Total	<u>\$ 91,285,000</u>	<u>\$ 33,725,355</u>	<u>\$ 125,010,355</u>

SBITAs Payable

In January of 2023, ACWWA entered into multiple agreements for the right to use various software programs. The terms of those agreements range between two to three years, with various incremental borrowing rates at inception. The future minimum obligations and net present value of these minimum lease payments are as follows:

Year Ending December 31	Principal	Interest	Total
2024	\$ 30,562	\$ 155	\$ 30,717
2025	20,008	40	20,048
Total Long-term Liabilities	<u>\$ 50,570</u>	<u>\$ 195</u>	<u>\$ 50,765</u>

NOTE 12: SELF INSURANCE PLANS

Self-Insurance Liability Plan - In 1982, Arapahoe County established a self-insurance plan to provide liability and property coverage for County assets and operations. The plan is administered by the County. When appropriate, the County utilizes third-party consultants and attorneys to handle bodily injury claims and certain other claims. Excess insurance is maintained that limits the County's liability to certain levels depending on the nature of the claim. The Plan is not part of a public entity risk pool. The estimated liability claims were determined by an actuarial analysis of current claims and an estimate of incurred but not reported (IBNR) claims at December 31, 2023. This plan is an internal service fund.

Self-Insurance Worker's Compensation Plan - In 1990, the County established a self-insurance plan to pay losses from worker's compensation claims. The County administers the plan; however, the County utilizes third-party consultants, attorneys and service providers in the administration of the plan. Excess insurance coverage is maintained to limit the loss of any individual claim. The plan assesses other funds for estimates of current claims based on historical claims. The Plan is not part of a public entity risk pool. The estimated claim liability at December 31, 2023 was determined by an actuarial analysis. The actuarial analysis includes estimated costs of known claims and estimates of incurred but not reported (IBNR) claims. This plan is an internal service fund.

Self-Insurance Dental Plan - This fund was originally established on January 1, 1986 and included both medical and dental plans. A decision was made in 1991 to discontinue the County plan for medical insurance effective January 1, 1992. The County continued the self-insured dental plan. The County's Human Resource Department administers the Self-Insurance Dental Plan; however, the County utilizes a third-party consultant to assist with administering the Plan. Dental claims, as well as administrative costs, are paid directly out of this fund, which is funded by contributions made by the County and its employees. All claims are reviewed and approved for payment by Delta Dental, in accordance with their administrative services agreement with the County. The County's plan is fully self-insured with the County assuming all liability risks. The Plan is not part of a public entity risk pool. The estimated claim liability at December 31, 2023 was determined by an actuarial analysis. The actuarial analysis includes estimated costs of known claims and estimates of incurred but not reported (IBNR) claims. This plan is an internal service fund.

The County employs a full-time Risk Manager to oversee all aspects of the County's insurance needs and to assess the County's potential liabilities. The following table displays the change in the balances of the claim's liabilities:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

	<u>Liability</u>	<u>Worker's Comp</u>	<u>Dental</u>	<u>Total</u>
Unpaid Claims, January 1, 2022	\$ 1,560,000	\$ 2,220,000	\$ 70,000	\$ 3,850,000
Incurred Claims (including IBNR)	1,641,435	1,237,630	1,523,884	4,402,949
Claim Payments	<u>(431,435)</u>	<u>(1,507,630)</u>	<u>(1,507,884)</u>	<u>(3,446,949)</u>
Unpaid Claims, December 31, 2022	2,770,000	1,950,000	86,000	4,806,000
Incurred Claims (including IBNR)	972,879	1,943,618	1,655,957	4,572,454
Claim Payments	<u>(1,062,879)</u>	<u>(1,843,618)</u>	<u>(1,650,957)</u>	<u>(4,557,454)</u>
Unpaid Claims, December 31, 2023	<u>\$ 2,680,000</u>	<u>\$ 2,050,000</u>	<u>\$ 91,000</u>	<u>\$ 4,821,000</u>
Claims Expected to be Paid in 2024	\$ 800,000	\$ 615,000	\$ 91,000	\$ 1,506,000
Claims Expected to be Paid after 2024	<u>1,880,000</u>	<u>1,435,000</u>	<u>-</u>	<u>3,315,000</u>
Unpaid Claims, December 31, 2023	<u>\$ 2,680,000</u>	<u>\$ 2,050,000</u>	<u>\$ 91,000</u>	<u>\$ 4,821,000</u>

Unpaid claim estimates do not include non-incremental claim adjustment expenses. Claims have not exceeded the County's insurance coverage for the previous three years.

NOTE 13: RETIREMENT PLAN

Plan Description

The Arapahoe County Retirement Plan (the Plan) is a single employer-defined benefit pension plan established by the Arapahoe County Board of County Commissioners to provide pension benefits for its employees. The Plan is administered by the Arapahoe County Retirement Board, which consists of five people: the Arapahoe County Treasurer, two Plan members elected by the Plan members, and two Arapahoe County citizens appointed by the Board of County Commissioners.

The Plan provides retirement benefits for employees. Substantially all of the general employees of the County are covered under the Plan. The benefits are determined by the Retirement Plan Board. The Plan has three tiers of benefits, based on when an employee was hired. The minimum age for retirement with full benefits has increased from 52 under Tier 1 to 60 under Tier 3. This minimum age applies if you meet certain age and years of service requirements. Tier 1 employees must meet the Rule of 75, Tier 2 the Rule of 80 and Tier 3 the Rule of 85. The benefit multiplier has decreased from 2.5% per number of years of service in Tier 1 to 2.0% per number of years of service in Tier 3. Beginning January 1, 2014 all employees in all Tiers earn future benefits based on a multiplier of 1.85%. This does not change any benefits previously earned through December 31, 2013.

Plan members in Tiers 1 and 2 who terminate employment receive refunds of contributions to the Plan. Contributions made to the Plan prior to January 1, 2014 are refunded per this schedule.

<u>Completed years of Service</u>	<u>Percent of accumulated contributions at termination or date of application for refund, if later</u>
Fewer than 5	100%
5 - 9	125%
10 - 14	150%
15 or more	200%

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Any contributions made to the Plan after December 31, 2013 are only refunded at 100% plus interest. Alternatively, members who terminate employment prior to retirement can elect to receive a deferred retirement benefit equal to the vested portion of benefits earned to the date of termination. Vesting is as follows:

<u>Completed years of credited services</u>	<u>Percentage of earned benefits vested</u>
Less than 4	0%
4	60%
5	70%
6	80%
7	90%
8 or more	100%

For elected officials who are not re-elected or re-employed at the end of their term, earned benefits are 100% vested.

Employees who are hired, appointed, or elected on or after July 1, 2010 (Tier 3), who terminate their employment prior to retirement, can elect to receive their contributions and the interest earned on their contributions only. They are not eligible to receive any county contribution or interest earned on county contributions.

Alternatively, members who terminate employment prior to retirement can elect to receive a deferred retirement benefit equal to the vested portion of benefits earned to the date of termination. Vesting is as follows:

<u>Completed years of credited services</u>	<u>Percentage of earned benefits vested</u>
Less than 8	0%
8 or more	100%

Benefit provision changes are made by the Arapahoe County Retirement Board, which was established under the authority of Colorado Revised Statutes 24-54-107.

The Plan issues a complete stand-alone set of financial statements that meet all the reporting requirements of US GAAP. These financial statements are publicly available and may be obtained at: Arapahoe County Retirement Plan, 6984 S. Lima Street, Suite B, Centennial, Colorado 80111 or at the following web address: <http://acgret.org>.

Plan Summary of Significant Accounting Policies

The financial statements of the Plan are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The government's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. The Plan's investments are reported at fair value. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates. Investments that do not have an established fair value are reported at estimated fair value. The fair values of real estate and alternative investments (hedge fund of funds, private equity) are based on independent appraisals of properties owned and valuation of assets in the various investment funds. As a result, unrealized gains and losses are recognized in the financial statements at the time of market fluctuation. Investment income is recognized as earned. Gains and losses on sales and exchanges of securities are recognized on the transaction date.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Employees Covered by Benefit Terms

At December 31, 2023, the following employees were covered by the benefit terms:

Retirees and beneficiaries	1,207
Inactive, Nonretired members	483
Active employees	2,366
	4,056
	4,056

Contributions

The contribution requirements of plan members are established by the Retirement Board in agreement with the Board of County Commissioners, which established the employer contribution. The employer must at least match the contribution of the employee. Effective January 1, 2023, the contribution rate for employee/employer contributions was 9.25%. Pension liabilities are generally liquidated through the same funds where the payroll expenditures are recorded. Funds with contributions during 2023 were the General Fund, Social Services, Open Spaces Sales Tax, Law Enforcement Authority, Arapahoe/Douglas Works!, Road and Bridge, Sheriff Commissary, Community Development, Grant, Homeland Security Grant, Arapahoe County Recreation District Funds, and Public Health. During 2023, the County made contributions totaling \$16,912,992.

Net Pension Liability

The County has elected a measurement date for the current year-end as of the prior year-end. Therefore, the net pension liability as of December 31, 2023 was measured as of December 31, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of January 1, 2023. The County has used Retirement Trust Fund in prior years to liquidate pension liabilities.

Actuarial Assumptions

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, open
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.50%
Salary increase	Age-based: 3.25% to 6.75%
Investment rate of return	7.25%
Retirement age	Age-based with consideration for eligibility for Special Early Retirement

Mortality rates use the Combined RP-2014 tables adjusted backward to 2006 with MP-2014 White Collar and Blue-Collar adjustment projected with Scale MP-2016 and the RP-2014 Disabled Mortality Table. Assumptions shown above are for January 1, 2023 (used to determine 2023 Actuarial Determined Contribution).

Single Discount Rate

A Single discount rate of 7.25% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 4.75% and an inflation rate of 2.50%. The projection of cash flows used to determine this single discount rate assumed that Plan member contributions will be made at the current scheduled contribution rate and employer contributions will be made at rates equal to the difference between actuarially determined contributions rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make future benefit payments.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Investments

All investment information disclosed in the Plan's financial statements, including investments held at December 31, 2023 and net appreciation in fair value of investments, interest, dividends for the years ended December 31, 2023, was obtained or derived from information supplied to the plan administrator and certified as complete and accurate by U.S. Bank, the trustee of the Plan.

	December 31, 2023
Total Investments	\$ 386,442,782
Net Appreciation (Depreciation) in Fair Value of Investments	37,006,167
Interest and Dividend Income	5,285,105

The Retirement Board of the Plan has sole discretion over the investments of the Plan within the guidelines established by state statutes. The Plan contracts with investment managers to manage substantially all the Plan's investments. U.S Bank holds the Plan's investments under a trust agreement with the Plan.

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Interest rate risk exposure is dictated by each manager's agreement. Each portfolio is managed in accordance with investment guidelines as stated in the Plan's investment policy. As of December 31, 2023, the Plan held the following fixed income investments:

	December 31, 2023
Western Core Plus Asset Management	
Core Plus Bond Fund - IS Shares	
Balance	\$ 37,696,039
Modified Duration (in Years)	7.3
JP Morgan	
Core Bond Fund	
Balance	\$ 37,325,916
Modified Duration (in Years)	6.0

Investments in money market funds in the Operating Account of \$8,577,474 at December 31, 2023 are available for withdrawal daily.

Custodial Credit Risk - Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the Plan will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Plan has no formal policy for custodial credit risk. Certain externally managed pools participate in security lending transactions, repurchase agreements and over-the-counter transactions. These transactions may indirectly subject the Plan to the risk of loss due to nonperformance by the counterparty to the agreement.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the Plan. Credit risk exposure is managed in accordance with investment guidelines as stated in the formal investment policy adopted by the plan. As per Section 24-54-112 of the Colorado Revised Statutes (C.R.S.), the Plan assets will be invested using the "Colorado Uniform Prudent Investor Act" found in the provisions of Part 3 of Article 1 of Title 15, C.R.S. The Plan assets shall be invested and managed as a prudent investor would, by considering the purposes, terms, distribution requirements and other circumstances. In satisfying this standard, all fiduciaries shall exercise reasonable care, skill, and caution. Investment decisions should be evaluated within the context of the entire portfolio, rather than on an individual investment basis, and as part of an overall investment strategy having risk and return objectives reasonably suited to the Plan's purpose. The Plan does not own any derivative investments.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

The following is a summary of the Plan's fixed income investments on December 31, 2023, with average credit ratings based on Standard & Poor's rating scale:

	December 31, 2023
Western Core Asset Management	
Core Plus Bond Fund - IS Shares	
Fair Value	\$ 37,696,039
Average Rating of Underlying Investments	A
JP Morgan	
Core Bond Fund	
Fair Value	\$ 37,325,916
Average Rating of Underlying Investments	AA
US Bank Money Market	
Fair Value	\$ 8,577,474
Average Rating of Underlying Investments	not rated

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the Plan's investment in a single issuer. The Plan does not have a policy that addresses limitations on the amount that can be invested in any one issuer. There is no formal policy for concentration of credit risk for the international equity and real estate investment managers.

The following presents investments that represent five percent or more of the Plan's investments as of December 31, 2023:

	2023
Vanguard Total Stock Index Fund	\$ 79,267,169
Dodge & Cox Global Stock Fund	42,502,155
New Perspective Fund/Euro-Pacific Growth Funds	39,609,422
Western CORE Plus	37,696,039
JP Morgan Chase	37,325,916
CBRE	36,282,282
Bain Senior Loan FD	23,142,315

Foreign Currency Risk - Foreign currency risk is defined as any deposits or investments that are denominated in foreign currencies, which bear a potential risk of loss arising from changes in currency exchange rates. The Plan has no direct holdings which give rise to foreign currency risk. However, some of the externally managed funds have investments which are denominated in foreign currencies.

Liquidity Risk - Certain investments, such as those in the hedge fund of funds, and real estate funds may have limited transferability and restrictions on when investments may be redeemed.

Off Balance Sheet Risk - Through its holdings in externally managed investment pools, the Plan's money managers have entered into various contracts which contain off balance sheet risk. These include future contracts, short sales, hedging and arbitrage transactions, option contracts, swap options and various swap contracts.

Rates of Returns - Certain investments contractually include specific investment returns to classes of investors which may not approximate the ownership percentages of these investments and may affect the timing and amount of investment returns of the plan.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected return, net of pension plan investment expense and inflation) are developed for each major asset class. These real rates of return are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. For each major asset class that is included in the pension plan's target asset allocation as of January 1, 2023, recent best estimates as supplied by the investment consultant are summarized in the following table:

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Developed Markets Equity	46.50%	6.00%
Private Equity - Real Estate	10.00%	4.11%
Value-Add Private Equity - Real Estate	5.00%	8.49%
Fixed Rate Debt - Investment Grade	10.00%	2.18%
Private Credit	10.00%	5.30%
Floating Rate Debt - Public	5.00%	1.79%
Private Equity	10.00%	8.28%
Emerging Markets Equity	3.50%	7.17%
	<u>100.00%</u>	

Sensitivity of Net Pension Liability to the Single Discount Rate Assumption

The following presents the County's net pension liability, calculated using a single discount rate of 7.25%, as well as what the County's net pension liability would be if it were calculated using the discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease 6.25%	Current Discount 7.25%	1% Increase 8.25%
Net pension liability	<u>\$ 333,611,494</u>	<u>\$ 262,371,000</u>	<u>\$ 203,492,822</u>

Pension Plan Fiduciary Net Position

Detailed information about the Plan's fiduciary net position is available in the separately issued Plan financial report discussed above.

Changes in Net Pension Liability

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at December 31, 2022	\$ 585,639,282	\$ 403,954,801	\$ 181,684,481
Changes for the year:			
Service cost	16,446,374	-	16,446,374
Interest on total pension liability	41,635,136	-	41,635,136
Changes on benefit terms	-	-	-
Difference between expected and actual experience of the Total Pension Liability	10,275,656	-	10,275,656
Changes of assumptions	-	-	-
Benefit payments, including refunds of employee contributions	(39,169,461)	(39,169,461)	-
Employer contributions	-	14,083,479	(14,083,479)
Member contributions	-	14,054,753	(14,054,753)
Net investment income	-	(39,847,495)	39,847,495
Administrative expenses	-	(620,090)	620,090
Net changes	<u>29,187,705</u>	<u>(51,498,814)</u>	<u>80,686,519</u>
Balances at December 31, 2023	<u>\$ 614,826,987</u>	<u>\$ 352,455,987</u>	<u>\$ 262,371,000</u>

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

For the year ended December 31, 2023, the County recognized pension expense of \$28,984,853. At December 31, 2023, the County reported deferred outflows and inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 15,330,091	\$ -
Changes in assumptions	8,634,162	28,631,706
Net difference between projected and actual earnings on pension plan investments	21,912,109	-
Contributions made subsequent to measurement date	15,931,316	-
Total	\$ 61,807,678	\$ 28,631,706

The \$15,931,316 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2024. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31,	Total
2024	\$ (9,763,841)
2025	502,414
2026	9,876,411
2027	16,303,525
2028	326,147
	\$ 17,244,656

The \$981,676 reported as deferred outflows of resources related to pensions resulting from Public Health contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2024.

NOTE 14: CONTINGENCIES

The County is currently named in numerous lawsuits. In the opinion of the County Attorney, none of the current litigation is expected to result in a material liability or have a material impact on the County's financial position. The excess insurance coverage available in the self-insurance liability plan also limits potential liability for the County.

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

NOTE 15: TAX SPENDING AND DEBT LIMITATIONS

The 1992 amendment to Article X, Section 20 of the State Constitution, the Taxpayer's Bill of Rights (TABOR), limits the revenue raising and spending abilities of the State and local governments. It prohibits any increase in the mill levy without a vote of the citizens, requires any revenue collected in excess of the fiscal year spending limit to be refunded in the following year, and requires the establishment of an "emergency reserve" equal to 3% of fiscal year expenditures.

The County's financial activity provides the basis for calculation of the limitations, which is adjusted for allowable increases tied to inflation and local growth of assessed value of new construction.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

The Amendment excludes enterprises from its provisions. Enterprises are defined as government-owned businesses that are authorized to issue their own revenue bonds and that receive less than 10% of their annual revenue from all state and local governments combined. The County is of the opinion that the following component units are enterprises and, therefore, qualify for this exclusion: Arapahoe County Water & Wastewater Authority, Arapahoe County Public Airport Authority, and the Arapahoe County 911 Authority.

Additionally, the Employee Flexible Benefit Fund, Self-Insurance Dental Plan, Conservation Trust Fund, Retirement Trust Fund, and the Treasurer's Custodial Fund have been excluded from the compliance calculation. These funds have been excluded from the compliance calculation since these funds exist for the employees' benefit, have been excluded from the calculation by the Amendment, and/or have been excluded by a Colorado Supreme Court decision.

Fiscal year spending is defined by the TABOR Amendment as "all district expenditures and reserve increases except, as to both, those for refunds made in the current or next fiscal year or those from gifts, federal funds, collections for another government, pension contributions by employees, and pension fund earnings, reserve transfers or expenditures, damage awards or property sales." In effect, it has been generally interpreted that fiscal year spending is non-exempt revenue. Calculations have been made that show that the County and the non-exempt component units have not exceeded the fiscal year limits imposed by the Amendment.

The Amendment requires, with certain exceptions, voter approval prior to imposing new taxes, increasing tax rates, increasing a mill levy above that for the prior year, extending an expiring tax, or implementing a tax policy change directly causing a net tax revenue gain to any local government. The County levied 16.973 mills as the base mill levy in 1997, but permanently reduced it to 15.821 mills in 1998. For 2023, the mill levy was 12.750 due to refund/abatement, TABOR refund, and a temporary tax credit.

The Law Enforcement Authority levied 4.982 mills and the Recreation District levied 0.690 mills in 2023.

Emergency reserves at or in excess of three percent of calculated fiscal year spending have been established and presented as a restriction of fund balance for the County and for the non-exempt component units. The Board of County Commissioners designates another 8.0% of the current year's initial adopted operational budget for emergency purposes. Based upon Arapahoe County's interpretation of the above Amendment, the County believes it falls within the TABOR limits for 2023.

NOTE 16: CONDUIT DEBT

The Colorado County and Municipality Development Revenue Bond Act, Article 3, Title 29 of Colorado Revised Statutes, 1973, authorizes municipalities to finance one or more projects to promote industry, trade or other economic activity to further the economic health of the County. The Act further authorizes the County to enter into financial agreements with others to provide revenue to pay the bonds authorized and issued and to secure the payment of such bonds.

Periodically, under the above Act, the County issues industrial revenue bonds, single-family mortgage revenue bonds, multi-family mortgage revenue bonds, construction loan revenue bonds and special obligation revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of private, industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. The County is not obligated in any manner for the repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2023, the aggregate principal amount payable for the bonds is \$32,889,709.

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

NOTE 17: NONSPENDABLE, RESTRICTED, AND UNRESTRICTED FUND BALANCE

Non-spendable, restricted, committed, and assigned fund balances of the governmental funds consist of the following:

	Major Special Revenue Funds					Total
	General Fund	Social Services	Grants	Open Spaces Sales Tax	Other Governmental	
Fund Balances						
Nonspendable:						
Inventory	\$ -	\$ -	\$ 130,219	\$ -	\$ -	\$ 130,219
Prepaid expenditures	8,138	52,499	-	-	-	60,637
Total Nonspendable	8,138	52,499	130,219	-	-	190,856
Restricted for:						
Emergencies (TABOR)	9,114,454	-	-	-	602,766	9,717,220
Parks, Recreation & Open Space	-	-	-	-	2,796,443	2,796,443
Park Development	-	-	-	-	1,293,399	1,293,399
Law Enforcement	-	-	-	-	7,097,015	7,097,015
Electronic Filing Technology	-	-	-	-	7,188	7,188
Transportation Projects	-	-	-	-	4,762,531	4,762,531
Open Space, Parks and Trails	-	-	-	51,785,577	-	51,785,577
Total Restricted	9,114,454	-	-	51,785,577	16,559,342	77,459,373
Committed to:						
Emergencies	-	-	-	-	603,465	603,465
Capital Projects/Replacements	-	-	-	-	47,170,576	47,170,576
Highways & Streets	-	-	-	-	26,442,963	26,442,963
Law Enforcement	-	-	-	-	2,064,193	2,064,193
Parks, Recreation & Open Space	-	-	-	-	75,256	75,256
Radio Telecommunication	-	-	-	-	294,105	294,105
Social Services	-	2,442,759	-	-	-	2,442,759
Water Projects	-	-	-	-	3,000,023	3,000,023
Total Committed	-	2,442,759	-	-	79,650,581	82,093,340
Assigned to:						
Contracted Services	1,250,206	-	-	-	-	1,250,206
Parks and Recreation	-	-	-	-	2,682,602	2,682,602
Debt Service	-	-	-	-	1,180,185	1,180,185
Health and Welfare Programs	-	5,584,855	-	-	827,744	6,412,599
Information Technology Projects	822,389	-	-	-	-	822,389
Law Enforcement	256,715	-	-	-	102,497	359,212
Public Works Projects	929,118	-	-	-	-	929,118
Recording	27,640	-	-	-	-	27,640
Subsequent Year Expenditures	5,781,589	2,131,943	-	-	-	7,913,532
Total Assigned	9,067,657	7,716,798	-	-	4,793,028	21,577,483
Unassigned	62,479,623	-	(108,436)	-	-	62,371,187
Total Fund Balance	\$ 80,669,872	\$ 10,212,056	\$ 21,783	\$ 51,785,577	\$ 101,002,951	\$ 243,692,239

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

NOTE 18: EXPLANATION OF DIFFERENCES BETWEEN REVENUES, EXPENDITURES AND OTHER FINANCING SOURCES (USES) FOR THE GENERAL FUND BUDGETARY COMPARISON SCHEDULE AND THE GENERAL FUND AS REPORTED IN THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

As part of the County's implementation of GASB Statement No. 54 (see Note 1, Fund Equity), certain special revenue funds reported in the years prior to December 31, 2011 no longer qualify as special revenue funds and have been combined with the General Fund for reporting purposes. In accordance with GASB Statement No. 41, Budgetary Comparison Schedules – Perspective Differences, the activity of such funds is not included in the General Fund budgetary comparison schedule. The following is a reconciliation of the General Fund budgetary comparison schedule to the General Fund as reported in the Statement of Revenues, Expenditures and Changes in Fund Balance for the year ended December 31, 2023.

Revenues	
Actual amounts "revenues" from the General Fund budgetary comparison schedule	\$ 244,305,110
Adjustments:	
The County reports revenues of the Building Maintenance Fund as part of the General Fund for reporting purposes, in the Statement of Revenues, Expenditures and Changes in Fund Balance.	20,466
	20,466
Total General Fund revenues as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance	\$ 244,325,576
Expenditures	
Actual amounts "expenditures" from the General Fund budgetary comparison schedule	\$ 229,228,993
Adjustments:	
The County reports expenditures of the Building Maintenance Fund as part of the General Fund for reporting purposes, in the Statement of Revenues, Expenditures and Changes in Fund Balance.	1,899,062
	1,899,062
Total General Fund expenditures as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance	\$ 231,128,055
Other financing sources (uses)	
Actual amounts "other financing sources (uses)" from the General Fund budgetary comparison schedule	\$ (9,921,467)
Adjustments:	
The County reports revenues and other financing sources (uses) of the Building Maintenance Fund as part of the General Fund for reporting purposes, in the Statement of Revenues, Expenditures and Changes in Fund Balance.	2,078,000
	2,078,000
Total General Fund other financing sources (uses) as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance	\$ (7,843,467)

Arapahoe County, Colorado
Notes to the Financial Statements (Continued)
December 31, 2023

NOTE 19: TAX ABATEMENTS

Arapahoe County enters personal property tax abatements with local businesses with authority under Colorado Revised Statute Sec. 30-11-123. Under the Statute, the County may negotiate an incentive payment or credit with any taxpayer who establishes a new business facility within the County to stimulate economic development. This payment or credit may not exceed the amount of personal property taxes levied by the County and is contingent upon appropriated funding in the annual budget. In the event of default by the taxpayer, the maximum amount recoverable by the County is the amount of incentive payments paid to the taxpayer under the agreement.

For fiscal year ended December 31, 2023, the County abated personal property taxes totaling \$1,035,425 under this program, including the following agreements that each exceeded 10 percent of the total amount abated:

- Company A: Company A entered into an Incentive Payment Agreement with Arapahoe County on September 12, 2017 for the following property: 6175 South Willow Drive, Greenwood Village, CO 80111. The term of this agreement provides an annual incentive payment equal to 100% of the taxes levied by the County for tax years 2018 to 2022. This agreement was ratified by the County Board of Commissioners in Resolution #17-912. Company A further entered into a First Amendment to the September 12, 2017 Incentive Payment Agreement on October 16, 2018 for the following properties: 6350/6360/6399 S. Fiddler's Green Circle, Greenwood Village, CO 80111. The term of this agreement provides an annual incentive payment equal to 100% of the taxes levied by the County for tax years 2019 to 2023. This agreement was ratified by the County Board of Commissioners in Resolution #18-016. The rebated amount paid to Company A in fiscal year 2023 totaled \$467,260 and included payments for both tax years 2019 and 2022.
- Company B: Company B entered into an Incentive Payment Agreement with Arapahoe County on June 13, 2023 for the following property: 23505 East 6th Avenue, Aurora CO 80018. The term of this agreement provides an annual incentive payment equal to 75% of the taxes levied by the County for tax years 2021 to 2025. This agreement was ratified by the County Board of Commissioners in Resolution #23-152. The rebated amount paid to Company B in fiscal year 2023 totaled \$487,911 and included payments for both tax years 2021 and 2022.

Arapahoe County, Colorado
Schedule of Changes in the Net Pension Liability and Related Ratios
Required Supplementary Information
Fiscal Years 2014 - 2023

Measurement Date	2023 1/1/2023	2022 1/1/2022	2021 1/1/2021	2020 1/1/2020	2019 1/1/2019	2018 1/1/2018	2017 1/1/2017	2016 1/1/2016	2015 1/1/2015	2014
Total pension liability										
Service cost	\$ 16,446,374	\$ 15,698,725	\$ 15,402,103	\$ 19,176,282	\$ 13,374,426	\$ 11,895,316	\$ 11,551,817	\$ 10,966,993	\$ 10,186,256	\$ -
Interest	41,635,136	39,614,882	38,107,210	34,299,145	34,381,543	32,588,637	31,505,045	29,854,357	27,803,874	-
Effect of plan changes	-	-	-	-	-	-	-	-	-	-
Effect of changes of experience	10,275,656	9,458,193	500,023	1,173,265	9,440,968	578,291	(2,292,612)	6,279,309	3,758,718	-
Effect of changes of assumptions	-	-	3,456,246	(111,802,963)	108,378,573	22,230,845	-	-	8,605,204	-
Benefit payments	(32,068,206)	(29,561,506)	(28,439,622)	(26,890,753)	(25,146,993)	(23,818,184)	(22,421,338)	(21,311,701)	(19,218,734)	-
Refunds	(7,101,255)	(5,829,125)	(2,894,103)	(4,341,376)	(4,060,659)	(3,613,409)	(3,123,281)	(3,911,473)	(2,367,372)	-
Net change in pension liability	29,187,705	29,381,169	26,131,857	(88,386,400)	136,367,858	39,861,496	15,219,631	21,877,485	28,767,946	-
Total pension liability-beginning	585,639,282	556,258,113	530,126,256	618,512,656	482,144,798	442,283,302	427,063,671	405,186,186	376,418,240	-
Total pension liability-ending (a)	\$ 614,826,987	\$ 585,639,282	\$ 556,258,113	\$ 530,126,256	\$ 618,512,656	\$ 482,144,798	\$ 442,283,302	\$ 427,063,671	\$ 405,186,186	\$ -
Plan fiduciary net position										
Employer contributions	\$ 14,083,479	\$ 13,341,693	\$ 12,642,439	\$ 11,669,706	\$ 10,442,318	\$ 9,660,642	\$ 9,298,210	\$ 8,749,813	\$ 8,451,497	\$ -
Member contributions	14,054,753	13,323,865	12,628,547	11,645,850	10,436,036	9,670,411	9,288,083	8,738,077	8,444,077	-
Net investment income	(39,847,495)	64,556,357	33,392,944	46,120,308	(12,287,634)	35,237,379	20,473,577	(2,242,209)	18,236,018	-
Benefit payments	(32,068,206)	(29,561,506)	(28,439,622)	(26,890,753)	(25,146,993)	(23,818,184)	(22,421,338)	(21,311,701)	(19,218,734)	-
Refunds	(7,101,255)	(5,829,125)	(2,894,103)	(4,341,376)	(4,060,659)	(3,613,409)	(3,123,281)	(3,911,473)	(2,367,372)	-
Administrative expense	(620,090)	(480,077)	(478,314)	(500,288)	(393,580)	(373,368)	(396,050)	(334,662)	(493,482)	-
Net change in plan fiduciary net position	(51,498,814)	55,351,207	26,851,891	37,703,447	(21,010,512)	26,763,471	13,119,201	(10,312,155)	13,052,004	-
Plan fiduciary net position-beginning	403,954,801	348,603,594	321,751,703	284,048,256	305,058,768	278,295,297	265,176,096	275,488,251	262,436,247	-
Plan fiduciary net position-ending (b)	\$ 352,455,987	\$ 403,954,801	\$ 348,603,594	\$ 321,751,703	\$ 284,048,256	\$ 305,058,768	\$ 278,295,297	\$ 265,176,096	\$ 275,488,251	\$ -
Net pension liability-ending (a)-(b)	\$ 262,371,000	\$ 181,684,481	\$ 207,654,519	\$ 208,374,553	\$ 334,464,400	\$ 177,086,030	\$ 163,988,005	\$ 161,887,575	\$ 129,697,935	\$ -
Plan fiduciary net position as a percentage of the total pension liability	57.33%	68.98%	62.67%	60.69%	45.92%	63.27%	62.92%	62.09%	67.99%	-
Covered payroll	\$ 156,163,923	\$ 148,042,944	\$ 144,326,251	\$ 137,010,000	\$ 126,497,406	\$ 121,286,909	\$ 116,636,709	\$ 109,225,963	\$ 105,550,963	-
Net pension liability as a percentage of covered payroll	168.01%	122.72%	143.88%	152.09%	264.40%	146.01%	140.60%	148.21%	122.88%	-

Notes to schedule:

This schedule is intended to show 10 years of information. Additional years will be added as they become available.

**Arapahoe County, Colorado
Schedule of Pension Contributions
Required Supplementary Information
2014 - 2023**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 20,816,038	\$ 19,016,458	\$ 18,483,326	\$ 18,027,937	\$ 17,545,850	\$ 16,096,665	\$ 13,238,956	\$ 13,283,879	\$ 12,267,139	\$ 10,875,990
Contributions in relation to the actuarially determined contribution	16,912,992	14,083,479	13,341,693	12,642,439	11,669,706	10,442,318	9,660,642	9,298,210	8,749,814	8,451,497
Contribution deficiency (excess)	<u>\$ 3,903,046</u>	<u>\$ 4,932,979</u>	<u>\$ 5,141,633</u>	<u>\$ 5,385,498</u>	<u>\$ 5,876,144</u>	<u>\$ 5,654,347</u>	<u>\$ 3,578,314</u>	<u>\$ 3,985,669</u>	<u>\$ 3,517,325</u>	<u>\$ 2,424,493</u>
Covered payroll	182,843,157	\$ 156,163,923	\$ 148,042,944	\$ 144,326,251	\$ 137,010,000	\$ 126,497,406	\$ 121,286,909	\$ 116,636,709	\$ 109,225,963	\$ 105,550,963
Contributions as a percentage of covered payroll	9.25%	9.02%	9.01%	8.76%	8.52%	8.25%	7.97%	7.97%	8.01%	8.01%

Notes to schedule:

Valuation date:

Actuarially determined contribution rates are calculated as of January 1.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, open
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.50%
Salary increases	Age-based: 3.25% to 6.75%
Investment rate of return	7.25%
Retirement age	Age-based with consideration for eligibility for special early retirement
Mortality	Healthy: 65/35 blend of Combined RP-2014 Tables adjusted backward to 2006 with MP-2014 White Collar and Blue Collar Adjustment; projected with Scale MP-2016 Disabled: RP-2014 Disabled Mortality Table adjusted backward with MP-2014; projected with Scale MP-2016

**Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2023**

	Special Revenue	Capital Projects	Debt Service	Total
Assets				
Cash and investments	\$ 20,825,501	\$ 83,543,738	\$ 1,180,185	\$ 105,549,424
Accounts receivable	4,747,219	1,032,481	-	5,779,700
Taxes receivable, net	33,098,544	15,653,583	-	48,752,127
Total assets	\$ 58,671,264	\$ 100,229,802	\$ 1,180,185	\$ 160,081,251
Liabilities				
Accounts payable	\$ 2,377,772	\$ 4,177,317	\$ -	\$ 6,555,089
Accrued expenditures	1,438,765	3,525	-	1,442,290
Due to other funds	1,251,389	-	-	1,251,389
Unearned revenue - other	102,107	-	-	102,107
Total liabilities	5,170,033	4,180,842	-	9,350,875
Deferred inflows of resources				
Deferred property tax revenue	33,098,544	15,653,583	-	48,752,127
Unavailable revenue-grants	194,177	781,121	-	975,298
Total deferred inflows of resources	33,292,721	16,434,704	-	49,727,425
Fund balances (deficits)				
Restricted	16,241,250	318,092	-	16,559,342
Committed	3,037,019	76,613,562	-	79,650,581
Assigned	930,241	2,682,602	1,180,185	4,793,028
Total fund balances (deficits)	20,208,510	79,614,256	1,180,185	101,002,951
Total liabilities, deferred inflows of resources and fund balance	\$ 58,671,264	\$ 100,229,802	\$ 1,180,185	\$ 160,081,251

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2023

	Special Revenue	Capital Projects	Debt Service	Total
Revenues				
Taxes				
Property taxes	\$ 27,961,569	\$ 15,664,916	\$ -	\$ 43,626,485
Other taxes	3,234,946	977,459	-	4,212,405
Licenses and permits	382,181	964,300	-	1,346,481
Intergovernmental	29,514,577	7,738,107	-	37,252,684
Charges for services	2,718,466	180	-	2,718,646
Fines and forfeitures	210,988	-	-	210,988
Investment earnings	500,852	472,839	256,066	1,229,757
Developer contributions	-	1,298,701	-	1,298,701
Miscellaneous	3,687,307	-	-	3,687,307
Total revenue	<u>68,210,886</u>	<u>27,116,502</u>	<u>256,066</u>	<u>95,583,454</u>
Expenditures				
Current				
General government	304,717	88,803	-	393,520
Public safety	13,716,175	-	-	13,716,175
Health and welfare	33,559,685	-	-	33,559,685
Highways and streets	18,136,185	2,338,056	-	20,474,241
Water and wastewater	-	116,440	-	116,440
Culture and recreation	956,673	142,948	-	1,099,621
Total current	<u>66,673,435</u>	<u>2,686,247</u>	<u>-</u>	<u>69,359,682</u>
Capital				
General government	15,314	10,993,813	-	11,009,127
Public safety	-	655,114	-	655,114
Judicial services	-	146,456	-	146,456
Health and welfare	-	63,975	-	63,975
Highways and streets	-	15,789,841	-	15,789,841
Total capital	<u>15,314</u>	<u>27,649,199</u>	<u>-</u>	<u>27,664,513</u>
Debt				
Principal	-	4,840,000	1,236,406	6,076,406
Interest	-	3,867,475	195,803	4,063,278
Debt administration fees	-	950	-	950
Total debt service	<u>-</u>	<u>8,708,425</u>	<u>1,432,209</u>	<u>10,140,634</u>
Total expenditures	<u>66,688,749</u>	<u>39,043,871</u>	<u>1,432,209</u>	<u>107,164,829</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,522,137</u>	<u>(11,927,369)</u>	<u>(1,176,143)</u>	<u>(11,581,375)</u>
Other financing sources (uses)				
Transfers in	442,154	23,820,549	1,432,211	25,694,914
Transfers out	(953,160)	(9,910,400)	-	(10,863,560)
Total other financing sources (uses)	<u>(511,006)</u>	<u>13,910,149</u>	<u>1,432,211</u>	<u>14,831,354</u>
Net change in fund balance	1,011,131	1,982,780	256,068	3,249,979
Fund balance - beginning	19,197,379	77,631,476	924,117	97,752,972
Fund balance - ending	<u>\$ 20,208,510</u>	<u>\$ 79,614,256</u>	<u>\$ 1,180,185</u>	<u>\$ 101,002,951</u>



NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenue sources that are restricted, committed, or assigned to expenditures for particular purposes. The County's Nonmajor Special Revenue Funds include the following:

Electronic Filing Technology Fund – This fund, which began on September 1, 2002, is used to account for a surcharge on recording fees to be used by the Clerk and Recorder to acquire technology to accept electronic filings.

Cash-in-Lieu Fund – This fund is used to account for monies received in lieu of land to be dedicated for parks and other public purposes. Pursuant to Colorado State Statute (Section 30-28-133(4), C.R.S.) and Arapahoe County subdivision regulations, each land subdivider must provide to the County a minimum of 10% of the total gross acreage of the subdivision or a sum of money equal to a minimum of 10% of the current market value of the total zoned (but unimproved) land; or a combination of land or money equal to the total 10% requirement. All funds are limited to use for public improvements.

Law Enforcement Authority Fund – This fund is used to account for the operations of law enforcement services in the unincorporated area of Arapahoe County. Most of the financing is provided by property tax revenue.

Arapahoe/Douglas Works! Fund – This fund is used by the Arapahoe/Douglas Works! Division of the Community Resources Department. The revenue in this fund originates as Federal funds, with the State acting as a pass-through agency. The Federal funds sources include the Workforce Investment Act (WIA), Temporary Assistance to Needy Families program, the Wagner Peyser Act and the Employment First Act. The purpose of this fund is to provide services to adults and youth wishing to enter the labor market. Services include basic and occupational skill assessments, workshops, tuition reimbursement for training, bus passes, career counseling and job placement. Arapahoe/Douglas Works! also partners with community based organizations, educational institutions and the business community to act as a bridge between job seekers and employers.

Road and Bridge Fund – Required by Colorado state law, this fund accounts for the design, construction, and maintenance of transportation infrastructure within the County. Revenues for this fund are primarily from property tax, highway user tax, and specific ownership tax, with use restrictions imposed by state statute.

Conservation Trust Fund – This fund accounts for revenue received from State lottery proceeds to be used for conservation programs, including the acquisition, development, and maintenance of parks and other public recreational facilities within the County. Lottery funds disbursed to counties on a per capita basis.

Contingent Fund – This fund is used to account for the expenditure of monies set aside for emergencies. These funds can be authorized only for (1) an act of God; (2) use against public enemies; or (3) something “which could not have been reasonably foreseen at the time of adoption of the budget”. The expenditure resolution must be adopted by a 2/3 vote of the governing body and must clearly be an “emergency” use of the funds. Colorado counties are authorized by state law (Section 30-25-107 C.R.S.) to maintain a contingency fund.

Communications Network Replacement Fund – This fund was established in 1994 by an intergovernmental agreement with the City of Greenwood Village. The purpose of the fund is to provide funding for a future replacement of the County Radio Communication System.

Sheriff Commissary Fund – This fund includes the Detention Facility's commissary operations, the inmate industries program, and the ADMIT (Arapahoe Diverts the Mentally Ill for Treatment) program. The fund's revenue is generated from commissary sales such as fees for barber services, telephone charges, and inmate industry operations. The fund's expenditures are primarily related to inmate services such as counseling, educational and rehabilitation programs, and library services.

NONMAJOR GOVERNMENTAL FUNDS (continued)

Community Development Fund – This fund is used to account for the Community Development Block Grant. The grant is used to improve housing conditions for low/moderate-income people.

Forfeited Property Fund – This fund is used to account for funds received from drug-related seizures, forfeitures and restitution. State law restricts spending in this fund to law enforcement activities.

Developmental Disabilities Fund – This fund is used to account for revenues derived from a 1.000 mill levy approved by the voters to be used in providing services for residents with developmental disabilities in Arapahoe County.

Homeland Security Grant Fund – This fund is used to account for the receipt and disbursement of grant funds distributed through the State of Colorado.

Fair Fund - This fund is to account for funds collected and disbursed for the operation of the Arapahoe County Fair.

**Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Special Revenue
December 31, 2023**

	Nonmajor Special Revenue			
	Electronic Filing	Cash-In-Lieu	Law Enforc. Authority	Arapahoe/Doug. Works!
Assets				
Cash and investments	\$ 47,241	\$ 1,291,457	\$ 7,995,114	\$ -
Accounts receivable	-	1,942	8,775	2,679,312
Taxes receivable, net	-	-	11,416,102	-
Total assets	\$ 47,241	\$ 1,293,399	\$ 19,419,991	\$ 2,679,312
Liabilities				
Accounts payable	\$ 40,053	\$ -	\$ 127,150	\$ 663,872
Accrued expenditures	-	-	570,394	488,942
Due to other funds	-	-	-	810,859
Unearned revenue - other	-	-	-	-
Total liabilities	40,053	-	697,544	1,963,673
Deferred inflows of resources				
Deferred property tax revenue	-	-	11,416,102	-
Unavailable revenue-grants	-	-	-	133,434
Total deferred inflows of resources	-	-	11,416,102	133,434
Fund balances (deficits)				
Restricted	7,188	1,293,399	7,306,345	-
Committed	-	-	-	-
Assigned	-	-	-	582,205
Total fund balances (deficits)	7,188	1,293,399	7,306,345	582,205
Total liabilities, deferred inflows of resources and fund balance	\$ 47,241	\$ 1,293,399	\$ 19,419,991	\$ 2,679,312

**Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Special Revenue (continued)
December 31, 2023**

Nonmajor Special Revenue				
Road and Bridge	Conservation Trust	Contingent	Comm. Network Replacement	
\$ 5,568,285	\$ 2,796,443	\$ 603,465	\$ 255,705	Assets
572,931	-	-	38,400	Cash and investments
5,780,371	-	-	-	Accounts receivable
				Taxes receivable, net
<u>\$ 11,921,587</u>	<u>\$ 2,796,443</u>	<u>\$ 603,465</u>	<u>\$ 294,105</u>	Total assets
\$ 1,102,641	\$ -	\$ -	\$ -	Liabilities
276,044	-	-	-	Accounts payable
-	-	-	-	Accrued expenditures
-	-	-	-	Due to other funds
-	-	-	-	Unearned revenue - other
<u>1,378,685</u>	<u>-</u>	<u>-</u>	<u>-</u>	Total liabilities
5,780,371	-	-	-	Deferred inflows of resources
-	-	-	-	Deferred property tax revenue
-	-	-	-	Unavailable revenue-grants
<u>5,780,371</u>	<u>-</u>	<u>-</u>	<u>-</u>	Total deferred inflows of resources
4,762,531	2,796,443	-	-	Fund balances (deficits)
-	-	603,465	294,105	Restricted
-	-	-	-	Committed
<u>4,762,531</u>	<u>2,796,443</u>	<u>603,465</u>	<u>294,105</u>	Assigned
				Total fund balances (deficits)
<u>\$ 11,921,587</u>	<u>\$ 2,796,443</u>	<u>\$ 603,465</u>	<u>\$ 294,105</u>	Total liabilities, deferred inflows of resources and fund balance

**Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Special Revenue (continued)
December 31, 2023**

	Nonmajor Special Revenue			
	Sheriff's Commissary	Community Development	Forfeited Property	Developmental Disabilities
Assets				
Cash and investments	\$ 2,093,318	\$ -	\$ 84,539	\$ 749
Accounts receivable	35,293	1,073,849	-	-
Taxes receivable, net	-	-	-	15,902,071
Total assets	\$ 2,128,611	\$ 1,073,849	\$ 84,539	\$ 15,902,820
Liabilities				
Accounts payable	\$ 28,484	\$ 348,811	\$ 9,195	\$ 749
Accrued expenditures	35,934	61,048	-	-
Due to other funds	-	329,708	-	-
Unearned revenue - other	-	88,743	-	-
Total liabilities	64,418	828,310	9,195	749
Deferred inflows of resources				
Deferred property tax revenue	-	-	-	15,902,071
Unavailable revenue-grants	-	-	-	-
Total deferred inflows of resources	-	-	-	15,902,071
Fund balances (deficits)				
Restricted	-	-	75,344	-
Committed	2,064,193	-	-	-
Assigned	-	245,539	-	-
Total fund balances (deficits)	2,064,193	245,539	75,344	-
Total liabilities, deferred inflows of resources and fund balance	\$ 2,128,611	\$ 1,073,849	\$ 84,539	\$ 15,902,820

**Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Special Revenue (continued)
December 31, 2023**

Nonmajor Special Revenue

Homeland Security Grant	Fair	Total
\$ -	\$ 89,185	\$ 20,825,501
336,468	249	4,747,219
-	-	33,098,544
<u>\$ 336,468</u>	<u>\$ 89,434</u>	<u>\$ 58,671,264</u>
\$ 55,401	\$ 1,416	\$ 2,377,772
6,403	-	1,438,765
110,822	-	1,251,389
602	12,762	102,107
<u>173,228</u>	<u>14,178</u>	<u>5,170,033</u>
-	-	33,098,544
60,743	-	194,177
<u>60,743</u>	<u>-</u>	<u>33,292,721</u>
-	-	16,241,250
-	75,256	3,037,019
102,497	-	930,241
<u>102,497</u>	<u>75,256</u>	<u>20,208,510</u>
<u>\$ 336,468</u>	<u>\$ 89,434</u>	<u>\$ 58,671,264</u>

Assets

Cash and investments
Accounts receivable
Taxes receivable, net

Total assets

Liabilities

Accounts payable
Accrued expenditures
Due to other funds
Unearned revenue - other

Total liabilities

Deferred inflows of resources

Deferred property tax revenue
Unavailable revenue-grants

Total deferred inflows of resources

Fund balances (deficits)

Restricted
Committed
Assigned

Total fund balances (deficits)

Total liabilities, deferred inflows of resources
and fund balance

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2023

	Nonmajor Special Revenue			
	Electronic Filing	Cash-In-Lieu	Law Enforc. Authority	Arapahoe/Doug. Works!
Revenues				
Taxes				
Property taxes	\$ -	\$ -	\$ 9,086,519	\$ -
Other taxes	-	-	596,453	-
Licenses and permits	-	-	-	-
Intergovernmental	-	-	40,442	10,775,614
Charges for services	81,539	24,875	215,620	4,248
Fines and forfeitures	-	-	182,158	-
Investment earnings	-	-	403,821	-
Miscellaneous	-	-	-	3,650,545
Total revenue	<u>81,539</u>	<u>24,875</u>	<u>10,525,013</u>	<u>14,430,407</u>
Expenditures				
Current				
General government	234,393	-	-	-
Public safety	-	-	10,584,575	-
Health and welfare	-	-	-	14,287,663
Highways and streets	-	-	-	-
Culture and recreation	-	-	-	-
Total current	<u>234,393</u>	<u>-</u>	<u>10,584,575</u>	<u>14,287,663</u>
Capital				
General government	-	-	-	-
Total capital	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>234,393</u>	<u>-</u>	<u>10,584,575</u>	<u>14,287,663</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(152,854)</u>	<u>24,875</u>	<u>(59,562)</u>	<u>142,744</u>
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	(98,133)	(4,078)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(98,133)</u>	<u>(4,078)</u>
Net change in fund balance	<u>(152,854)</u>	<u>24,875</u>	<u>(157,695)</u>	<u>138,666</u>
Fund balance - beginning	160,042	1,268,524	7,464,040	443,539
Fund balance - ending	<u>\$ 7,188</u>	<u>\$ 1,293,399</u>	<u>\$ 7,306,345</u>	<u>\$ 582,205</u>

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2023

Nonmajor Special Revenue				
Road and Bridge	Conservation Trust	Contingent	Comm. Network Replacement	
\$ 5,829,074	\$ -	\$ -	\$ -	Revenues
2,638,493	-	-	-	Taxes
382,181	-	-	-	Property taxes
9,087,187	997,757	-	159,250	Other taxes
-	-	-	-	Licenses and permits
-	-	-	-	Intergovernmental
-	91,760	-	-	Charges for services
11,798	-	-	-	Fines and forfeitures
17,948,733	1,089,517	-	159,250	Investment earnings
				Miscellaneous
				Total revenue
-	-	-	70,324	Expenditures
-	-	-	-	Current
18,136,185	-	-	-	General government
-	-	-	-	Public safety
-	-	-	-	Health and welfare
18,136,185	-	-	-	Highways and streets
-	-	-	-	Culture and recreation
18,136,185	-	-	70,324	Total current
-	-	-	15,314	Capital
-	-	-	15,314	General government
-	-	-	15,314	Total capital
18,136,185	-	-	85,638	Total expenditures
(187,452)	1,089,517	-	73,612	Excess (deficiency) of revenues over (under) expenditures
325,004	-	-	75,550	Other financing sources (uses)
(290,249)	(559,900)	-	-	Transfers in
34,755	(559,900)	-	75,550	Transfers out
(152,697)	529,617	-	149,162	Total other financing sources (uses)
4,915,228	2,266,826	603,465	144,943	Net change in fund balance
\$ 4,762,531	\$ 2,796,443	\$ 603,465	\$ 294,105	Fund balance - beginning
				Fund balance - ending

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2023

	Nonmajor Special Revenue			
	Sheriff's Commissary	Community Development	Forfeited Property	Developmental Disabilities
Revenues				
Taxes				
Property taxes	\$ -	\$ -	\$ -	\$ 13,045,976
Other taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	-	6,180,444	-	735
Charges for services	1,474,646	-	-	-
Fines and forfeitures	22	-	28,808	-
Investment earnings	-	-	5,271	-
Miscellaneous	10,256	14,708	-	-
Total revenue	<u>1,484,924</u>	<u>6,195,152</u>	<u>34,079</u>	<u>13,046,711</u>
Expenditures				
Current				
General government	-	-	-	-
Public safety	1,135,334	-	88,738	-
Health and welfare	-	6,225,311	-	13,046,711
Highways and streets	-	-	-	-
Culture and recreation	-	-	-	-
Total current	<u>1,135,334</u>	<u>6,225,311</u>	<u>88,738</u>	<u>13,046,711</u>
Capital				
General government	-	-	-	-
Total capital	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,135,334</u>	<u>6,225,311</u>	<u>88,738</u>	<u>13,046,711</u>
Excess (deficiency) of revenues over (under) expenditures	<u>349,590</u>	<u>(30,159)</u>	<u>(54,659)</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	-	30,000	-	-
Transfers out	(800)	-	-	-
Total other financing sources (uses)	<u>(800)</u>	<u>30,000</u>	<u>-</u>	<u>-</u>
Net change in fund balance	348,790	(159)	(54,659)	-
Fund balance - beginning	1,715,403	245,698	130,003	-
Fund balance - ending	<u>\$ 2,064,193</u>	<u>\$ 245,539</u>	<u>\$ 75,344</u>	<u>\$ -</u>

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2023

Nonmajor Special Revenue

Homeland Security Grant	Fair	Total
\$ -	\$ -	\$ 27,961,569
-	-	3,234,946
-	-	382,181
2,273,148	-	29,514,577
-	917,538	2,718,466
-	-	210,988
-	-	500,852
-	-	3,687,307
<u>2,273,148</u>	<u>917,538</u>	<u>68,210,886</u>
-	-	304,717
1,907,528	-	13,716,175
-	-	33,559,685
-	-	18,136,185
-	956,673	956,673
<u>1,907,528</u>	<u>956,673</u>	<u>66,673,435</u>
-	-	15,314
<u>-</u>	<u>-</u>	<u>15,314</u>
1,907,528	956,673	66,688,749
<u>365,620</u>	<u>(39,135)</u>	<u>1,522,137</u>
-	11,600	442,154
<u>-</u>	<u>-</u>	<u>(953,160)</u>
<u>-</u>	<u>11,600</u>	<u>(511,006)</u>
365,620	(27,535)	1,011,131
(263,123)	102,791	19,197,379
<u>\$ 102,497</u>	<u>\$ 75,256</u>	<u>\$ 20,208,510</u>

Revenues

Taxes
Property taxes
Other taxes
Licenses and permits
Intergovernmental
Charges for services
Fines and forfeitures
Investment earnings
Miscellaneous
Total revenue

Expenditures

Current
General government
Public safety
Health and welfare
Highways and streets
Culture and recreation
Total current

Capital

General government
Total capital

Total expenditures

Excess (deficiency) of
revenues over (under)
expenditures

Other financing sources (uses)

Transfers in
Transfers out
Total other financing sources (uses)

Net change in fund balance

Fund balance - beginning

Fund balance - ending

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources collected and used for the acquisition or construction of major capital facilities. The County's Capital Project Funds include the following:

Capital Expenditure Fund – This fund is used to account for the purchase and/or construction of major capital projects. Capital projects include, but are not limited to, such items as: major office remodeling, handicap improvements, building rehabilitation, roadway construction, communication systems construction, and the purchase of property. The County entered into a lease with JPMorgan Chase Bank, N.A., on August 12, 2014 for the expansion of the County fairgrounds. The lease agreement is in the amount of \$6,720,544 and matures in 2029.

Infrastructure Fund – This fund is used to track construction costs of individual road, highway, and drainage projects. Revenues in this fund include interest earnings, developer contributions, transportation improvement fees, local, state, and federal matching funds, as well as unmatched County funds. Expenditures for this fund include all county transportation, highway, road, bridges, and drainage infrastructure projects.

Arapahoe County Recreation District Fund – This fund is used to account for recreational facilities within a district located in the Southeast part of the urbanized area of Arapahoe County. These facilities include the Arapahoe County Community Park, the Cheyenne Arapaho Park, Welch Park, Cherry Creek Ecological Park, and various trails within the District. The District is located between I-25 and Smoky Hill Road and between I-225 and the Arapahoe-Douglas County Line. Property taxes paid by property owners that reside within the District and specific ownership tax revenues provide for day-to-day operating and maintenance costs.

Arapahoe County Water and Wastewater Public Improvement District (PID) Fund – The Arapahoe County Water and Wastewater Public Improvement District (PID) was formed in 2001 to construct various water and sewer facilities and to refinance the debt of the Arapahoe Water and Sanitation District. Property tax revenue for the PID is used to pay the scheduled debt service on the outstanding bonds and debt issued by the District.



**Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Capital Projects
December 31, 2023**

Nonmajor Capital Projects

	Capital Expenditure	Infrastructure	Arap. County Rec. District	Arap. County Water and Wastewater PID
Assets				
Cash and investments	\$ 48,945,259	\$ 28,788,397	\$ 2,541,930	\$ 3,268,152
Accounts receivable	-	837,121	190,684	4,676
Taxes receivable, net	5,858,909	-	1,276,440	8,518,234
Total assets	<u>\$ 54,804,168</u>	<u>\$ 29,625,518</u>	<u>\$ 4,009,054</u>	<u>\$ 11,791,062</u>
Liabilities				
Accounts payable	\$ 1,774,683	\$ 2,401,434	\$ -	\$ 1,200
Accrued expenditures	-	-	3,525	-
Total liabilities	<u>1,774,683</u>	<u>2,401,434</u>	<u>3,523</u>	<u>1,200</u>
Deferred inflows of resources				
Deferred property tax revenue	5,858,909	-	1,276,440	8,518,234
Unavailable revenue-grants	-	781,121	-	-
Total deferred inflows of resources	<u>5,858,909</u>	<u>781,121</u>	<u>1,276,440</u>	<u>8,518,234</u>
Fund balances (deficits)				
Restricted	-	-	46,487	271,605
Committed	47,170,576	26,442,963	-	3,000,023
Assigned	-	-	2,682,602	-
Total fund balances (deficits)	<u>47,170,576</u>	<u>26,442,963</u>	<u>2,729,089</u>	<u>3,271,628</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 54,804,168</u>	<u>\$ 29,625,518</u>	<u>\$ 4,009,054</u>	<u>\$ 11,791,062</u>

**Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Capital Projects (continued)
December 31, 2023**

	Total
\$	83,543,738
	1,032,481
	15,653,583
	100,229,802
\$	4,177,317
	3,525
	4,180,842
	15,653,583
	781,121
	16,434,704
	318,092
	76,613,562
	2,682,602
	79,614,256
\$	100,229,802

Assets

Cash and investments
Accounts receivable
Taxes receivable, net

Total assets

Liabilities

Accounts payable
Accrued expenditures

Total liabilities

Deferred inflows of resources

Deferred property tax revenue
Unavailable revenue-grants

Total deferred inflows of resources

Fund balances (deficits)

Restricted
Committed
Assigned

Total fund balances (deficits)

Total liabilities, deferred inflows of resources
and fund balance

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Capital Projects
For the Year Ended December 31, 2023

	Nonmajor Capital Projects			
	Capital Expenditure	Infrastructure	Arap. County Rec. District	Arap. County Water and Wastewater PID
Revenues				
Taxes				
Property taxes	\$ 5,920,212	\$ -	\$ 1,195,982	\$ 8,548,722
Other taxes	394,564	-	78,127	504,768
Licenses and permits	-	964,300	-	-
Intergovernmental	-	7,547,423	190,684	-
Charges for services	-	100	80	-
Investment earnings	-	379,163	93,676	-
Developer contributions	-	1,298,701	-	-
Total revenue	<u>6,314,776</u>	<u>10,189,687</u>	<u>1,558,549</u>	<u>9,053,490</u>
Expenditures				
Current				
General government	88,803	-	-	-
Highways and streets	9,652	2,328,404	-	-
Water and wastewater	-	-	-	116,440
Culture and recreation	-	-	142,948	-
Total current	<u>98,455</u>	<u>2,328,404</u>	<u>142,948</u>	<u>116,440</u>
Capital				
General government	10,993,813	-	-	-
Public safety	655,114	-	-	-
Judicial services	146,456	-	-	-
Health and welfare	63,975	-	-	-
Highways and streets	37,372	15,752,469	-	-
Total capital	<u>11,896,730</u>	<u>15,752,469</u>	<u>-</u>	<u>-</u>
Debt				
Principal	-	-	-	4,840,000
Interest	-	-	-	3,867,475
Debt administration fees	-	-	-	950
Total debt service	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,708,425</u>
Total expenditures	<u>11,995,185</u>	<u>18,080,873</u>	<u>142,948</u>	<u>8,824,865</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,680,409)</u>	<u>(7,891,186)</u>	<u>1,415,601</u>	<u>228,625</u>
Other financing sources (uses)				
Transfers in	14,825,850	8,994,699	-	-
Transfers out	(8,994,699)	-	(915,701)	-
Total other financing sources (uses)	<u>5,831,151</u>	<u>8,994,699</u>	<u>(915,701)</u>	<u>-</u>
Net change in fund balance	150,742	1,103,513	499,900	228,625
Fund balance - beginning	47,019,834	25,339,450	2,229,189	3,043,003
Fund balance - ending	<u>\$ 47,170,576</u>	<u>\$ 26,442,963</u>	<u>\$ 2,729,089</u>	<u>\$ 3,271,628</u>

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Capital Projects (continued)
For the Year Ended December 31, 2023

Total	
<div style="border-bottom: 1px solid black; padding-bottom: 5px;"> <p>\$ 15,664,916</p> <p style="padding-left: 20px;">977,459</p> <p style="padding-left: 20px;">964,300</p> <p style="padding-left: 20px;">7,738,107</p> <p style="padding-left: 40px;">180</p> <p style="padding-left: 20px;">472,839</p> <p style="padding-left: 20px;">1,298,701</p> <hr style="border: 0.5px solid black;"/> <p style="padding-left: 20px;">27,116,502</p> </div>	<p>Revenues</p> <p>Taxes</p> <p style="padding-left: 20px;">Property taxes</p> <p style="padding-left: 20px;">Other taxes</p> <p>Licenses and permits</p> <p>Intergovernmental</p> <p>Charges for services</p> <p>Investment earnings</p> <p>Developer contributions</p> <p style="padding-left: 40px;">Total revenue</p>
<div style="border-bottom: 1px solid black; padding-bottom: 5px;"> <p style="padding-left: 20px;">88,803</p> <p style="padding-left: 20px;">2,338,056</p> <p style="padding-left: 20px;">116,440</p> <p style="padding-left: 20px;">142,948</p> <hr style="border: 0.5px solid black;"/> <p style="padding-left: 20px;">2,686,247</p> </div>	<p>Expenditures</p> <p>Current</p> <p>General government</p> <p>Highways and streets</p> <p>Water and wastewater</p> <p>Culture and recreation</p> <p style="padding-left: 40px;">Total current</p>
<div style="border-bottom: 1px solid black; padding-bottom: 5px;"> <p style="padding-left: 20px;">10,993,813</p> <p style="padding-left: 20px;">655,114</p> <p style="padding-left: 20px;">146,456</p> <p style="padding-left: 20px;">63,975</p> <p style="padding-left: 20px;">15,789,841</p> <hr style="border: 0.5px solid black;"/> <p style="padding-left: 20px;">27,649,199</p> </div>	<p>Capital</p> <p>General government</p> <p>Public safety</p> <p>Judicial services</p> <p>Health and welfare</p> <p>Highways and streets</p> <p style="padding-left: 40px;">Total capital</p>
<div style="border-bottom: 1px solid black; padding-bottom: 5px;"> <p style="padding-left: 20px;">4,840,000</p> <p style="padding-left: 20px;">3,867,475</p> <p style="padding-left: 40px;">950</p> <hr style="border: 0.5px solid black;"/> <p style="padding-left: 20px;">8,708,425</p> </div>	<p>Debt</p> <p>Principal</p> <p>Interest</p> <p>Debt administration fees</p> <p style="padding-left: 40px;">Total debt service</p>
<div style="border-bottom: 1px solid black; padding-bottom: 5px;"> <p style="padding-left: 20px;">39,043,871</p> </div>	<p style="padding-left: 40px;">Total expenditures</p>
<div style="border-bottom: 1px solid black; padding-bottom: 5px;"> <p style="padding-left: 20px;">(11,927,369)</p> </div>	<p style="padding-left: 40px;">Excess (deficiency) of revenues over (under) expenditures</p>
<div style="border-bottom: 1px solid black; padding-bottom: 5px;"> <p style="padding-left: 20px;">23,820,549</p> <p style="padding-left: 20px;">(9,910,400)</p> <hr style="border: 0.5px solid black;"/> <p style="padding-left: 20px;">13,910,149</p> </div>	<p>Other financing sources (uses)</p> <p>Transfers in</p> <p>Transfers out</p> <p style="padding-left: 40px;">Total other financing sources (uses)</p>
<p style="padding-left: 20px;">1,982,780</p>	<p style="padding-left: 40px;">Net change in fund balance</p>
<p style="padding-left: 20px;">77,631,476</p>	<p>Fund balance - beginning</p>
<div style="border-bottom: 1px solid black; padding-bottom: 5px;"> <p style="padding-left: 20px;">\$ 79,614,256</p> </div>	<p>Fund balance - ending</p>

NONMAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

Debt Service Funds are used for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds. The County's Debt Service Funds include the following:

Equipment Lease Purchase Fund – This fund is used to account for lease purchases. In 2023, the following leases were accounted for in this fund:

1. Fairgrounds Expansion Lease purchase agreement through JPMorgan Chase Bank, N.A. in the amount of \$6,720,544 was entered into in 2014 and maturing in 2029.
2. Parkland lease purchase agreement with Zion National Bank in the amount of \$2,600,000 was entered into in November 2007 and matures in 2027.
3. Lima Ridge lease purchase agreement with the Banc of America Public Capital Corp. in the amount of \$9,650,000 entered into in 2011 and matures in 2030.

The Arapahoe County Building Finance Corporation Debt Service Fund – This fund is used to account for the transactions related to the funding of the construction of facilities that are leased to Arapahoe County Government. The Arapahoe County Building Finance Corporation (ACBFC) owns the CentrePoint Plaza Building, the Sheriff/Coroner Administration Building, and the Arapahoe County Justice Center. The ACBFC leases these facilities to the County pursuant to the terms of Certificates of Participation issued by the Corporation.



**Arapahoe County, Colorado
Combining Balance Sheet
Nonmajor Debt Service
December 31, 2023**

	Nonmajor Debt Service		
	Lease Purchase	Arap. County Building Finance Corp.	Total
Assets			
Cash and investments	\$ 278,748	\$ 901,437	\$ 1,180,185
Total assets	\$ 278,748	\$ 901,437	\$ 1,180,185
Liabilities			
Total liabilities	-	-	-
Fund balances (deficits)			
Assigned	278,748	901,437	1,180,185
Total fund balances (deficits)	278,748	901,437	1,180,185
Total liabilities, deferred inflows of resources and fund balance	\$ 278,748	\$ 901,437	\$ 1,180,185

Arapahoe County, Colorado
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
Nonmajor Debt Service
For the Year Ended December 31, 2023

	Nonmajor Debt Service		
	Lease Purchase	Arap. County Building Finance Corp.	Total
Revenues			
Investment earnings	\$ -	\$ 256,066	\$ 256,066
Total revenue	-	256,066	256,066
Expenditures			
Debt			
Principal	1,236,406	-	1,236,406
Interest	195,803	-	195,803
Total debt service	1,432,209	-	1,432,209
Total expenditures	1,432,209	-	1,432,209
Excess (deficiency) of revenues over (under) expenditures	(1,432,209)	256,066	(1,176,143)
Other financing sources (uses)			
Transfers in	1,432,211	-	1,432,211
Total other financing sources (uses)	1,432,211	-	1,432,211
Net change in fund balance	2	256,066	256,068
Fund balance - beginning	278,746	645,371	924,117
Fund balance - ending	\$ 278,748	\$ 901,437	\$ 1,180,185

Arapahoe County, Colorado
Electronic Filing Technology
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 160,000	\$ 160,000	\$ 81,539	\$ (78,461)
Total revenue	<u>160,000</u>	<u>160,000</u>	<u>81,539</u>	<u>(78,461)</u>
Expenditures				
Current				
General government	158,000	318,042	234,393	83,649
Capital				
General government	<u>2,000</u>	<u>2,000</u>	-	<u>2,000</u>
Total expenditures	<u>160,000</u>	<u>320,042</u>	<u>234,393</u>	<u>85,649</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(160,042)</u>	<u>(152,854)</u>	<u>7,188</u>
Fund balance - beginning	160,042	160,042	160,042	-
Fund balance - ending	<u>\$ 160,042</u>	<u>\$ -</u>	<u>\$ 7,188</u>	<u>\$ 7,188</u>

Arapahoe County, Colorado
Cash-In-Lieu
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Charges for services	\$ -	\$ -	\$ 24,875	\$ 24,875
Total revenue	<u>-</u>	<u>-</u>	<u>24,875</u>	<u>24,875</u>
Expenditures				
Current				
General government	-	1,268,524	-	1,268,524
Total expenditures	<u>-</u>	<u>1,268,524</u>	<u>-</u>	<u>1,268,524</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(1,268,524)</u>	<u>24,875</u>	<u>1,293,399</u>
Fund balance - beginning	1,268,524	1,268,524	1,268,524	-
Fund balance - ending	<u>\$ 1,268,524</u>	<u>\$ -</u>	<u>\$ 1,293,399</u>	<u>\$ 1,293,399</u>

**Arapahoe County, Colorado
Law Enforcement Authority District
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property taxes	\$ 9,011,956	\$ 9,011,956	\$ 9,086,519	\$ 74,563
Other taxes	550,000	550,000	596,453	46,453
Intergovernmental	33,800	33,800	40,442	6,642
Charges for services	170,915	170,915	215,620	44,705
Fines and forfeitures	216,500	216,500	182,158	(34,342)
Investment earnings	100,000	100,000	403,821	303,821
Total revenue	<u>10,083,171</u>	<u>10,083,171</u>	<u>10,525,013</u>	<u>441,842</u>
Expenditures				
Current				
Public safety	10,073,532	10,595,845	10,584,575	11,270
Total expenditures	<u>10,073,532</u>	<u>10,595,845</u>	<u>10,584,575</u>	<u>11,270</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,639</u>	<u>(512,674)</u>	<u>(59,562)</u>	<u>453,112</u>
Other financing sources (uses)				
Transfers out	(94,533)	(98,133)	(98,133)	-
Total other financing sources (uses)	<u>(94,533)</u>	<u>(98,133)</u>	<u>(98,133)</u>	<u>-</u>
Net change in fund balance	(84,894)	(610,807)	(157,695)	453,112
Fund balance - beginning	7,464,040	7,464,040	7,464,040	-
Fund balance - ending	<u>\$ 7,379,146</u>	<u>\$ 6,853,233</u>	<u>\$ 7,306,345</u>	<u>\$ 453,112</u>

Arapahoe County, Colorado
Arapahoe / Douglas Works!
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 11,502,146	\$ 11,502,146	\$ 10,775,614	\$ (726,532)
Charges for services	218,283	218,283	4,248	(214,035)
Miscellaneous	7,446,597	7,446,597	3,650,545	(3,796,052)
Total revenue	<u>19,167,026</u>	<u>19,167,026</u>	<u>14,430,407</u>	<u>(4,736,619)</u>
Expenditures				
Current				
Health and welfare	19,146,526	19,296,526	14,287,663	5,008,863
Total expenditures	<u>19,146,526</u>	<u>19,296,526</u>	<u>14,287,663</u>	<u>5,008,863</u>
Excess (deficiency) of revenues over (under) expenditures	<u>20,500</u>	<u>(129,500)</u>	<u>142,744</u>	<u>272,244</u>
Other financing sources (uses)				
Transfers out	(20,500)	(20,500)	(4,078)	16,422
Total other financing sources (uses)	<u>(20,500)</u>	<u>(20,500)</u>	<u>(4,078)</u>	<u>16,422</u>
Net change in fund balance	-	(150,000)	138,666	288,666
Fund balance - beginning	443,539	443,539	443,539	-
Fund balance - ending	<u>\$ 443,539</u>	<u>\$ 293,539</u>	<u>\$ 582,205</u>	<u>\$ 288,666</u>

Arapahoe County, Colorado
Road and Bridge
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property taxes	\$ 5,780,562	\$ 5,780,562	\$ 5,829,074	\$ 48,512
Other taxes	2,603,803	2,603,803	2,638,493	34,690
Licenses and permits	337,000	337,000	382,181	45,181
Intergovernmental	8,985,722	8,985,722	9,087,187	101,465
Miscellaneous	50,000	50,000	11,798	(38,202)
Total revenue	<u>17,757,087</u>	<u>17,757,087</u>	<u>17,948,733</u>	<u>191,646</u>
Expenditures				
Current				
Highways and streets	18,728,026	19,482,521	18,136,185	1,346,336
Total expenditures	<u>18,728,026</u>	<u>19,482,521</u>	<u>18,136,185</u>	<u>1,346,336</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(970,939)</u>	<u>(1,725,434)</u>	<u>(187,452)</u>	<u>1,537,982</u>
Other financing sources (uses)				
Transfers in	-	847,740	325,004	(522,736)
Transfers out	(19,250)	(303,998)	(290,249)	13,749
Total other financing sources (uses)	<u>(19,250)</u>	<u>543,742</u>	<u>34,755</u>	<u>(508,987)</u>
Net change in fund balance	(990,189)	(1,181,692)	(152,697)	1,028,995
Fund balance - beginning	4,915,228	4,915,228	4,915,228	-
Fund balance - ending	<u>\$ 3,925,039</u>	<u>\$ 3,733,536</u>	<u>\$ 4,762,531</u>	<u>\$ 1,028,995</u>

**Arapahoe County, Colorado
Conservation Trust
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 850,000	\$ 850,000	\$ 997,757	\$ 147,757
Investment earnings	-	-	91,760	91,760
Total revenue	<u>850,000</u>	<u>850,000</u>	<u>1,089,517</u>	<u>239,517</u>
Expenditures				
Capital				
Culture and recreation	-	2,266,826	-	2,266,826
Total expenditures	<u>-</u>	<u>2,266,826</u>	<u>-</u>	<u>2,266,826</u>
Excess (deficiency) of revenues over (under) expenditures	<u>850,000</u>	<u>(1,416,826)</u>	<u>1,089,517</u>	<u>2,506,343</u>
Other financing sources (uses)				
Transfers out	(559,900)	(559,900)	(559,900)	-
Total other financing sources (uses)	<u>(559,900)</u>	<u>(559,900)</u>	<u>(559,900)</u>	<u>-</u>
Net change in fund balance	290,100	(1,976,726)	529,617	2,506,343
Fund balance - beginning	2,266,826	2,266,826	2,266,826	-
Fund balance - ending	<u>\$ 2,556,926</u>	<u>\$ 290,100</u>	<u>\$ 2,796,443</u>	<u>\$ 2,506,343</u>

**Arapahoe County, Colorado
Contingent
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Total revenue	\$ -	\$ -	\$ -	\$ -
Expenditures				
Current				
General government	-	603,465	-	603,465
Total expenditures	-	603,465	-	603,465
Excess (deficiency) of revenues over (under) expenditures	-	(603,465)	-	603,465
Fund balance - beginning	603,465	603,465	603,465	-
Fund balance - ending	\$ 603,465	\$ -	\$ 603,465	\$ 603,465

Arapahoe County, Colorado
Communications Network Replacement
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 63,100	\$ 63,100	\$ 159,250	\$ 96,150
Total revenue	<u>63,100</u>	<u>63,100</u>	<u>159,250</u>	<u>96,150</u>
Expenditures				
Current				
General government	138,650	283,593	70,324	213,269
Capital				
General government	-	-	15,314	(15,314)
Total expenditures	<u>138,650</u>	<u>283,593</u>	<u>85,638</u>	<u>197,955</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(75,550)</u>	<u>(220,493)</u>	<u>73,612</u>	<u>294,105</u>
Other financing sources (uses)				
Transfers in	75,550	75,550	75,550	-
Total other financing sources (uses)	<u>75,550</u>	<u>75,550</u>	<u>75,550</u>	<u>-</u>
Net change in fund balance	-	(144,943)	149,162	294,105
Fund balance - beginning	144,943	144,943	144,943	-
Fund balance - ending	<u>\$ 144,943</u>	<u>\$ -</u>	<u>\$ 294,105</u>	<u>\$ 294,105</u>

Arapahoe County, Colorado
Sheriff's Commissary
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 1,155,957	\$ 1,155,957	\$ 1,474,646	\$ 318,689
Fines and forfeitures	-	-	22	22
Miscellaneous	-	-	10,256	10,256
Total revenue	<u>1,155,957</u>	<u>1,155,957</u>	<u>1,484,924</u>	<u>328,967</u>
Expenditures				
Current				
Public safety	1,290,898	2,870,560	1,135,334	1,735,226
Total expenditures	<u>1,290,898</u>	<u>2,870,560</u>	<u>1,135,334</u>	<u>1,735,226</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(134,941)</u>	<u>(1,714,603)</u>	<u>349,590</u>	<u>2,064,193</u>
Other financing sources (uses)				
Transfers out	(800)	(800)	(800)	-
Total other financing sources (uses)	<u>(800)</u>	<u>(800)</u>	<u>(800)</u>	<u>-</u>
Net change in fund balance	<u>(135,741)</u>	<u>(1,715,403)</u>	<u>348,790</u>	<u>2,064,193</u>
Fund balance - beginning	1,715,403	1,715,403	1,715,403	-
Fund balance - ending	<u>\$ 1,579,662</u>	<u>\$ -</u>	<u>\$ 2,064,193</u>	<u>\$ 2,064,193</u>

**Arapahoe County, Colorado
Community Development
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 3,868,001	\$ 6,559,032	\$ 6,180,444	\$ (378,588)
Miscellaneous	1,410,250	1,410,250	14,708	(1,395,542)
Total revenue	<u>5,278,251</u>	<u>7,969,282</u>	<u>6,195,152</u>	<u>(1,774,130)</u>
Expenditures				
Current				
Health and welfare	5,305,651	8,242,182	6,225,311	2,016,871
Total expenditures	<u>5,305,651</u>	<u>8,242,182</u>	<u>6,225,311</u>	<u>2,016,871</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(27,400)</u>	<u>(272,900)</u>	<u>(30,159)</u>	<u>242,741</u>
Other financing sources (uses)				
Transfers in	30,000	30,000	30,000	-
Transfers out	(2,600)	(2,600)	-	2,600
Total other financing sources (uses)	<u>27,400</u>	<u>27,400</u>	<u>30,000</u>	<u>2,600</u>
Net change in fund balance	-	(245,500)	(159)	245,341
Fund balance - beginning	245,698	245,698	245,698	-
Fund balance - ending	<u>\$ 245,698</u>	<u>\$ 198</u>	<u>\$ 245,539</u>	<u>\$ 245,341</u>

Arapahoe County, Colorado
Forfeited Property
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Fines and forfeitures	-	28,807	28,808	1
Investment earnings	-	-	5,271	5,271
Total revenue	-	28,807	34,079	5,272
Expenditures				
Current				
Public safety	-	158,810	88,738	70,072
Total expenditures	-	158,810	88,738	70,072
Excess (deficiency) of revenues over (under) expenditures	-	(130,003)	(54,659)	75,344
Fund balance - beginning	130,003	130,003	130,003	-
Fund balance - ending	\$ 130,003	\$ -	\$ 75,344	\$ 75,344

**Arapahoe County, Colorado
Developmental Disabilities
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property taxes	\$ 13,068,208	\$ 13,068,208	\$ 13,045,976	\$ (22,232)
Intergovernmental	-	-	735	735
Total revenue	<u>13,068,208</u>	<u>13,068,208</u>	<u>13,046,711</u>	<u>(21,497)</u>
Expenditures				
Current				
Health and welfare	<u>13,068,208</u>	<u>13,068,208</u>	<u>13,046,711</u>	<u>21,497</u>
Total expenditures	<u>13,068,208</u>	<u>13,068,208</u>	<u>13,046,711</u>	<u>21,497</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - beginning	-	-	-	-
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Arapahoe County, Colorado
Homeland Security Grant
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ 526,903	\$ 4,231,613	\$ 2,273,148	\$ (1,958,465)
Total revenue	<u>526,903</u>	<u>4,231,613</u>	<u>2,273,148</u>	<u>(1,958,465)</u>
Expenditures				
Current				
Public safety	526,903	3,274,767	1,907,528	1,367,239
Total expenditures	<u>526,903</u>	<u>3,274,767</u>	<u>1,907,528</u>	<u>1,367,239</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>956,846</u>	<u>365,620</u>	<u>(591,226)</u>
Fund balance - beginning	(263,123)	(263,123)	(263,123)	-
Fund balance - ending	<u>\$ (263,123)</u>	<u>\$ 693,723</u>	<u>\$ 102,497</u>	<u>\$ (591,226)</u>

Arapahoe County, Colorado
Fair
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 768,700	\$ 903,700	\$ 917,538	\$ 13,838
Interfund revenues and rentals	8,000	8,000	-	(8,000)
Miscellaneous	7,500	7,500	-	(7,500)
Total revenue	<u>784,200</u>	<u>919,200</u>	<u>917,538</u>	<u>(1,662)</u>
Expenditures				
Current				
Culture and recreation	792,900	1,033,591	956,673	76,918
Total expenditures	<u>792,900</u>	<u>1,033,591</u>	<u>956,673</u>	<u>76,918</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,700)</u>	<u>(114,391)</u>	<u>(39,135)</u>	<u>75,256</u>
Other financing sources (uses)				
Transfers in	8,700	11,600	11,600	-
Total other financing sources (uses)	<u>8,700</u>	<u>11,600</u>	<u>11,600</u>	<u>-</u>
Net change in fund balance	-	(102,791)	(27,535)	75,256
Fund balance - beginning	102,791	102,791	102,791	-
Fund balance - ending	<u>\$ 102,791</u>	<u>\$ -</u>	<u>\$ 75,256</u>	<u>\$ 75,256</u>

Arapahoe County, Colorado
Capital Expenditure
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property taxes	\$ 5,870,883	\$ 5,870,883	\$ 5,920,212	\$ 49,329
Other taxes	359,356	359,356	394,564	35,208
Total revenue	<u>6,230,239</u>	<u>6,230,239</u>	<u>6,314,776</u>	<u>84,537</u>
Expenditures				
Current				
General government	88,063	88,063	88,803	(740)
Highways and streets	-	100,000	9,652	90,348
Capital				
General government	7,353,280	53,537,109	10,993,813	42,543,296
Public safety	250,000	2,483,625	655,114	1,828,511
Judicial services	150,000	234,463	146,456	88,007
Health and welfare	-	70,808	63,975	6,833
Highways and streets	-	-	37,372	(37,372)
Total expenditures	<u>7,841,343</u>	<u>56,514,068</u>	<u>11,995,185</u>	<u>44,518,883</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,611,104)</u>	<u>(50,283,829)</u>	<u>(5,680,409)</u>	<u>44,603,420</u>
Other financing sources (uses)				
Transfers in	5,500,000	14,825,850	14,825,850	-
Transfers out	(3,888,051)	(8,994,699)	(8,994,699)	-
Total other financing sources (uses)	<u>1,611,949</u>	<u>5,831,151</u>	<u>5,831,151</u>	<u>-</u>
Net change in fund balance	845	(44,452,678)	150,742	44,603,420
Fund balance - beginning	47,019,834	47,019,834	47,019,834	-
Fund balance - ending	<u>\$ 47,020,679</u>	<u>\$ 2,567,156</u>	<u>\$ 47,170,576</u>	<u>\$ 44,603,420</u>

**Arapahoe County, Colorado
Infrastructure
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Licenses and permits	\$ -	\$ 964,299	\$ 964,300	\$ 1
Intergovernmental	-	21,819,336	7,547,423	(14,271,913)
Charges for services	-	100	100	-
Investment earnings	-	-	379,163	379,163
Developer contributions	-	1,298,701	1,298,701	-
Total revenue	-	24,082,436	10,189,687	(13,892,749)
Expenditures				
Current				
Highways and streets	-	44,948,320	2,328,404	42,619,916
Capital				
Highways and streets	5,992,000	13,213,383	15,752,469	(2,539,086)
Total expenditures	5,992,000	58,161,703	18,080,873	40,080,830
Excess (deficiency) of revenues over (under) expenditures	(5,992,000)	(34,079,267)	(7,891,186)	26,188,081
Other financing sources (uses)				
Transfers in	3,888,051	8,994,699	8,994,699	-
Total other financing sources (uses)	3,888,051	8,994,699	8,994,699	-
Net change in fund balance	(2,103,949)	(25,084,568)	1,103,513	26,188,081
Fund balance - beginning	25,339,450	25,339,450	25,339,450	-
Fund balance - ending	\$ 23,235,501	\$ 254,882	\$ 26,442,963	\$ 26,188,081

Arapahoe County, Colorado
Arapahoe County Recreation District
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property taxes	\$ 1,181,553	\$ 1,181,553	\$ 1,195,982	\$ 14,429
Other taxes	68,254	68,254	78,127	9,873
Intergovernmental	170,000	170,000	190,684	20,684
Charges for services	65,000	65,000	80	(64,920)
Investment earnings	24,000	24,000	93,676	69,676
Total revenue	<u>1,508,807</u>	<u>1,508,807</u>	<u>1,558,549</u>	<u>49,742</u>
Expenditures				
Current				
Culture and recreation	1,642,920	1,616,834	142,948	1,473,886
Total expenditures	<u>1,642,920</u>	<u>1,616,834</u>	<u>142,948</u>	<u>1,473,886</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(134,113)</u>	<u>(108,027)</u>	<u>1,415,601</u>	<u>1,523,628</u>
Other financing sources (uses)				
Transfers out	<u>(189,615)</u>	<u>(915,701)</u>	<u>(915,701)</u>	<u>-</u>
Total other financing sources (uses)	<u>(189,615)</u>	<u>(915,701)</u>	<u>(915,701)</u>	<u>-</u>
Net change in fund balance	<u>(323,728)</u>	<u>(1,023,728)</u>	<u>499,900</u>	<u>1,523,628</u>
Fund balance - beginning	<u>2,229,189</u>	<u>2,229,189</u>	<u>2,229,189</u>	<u>-</u>
Fund balance - ending	<u>\$ 1,905,461</u>	<u>\$ 1,205,461</u>	<u>\$ 2,729,089</u>	<u>\$ 1,523,628</u>

Arapahoe County, Colorado
Arapahoe County Water and Wastewater PID
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes				
Property taxes	\$ 8,313,357	\$ 8,313,357	\$ 8,548,722	\$ 235,365
Other taxes	515,000	515,000	504,768	(10,232)
Total revenue	<u>8,828,357</u>	<u>8,828,357</u>	<u>9,053,490</u>	<u>225,133</u>
Expenditures				
Current				
Water and wastewater	129,400	129,400	116,440	12,960
Debt				
Principal	4,840,000	4,840,000	4,840,000	-
Interest	3,867,476	3,867,476	3,867,475	1
Debt administration fees	2,000	2,000	950	1,050
Total expenditures	<u>8,838,876</u>	<u>8,838,876</u>	<u>8,824,865</u>	<u>14,011</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,519)</u>	<u>(10,519)</u>	<u>228,625</u>	<u>239,144</u>
Net change in fund balance	(10,519)	(10,519)	228,625	239,144
Fund balance - beginning	3,043,003	3,043,003	3,043,003	-
Fund balance - ending	<u>\$ 3,032,484</u>	<u>\$ 3,032,484</u>	<u>\$ 3,271,628</u>	<u>\$ 239,144</u>

Arapahoe County, Colorado
Lease Purchase
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Total revenue	\$ -	\$ -	\$ -	\$ -
Expenditures				
Debt				
Principal	1,241,355	1,241,355	1,236,406	4,949
Interest	164,770	190,856	195,803	(4,947)
Total expenditures	1,406,125	1,432,211	1,432,209	2
Excess (deficiency) of revenues over (under) expenditures	(1,406,125)	(1,432,211)	(1,432,209)	2
Other financing sources (uses)				
Transfers in	1,406,125	1,432,211	1,432,211	-
Total other financing sources (uses)	1,406,125	1,432,211	1,432,211	-
Net change in fund balance	-	-	2	2
Fund balance - beginning	278,746	278,746	278,746	-
Fund balance - ending	\$ 278,746	\$ 278,746	\$ 278,748	\$ 2

Arapahoe County, Colorado
Arapahoe County Building Finance Corporation
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Investment earnings	\$ -	\$ -	\$ 256,066	\$ 256,066
Total revenue	-	-	256,066	256,066
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	256,066	256,066
Fund balance - beginning	645,371	645,371	645,371	-
Fund balance - ending	\$ 645,371	\$ 645,371	\$ 901,437	\$ 256,066



PROPRIETARY FUNDS

INTERNAL SERVICE FUNDS

Internal Service Funds are a type of proprietary fund used to account for any activity that provides goods and services to other funds, departments, or agencies of the primary government on a cost-reimbursement basis. The County's Internal Service Funds include:

Central Service Fund – This fund provides an internal service function to departments within the County. Services include: office supplies, materials, gas and oil, equipment and vehicles for an intergovernmental fee.

Self Insurance Liability Fund – This fund is used to account for the County's self-insurance program for property, liability, automobile, and the cost of insurance that is maintained in excess of the deductible limit.

Employee Flex Benefit Fund – This fund accounts for the employees' portion of their pre-tax salaries set aside to be used for reimbursement of qualified health or dependent care expenses. The costs are paid for by interest earnings on deposited and forfeited employee contributions.

Worker's Compensation Fund – This fund is used to account for the self-funded program that collects worker compensation monies from appropriate County funds and pays for the worker's compensation losses in lieu of an outside agency.

Self Insurance Dental Fund – This fund is used to account for the County's self-insured employee dental care plan, which is fully funded by premiums charged to employees and employer matching contributions.

**Arapahoe County Government
Combining Statement of Net Position
Proprietary Funds
December 31, 2023**

	Governmental Activities - Internal Service Funds			
	Central Service	Self Insurance Liability	Employee Flex Benefit	Worker's Compensation
Assets				
Current assets:				
Cash and investments	\$ 34,351,604	\$ 3,925,155	\$ 721,974	\$ 3,652,573
Accounts receivable	27,348	32,555	-	-
Deposit	-	-	-	200,000
Inventory	475,897	-	-	-
Total current assets	<u>34,854,849</u>	<u>3,957,710</u>	<u>721,974</u>	<u>3,852,573</u>
Noncurrent assets:				
Capital assets:				
Buildings and improvements	17,628	-	-	-
Vehicles and equipment	48,335,023	-	-	-
Computer systems	8,141,344	-	-	-
Furniture and office equipment	108,300	-	-	-
Less: accumulated depreciation	(45,058,735)	-	-	-
Total noncurrent assets (net of accum. dep.)	<u>11,543,560</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 46,398,409</u>	<u>\$ 3,957,710</u>	<u>\$ 721,974</u>	<u>\$ 3,852,573</u>
Liabilities				
Current liabilities				
Accounts payable	\$ 45,524	\$ 59,436	\$ -	\$ 243,131
Estimated claims payable	-	800,000	-	615,000
Noncurrent claims payable	-	1,880,000	-	1,435,000
Total liabilities	<u>45,524</u>	<u>2,739,436</u>	<u>-</u>	<u>2,293,131</u>
Net position				
Net investment in capital assets	11,543,560	-	-	-
Unrestricted	34,809,325	1,218,274	721,974	1,559,442
Total net position	<u>\$ 46,352,885</u>	<u>\$ 1,218,274</u>	<u>\$ 721,974</u>	<u>\$ 1,559,442</u>

**Arapahoe County Government
Combining Statement of Net Position
Proprietary Funds
December 31, 2023**

Self Insurance Dental	Total
\$ 1,004,603	\$ 43,655,909
-	59,903
-	200,000
-	475,897
<u>1,004,603</u>	<u>44,391,709</u>
-	17,628
-	48,335,023
-	8,141,344
-	108,300
-	(45,058,735)
<u>-</u>	<u>11,543,560</u>
<u>\$ 1,004,603</u>	<u>\$ 55,935,269</u>
\$ 24,398	\$ 372,489
91,000	1,506,000
-	3,315,000
<u>115,398</u>	<u>5,193,489</u>
-	11,543,560
889,205	39,198,220
<u>\$ 889,205</u>	<u>\$ 50,741,780</u>

Assets

Current assets:

Cash and investments
Accounts receivable
Deposit
Inventory

Total current assets

Noncurrent assets:

Capital assets:

Buildings and improvements
Vehicles and equipment
Computer systems
Furniture and office equipment
Less: accumulated depreciation

Total noncurrent assets
(net of accum. dep.)

Total assets

Liabilities

Current liabilities

Accounts payable
Estimated claims payable
Noncurrent claims payable

Total liabilities

Net position

Net investment in capital assets
Unrestricted

Total net position

Arapahoe County Government
Combining Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2023

	Governmental Activities - Internal Service Funds			
	Central Service	Self Insurance Liability	Employee Flex Benefit	Worker's Compensation
Operating revenues				
Charges for sales and service	\$ 6,750,958	\$ 634,800	\$ 1,259,219	\$ 1,522,361
Total operating revenue	<u>6,750,958</u>	<u>634,800</u>	<u>1,259,219</u>	<u>1,522,361</u>
Operating expenses				
Cost of sales and services	1,766,783	3,066,798	1,265,640	2,264,989
Administration	-	26,773	-	30,610
Depreciation	4,984,175	-	-	-
Total operating expenses	<u>6,750,958</u>	<u>3,093,571</u>	<u>1,265,640</u>	<u>2,295,599</u>
Operating income (loss)	<u>-</u>	<u>(2,458,771)</u>	<u>(6,421)</u>	<u>(773,238)</u>
Nonoperating revenue (expenses)				
Insurance recoveries	-	92,895	-	4,843
Gain on sale of assets	300,732	-	-	-
Income (loss) before contributions and transfers	<u>300,732</u>	<u>(2,365,876)</u>	<u>(6,421)</u>	<u>(768,395)</u>
Transfers in	1,802,910	3,762,850	37,066	-
Transfers out	(46,919)	(217,699)	-	-
Change in net position	<u>2,056,723</u>	<u>1,179,275</u>	<u>30,645</u>	<u>(768,395)</u>
Total net position - beginning	44,296,162	38,999	691,329	2,327,837
Total net position - ending	<u>\$ 46,352,885</u>	<u>\$ 1,218,274</u>	<u>\$ 721,974</u>	<u>\$ 1,559,442</u>

**Arapahoe County Government
Combining Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2023**

Self Insurance Dental	Total
\$ 1,370,343	\$ 11,537,681
<u>1,370,343</u>	<u>11,537,681</u>
1,830,178	10,194,388
-	57,383
-	4,984,175
<u>1,830,178</u>	<u>15,235,946</u>
<u>(459,835)</u>	<u>(3,698,265)</u>
-	97,738
-	300,732
<u>(459,835)</u>	<u>(3,299,795)</u>
371,288	5,974,114
-	(264,618)
<u>(88,547)</u>	<u>2,409,701</u>
977,752	48,332,079
<u>\$ 889,205</u>	<u>\$ 50,741,780</u>

Operating revenues

Charges for sales and service

Total operating revenue

Operating expenses

Cost of sales and services

Administration

Depreciation

Total operating expenses

Operating income (loss)

Nonoperating revenue (expenses)

Insurance recoveries

Gain on sale of assets

Income (loss) before contributions
and transfers

Transfers in

Transfers out

Change in net position

Total net position - beginning

Total net position - ending

Arapahoe County, Colorado
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2023

	Governmental Activities - Internal Service Funds		
	Central Service	Self Insurance Liability	Employee Flex Benefit
Cash flows from operating activities			
Cash received for interfund services provided	\$ 6,756,726	\$ 602,454	\$ 1,259,219
Cash payments for services and supplies	(1,997,915)	(3,137,481)	(1,265,640)
Net cash provided by (used for) operating activities	<u>4,758,811</u>	<u>(2,535,027)</u>	<u>(6,421)</u>
Cash flows from noncapital financing activities			
Transfers in from other funds	1,802,910	3,762,850	37,066
Transfers out to other funds	(46,919)	(217,699)	-
Net cash provided by (used for) non capital financing activities	<u>1,755,991</u>	<u>3,545,151</u>	<u>37,066</u>
Cash flows from capital and related financing activities			
Acquisition of property and equipment	(4,277,879)	-	-
Proceeds from sale of capital assets	300,732	-	-
Insurance Proceeds	-	92,895	-
Net cash provided by (used for) by capital and related financing activities	<u>(3,977,147)</u>	<u>92,895</u>	<u>-</u>
Net increase (decrease) in cash and investments	2,537,655	1,103,019	30,645
Cash and Investments, January 1, 2023	<u>31,813,949</u>	<u>2,822,136</u>	<u>691,329</u>
Cash and Investments, December 31, 2023	<u>\$ 34,351,604</u>	<u>\$ 3,925,155</u>	<u>\$ 721,974</u>
Reconciliation of operating income (loss) to net cash provided by (used for) by operating activities:			
Operating income (loss)	\$ -	\$ (2,458,771)	\$ (6,421)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) by operating activities:			
Depreciation expense	4,984,175	-	-
(Increase) decrease in current assets:			
Accounts receivable	5,768	(32,346)	-
Inventory	(16,925)	-	-
Increase (decrease) in current liabilities:			
Accounts payable	(214,207)	46,090	-
Claims payable	-	(90,000)	-
Total adjustments	<u>4,758,811</u>	<u>(76,256)</u>	<u>-</u>
Net cash provided by (used for) operating activities	<u>\$ 4,758,811</u>	<u>\$ (2,535,027)</u>	<u>\$ (6,421)</u>

Arapahoe County, Colorado
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2023

Governmental Activities - Internal Service Funds			
Worker's Compensation	Self Insurance Dental	Total	
\$ 1,522,361	\$ 1,370,343	\$ 11,511,103	Cash flows from operating activities
(2,111,645)	(1,841,097)	(10,353,778)	Cash received for interfund services provided
(589,284)	(470,754)	1,157,325	Cash payments for services and supplies
			Net cash provided by (used for) operating activities
-	371,288	5,974,114	Cash flows from noncapital financing activities
-	-	(264,618)	Transfers in from other funds
			Transfers out to other funds
-	371,288	5,709,496	Net cash provided by (used for) non capital financing activities
-	-	(4,277,879)	Cash flows from capital and related financing activities
-	-	300,732	Acquisition of property and equipment
4,843	-	97,738	Proceeds from sale of capital assets
			Insurance Proceeds
4,843	-	(3,879,409)	Net cash provided by (used for) by capital and related financing activities
(584,441)	(99,466)	2,987,412	Net increase (decrease) in cash and investments
4,237,014	1,104,069	40,668,497	Cash and Investments, January 1, 2023
\$ 3,652,573	\$ 1,004,603	\$ 43,655,909	Cash and Investments, December 31, 2023
			Reconciliation of operating income (loss) to net cash provided by (used for) by operating activities:
\$ (773,238)	\$ (459,835)	\$ (3,698,265)	Operating income (loss)
			Adjustments to reconcile operating income (loss) to net cash provided by (used for) by operating activities:
-	-	4,984,175	Depreciation expense
-	-	(26,578)	(Increase) decrease in current assets:
-	-	(16,925)	Accounts receivable
			Inventory
83,954	(15,919)	(100,082)	Increase (decrease) in current liabilities:
100,000	5,000	15,000	Accounts payable
183,954	(10,919)	4,855,590	Claims payable
			Total adjustments
\$ (589,284)	\$ (470,754)	\$ 1,157,325	Net cash provided by (used for) operating activities

Arapahoe County, Colorado
Schedule of Budgetary Compliance
Proprietary Funds
For the Year Ended December 31, 2023

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Budgeted proprietary funds:			
Central Service Fund (1,2)	\$ 11,526,617	\$ 6,091,581	\$ 5,435,036
Self Insurance Liability Fund	4,397,650	3,311,270	1,086,380
Employee Flex Benefit Fund	1,296,284	1,265,640	30,644
Worker's Compensation Fund	2,322,361	2,295,599	26,762
Self Insurance Dental Fund	2,030,054	1,830,178	199,876
Total	<u>\$ 21,572,966</u>	<u>\$ 14,794,268</u>	<u>\$ 6,778,698</u>

The schedule of budgetary compliance is included to show compliance at the legal level of control as established by Arapahoe County Appropriation Resolutions, and includes all appropriations not shown elsewhere in this report. Appropriations are reported at the fund level or at the spending agency level if so designated by the resolution.

Final budget and actual totals include transfers and capital expenditures as applicable.

1) Depreciation Expense

Depreciation expense is not budgeted in the proprietary funds and is not included in the actual expense totals in the Schedule of Budgetary Compliance. Depreciation expense during 2023 is as follows:

Central Service Fund	\$ 4,984,175
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2) Capital Expenditures

Capital expenditures are budgeted in the proprietary funds and are included in the actual expense totals in the Schedule of Budgetary Compliance. Capital expenditures for 2023 are as follows:

Central Service Fund	\$ 4,277,879
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FIDUCIARY FUNDS

CUSTODIAL FUNDS

Custodial Funds are held by Arapahoe County in a custodial capacity for individuals, governmental entities, and nonpublic organizations, as established by resolution or state statute. The County's custodial funds include:

Treasurer's Fund – This fund is used to account for the receipt and disbursement of all property tax revenues received by the Treasurer for the County and all other taxing entities in the County.

Arapahoe County Public Trustee Fund – This fund is used to account for the fiduciary activities of the Public Trustee including foreclosures and releases of deeds of trust.

Inmate Sentencing Fund – This fund is used to account for the receipt and disbursement of monies held on behalf of prison inmates.

Opioid Abatement Fund – This fund is used to account for the receipt and disbursement of Opioid Funds held on behalf of the Regional Council for Region 9.

Arapahoe County, Colorado
Combining Statement of Fiduciary Net Position
Custodial Funds
December 31, 2023

	Treasurer's Fund	Arapahoe County Public Trustee Custodial Fund	Inmate Sentencing Fund	Opioid Abatement Fund	Total Custodial Funds
Assets					
Cash and investments	\$ 19,227,470	\$ -	\$ 829,492	\$ 3,840,208	\$ 23,897,170
Restricted escrow	-	645,230	-	-	645,230
Total cash and investments	<u>19,227,470</u>	<u>645,230</u>	<u>829,492</u>	<u>3,840,208</u>	<u>24,542,400</u>
Receivables:					
Accounts receivable	-	4,773	-	-	4,773
Property taxes receivable	1,281,563,878	-	-	-	1,281,563,878
Total receivables	<u>1,281,563,878</u>	<u>4,773</u>	<u>-</u>	<u>-</u>	<u>1,281,568,651</u>
 Total assets	 <u>1,300,791,348</u>	 <u>650,003</u>	 <u>829,492</u>	 <u>3,840,208</u>	 <u>1,306,111,051</u>
Liabilities					
Due to other governments and organizations	17,250,879	-	-	-	17,250,879
Total liabilities	<u>17,250,879</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,250,879</u>
Deferred inflows of resources					
Property taxes	1,281,563,878	-	-	-	1,281,563,878
Total deferred inflows of resources	<u>1,281,563,878</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,281,563,878</u>
Net Position					
Restricted for:					
Individuals, organizations, and other governments	1,976,591	650,003	829,492	3,840,208	7,296,294
Total net position	<u>\$ 1,976,591</u>	<u>\$ 650,003</u>	<u>\$ 829,492</u>	<u>\$ 3,840,208</u>	<u>\$ 7,296,294</u>

Arapahoe County, Colorado
Combining Statement of Changes in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2023

	Treasurer's Fund	Arapahoe County Public Trustee Custodial Fund	Inmate Sentencing Fund	Opioid Abatement Fund	Total Custodial Funds
Additions					
Inmate Deposits	\$ -	\$ -	\$ 5,799,596	\$ -	\$ 5,799,596
Foreclosure escrow amounts received	-	15,425,321	-	-	15,425,321
Collection of taxes and fees for other governments	1,499,699,773	-	-	-	1,499,699,773
Opioid escrow funds received	-	-	-	3,930,660	3,930,660
Miscellaneous Collections	402,257	-	-	-	402,257
Total Additions	<u>1,500,102,030</u>	<u>15,425,321</u>	<u>5,799,596</u>	<u>3,930,660</u>	<u>1,525,257,607</u>
Deductions					
Foreclosure escrow amounts disbursed	-	15,173,927	-	-	15,173,927
Commissary - Sales and Services	-	-	5,454,396	-	5,454,396
Payments of Taxes and Fees to Other Governments and Organizations	1,500,106,721	-	-	-	1,500,106,721
Opioid funds disbursed	-	-	-	90,452	90,452
Total Deductions	<u>1,500,106,721</u>	<u>15,173,927</u>	<u>5,454,396</u>	<u>90,452</u>	<u>1,520,825,496</u>
Net Increase (Decrease) in Fiduciary Net Position	(4,691)	251,394	345,200	3,840,208	4,432,111
Net Position - Beginning	1,981,282	398,609	484,292	-	2,864,183
Net Position - Ending	<u>\$ 1,976,591</u>	<u>\$ 650,003</u>	<u>\$ 829,492</u>	<u>\$ 3,840,208</u>	<u>\$ 7,296,294</u>



Arapahoe County, Colorado
Public Health - Component Unit
Governmental Funds Balance Sheet/Statement of Net Position
December 31, 2023

	Public Health	Adjustments	Statement of Net Position
Assets			
Cash	\$ 658,152	\$ -	\$ 658,152
Accounts receivable	4,496,504	-	4,496,504
Total current assets	<u>5,154,656</u>	<u>-</u>	<u>5,154,656</u>
Capital assets, depreciable	-	2,493,298	2,493,298
Less accumulated depreciation	-	<u>(704,897)</u>	<u>(704,897)</u>
Net capital assets	-	<u>1,788,401</u>	<u>1,788,401</u>
Total assets	<u>\$ 5,154,656</u>	<u>\$ 1,788,401</u>	<u>\$ 6,943,057</u>
Deferred Outflows of Resources			
Pension Outflow	-	981,676	981,676
Total Deferred Outflows of Resources	<u>-</u>	<u>981,676</u>	<u>981,676</u>
Liabilities			
Accounts Payable	1,451,906	-	1,451,906
Unearned Revenue	822,489	-	822,489
Accrued Interest Payable		6,486	6,486
Noncurrent liabilities			
Long term debt due within one year	-	758,207	758,207
Long term debt due more than one year	-	<u>1,647,682</u>	<u>1,647,682</u>
Total liabilities	<u>2,274,395</u>	<u>2,412,375</u>	<u>4,686,770</u>
Deferred Inflows of Resources			
Unavailable Revenue	1,097,669	(1,097,669)	-
Total Deferred Inflows of Resources	<u>1,097,669</u>	<u>(1,097,669)</u>	<u>-</u>
Fund balance			
Assigned	1,782,592	(1,782,592)	-
Total fund balance	<u>1,782,592</u>	<u>(1,782,592)</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,154,656</u>		
Net position			
Net investment in capital assets		125,440	125,440
Unrestricted		<u>3,112,523</u>	<u>3,112,523</u>
Total net position		<u>\$ 3,237,963</u>	<u>\$ 3,237,963</u>

Arapahoe County, Colorado
Public Health - Component Unit
Statement of Governmental Fund Revenues, Expenditures, and Changes in Fund Balance/
Statement of Activities
For the Year Ended December 31, 2023

	Public Health	Adjustments	Statement of Activities
Program revenues			
Charges for Services	\$ 1,809,069	\$ -	\$ 1,809,069
Operating Grants & Contributions	21,790,358	-	21,790,358
General revenues			
Investment earnings	83,531	-	83,531
Miscellaneous	2,634	-	2,634
Unavailable Revenue	-	1,097,669	1,097,669
Total revenues	<u>23,685,592</u>	<u>1,097,669</u>	<u>24,783,261</u>
Expenditures/expenses			
Governmental activities			
Health & Welfare	21,735,620	(895,219)	20,840,401
Capital	167,380	(167,380)	-
Depreciation	-	704,897	704,897
Total expenditures/expenses	<u>21,903,000</u>	<u>(357,702)</u>	<u>21,545,298</u>
Excess of revenues over expenditures	1,782,592	(1,782,592)	-
Change in net position	-	3,237,963	3,237,963
Fund balance/net position - beginning	-	-	-
Fund balance/net position - ending	<u>\$ 1,782,592</u>	<u>\$ -</u>	<u>\$ 3,237,963</u>

Arapahoe County, Colorado
Public Health - Component Unit
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Licenses and permits	\$ 1,831,200	\$ 1,831,200	\$ 1,809,069	\$ (22,131)
Intergovernmental	12,520,082	23,467,134	21,790,358	(1,676,776)
Investment earnings	-	-	83,531	83,531
Miscellaneous	953,218	251,805	2,634	(249,171)
Total revenues	<u>15,304,500</u>	<u>25,550,139</u>	<u>23,685,592</u>	<u>(1,864,547)</u>
Expenditures				
Current				
Public health	21,304,500	24,342,234	21,735,620	2,606,614
Capital				
Public health	-	207,905	167,380	40,525
Total expenditures	<u>21,304,500</u>	<u>24,550,139</u>	<u>21,903,000</u>	<u>2,647,139</u>
Excess of revenues over expenditures	(6,000,000)	1,000,000	1,782,592	782,592
Fund balance - beginning	-	-	-	-
Fund balance - ending	<u>\$ (6,000,000)</u>	<u>\$ 1,000,000</u>	<u>\$ 1,782,592</u>	<u>\$ 782,592</u>

Arapahoe County, Colorado
911 Authority - Component Unit
Governmental Funds Balance Sheet/Statement of Net Position
December 31, 2023

	911 Authority Fund	Adjustments	Statement of Net Position
Assets			
Cash	\$ 10,146,934	\$ -	\$ 10,146,934
Accounts receivable	757,863	-	757,863
Prepaid Items	-	-	-
Total current assets	<u>10,904,797</u>	<u>-</u>	<u>10,904,797</u>
Capital assets, Non-depreciable		50,166	50,166
Capital assets, depreciable	-	5,065,192	5,065,192
Less accumulated depreciation	<u>-</u>	<u>(1,221,217)</u>	<u>(1,221,217)</u>
Net capital assets	-	3,894,141	3,894,141
Total assets	<u>\$ 10,904,797</u>	<u>\$ 3,894,141</u>	<u>\$ 14,798,938</u>
Liabilities			
Accounts payable	\$ 1,118,455	\$ -	\$ 1,118,455
Accrued Interest payable		6,682	6,682
Noncurrent liabilities			
Long term debt due within one year	-	38,934	38,934
Long term debt due more than one year	-	128,079	128,079
Total liabilities	<u>1,118,455</u>	<u>173,695</u>	<u>1,292,150</u>
Fund balance			
Assigned	<u>9,786,342</u>	<u>(9,786,342)</u>	<u>-</u>
Total fund balance	<u>9,786,342</u>	<u>(9,786,342)</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 10,904,797</u>		
Net position			
Net investment in capital assets		3,727,128	3,727,128
Unrestricted		<u>9,779,660</u>	<u>9,779,660</u>
Total net position		<u>\$ 13,506,788</u>	<u>\$ 13,506,788</u>

Arapahoe County, Colorado
911 Authority - Component Unit
Statement of Governmental Fund Revenues, Expenditures, and Changes in Fund Balance/
Statement of Activities
For the Year Ended December 31, 2023

	911 Authority Fund	Adjustments	Statement of Activities
Program revenues			
Charges for services	\$ 5,467,153	\$ -	\$ 5,467,153
General revenues			
Investment earnings	445,832	-	445,832
Miscellaneous	-	-	-
Total revenues	<u>5,912,985</u>	<u>-</u>	<u>5,912,985</u>
Expenditures/expenses			
Governmental activities			
Public safety	4,069,139	(40,068)	4,029,071
Capital	3,744,178	(3,744,178)	-
Depreciation	-	162,179	162,179
Total expenditures/expenses	<u>7,813,317</u>	<u>(3,622,067)</u>	<u>4,191,250</u>
Excess of revenues over expenditures	(1,900,332)	1,900,332	-
Change in net position	-	(1,721,735)	1,721,735
Fund balance/net position - beginning	11,686,674	-	11,785,053
Fund balance/net position - ending	<u>\$ 9,786,342</u>	<u>\$ -</u>	<u>\$ 13,506,788</u>

Arapahoe County, Colorado
911 Authority - Component Unit
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Charges for services	\$ 5,193,400	\$ 5,193,400	\$ 5,467,153	\$ 273,753
Investment earnings	114,000	114,000	445,832	331,832
Total revenues	<u>5,307,400</u>	<u>5,307,400</u>	<u>5,912,985</u>	<u>605,585</u>
Expenditures				
Current				
Public safety	6,969,887	7,211,887	4,069,139	3,142,748
Capital				
Public safety	3,756,950	4,814,950	3,744,178	1,070,772
Total expenditures	<u>10,726,837</u>	<u>12,026,837</u>	<u>7,813,317</u>	<u>4,213,520</u>
Excess of revenues over expenditures	(5,419,437)	(6,719,437)	(1,900,332)	4,819,105
Fund balance - beginning	<u>11,686,674</u>	<u>11,686,674</u>	<u>11,686,674</u>	<u>-</u>
Fund balance - ending	<u>\$ 6,267,237</u>	<u>\$ 4,967,237</u>	<u>\$ 9,786,342</u>	<u>\$ 4,819,105</u>

ARAPAHOE COUNTY, COLORADO

SOCIAL SERVICES FUND

**SCHEDULE OF EBT AUTHORIZATIONS, WARRANT EXPENDITURES AND TOTAL EXPENDITURES
FOR YEAR ENDING DECEMBER 31, 2023**

	A	B	C	D	E
Program	EBT Authorizations (State Paid)	County Share of EBT Authorizations	Expenditures by Warrant	Total Human Services Expenditures (A + C)	Total County Expenditures (B + C)
Adult Protective Services	\$ -	\$ -	\$ 1,617,035	\$ 1,617,035	\$ 1,617,035
Aid to Blind	-	-	-	-	-
Aid to Needy Disabled	836,916	167,383	-	836,916	167,383
Child Support Grants	-	-	1,755	1,755	1,755
Child Support Services	45,674	48,022	7,164,498	7,210,172	7,212,520
Child Welfare	10,804,063	1,959,250	26,211,646	37,015,709	28,170,896
Child Welfare Discretionary Grants	-	112,500	463,298	463,298	575,798
Child Welfare IV-E Waiver Interventions	-	-	-	-	-
Child Welfare Staffing	-	-	4,250,711	4,250,711	4,250,711
Child Welfare Subsidized Adoption	5,121,900	512,214	-	5,121,900	512,214
Colorado Child Care Assistance Program (CCCAP)	19,763,329	1,673,209	333,344	20,096,673	2,006,554
Colorado Works (TANF)	10,339,245	2,366,259	7,138,715	17,477,960	9,504,973
Core Services	2,257,855	74,579	2,092,886	4,350,741	2,167,466
County Administration	-	-	15,461,168	15,461,168	15,461,168
County Wide Cost Allocation Plan Pass Thru	-	-	8,750,701	8,750,701	8,750,701
Food Assistance Benefits (SNAP)	150,756,877	-	-	150,756,877	-
Food Assistance Job Search (Employment First)	314,430	157,215	764,484	1,078,914	921,698
Home Care Allowance	85,645	4,282	-	85,645	4,282
IV-E Independent Living	-	-	139,281	139,281	139,281
Low-Income Energy Assistance	4,157,960	-	35,609	4,193,569	35,609
Non-Allocated Programs	1,025,847	80,940	1,014,939	2,040,786	1,095,880
Old Age Pension	10,773,375	-	365,469	11,138,844	365,469
TANF Collections IV-D Retained	(435,863)	(87,173)	-	(435,863)	(87,173)
Title IV-B Sub Part 2 (PSSF)	-	-	-	-	-
Title XX Caseworker Training	-	-	-	-	-
Miscellaneous	(38,346)	-	375,590	337,244	375,590
GRAND TOTAL	\$ 215,808,905	\$ 7,068,681	\$ 76,181,128	\$ 291,990,034	\$ 83,249,810

DIFFERENCES NOTED:

COUNTY EXPENDITURES NOT RECORDED TO COUNTY FINANCIAL MANAGEMENT SYSTEM (CFMS)	\$ 819,741
COUNTY WIDE COST ALLOCATION PLAN COSTS NOT RECORDED TO FUND 11	(8,750,701)
FUND TO FUND TRANSFERS NOT RECORDED TO CFMS	-
PSSF NOT RECORDED TO SAP	-
ITEMS RECORDED IN EXPENDITURE AND NOT AS OFFSET TO REVENUE	(190,434)
ITEMS RECORDED IN REVENUE AND NOT AS OFFSET TO EXPENDITURE	861,610
IV-D BALANCE SHEET ITEMS AND REFUNDS	(39,793)
PAYROLL & OTHER EXPENDITURE ACCRUALS	3,245,260
COUNTY HUMAN SERVICES TOTALS	\$ 79,195,493

***** CONTROL TOTALS \$ 291,990,034 \$ 79,195,493**

A. Human Services payments authorized by Arapahoe County, net of any refunds. These authorizations are paid by the Colorado Department of Human Services via electronic benefit cards (EBT) and electronic funds transfers (EFT).

B. The county share of Human Services payments authorized by Arapahoe County. These amounts are settled monthly by a reduction of Colorado Department of Human Services cash advances to the county, net of any refunds.

C. Expenditures made by county warrant or other county payment methods.

D. Represents the total cost of the Human Services programs that are administered by the county.

E. Reflects the county cost to administer Human Services Programs. This figure can also be found on the Social Services - Statement of Revenues, Expenditures and Changes in Fund Balance.

*** Control total for column D taken from the CFMS Expenditure/Revenue-Whole Year Report "total expenditure" column. Control total for column E, was generated using the YTD Actual figure for expenditures found in the County SAP ZFM02 Budget Report plus Depreciation and any other Leasehold not reflected in the ZFM02. Difference between Grand Total of column E and Control Total of column E is shown in Differences Noted.

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

LOCAL HIGHWAY FINANCE REPORT		City or County: Arapahoe
		YEAR ENDING : December 2023
This Information From The Records Of County of Arapahoe		Prepared By: Katie Curtis Phone: 720-874-6544

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)	17,958,162
a. Motor Fuel (from Item I.A.5.)		2. Maintenance:	7,129,116
b. Motor Vehicle (from Item I.B.5.)		3. Road and street services:	
c. Total (a.+b.)		a. Traffic control operations	161,356
2. General fund appropriations	9,319,703	b. Snow and ice removal	143,766
3. Other local imposts (from page 2)	7,112,763	c. Other	
4. Miscellaneous local receipts (from page 2)	713,470	d. Total (a. through c.)	305,122
5. Transfers from toll facilities		4. General administration & miscellaneous	8,795,803
6. Proceeds of sale of bonds and notes:		5. Highway law enforcement and safety	
a. Bonds - Original Issues		6. Total (1 through 5)	34,188,203
b. Bonds - Refunding Issues		B. Debt service on local obligations:	
c. Notes		1. Bonds:	
d. Total (a. + b. + c.)		a. Interest	
7. Total (1 through 6)	17,145,936	b. Redemption	
B. Private Contributions	1,298,701	c. Total (a. + b.)	
C. Receipts from State government (from page 2)	9,980,371	2. Notes:	
D. Receipts from Federal Government (from page 2)	6,714,011	a. Interest	
E. Total receipts (A.7 + B + C + D)	35,139,019	b. Redemption	
		c. Total (a. + b.)	
		3. Total (1.c + 2.c)	
		C. Payments to State for highways	
		D. Payments to toll facilities	
		E. Total disbursements (A.6 + B.3 + C + D)	
			34,188,203

IV. LOCAL HIGHWAY DEBT STATUS

(Show all entries at par)

	Opening Debt	Amount Issued	Redemptions	Closing Debt
A. Bonds (Total)				
1. Bonds (Refunding Portion)				
B. Notes (Total)				

V. LOCAL ROAD AND STREET FUND BALANCE

	A. Beginning Balance	B. Total Receipts	C. Total Disbursements	D. Ending Balance	E. Reconciliation
	30,254,678	35,139,019	34,188,203	31,205,494	

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	3,509,970	a. Interest on investments	379,163
b. Other local imposts:		b. Traffic Fines & Penalties	
1. Sales Taxes		c. Parking Garage Fees	
2. Infrastructure & Impact Fees	964,300	d. Parking Meter Fees	
3. Liens		e. Sale of Surplus Property	
4. Licenses		f. Charges for Services	100
5. Specific Ownership &/or Other	2,638,493	g. Other Misc. Receipts	322,409
6. Total (1. through 5.)	3,602,793	h. Other	11,798
c. Total (a. + b.)	7,112,763	i. Total (a. through h.)	713,470
	(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	8,833,101	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	833,412	c. HUD	
c. Motor Vehicle Registration	313,858	d. Federal Transit Admin	
d. Other (Specify) - DOLA Grant		e. U.S. Corps of Engineers	
e. Other (Specify)		f. Other Federal	6,714,011
f. Total (a. through e.)	313,858	g. Total (a. through f.)	6,714,011
4. Total (1. + 2. + 3.f)	9,980,371	3. Total (1. + 2.g)	6,714,011
	(Carry forward to page 1)		(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			
b. Engineering Costs	2,330,800	142,827	2,473,627
c. Construction:			
(1). New Facilities			
(2). Capacity Improvements	15,261,635	14,098	15,275,733
(3). System Preservation			
(4). System Enhancement & Operation		208,802	208,802
(5). Total Construction (1) + (2) + (3) + (4)	15,261,635	222,900	15,484,535
d. Total Capital Outlay (Lines 1.a. + 1.b. + 1.c.5)	17,592,435	365,727	17,958,162
			(Carry forward to page 1)

Notes and Comments:

Arapahoe County, Colorado
Building Maintenance Administration
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Intergovernmental	\$ -	\$ -	\$ 2,173	\$ 2,173
Miscellaneous	-	14,602	18,293	3,691
Total revenue	\$ -	\$ 14,602	\$ 20,466	\$ 5,864
Expenditures				
Current				
General government	2,188,269	2,411,294	1,727,018	684,276
Capital				
General government	-	229,281	172,044	57,237
Total expenditures	2,188,269	2,640,575	1,899,062	741,513
Excess (deficiency) of revenues over (under) expenditures	(2,188,269)	(2,625,973)	(1,878,596)	747,377
Other financing sources (uses)				
Transfers in	2,078,000	2,078,000	2,078,000	-
Total other financing sources (uses)	2,078,000	2,078,000	2,078,000	-
Net change in fund balance	(110,269)	(547,973)	199,404	747,377
Fund balance - beginning	1,906,089	1,906,089	1,906,089	-
Fund balance - ending	\$ 1,795,820	\$ 1,358,116	\$ 2,105,493	\$ 747,377

Arapahoe County, Colorado
Board Designated
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Total revenue	\$ -	\$ -	\$ -	\$ -
Expenditures				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Fund balance - beginning	16,921,280	16,921,280	16,921,280	-
Fund balance - ending	\$ 16,921,280	\$ 16,921,280	\$ 16,921,280	\$ -



Arapahoe County, Colorado Statistical Section Index

(Unaudited)

This part of the Arapahoe County annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures, and required supplementary information says about the County's overall financial health.

Financial Trends

These schedules contain trend information to assist the reader in understanding how the County's financial position has changed over time.

Table 1	Net Position by Component	E-2
Table 2	Changes in Net Position.....	E-3
Table 3	Fund Balances - Governmental Funds.....	E-4
Table 4	Changes in Fund Balances, Governmental Funds.....	E-6

Revenue Capacity

These schedules contain information to assist the reader in assessing the County's most significant sources of revenue.

Table 5	Assessed Value and Actual Value of Taxable Property	E-8
Table 6	Direct and Overlapping Property Tax Rates.....	E-9
Table 7	Principal Property Taxpayers	E-10
Table 8	Property Tax Levies and Collections.....	E-11

Debt Capacity

These schedules present information to assist the reader in analyzing the County's current level of debt and the County's ability to issue debt in the future.

Table 9	Ratios of Outstanding Debt by Type	E-12
Table 10	Ratios of Outstanding Bonded Debt by Type.....	E-13
Table 11	Computation of Direct and Overlapping Debt.....	E-14
Table 12	Legal Debt Margin Information	E-16

Demographic and Economic Information

These schedules offer demographic and economic indicators to assist the reader in understanding the environment in which the County's financial activities take place.

Table 13	Demographic and Economic Statistics.....	E-17
Table 14	Principal Employers	E-18

Operating Information

These schedules contain service and infrastructure indicators to assist the reader in ascertaining how the information in the County's financial statements relate to the services the County provides and the activities it performs.

Table 15	Full-time Equivalent County Government Employees by Function/Program.....	E-19
Table 16	Operating Indicators by Function/Program.....	E-20
Table 17	Capital Assets Statistics by Function/Program.....	E-21

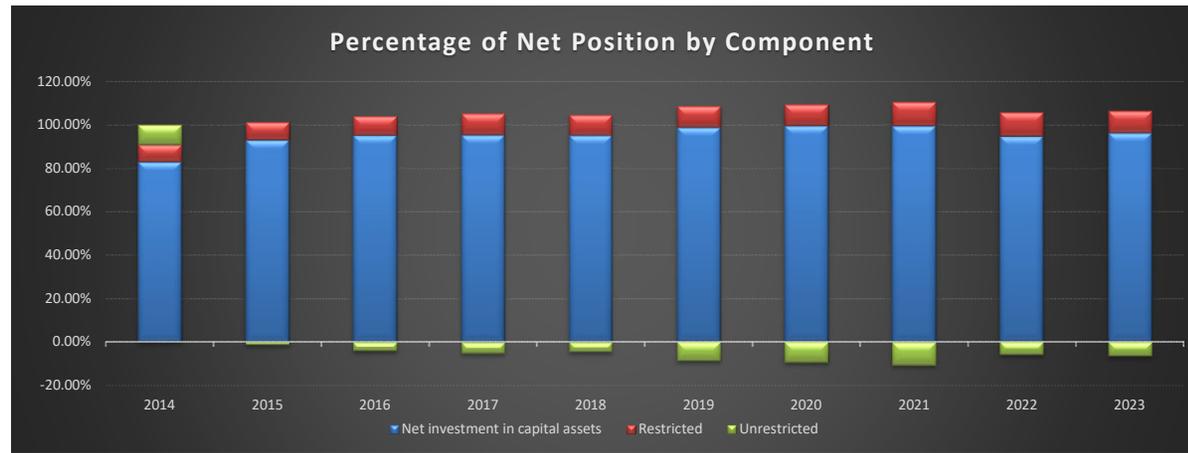
Data Source:

Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

ARAPAHOE COUNTY, COLORADO
Net Position by Component
Last Ten Fiscal Years
December 31, 2023

Table 1

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Net investment in capital assets	\$ 645,575,320	\$ 659,544,853	\$ 661,699,298	\$ 661,399,167	\$ 662,881,767	\$ 665,383,529	\$ 676,596,791	\$ 679,531,606	\$ 689,887,585	\$ 729,920,480
Restricted	62,204,672	58,164,427	61,025,576	67,832,163	65,523,120	65,514,966	65,947,473	75,549,964	80,279,631	77,459,373
Unrestricted	71,421,463	(7,440,134)	(27,017,353)	(34,147,538)	(30,739,972)	(58,482,934)	(63,175,972)	(71,344,581)	(41,972,333)	(48,718,827)
Total governmental activities net position	\$ 779,201,455	\$ 710,269,146	\$ 695,707,521	\$ 695,083,792	\$ 697,664,915	\$ 672,415,561	\$ 679,368,292	\$ 683,736,989	\$ 728,194,883	\$ 758,661,026



Data Source:
Applicable years' Annual Comprehensive Financial Report

ARAPAHOE COUNTY, COLORADO

Changes in Net Position

Last Ten Fiscal Years

December 31, 2023

Table 2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses Governmental Activities										
General Government	\$ 64,507,824	\$ 62,981,999	\$ 67,198,166	\$ 75,487,675	\$ 69,320,281	\$ 83,051,860	\$ 141,800,450	\$ 92,282,280	\$ 91,847,812	\$ 97,709,706
Public Safety	82,886,786	86,598,340	93,906,901	92,591,674	99,859,375	124,944,437	121,307,621	117,839,247	123,382,169	140,966,503
Judicial Services	12,474,361	13,392,562	14,435,062	14,879,697	15,143,028	15,888,842	16,146,113	16,545,082	17,281,465	18,426,067
Health & Welfare	84,017,656	89,673,316	96,670,273	98,713,590	106,223,692	116,509,490	146,855,313	121,766,911	137,068,712	169,179,843
Highways & Streets	23,309,365	28,620,234	32,878,027	27,985,852	28,882,804	27,870,648	37,371,967	25,859,910	28,524,891	29,933,501
Water & Wastewater	3,525,230	3,567,857	3,565,064	3,565,414	3,559,558	3,562,136	3,565,580	3,562,559	3,565,869	3,567,380
Airport	8,268	-	1,585,550	591	-	-	-	-	1,611,898	-
Culture & Recreation	20,022,505	20,602,042	25,427,434	24,625,180	27,661,147	33,265,464	29,575,359	31,867,675	33,775,486	35,118,612
Interest on long-term debt	9,114,034	8,542,246	7,606,467	7,508,707	7,045,569	7,139,524	4,294,706	4,246,473	3,902,455	3,808,538
Total expenses	\$ 299,866,029	\$ 313,978,596	\$ 343,272,944	\$ 345,358,380	\$ 357,695,454	\$ 412,232,401	\$ 500,917,109	\$ 413,970,137	\$ 440,960,757	\$ 498,710,150
Program Revenues Governmental Activities										
Charges for Services										
General Government	\$ 22,196,883	\$ 23,989,832	\$ 24,764,618	\$ 25,740,484	\$ 29,533,354	\$ 28,279,158	\$ 31,534,814	\$ 34,793,163	\$ 30,124,786	\$ 32,139,090
Public Safety	26,375,646	27,738,753	29,725,654	29,943,245	31,738,589	35,800,426	36,136,992	37,850,173	38,938,964	41,558,930
Health & Welfare	634,870	755,207	628,911	647,231	565,584	623,005	658,963	792,048	384,154	270,239
Highways & Streets	758,650	927,621	860,617	893,530	939,266	1,163,994	1,212,473	1,060,963	947,851	1,346,582
Airport	-	571,911	-	-	-	-	-	-	-	-
Culture & Recreation	575,644	-	942,446	924,663	1,049,356	1,205,946	24,721	1,330,103	1,521,424	1,718,444
Operating Grants and Contributions										
General Government	130,532	116,151	142,214	1,175,081	332,855	392,675	57,524,843	19,150,785	56,946,175	41,113,776
Public Safety	3,282,826	2,577,121	2,200,898	2,433,452	1,893,598	1,920,058	2,997,179	3,383,419	4,608,833	5,619,739
Judicial Services	-	-	-	-	-	291,080	120,492	23,873	90,964	-
Health & Welfare	54,827,686	59,144,977	64,420,988	64,723,939	130,023	71,616,324	131,985,737	73,596,832	83,968,978	91,446,259
Highways & Streets	9,210,239	9,421,948	10,092,021	14,217,769	72,177,853	17,347,267	16,508,054	13,610,646	18,913,192	15,059,481
Water & Wastewater	-	-	-	-	11,113,339	-	-	-	-	-
Culture & Recreation	163,276	154,106	150,694	275,193	595,963	414,048	270,530	259,427	2,756,077	2,174,539
Capital grants and Contributions										
General Government	-	-	-	-	-	-	-	2,531	5,000	-
Public Safety	23,650	-	137,985	35,612	431,223	20,915	41,024	61,091	6,324	173,996
Health & Welfare	6,816	6,951	8,460	7,469	8,938	7,058	8,166	6,657	3,512	10,251
Highways & Streets	1,990,573	512,927	578,392	1,758,232	1,841,745	2,530,471	3,752,426	3,087,055	1,597,868	15,618,767
Culture & Recreation	606,114	610,925	720,904	675,487	684,236	773,048	702,301	850,278	896,449	997,757
Total program revenues	\$ 120,783,405	\$ 126,528,430	\$ 135,374,802	\$ 143,451,387	\$ 153,035,922	\$ 162,385,473	\$ 283,478,715	\$ 189,859,044	\$ 241,710,551	\$ 249,247,850
Net (Expense)/Revenue Governmental Activities										
Total primary government net expense	\$ (179,082,624)	\$ (187,450,166)	\$ (208,273,142)	\$ (201,906,993)	\$ (204,659,532)	\$ (249,846,928)	\$ (217,438,394)	\$ (224,111,093)	\$ (199,250,206)	\$ (249,462,300)
General Revenues Governmental Activities										
Property taxes	\$ 140,623,343	\$ 140,088,056	\$ 146,327,277	\$ 150,346,537	\$ 156,874,600	\$ 164,054,460	\$ 170,583,122	\$ 174,986,183	\$ 184,502,717	\$ 198,447,336
Sales taxes	22,557,783	24,593,215	25,647,538	26,557,828	27,911,710	30,334,481	31,526,629	36,677,742	39,976,934	40,581,448
Other taxes	9,778,605	10,149,831	10,735,626	12,163,187	10,811,204	13,170,907	10,409,174	11,373,935	10,977,264	12,238,239
Investment income	1,559,611	2,198,875	1,950,443	2,794,250	4,704,611	10,372,294	7,552,178	(876,774)	285,749	22,012,769
Build America Bonds Credit	1,074,398	1,076,715	1,079,032	1,080,190	1,084,245	1,088,299	-	-	-	-
Miscellaneous	7,455,595	7,700,202	7,971,601	8,341,272	5,854,285	5,577,133	6,207,643	6,318,704	7,965,436	6,648,651
Total general revenues	\$ 183,049,335	\$ 185,806,894	\$ 193,711,517	\$ 201,283,264	\$ 207,240,655	\$ 224,597,574	\$ 226,278,746	\$ 228,479,790	\$ 243,708,100	\$ 279,928,443
Change in Net Position										
Governmental activities	\$ 3,966,711	\$ (1,643,272)	\$ (14,561,625)	\$ (623,729)	\$ 2,581,123	\$ (25,249,354)	\$ 8,840,352	\$ 4,368,697	\$ 44,457,894	\$ 30,466,143

Data Source:
Applicable years' Annual Comprehensive Financial Report

Table 3

ARAPAHOE COUNTY, COLORADO
Fund Balances Governmental Funds
Last Ten Fiscal Years
December 31, 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 29,126	\$ 21,446	\$ 89,763	\$ 6,944	\$ 7,215	\$ 18,109	\$ 271,381	\$ 1,136,860	\$ 978,169	\$ 8,138
Restricted	5,880,269	6,237,852	6,525,720	6,870,489	7,258,016	8,352,668	7,864,114	7,659,084	7,615,631	9,114,454
Assigned	3,187,951	8,943,657	8,011,437	11,731,823	9,137,938	11,511,037	7,911,434	6,311,182	3,914,526	9,067,657
Unassigned	36,372,605	33,670,399	36,996,292	37,222,085	45,059,519	49,422,184	72,276,067	69,363,328	62,807,492	62,479,623
Total General Fund	\$ 45,469,951	\$ 48,873,354	\$ 51,623,212	\$ 55,831,341	\$ 61,462,688	\$ 69,303,998	\$ 88,322,996	\$ 84,470,454	\$ 75,315,818	\$ 80,669,872
All Other Governmental Funds										
Nonspendable	\$ 159,433	\$ 91,153	\$ 85,940	\$ 92,636	\$ 94,435	\$ 78,085	\$ 120,418	\$ 1,158,352	\$ 348,311	\$ 182,718
Restricted	65,837,389	56,231,919	56,029,200	61,203,487	58,265,103	57,162,298	58,083,359	67,890,880	72,664,000	68,344,919
Committed	42,156,672	29,309,109	24,348,429	26,474,074	33,517,748	43,331,425	37,777,300	39,557,389	75,587,779	82,093,340
Assigned	12,928,127	16,790,588	14,510,748	14,690,081	18,069,776	17,439,522	18,386,065	18,031,564	17,257,162	12,509,826
Unassigned	(889,882)	(856,529)	(540,719)	(1,069,249)	(855,742)	(810,362)	(1,110,692)	(841,967)	(722,168)	(108,436)
Total all other governmental funds	\$ 120,191,739	\$ 101,566,240	\$ 94,433,598	\$ 101,391,029	\$ 109,091,320	\$ 117,200,968	\$ 113,256,450	\$ 125,796,218	\$ 165,135,084	\$ 163,022,367
Total General and all other governmental funds	\$ 165,661,690	\$ 150,439,594	\$ 146,056,810	\$ 157,222,370	\$ 170,554,008	\$ 186,504,966	\$ 201,579,446	\$ 210,266,672	\$ 240,450,902	\$ 243,692,239

Data Source:

Applicable years' Annual Comprehensive Financial Report



Table 4

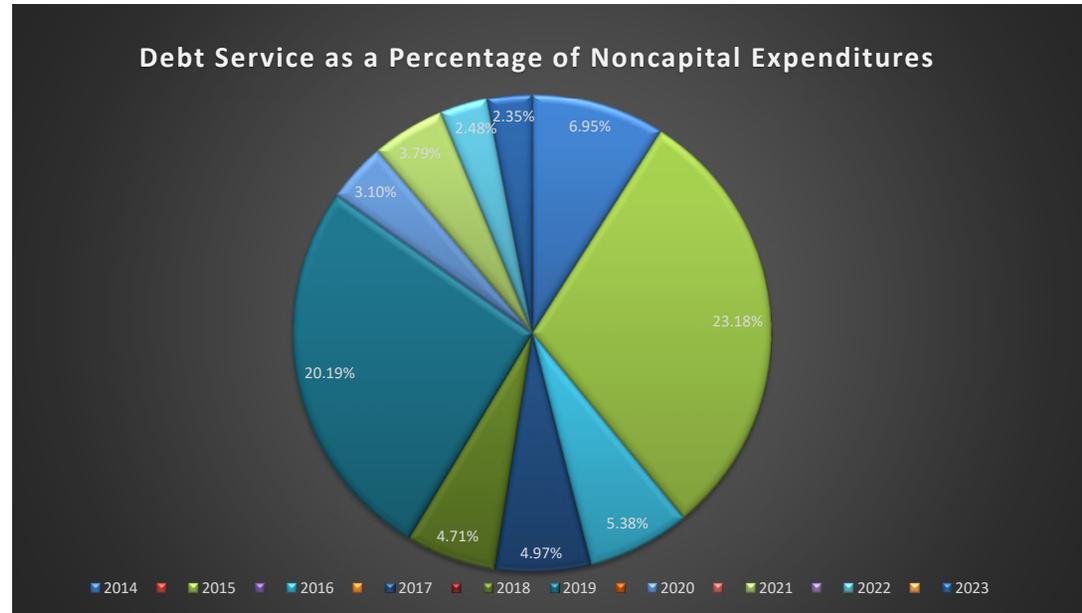
ARAPAHOE COUNTY, COLORADO
Changes in Fund Balances Governmental Funds
Last Ten Fiscal Years
December 31, 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Taxes	\$ 172,983,923	\$ 174,843,027	\$ 182,717,914	\$ 189,064,942	\$ 195,592,692	\$ 207,569,973	\$ 212,513,367	\$ 223,044,381	\$ 235,458,161	\$ 251,263,057
Licenses and Permits	7,071,899	7,679,491	6,862,319	6,938,686	8,265,521	8,139,175	7,693,350	9,419,993	8,162,132	10,580,728
Intergovernmental	67,743,648	71,714,313	77,683,616	82,377,314	88,157,459	92,613,456	208,214,654	110,388,787	166,305,453	155,497,102
Charges for Services	43,049,570	45,554,064	48,754,388	48,098,474	52,059,969	55,883,731	59,662,666	64,203,123	61,829,051	63,923,518
Fines	1,582,379	1,472,027	1,333,331	1,116,890	959,499	796,019	505,971	564,409	552,501	289,871
Investment Earnings	1,559,611	2,198,875	1,950,442	2,794,250	4,704,611	10,372,294	7,552,178	(876,774)	285,749	22,012,769
Interfund Revenues and Rentals	3,812,158	3,885,296	4,175,841	4,015,236	4,165,304	4,286,950	3,904,081	3,188,180	3,272,592	3,707,969
Interest on Loan to Component Unit	1,596,342	1,594,761	1,632,137	-	-	-	-	-	-	-
Developer Contributions	150,421	488,890	305,860	516,303	882,710	606,560	1,940,073	997,410	1,485,082	1,298,701
Build America Bonds credit	1,074,398	1,076,715	1,079,032	1,080,190	1,084,245	1,088,299	-	-	-	-
Miscellaneous	3,457,709	4,467,072	4,499,116	4,966,928	5,703,655	5,974,047	6,886,507	7,047,456	9,121,939	9,622,797
Total Revenues	304,082,058	314,974,531	330,993,996	340,969,213	361,575,665	387,330,504	508,872,847	417,976,965	486,472,660	518,196,512
Expenditures										
General Government	\$ 61,033,179	\$ 60,935,571	\$ 62,611,284	\$ 63,141,881	\$ 64,884,087	\$ 68,438,168	\$ 131,582,571	\$ 85,874,707	\$ 86,640,218	\$ 88,927,618
Public Safety	77,598,486	79,051,015	82,748,708	83,150,402	89,267,881	98,955,247	103,883,234	106,136,874	115,192,547	126,932,308
Judicial Services	12,417,783	13,269,108	14,313,223	14,784,134	14,979,860	15,699,764	16,059,858	16,282,078	17,031,779	18,061,020
Health and Welfare	83,174,922	86,631,696	93,767,618	94,276,722	102,785,922	105,015,413	140,458,951	118,224,231	135,032,644	162,910,159
Highways and Streets	16,077,366	21,008,487	24,938,875	20,127,897	20,709,299	18,913,639	28,849,960	17,431,278	20,147,772	20,474,241
Water and Wastewater	113,935	117,138	114,024	114,375	108,518	111,096	114,640	111,870	114,679	116,440
Airport	8,268	-	550	591	-	-	-	-	1,611,898	-
Culture and Recreation	19,377,236	19,802,789	24,410,962	23,185,225	26,464,210	31,677,103	28,308,270	30,332,291	32,070,580	32,913,657
Capital Outlay	9,542,868	29,224,035	14,024,761	13,430,781	13,538,293	14,520,498	25,533,146	17,429,803	33,615,598	48,093,427
Debt Service										
Principal	10,988,043	8,605,357	9,069,781	7,731,226	8,193,408	8,043,776	9,300,771	10,034,279	6,159,067	6,742,199
Interest	9,154,339	8,703,895	8,144,791	7,903,906	7,586,761	7,298,167	5,081,422	4,713,371	4,193,750	4,073,660
Debt Issuance/Admin Costs	56,373	500,519	3,558	3,550	3,550	499,386	3,450	70,150	1,200	950
Total Expenditures	299,542,798	327,849,610	334,148,135	327,850,690	348,521,789	369,172,257	489,176,273	406,640,932	451,811,732	509,245,679
Excess of revenues over (under) expenditures	\$ 4,539,260	\$ (12,875,079)	\$ (3,154,139)	\$ 13,118,523	\$ 13,053,876	\$ 18,158,247	\$ 19,696,574	\$ 11,336,033	\$ 34,660,928	\$ 8,950,833
Other Financing Sources (Uses)										
Transfers In	\$ 22,221,040	\$ 8,611,624	\$ 24,256,236	\$ 20,179,682	\$ 24,167,219	\$ 17,778,109	\$ 42,122,171	\$ 20,493,623	\$ 92,341,425	\$ 33,364,397
Transfers Out	(23,112,366)	(11,365,506)	(25,484,881)	(22,132,645)	(25,867,360)	(20,491,881)	(44,856,644)	(23,219,950)	(96,818,123)	(39,073,893)

Table 4 (continued)

ARAPAHOE COUNTY, COLORADO
Changes in Fund Balances Government Funds
Last Ten Fiscal Years
December 31, 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt issued	-	48,940,000	-	-	-	-	-	-	-	-
Leases	9,443,393	-	-	-	-	-	-	77,520	-	-
Refunding Bonds Issued	-	-	-	-	-	53,120,000	-	-	-	-
Payment to Bond Agent	-	(51,909,890)	-	-	-	(56,251,695)	-	-	-	-
Premium (discount) on Bonds	-	3,376,755	-	-	-	3,638,178	-	-	-	-
Total other financing sources (uses)	8,552,067	(2,347,017)	(1,228,645)	(1,952,963)	(1,700,141)	(2,207,289)	(2,734,473)	(2,648,807)	(4,476,698)	(5,709,496)
Net Change in Fund Balances	\$ 13,091,327	\$ (15,222,096)	\$ (4,382,784)	\$ 11,165,560	\$ 11,353,735	\$ 15,950,958	\$ 16,962,101	\$ 8,687,226	\$ 30,184,230	\$ 3,241,337
Debt service as a percentage of noncapital expenditures	6.95%	23.18%	5.38%	4.97%	4.71%	20.19%	3.10%	3.79%	2.48%	2.35%

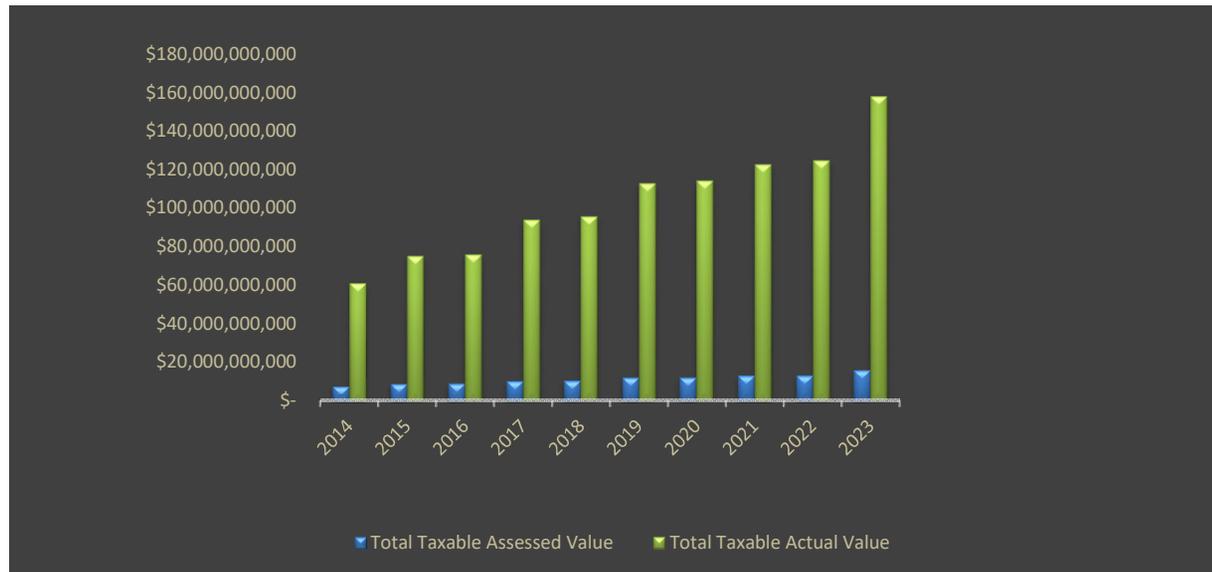


Data Source:
 Applicable years' Annual Comprehensive Financial Report

ARAPAHOE COUNTY, COLORADO
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
December 31, 2023

Table 5

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Vacant	Agricultural	Other Natural Resources	State Assessed	Tax-Exempt Property	Total Taxable Assessed Value	Total Taxable Actual Value	Total Direct Tax rate
2014	\$3,812,812,264	\$3,087,727,246	\$36,395,645	\$175,558,234	\$14,168,482	\$33,769,837	\$457,192,000	\$1,299,479,589	\$7,617,623,708	\$60,972,155,045	26.726
2015	4,829,416,614	3,478,983,884	37,246,901	193,926,306	16,462,494	85,556,481	428,740,800	1,619,809,644	9,070,333,480	75,144,878,222	25.754
2016	4,874,504,552	3,519,405,327	36,968,269	178,409,908	16,338,886	76,794,298	426,031,500	1,628,023,002	9,128,452,740	75,777,157,324	25.947
2017	5,542,587,113	4,193,565,204	42,237,673	206,691,992	17,941,704	45,801,576	427,051,400	1,653,183,167	10,475,876,662	93,818,242,423	24.652
2018	5,629,267,276	4,235,219,289	44,208,693	200,504,857	18,482,733	58,597,252	417,134,600	1,671,911,738	10,603,414,700	95,250,716,882	25.128
2019	6,688,464,329	4,740,323,835	50,508,442	276,572,334	19,055,250	129,775,815	425,204,900	1,770,981,924	12,329,904,905	112,735,076,633	23.466
2020	6,780,444,221	4,730,124,131	49,565,596	238,381,645	19,115,437	141,085,531	441,521,800	1,772,991,707	12,400,238,361	113,922,629,991	23.805
2021	7,287,376,447	5,185,966,855	53,941,542	240,588,151	18,787,371	73,796,910	453,323,100	1,838,624,644	13,313,780,376	122,564,924,302	23.534
2022	7,184,491,720	5,172,652,129	50,497,106	218,882,190	17,521,770	135,383,320	489,727,500	1,843,007,505	13,269,155,735	124,387,020,522	24.503
2023	8,921,959,606	5,982,432,084	48,207,279	260,664,091	19,340,663	465,130,796	484,668,800	2,007,636,855	16,182,403,319	158,113,585,540	22.601



Data Source:
Arapahoe County Assessor's Office

Table 6

ARAPAHOE COUNTY, COLORADO
Direct and Overlapping Property Tax Rates
(rate per \$1,000 of assessed value)
Last Ten Fiscal Years
December 31, 2023

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
County Direct Rates										
General	12.976	11.310	11.477	10.521	10.963	9.649	9.945	9.563	10.429	9.213
Special Revenue	3.974	3.546	3.562	3.296	3.338	3.036	3.068	3.199	3.321	2.993
L.E.A.D. & Library	9.776	10.898	10.908	10.835	10.827	10.781	10.792	10.772	10.753	10.395
Total direct rate	26.726	25.754	25.947	24.652	25.128	23.466	23.805	23.534	24.503	22.601
City & Town Rates										
Aurora	8.886	8.569	8.605	8.605	8.605	8.605	8.076	8.073	7.816	8.407
Bennett	11.950	11.950	11.950	11.950	11.950	11.950	11.950	11.950	11.950	11.950
Bow-Mar	25.389	24.280	25.185	25.373	26.142	25.112	26.021	24.421	25.650	23.265
Centennial	5.015	5.030	5.026	5.006	5.003	5.002	5.033	5.013	5.008	5.010
Cherry Hills	13.360	13.557	13.559	13.559	13.813	14.722	14.722	14.722	14.722	14.722
Columbine Valley	9.316	7.891	8.172	8.133	7.751	6.567	7.949	9.417	9.353	7.144
Deer Trail	17.104	14.597	15.821	14.585	15.050	13.453	14.088	13.453	11.430	13.007
Englewood	8.124	7.804	11.613	10.745	10.710	9.438	9.576	9.510	9.011	8.062
Foxfield	20.400	20.400	20.400	4.982	4.982	4.982	4.982	4.982	4.982	4.982
Glendale	18.670	18.670	18.670	18.670	18.670	18.670	18.670	18.670	18.670	18.670
Greenwood Village	2.932	2.932	2.932	2.932	2.932	2.932	2.932	2.932	2.932	2.932
Littleton	6.662	6.662	6.662	6.662	6.662	2.000	2.000	2.000	2.000	2.000
Sheridan	8.131	23.363	26.196	24.109	23.844	20.310	20.640	18.513	19.149	16.603
School Districts										
Aurora	67.635	66.648	69.685	69.006	82.014	81.275	82.034	78.918	77.846	71.331
Bennett	32.950	32.387	32.594	32.303	32.296	24.882	22.494	23.501	24.321	25.283
Byers	30.695	32.812	33.096	26.230	26.261	26.121	27.338	28.418	29.728	30.410
Cherry Creek	56.702	49.703	53.232	49.687	49.995	46.997	49.724	49.012	49.863	47.567
Deer Trail	27.237	27.204	27.243	42.826	41.817	38.851	38.936	37.036	36.759	37.483
Englewood	47.018	44.268	54.561	52.372	52.373	49.852	49.854	47.257	49.075	49.075
Littleton	56.601	53.424	53.030	51.166	56.945	59.266	64.744	64.936	67.061	62.847
Sheridan	40.854	38.308	38.744	35.259	50.798	46.502	44.903	43.481	43.481	40.272
Strasburg	39.655	38.646	38.725	38.315	38.373	37.656	46.684	44.041	44.136	40.939
Special Districts	.027-90.0	.027-90.0	.027-90.0	.021-98.9	.010-100.3	.010-102.1	.010-123.2	.010-126.3	0.01 -122.3	0.01 - 133.733

Data Source:
Arapahoe County Assessor's Office

Table 7

ARAPAHOE COUNTY, COLORADO
Principal Property Taxpayers
Current Year and Nine Years Ago
December 31, 2023

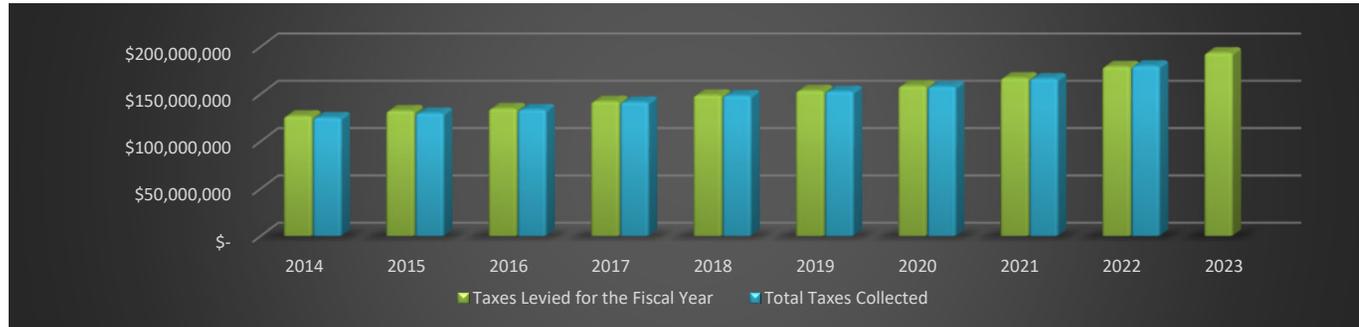
<u>Taxpayer</u>	<u>2023</u>			<u>2014</u>		
	<u>Taxable</u>	<u>Rank</u>	<u>Percentage of</u>	<u>Taxable</u>	<u>Rank</u>	<u>Percentage of</u>
	<u>Assessed Value</u>		<u>Total County</u>	<u>Assessed Value</u>		<u>Total County</u>
			<u>Taxable</u>		<u>Taxable</u>	<u>Assessed</u>
			<u>Assessed</u>		<u>Assessed</u>	<u>Value</u>
Public Svc Co (Xcel Energy)	\$ 224,775,260	1	1.24%	\$ 144,517,278	1	1.62%
Columbia HealthOne LLC	97,808,364	2	0.54%	41,325,000	4	0.46%
Verizon Wireless (CellCo)	48,334,000	3	0.27%	68,587,300	3	0.77%
CenturyLink (Qwest Corp.)	48,062,833	4	0.26%	97,672,268	2	1.09%
NP Stafford II LLC	41,878,458	5	0.23%	-	-	0.00%
Granite Place LLC	36,145,008	6	0.20%	-	-	0.00%
Prime US-Village Center Station, LLC	36,002,997	7	0.20%	-	-	0.00%
Denver CB Center 2 LLC (6340 Fiddlers Green Circle LP)	33,854,418	8	0.19%	-	-	0.00%
Greenwood Property Corp	29,286,630	9	0.16%	32,045,000	5	0.36%
Drawbridge Panorama LLC (9151 E Panorama Circle)	26,496,630	10	0.15%	-	-	0.00%
GPI Plaza Tower LP	-	-	0.00%	23,925,000	6	0.27%
GK Peakview Tower LLC	-	-	0.00%	12,470,000	9	0.14%
Palazzo Verdi LLC	-	-	0.00%	13,920,000	7	0.16%
CREF Tuscany Plaza LLC	-	-	0.00%	12,383,001	10	0.14%
Village Center Station I LLC	-	-	0.00%	12,470,001	8	0.14%
Total	\$ 622,644,598		3.42%	\$ 459,314,848		5.15%

Data Source:
Arapahoe County Assessor's Office

Table 8

ARAPAHOE COUNTY, COLORADO
Property Tax Levies and Collections
Last Ten Fiscal Years
December 31, 2023

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal year of the Levy			Total Collections to Date	
		Amount	Percentage of Levy	Collections in Subsequent Years (1)	Total Taxes Collected	Percentage of Levy
2014	\$ 126,816,707	\$ 124,374,319	98.1%	\$ 700,000	\$ 125,074,319	98.6%
2015	132,443,530	128,808,551	97.3%	980,000	129,788,551	98.0%
2016	134,720,914	133,450,038	99.1%	128,000	133,578,038	99.2%
2017	142,256,121	141,159,227	99.2%	385,613	141,544,840	99.5%
2018	148,899,511	148,042,148	99.4%	295,000	148,337,148	99.6%
2019	153,648,531	152,572,991	99.3%	250,000	152,822,991	99.5%
2020	158,558,190	157,817,755	99.5%	19,547	157,837,302	99.5%
2021	167,095,045	164,412,768	98.4%	1,737,855	166,150,623	99.4%
2022	179,073,290	177,669,409	99.2%	1,946,706	179,616,115	100.3%
2023	193,600,000	-	-	-	-	-



(1) Estimated calculation

Note: The difference between the total taxes collected shown on this schedule and the property taxes recorded on the Government-wide Statement of Activities is that the Statement of Activities line item for property taxes includes interest on current tax and property taxes collected on three blended component units not included above (Arapahoe Law Enforcement Authority, Arapahoe County Recreation District and the Arapahoe County Water and Wastewater Public Improvement District.)

Data Sources:
 Arapahoe County Treasurer's Office
 Arapahoe County Annual Budget

Table 9

ARAPAHOE COUNTY, COLORADO
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
December 31, 2023

Fiscal Year	Total Bonds Payable¹	Total Notes Payable¹	Total Certificates of Participation Payable¹	Total Leases and SBITAs¹	Total Primary Government¹	Percentage of Personal Income²	Percentage of Actual Value of Taxable Property³	Total Outstanding Debt Per Capita
2014	\$ 114,832,794	\$ 36,589,875	\$ 31,706,254	\$ 19,768,364	\$ 202,897,287	0.71%	0.33%	334.22
2015	140,581,034	8,582,389	26,792,005	18,327,181	194,282,609	0.56%	0.26%	314.20
2016	138,905,723	7,446,310	21,256,405	16,844,104	184,452,542	0.51%	0.24%	289.45
2017	137,059,731	6,281,757	17,307,225	15,317,619	175,966,332	0.50%	0.19%	272.09
2018	135,007,822	5,098,429	13,198,045	13,720,977	167,025,273	0.45%	0.18%	257.08
2019	133,470,844	3,890,885	8,929,412	12,701,498	158,992,639	0.40%	0.14%	241.61
2020	129,941,621	2,664,894	4,474,686	11,647,046	148,728,247	0.36%	0.13%	226.44
2021	126,507,164	1,365,581	-	11,971,899	139,844,644	0.34%	0.11%	213.48
2022	122,888,741	-	-	10,457,813	133,346,554	0.27%	0.11%	203.40
2023	117,725,002	-	-	9,504,476	127,229,478	0.25%	0.08%	192.41

Note: Details regarding the County's outstanding debt can be found in Notes to the Financial Statements.

Data Sources:

- (1) Applicable years' Annual Comprehensive Financial Report
- (2) Estimates obtained from the state of Colorado Department of Local Affairs
- (3) Arapahoe County Assessor's Office

Table 10

ARAPAHOE COUNTY, COLORADO
Ratios of Outstanding Bonded Debt by Type
Last Ten Fiscal Years
December 31, 2023

Fiscal Year	Total Bonds Payable ¹	Less: Amounts Available in Restricted Resources	Net Bonded Debt ²	Net Bonded Debt as Percent of Estimated Actual Taxable Value of Property ³	Total Bonded Debt Per Capita
2014	\$ 114,832,794	\$ 1,200,000	\$ 113,632,794	0.19%	187.18
2015	140,581,034	1,200,000	139,381,034	0.19%	225.41
2016	138,905,723	1,200,000	137,705,723	0.18%	216.09
2017	137,059,731	1,200,000	135,859,731	0.14%	210.07
2018	135,007,822	1,200,000	133,807,822	0.14%	205.95
2019	133,470,844	-	133,470,844	0.12%	202.82
2020	129,941,621	-	129,941,621	0.11%	197.83
2021	126,507,164	-	126,507,164	0.10%	193.12
2022	122,888,741	-	122,888,741	0.10%	187.45
2023	117,725,002	-	117,725,002	0.07%	178.04

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

Data Sources:

- (1) Applicable years' Annual Comprehensive Financial Report
- (2) Net bonded debt equals: General Obligation bonds, less restricted resources.
- (3) Arapahoe County Assessor's Office

Table 11

ARAPAHOE COUNTY, COLORADO
Computation of Direct and Overlapping Debt
December 31, 2023

<u>Governmental Unit</u>	<u>General Obligation Debt Outstanding</u>	<u>Percentage Applicable to County</u>	<u>Direct and Overlapping Debt</u>
Cities & Towns:			
City of Englewood	\$ 40,943,849	100%	\$ 40,943,849
City of Sheridan	25,395,000	100%	25,395,000
Total Cities & Towns			\$ 66,338,849
School Districts:			
Aurora	\$ 359,179,436	64%	\$ 229,874,839
Bennett	0.00	50%	-
Cherry Creek	607,430,000	100%	607,430,000
Deer Trail	5,490,000	95%	5,215,500
Englewood	124,315,000	100%	124,315,000
Littleton	364,166,195	100%	364,166,195
Sheridan	13,864,898	100%	13,864,898
Strasburg	17,030,000	32%	5,483,660
Total School Districts			\$ 1,350,350,092
Special Districts:			
Adonea Metropolitan District #2	\$ 22,661,911	100%	\$ 22,661,911
Antelope Water System GID	1,690,000	100%	1,690,000
Arapahoe Lake Public Park District	758,800	100%	758,800
Arapahoe Park and Recreational District	0.00	100%	-
Arapahoe Water and Wastewater PID	119,385,000	91%	108,401,580
Aurora Crossroads Metro District #2	45,000,000	100%	45,000,000
Aspen Grove Business Improvement - Bonds	3,295,000	100%	3,295,000
Aurora Centretech Metropolitan District	6,105,000	100%	6,105,000
Aspen Grove Business Improvement - Bonds	3,295,000	100%	3,295,000
Beacon Point Metropolitan District	18,570,000	100%	18,570,000
Belleview Place Metro District	3,177,000	100%	3,177,000
Bijou Creek Metropolitan District	2,139,000	100%	2,139,000
Bristol Metropolitan District	3,085,000	100%	3,085,000
Centennial Downs Metropolitan District	2,035,000	100%	2,035,000
Charlou Park 3rd Flg GID	268,000	100%	268,000
Cherry Creek Racquet Club GID	285,000	100%	285,000
Cherry Creek Vista Park and Recreational District A	1,152,000	100%	1,152,000
Cherry Creek Vista Park and Recreational District B	4,884,000	100%	4,884,000
Cherry Hills City Metropolitan District	3,002,000	100%	3,002,000
Citadel on Colfax BID	11,600,000	100%	11,600,000
Cornerstar Metro District	26,450,000	100%	26,450,000
Cobblewood GID	365,000	100%	365,000
Commons at East Creek Metro	1,495,000	100%	1,495,000
Conservatory Metropolitan District	18,565,000	100%	18,565,000
Copperleaf Metropolitan District #2	28,410,000	100%	28,410,000
Copperleaf Metropolitan District #3	18,051,000	100%	18,051,000
Copperleaf Metropolitan District #4	24,410,000	100%	24,410,000
Copperleaf Metropolitan District #6	21,195,000	100%	21,195,000
Cornerstar Metro District Bonds	26,450,000	100%	26,450,000
Country Homes Metropolitan District P-A	0.00	100%	0.00
Country Homes Metropolitan District P-B	0.00	100%	0.00
Cross Creek Metropolitan District #2	10,205,000	100%	10,205,000
Dove Valley Metropolitan District	34,870,000	100%	34,870,000
Dove Valley Metropolitan District Bonds Only	34,870,000	100%	34,870,000
Eagle Bend Metropolitan District	22,838,000	100%	22,838,000
Eagle's Nest Metropolitan District	0.00	100%	-
East Creek Metropolitan District #1	4,530,000	100%	4,530,000
East Smoky Hill Metropolitan District #1	2,540,000	100%	2,540,000
East Smoky Hill Metropolitan District #2	1,976,000	100%	1,976,000
East Valley Metropolitan District	146,419	100%	146,419
Estancia Metropolitan District	6,229,000	100%	6,229,000
Fiddlers Business IM District	50,899,000	100%	50,899,000
Fitzsimons Village Metropolitan District #1	6,220,000	100%	6,220,000
Forest Trace Metropolitan District #3	14,389,000	100%	14,389,000
Foxridge General Improvement District	1,690,000	100%	1,690,000
Galleria Metropolitan District	1,054,559	100%	1,054,559
Galleria Metropolitan District Bonds	1,054,559	100%	1,054,559
Gardens at East Iliff Metropolitan District	2,720,000	100%	2,720,000
Gardens on Havana Metro District #3 - Bonds	11,750,000	100%	11,750,000
Heather Gardens Metropolitan District	7,405,000	100%	7,405,000
Blackstone Metropolitan District (formerly High Plains Metro District)	26,035,000	100%	26,035,000
Heather Ridge Metropolitan District #1	5,165,000	100%	5,165,000
Heritage Greens Metropolitan District	1,740,000	100%	1,740,000

Table 11 (continued)

ARAPAHOE COUNTY, COLORADO
Computation of Direct and Overlapping Debt
December 31, 2023

Special Districts:	General Obligation Debt Outstanding	Percentage Applicable to County	Direct and Overlapping Debt
Highline Crossing Metropolitan District	\$ 1,871,000	100%	\$ 1,871,000
Hills At Cherry Creek Metro District	1,210,000	100%	1,210,000
Iliff Commons Metropolitan District #2	4,133,000	100%	4,133,000
Iliff Commons Metropolitan District #3	1,845,000	100%	1,845,000
Inverness Water and Sanitation District	3,397,688	68%	2,310,428
Iron Works Village Metropolitan District	3,785,000	100%	3,785,000
Kent Place Metropolitan District #2	1,705,000	100%	1,705,000
Liverpool Metropolitan District	940,000	100%	940,000
Marvella Metropolitan District	5,160,000	100%	5,160,000
Meadow Hills Country Club GID	245,000	100%	245,000
Murphy Creek Metropolitan District #3	31,563,657	100%	31,563,657
Tallgrass Metro District Bonds Only	13,105,000	100%	13,105,000
Parkside at City Centre BID	13,770,000	100%	13,770,000
Orchard Valley Metropolitan District	4,650,000	100%	4,650,000
Panorama Metropolitan District Bond Only	0.00	100%	0.00
Panorama Metropolitan District	0.00	100%	0.00
Parker Jordan Metropolitan	0.00	100%	0.00
Parker Jordan Metropolitan Bonds	0.00	100%	0.00
Peoria Park GID	245,000	100%	245,000
Pier Point 7 GID	1,310,000	100%	1,310,000
Piney Creek Village Metropolitan District	4,330,000	100%	4,330,000
Pioneer Hills Metropolitan District	2,990,000	100%	2,990,000
Polo Reserve Metropolitan District	0.00	100%	0.00
Powhatan RD Metropolitan District #2	0.00	100%	0.00
Pronghorn Valley Metro District	20,499,000	100%	20,499,000
Sable Altura Fire Protection District	265,000	65%	172,250
Saddle Rock Metropolitan District	5,230,000	100%	5,230,000
Saddle Rock South Metropolitan District #4	10,825,000	100%	10,825,000
Serenity Ridge Metropolitan District #2	16,485,000	100%	16,485,000
Sky Ranch Metro District # 1	0.00	100%	0.00
Sorrel Ranch Metropolitan District	13,468,346	100%	13,468,346
South Glenn Metropolitan District	56,990,000	100%	56,990,000
Southmoor GID	170,981	100%	170,981
South Suburban Park and Recreation	35,020,000	75%	26,265,000
Southlands Metropolitan District #1 Bonds	0.00	100%	-
Southlands Metropolitan District #1	0.00	100%	-
Southlands Metropolitan District #2	0.00	100%	-
Southshore Metropolitan District #2	58,700,000	100%	58,700,000
Sterling Hills Metropolitan District	9,370,000	100%	9,370,000
Tall Grass Metropolitan District	13,105,000	100%	13,105,000
Tallyn's Reach Metropolitan District #3	5,110,000	100%	5,110,000
The Point Metropolitan District	9,017,331	100%	9,017,331
Tollgate Crossing Metropolitan District #2	8,405,000	100%	8,405,000
Traditions Metropolitan District	13,070,000	100%	13,070,000
3rd & Havana Metro District	25,000,000	100%	25,000,000
Valley Club Point Metropolitan District	2,250,000	100%	2,250,000
Waterstone Metro District #1	15,680,000	100%	15,680,000
Wheatland's Metropolitan District	22,210,000	100%	22,210,000
Whispering Pines Metropolitan District #1	20,825,000	100%	20,825,000
Wild Plum Metropolitan District	8,415,000	100%	8,415,000
Willow Creek GID 1	4,155,000	100%	4,155,000
Willow Trace Metropolitan District	7,160,000	100%	7,160,000
Total special districts			\$ 1,122,867,821
Subtotal, overlapping debt			\$ 2,539,556,762
Arapahoe County direct debt			\$ 128,028,620
Total direct and overlapping debt			\$ 2,667,585,382

Note: Overlapping Debt is the proportionate share of the debts of local jurisdictions located wholly or in part within the limits of Arapahoe County. The

(a) percentage of the total assessed value of the overlapping jurisdiction lies within the limits of Arapahoe County, and

(b) applying this percentage to the total general obligation debt of the overlapping jurisdiction.

Data Sources: Arapahoe County Finance Department

ARAPAHOE COUNTY, COLORADO
Legal Debt Margin Information
Last Ten Fiscal Years
December 31, 2023

Table 12

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Assessed Value of Property	\$ 8,923,182,030	\$ 10,687,069,284	\$ 10,758,800,771	\$ 12,092,601,948	\$ 10,612,904,397	\$ 12,325,788,150	\$ 14,173,230,068	\$ 15,152,405,020	\$ 15,112,163,240	\$ 18,190,040,174
Statutory Debt Limit 3% ¹	267,695,461	320,612,079	322,764,023	362,778,058	318,387,132	369,773,645	425,196,902	454,572,151	453,364,897	545,701,205
Legal Debt Margin	\$ 267,695,461	\$ 320,612,079	\$ 322,764,023	\$ 362,778,058	\$ 318,387,132	\$ 369,773,645	\$ 425,196,902	\$ 454,572,151	\$ 453,364,897	\$ 545,701,205
Total net debt as percentage of debt limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

Data Sources:
Arapahoe County Assessor's Office Abstract of Assessments and Levies
(1) Colorado Revised Statute 30-26-301.3

Table 13

ARAPAHOE COUNTY, COLORADO
Demographic and Economic Statistics
Last Ten Fiscal Years
December 31, 2023

Year	Population ¹		Households ¹		
	Arapahoe County	Seven County Denver Metro	Total	Average Size	
2014	607,070	2,953,038	237,618	2.53	
2015	618,341	2,445,137	252,608	2.53	
2016	637,254	2,491,003	248,211	2.55	
2017	646,725	3,166,971	252,593	2.53	
2018	649,703	3,196,705	253,318	2.55	
2019	658,060	3,238,252	255,165	2.56	
2020	656,822	3,236,481	249,864	2.60	
2021	655,070	3,240,895	250,327	2.60	
2022	655,581	3,266,955	270,939	2.40	
2023	661,234	3,294,435	*	*	

Year	Per Capita Income ²	Total Personal Income ²	Median Age ¹	School Enrollment ⁴	Unemployment Rate ³
		(in thousands)			
2014	53,215	32,941,719	36.7	126,537	4.9%
2015	54,455	34,360,320	36.7	127,713	4.1%
2016	55,207	35,274,663	36.1	125,646	3.1%
2017	57,116	36,810,160	36.3	127,099	2.9%
2018	61,906	40,350,053	36.4	126,447	3.8%
2019	64,477	42,334,967	36.5	124,962	2.3%
2020	66,691	43,846,410	36.6	123,298	8.8%
2021	74,267	48,637,263	36.7	123,991	3.2%
2022	76,304	50,041,017	37.1	124,314	3.3%
2023	*	*	37.4	119,749	3.4%

Data Sources:

¹Figures for 2014-2022 from the State of Colorado Department of Local Affairs²U.S. Bureau of Economic Analysis³U.S. Bureau of Labor Statistics⁴Colorado Department of Education - Public & Non-Public School Enrollment

*2023 data not available at the time this report went to print

Table 14

ARAPAHOE COUNTY, COLORADO
Principal Employers
Current Year and Nine Years Ago
December 31, 2023

<u>Employer</u>	<u>2023</u>			<u>2014</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Cherry Creek School District No. 5	8,400	1	2.45%	7,900	1	2.59%
Adams Arapahoe Aurora Schools	4,900	2	1.43%	5,600	2	1.84%
City of Aurora	4,100	3	1.20%	3,500	3	1.15%
Empower Retirement	2,600	4	0.76%	-	-	0.00%
Raytheon Company	2,100	5	0.61%	2,400	4	0.79%
Littleton School District #6	2,100	6	0.61%	2,400	5	0.79%
Arapahoe County	2,400	7	0.70%	1,900	7	0.62%
Columbia HCA Swedish	2,000	8	0.58%	1,800	8	0.59%
Fidelity Brokerage Services	1,900	9	0.55%	-	-	0.00%
Columbia HCA Medical Center of Aurora	1,600	10	0.47%	1,500	9	0.49%
CenturyLink (Qwest Corp.)	-	-	0.00%	1,900	6	0.62%
Jeppesen Sanderson Inc.	-	-	0.00%	1,400	10	0.46%
Total Principal Employers	<u>32,100</u>		<u>9.36%</u>	<u>30,300</u>		<u>9.93%</u>
Total Arapahoe County Workforce	<u>343,000</u>			<u>305,000</u>		

Data Source:
Colorado Department of Labor & Employment

Table 15

ARAPAHOE COUNTY, COLORADO
Full-Time Equivalent County Government Employees by Function/Program
Last Ten Fiscal Years
December 31, 2023

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Culture and Recreation	15.50	17.00	24.00	25.00	29.50	30.50	35.50	34.50	39.00	33.00
Highways and Streets	59.00	56.00	60.00	60.00	61.00	58.00	58.00	68.00	68.00	68.00
Health and Welfare	637.75	644.25	705.50	744.75	767.75	794.75	795.75	658.50	682.00	719.00
Judicial Services	24.25	24.25	26.50	21.50	23.00	24.00	24.00	26.50	26.50	29.00
Public Safety	714.00	728.00	778.75	805.75	845.75	884.75	899.75	912.50	912.00	933.00
General Government	531.90	541.40	475.40	473.40	477.40	481.40	484.27	632.02	823.72	841.72
Total	1,982.40	2,010.90	2,070.15	2,130.40	2,273.40	2,273.40	2,297.27	2,332.02	2,551.22	2,623.72

Data Source:
 Arapahoe County Finance Department

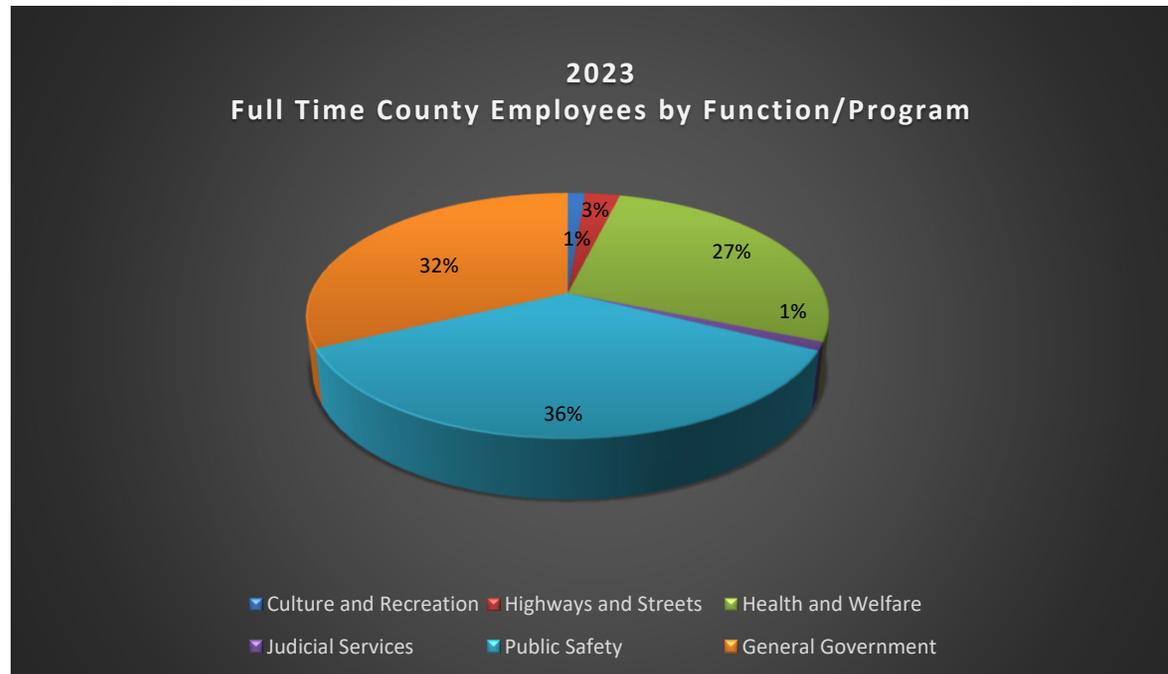


Table 16

ARAPAHOE COUNTY, COLORADO
Operating Indicators by Function/Program
December 31, 2023

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government										
Motor vehicle renewals	421,435	432,772	445,387	456,709	590,701	602,777	551,575	533,109	573,809	586,430
Registered voters (active & inactive)	387,212	387,384	420,997	350,942	423,146	424,299	450,981	425,827	460,304	472,212
Voter turnout	228,212	116,279	311,745	92,349	275,233	163,594	354,259	157,534	257,213	138,484
Public Safety										
Adult-Juvenile arrests	5,758	5,810	6,217	5,214	4,376	3,157	2,458	2,382	3,410	3,519
DUI arrests	485	513	538	350	239	263	248	170	296	347
Traffic stops	44,478	42,579	40,765	29,990	20,910	15,771	11,833	14,905	13,196	8,918
Number of 911 calls	73,622	79,763	74,145	75,695	78,084	82,719	85,247	81,163	80,212	84,333
Judicial Services										
Felony cases closed	2,672	2,105	2,197	2,652	2,744	1,596	3,188	2,459	2,909	2,936
Misdemeanor cases closed	3,050	4,508	4,705	5,681	5,876	3,418	3,136	3,403	4,165	4,906
Health and Welfare										
Annual cases of Food Assistance	262,853	245,289	236,601	228,902	227,575	235,180	280,824	306,144	344,772	384,588
Highways and Streets										
Sweeping pass miles	2,391	2,143	1,372	1,949	1,876	1,330	2,845	4,994	3,117	3,033
Finished concrete curb & gutter (linear feet)	1,043	1,639	5,080	3,701	6,194	2,348	1,954	714	217	4,308
Tons of asphalt applied	29,791	30,420	39,811	35,431	42,682	29,866	39,922	42,970	47,833	50,552
Culture & Recreation										
Building permits issued	6,630	6,622	3,419	3,564	5,895	5,272	4,758	3,735	3,611	6,957

Data Source:

Various Arapahoe County Departments

ARAPAHOE COUNTY, COLORADO
Capital Asset Statistics by Function/Program
Last Nine Fiscal Years
December 31, 2023

Table 17

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government										
Square footage of buildings ³	328,629	328,629	329,432	333,845	343,335	353,091	350,610	350,751	350,752	358,687
Voting machines ¹	375	225	-	-	-	-	-	-	-	-
Voting booths	-	-	135	135	255	137	137	135	135	135
Public Safety										
Square footage of detention center ³	293,108	293,108	293,108	293,108	293,108	293,108	293,108	293,108	293,108	293,108
Square footage of other buildings ³	134,183	134,183	151,297	151,297	148,162	143,751	144,160	144,232	144,232	146,502
Patrol vehicles	155	159	169	161	186	201	175	161	168	184
Judicial Services										
Square footage of buildings ³	163,735	163,735	181,073	180,909	184,044	192,103	192,103	192,104	192,104	192,104
Health and Welfare										
Square footage of buildings ³	208,174	208,174	202,234	203,133	201,681	214,916	215,181	213,259	213,259	241,955
Highways and Streets²										
Total centerline miles of county roads	542.5	542.5	541.9	546.5	539.1	553.0	553.0	546.0	546.0	562.0
Paved lane miles	1,102.5	1,102.5	1,099.9	1,131.2	1,117.2	1,162.0	1,131.0	1,197.0	1,196.0	1,240.0
Unpaved lane miles	459.1	459.1	458.0	445.1	439.8	439.8	438.0	417.0	419.0	414.0
Culture and Recreation										
Number of parks	16	16	16	18	19	21	21	23	27	28
Total Open Space and Parks Acreage	4,430	4,430	4,430	5,370	5,378	5,390	5,390	5,423	5,434	5,517

Notes:

¹958 Advantage machines disposed of in 2012. Remaining 225 voting machines disposed of in 2016.

²These reports are published on July 1st of each year and reflect changes reported by Colorado Dept. of Transportation through December 31st of the previous year.

³2013 recalculated measurements using standard measurements by BOMA

Data Sources:

Various Arapahoe County Departments
Colorado Department of Transportation





INDEPENDENT AUDITORS' 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*

Board of County Commissioners
Arapahoe County, Colorado

We have audited, in accordance with the 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 discretely presented component units, each major fund, and the aggregate remaining fund information of Arapahoe County, Colorado (the County) as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 21, 2024. Our report includes a reference to other auditors who audited the financial statements of Arapahoe County Public Airport Authority and Arapahoe County Water and Wastewater Authority, both of which are discretely presented component units, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of Arapahoe County Water and Wastewater Authority were not audited in accordance with *Government Auditing Standards*.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) as a basis for designing 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 County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County'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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity'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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County’s financial statements are free from 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 financial statements. 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 entity’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 entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 21, 2024



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

Board of County Commissioners
Arapahoe County, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Arapahoe County, Colorado's (the County) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of County's major federal programs for the year ended December 31, 2023. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the County complied, in all material respects, with the 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 (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* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County 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 County'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 County's federal programs.

Auditors' 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 County'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 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 County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with 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 County'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 County'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 County'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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2023-001 and 2023-002. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses.

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 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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2023-001 to be a material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a 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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2023-002 to be a significant deficiency.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 21, 2024

ARAPAHOE COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2023

Federal Grantor/Pass-Through Grantor Program Title	Assistance Listing Number	Pass Through Grantor's Number	Cluster	Passed Through to Subrecipients	Total By Assistance Listing and Agency
U.S. DEPARTMENT OF AGRICULTURE:					
Passed Through Colorado Dept. of Human Services					
SNAP - Administration (Note 2)	10.561	183C0401S2514 183C0401S8036 183C0431Q7503			
SNAP	10.551	183C0421S2519 183C0421S2522			
Passed Through Douglas County Human Services Employment First	10.561	183C0401S8026	SNAP Cluster	\$ 5,595,770	\$ 5,595,770
Passed Through Colorado Dept. of Public Health and Environment					
Hunger Free Colorado SNAP Outreach FY22-23	10.561	223C0401S2514	SNAP Cluster	57,649	57,649
Hunger Free Colorado SNAP Outreach FY22-23	10.561	233C0401S2514	SNAP Cluster	19,277	19,277
			SNAP Cluster Total	\$ 5,853,069	\$ 5,853,069
WIC FY 22-23	10.557	WIC FFY2023			1,982,693
WIC FY 23-24	10.557	WIC FFY2023			537,385
Special Supplemental Nutrition Program for WIC (BFPC) FY22-23	10.557	BFPC FFY 2023			118,710
Special Supplemental Nutrition Program for WIC (BFPC) FY23-24	10.557	BFPC FFY 2023			23,909
					2,682,696
TOTAL U.S. DEPARTMENT OF AGRICULTURE					\$ 8,515,765
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:					
Passed Through Colorado Department of Local Affairs					
Block Grant	93.569	L21CSBG03	CSBG Cluster	\$ 579,943	\$ 579,943
Total-Passed Through Colorado Dept. of Local Affairs			CSBG Cluster Total	\$ 579,943	579,943
Passed Through Colorado Department of Public Health and Environment					
National Council on Aging Immunization Early Detection Program	93.048	90NWC30019			\$ 119,618
Title X FY 22-23	93.217	FFHPA006465			247,521
Title X FY 23-24	93.217	FFHPA006517			119,999
Reducing Overdoses through Community Approaches (ROCA)	93.421	6NU380T000306			82,989
STI Integration (NACCHO)	93.421	6NU380T000306			11,707
National Breast and Cervical Cancer Early Detection Program	93.898	NU58DP00347			6,235
National Breast and Cervical Cancer Early Detection Program	93.898	NU58DP007167			8,177
Ryan White Care Title II	93.917	X0700056			6,716
Ryan White Care Title II	93.917	X0700056			58,833
HIV Prevention/Diomedical	93.940	NU62P924563			183,037
Maternal and Child Health Block Grant FY22-23	93.994	B0447404			333,452
Maternal and Child Health Block Grant FY23-24	93.994	B0447404			76,256
Immunization & Vaccines for Children IMCORE FY22-23	93.268	NI423IP922600			110,501
Immunization & Vaccines for Children IMCORE FY22-23	93.268	NI423IP922600			187,850
Immunization & Vaccines for Children IMM-4 FY23-24	93.268	NI423IP922600			394,586
					692,936
Public Health Emergency Preparedness Program - Cities Readiness Initiative FY 22-23	93.069	NU90TP922028			206,118
Public Health Emergency Preparedness Program - Cities Readiness Initiative FY 23-24	93.069	NU90TP922028			168,686
Cities Readiness Initiative_OEPRCRI FY 22-23	93.069	NU90TP922028			73,467
Cities Readiness Initiative_OEPRCRI FY 23-24	93.069	NU90TP922028			52,836
					501,107
Communicable Diseases- ELC	93.323	NU50CK000552			1,799,202
Communicable Diseases- ELC 2.1	93.323	NU50CK000552			380,143
					2,179,344
National Center for Emerging & Zoonotic Infectious Diseases FOODNET	93.317	NU50CK000483			33,477
Emerging Infections Programs Pertussis	93.317	NU50CK000483			14,153
					47,630
CDC OPHI CHAP Preventive Block Grant	93.967	NE110E00089			9,166
CDC Crisis Response Cooperative Agreement- OPHI LPHA FY23	93.967	NE110E00089			117,895
					127,061
Total-Passed Through Colorado Dept. of Public Health and Environment					4,802,658
Passed Through Colorado Dept. of Human Services					
Child Welfare Services Title IV-B	93.645	1801COCWSS			315,660
Social Services Block Grant Title XX	93.667	1801COSOSR 1701COSOSR		\$ 147,752	2,412,896
Child Support Enforcement Title IV-D	93.563	1804COCSES 1804COCSES			5,268,120
IV-E Rel Guard Asst.	93.090	1801COCGARD			41,705
IV-E Prevention	93.472	1801COCGARD			594
Independent Living / Title IV-E	93.674	1801COCILP 1701COCILP		203,364	139,281
PSSF - Promoting Safe And Stable Families	93.556	1801COCPPS 1711COCPCV 1701COCPPS			41,020
Foster Care (Title IV-E)	93.658	1801COCOST			8,348,756
Child and Adult Nursing (CAPS) FY22-23	93.658	2201COCPOST			310,492
Child and Adult Nursing (CAPS) FY23-24	93.658	2301COCPOST			535,350
Child Care Development Block Grant	93.575	G1801COCODF G1701COCODF	CCDF Cluster	\$ 11,917,880	11,917,880
Child Care Development Funds	93.596	G1801COCODF G1701COCODF	CCDF Cluster	2,978,348	2,978,348
Adoption Assistance - Title IV-E	93.659	1801COADPT	CCDF Cluster Total	\$ 14,896,228	2,513,658
LEAP - Low Income Energy Assistance Program (Note 2)	93.568	18B1COLIEA			34,989
Elder Justice Act	93.747				12,610
Special Programs for the Aging	93.044				96,434
Adult Nursing (CAPS) FY22-23	93.667	2201COSOSR			52,071
Adult Nursing (CAPS) FY23-24	93.667	2201COSOSR			65,595
Nursing Support TANF FY22-23	93.558	2201COTANF			114,567
Nursing Support TANF FY23-24	93.558	2301COTANF			114,567
Temp. Assit. Needy Fam. Title IV	93.558	1801COTANF 1701COTANF		1,151,208	15,059,652
Total-Passed Through Colorado Dept. of Human Services				1,502,323	50,374,152
Passed Through Department of Health Care Policy and Financing (HCPF)					
Medicaid - Title XIX	93.778				6,060,916
Total-Passed Through Department of Health Care Policy and Financing					6,060,916
Passed Through Douglas County Human Services					
TANF DCHS	93.558				124,201
Total-Passed Through Douglas County Human Services					124,201
Passed Through Colorado Energy Office					
Low Income Home Energy Assistance - Weatherization (Note 2)	93.568				1,089,070
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				\$ 2,653,531	\$ 63,030,942
U.S. DEPARTMENT OF ENERGY					
Passed Through Colorado Energy Office					
Weatherization Assistance for Low Income Persons - DOE	81.042	CTGG1 EFAA 2017-0096; CTGG1 EFAA 2017-1735; CTGG1 EFAA 2018-521; CTGG1 EFAA 2018-1019			\$ 1,149,550
TOTAL U.S. DEPARTMENT OF ENERGY					\$ 1,149,550
U.S. DEPARTMENT OF JUSTICE					
Passed Through Colorado Division of Criminal Justice					
Patrick Leahy Bulletproof Vest Partnership	16.607				8,833
State Criminal Alien Assistance Program	16.606				253,582
Paul Coverdell Forensic Science Improvement Grant	16.742				18,308
Total-Passed Through Colorado Division of Criminal Justice					280,523
Passed Through City of Aurora					
Edward Byrne Justice Assistance Grant- 2022	16.738	0-BJA-2022-171368			21,960
Passed Through City of Colorado Springs					
ICAC					6,620
TOTAL U.S. DEPARTMENT OF JUSTICE					\$ 309,103
EXECUTIVE OFFICE OF THE PRESIDENT					
Passed Through City of Aurora					
Regional Anti-Violence Enforcement Network	95.001				9,346
Passed Through City of Denver					9,346
Family Reunification Task Force	95.001				1,954
Fugitive Location and Apprehension Group	95.001				1,918
Rocky Mountain Safe Streets Task Force	95.001				33,147
					53,019
TOTAL EXECUTIVE OFFICE OF THE PRESIDENT					62,366
U.S. DEPARTMENT OF HOMELAND SECURITY					
Passed Through Colorado Department of Public Safety					
Colorado Emergency Management Program	97.042	18EM-19-02			\$ 92,982
State Homeland Security Program 2019	97.067	19SHS2ONCR			299,061
State Homeland Security Program 2020	97.067	20SHS2ONCR			451,791

ARAPAHOE COUNTY, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2023

Federal Grantor/Pass-Through Grantor Program Title	Assistance Listing Number	Pass Through Grantor's Number	Cluster	Passed Through to Subrecipients	Total By Assistance Listing and Agency
State Homeland Security Program 2021	97.067	21SHS22NCR			522,869
State Homeland Security Program 2022	97.067	22SHS23NCR			583,807
Total-Passed Through Colorado Department of Public Safety	TOTAL Assistance Listing # 97.067				1,950,511
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY				\$ -	\$ 1,950,511
U.S. DEPARTMENT OF LABOR					
Passed Through Colorado Department of Labor					
Employment Services/Wagner-Peyser	17.207	PY2021 WP 4208/4218	ESC Cluster	170,712	170,712
Employment Services/Wagner-Peyser	17.207	PY2022 WP 10% GSJH 2550	ESC Cluster	1,540,943	1,540,943
Employment Services/Wagner-Peyser	17.207	PY2023 Wagner Peyser	ESC Cluster	603,098	603,098
TOTAL Assistance Listing # 17.207			ESC Cluster Sub Total	\$ 2,314,753	2,314,753
Unemployment Insurance					
Reemployment Services and Assessment (RESEA) Program	17.225	FY2019 RESEA 29C9			21,211
Reemployment Services and Assessment (RESEA) Program	17.225	FY2020 RESEA 28C0			45,859
TOTAL Assistance Listing # 17.225					67,070
Trade Adjustment Assistance	17.245	FY2021 Trade Adjustment Act Case Mgmt 17C6			7,179
Trade Adjustment Assistance	17.245	FY2022 Trade Adjustment Act Case Mgmt 17C9			22,919
TOTAL Assistance Listing # 17.245					30,098
Worker & Statewide Activities	17.258	PY2020/FY2021 WIA Adult 4A60/4A90	WIA Cluster	18,970	18,970
Worker & Statewide Activities	17.258	PY2021/FY2022 WIA Adult 4A69/4A89	WIA Cluster	1,179,965	1,179,965
Worker & Statewide Activities	17.258	PY2022/FY2023 WIA Adult 4A60/4A90	WIA Cluster	25,708	25,708
TOTAL Assistance Listing #17.258			WIA Cluster Sub Total	\$ 1,224,643	1,224,643
Workforce Investment Act Youth	17.259	PY2021 WIOA Youth 4Y60/4Y78/4Y8	WIA Cluster	26,398	26,398
Workforce Investment Act Youth	17.259	PY2022 WIOA Youth 4Y60/4Y70/4Y8	WIA Cluster	639,933	639,933
Workforce Investment Act Youth	17.259	PY2023 WIOA Youth 4Y60/4Y70/4Y8	WIA Cluster	208,649	208,649
TOTAL Assistance Listing #17.259			WIA Cluster Sub Total	\$ 874,980	874,980
H-1B Job Training Grants	17.268	1-B Ready to Work Partnership OED OED-201520646-00			175,393
TOTAL Assistance Listing #17.268					175,393
Pathway	17.270	FY2021			30,848
Pathway	17.270	FY2023			454,847
TOTAL Assistance Listing #17.270					485,695
WIOA National Dislocated Worker Grants (QUEST Recovery)	17.277	PATHWAY HOME			288,571
TOTAL Assistance Listing #17.277					288,571
Workforce Investment Act Dislocated Worker	17.278	FY2021 WIOA DW 4D68/4D88/46D8/48D8	WIA Cluster	6,715	6,715
Workforce Investment Act Dislocated Worker	17.278	FY2022 WIOA CWDC 10% AD 4WA8	WIA Cluster	202,627	202,627
Workforce Investment Act Dislocated Worker	17.278	FY2023	WIA Cluster	788,908	788,908
TOTAL Assistance Listing #17.278			WIA Cluster Sub Total	\$ 978,250	978,250
			WIA Cluster Total	\$ 3,077,873	
IDEA	17.280	PY2021 Youth WBL Direct Services 4MT5			2,252,922
IDEA	17.280	PY2022 Youth WBL Direct Services 4MT5			25,735
TOTAL Assistance Listing #17.280					2,278,658
Apprenticeship USA Grants	17.285	ASE 19-131			122,541
TOTAL Assistance Listing #17.285					122,541
Disabled Veterans Outreach Program	17.801	FY2022 Jobs for Veterans State Grant DVOP 2D20	ESC Cluster	8,006	8,006
TOTAL Assistance Listing #17.801			ESC Cluster Sub Total	\$ 8,006	8,006
Local Veterans Employment Rep Program	17.804	FY2022 Jobs for Veterans State Grant LVER 2L20			4,003
TOTAL Assistance Listing #17.804					4,003
				ESC Cluster Total	\$ 2,322,758
Total-Passed Through Colorado Department of Labor					8,852,659
TOTAL U.S. DEPARTMENT OF LABOR					\$ 8,852,659
U.S. DEPARTMENT OF LOCAL AFFAIRS					
Mineral Leasing Act	15.437				50,880
TOTAL U.S. DEPARTMENT OF LOCAL AFFAIRS					\$ 50,880
U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT					
Centennial Community Block Grant 2017	14.218	B-17-JC-08-0002	CDBG Cluster	138,399	103,439
Centennial Community Block Grant 2018	14.218	B-18-JC-08-0002	CDBG Cluster	249,311	249,311
Centennial Community Block Grant 2019	14.218	B-19-JC-08-0002	CDBG Cluster	62,101	41,243
Centennial Community Block Grant 2020	14.218	B-20-JC-08-0002	CDBG Cluster	23,111	-
COVID-19 Centennial Community Block Grant 2020	14.218	B-20-JC-08-0002	CDBG Cluster	90,865	90,865
Centennial Community Block Grant 2021	14.218	B-21-JC-08-0002	CDBG Cluster	66,052	-
COVID-19 Centennial Community Block Grant 2021	14.218	B-21-JC-08-0002	CDBG Cluster	228,238	228,238
Centennial Community Block Grant 2022	14.218	B-22-JC-08-0002	CDBG Cluster	72,890	49,435
Community Development Block Grant 2017	14.218	B-17-JC-08-0002	CDBG Cluster	390	390
Community Development Block Grant 2018	14.218	B-18-JC-08-0002	CDBG Cluster	54,285	9,722
Community Development Block Grant 2019	14.218	B-19-JC-08-0002	CDBG Cluster	412,249	412,249
Community Development Block Grant 2020	14.218	B-20-JC-08-0002	CDBG Cluster	548,114	509,600
COVID-19 Community Development Block Grant 2020	14.218	B-20-JC-08-0002	CDBG Cluster	567,627	71,085
Community Development Block Grant 2021	14.218	B-21-JC-08-0002	CDBG Cluster	222,201	129,465
Community Development Block Grant 2022	14.218	B-22-JC-08-0002	CDBG Cluster	362,997	154,516
Community Development Block Grant 2023	14.218	B-23-JC-08-0002	CDBG Cluster	64,070	-
TOTAL Assistance Listing #14.218			CDBG Cluster Total	\$ 3,162,900	1,958,693
HOME 2018	14.239	M-18-DC-08-0221			489,936
HOME 2019	14.239	M-19-DC-08-0221			573,977
HOME 2020	14.239	M-20-DC-08-0221			645,649
HOME 2021	14.239	M-21-DC-08-0221			668,238
HOME 2022	14.239	M-22-DC-08-0221			259,480
HOME 2023	14.239	M-23-DC-08-0221			114,241
COVID-19 HOME 2023	14.239	M-23-DC-08-0221			25,679
TOTAL Assistance Listing #14.239					2,777,200
					3,052,600
TOTAL U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT				\$ 4,735,893	\$ 6,215,900
U. S. DEPARTMENT OF TRANSPORTATION					
Passed Through Colorado Department of Transportation					
Highway Planning and Construction	20.600				14,910
Occupant Protection - Click It or Ticket	20.600	PO#411016548	Highway Safety Cluster	14,910	5,278,620
High Visibility Enforcement	20.600	PO#411017109	Highway Safety Cluster	2,261	2,261
TOTAL U. S. DEPARTMENT OF TRANSPORTATION			Highway Safety Cluster Total	\$ 17,171	\$ 5,295,792
U. S. DEPARTMENT OF TREASURY					
COVID-19 Emergency Rental Assistance 2	21.023				2,701,860
TOTAL Assistance Listing #21.023					2,701,860
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027			21,262,685	37,482,850
Passed Through Colorado Department of Public Health and Environment					
COVID-19 Harm Reduction Expansion	21.027				74,687
COVID-19 Coronavirus State and Local Fiscal Recovery Funds - ARPA 6.1	21.027				359,798
Passed Through Colorado Department of Labor					
COVID-19 Local Reskilling, Upskilling and Next Skilling & Innovation	21.027	SLFRP0126			1,268,066
Passed Through Colorado Department of Human Services					
COVID-19 JBBS-Restrict Housing	21.027				236,313
COVID-19 JBBS-MAT 2022	21.027				97,211
COVID-19 JBBS-MAT 2023	21.027				68,993
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRP0166			940,771
TOTAL Assistance Listing #21.027					40,528,688
TOTAL U. S. DEPARTMENT OF TREASURY				21,262,685	\$ 43,230,548
TOTAL FEDERAL FINANCIAL ASSISTANCE				28,652,109	138,663,615

See accompanying notes to Schedule of Expenditures of Federal Awards

ARAPAHOE COUNTY, COLORADO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2023

Note 1 - General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Arapahoe County, Colorado primary government (the County). The County's reporting entity is defined in Note 1 to the County's basic financial statements. All federal financial assistance received by the primary government directly from federal agencies, as well as federal financial assistance passed through other government agencies, including the State of Colorado, is included on the schedule.

Governmental funds account for the County's federal grant activity. Amounts reported in the schedule of expenditures of federal awards are recognized on the modified accrual basis when they become a demand on current available federal resources and eligibility requirements are met, or on an accrual basis at the time liabilities are incurred and all eligibility requirements are met, except in the following programs, which are reported in the schedule of expenditures of federal awards on the cash basis:

Program Title	ALN
SNAP Cluster	10.561
SNAP Cluster	10.551
Guardianship Assistance	93.090
Promoting Safe and Stable Families	93.556
Temporary Assistance for Needy Families	93.558
Child Support Enforcement	93.563
Low-Income Home Energy Assistance	93.568
CCDF Cluster	93.575, 93.596
Child Welfare Services – State Grants	93.645
Foster Care – Title IV-E	93.658
Adoption Assistance	93.659
Social Services Block Grant	93.667
Chafee Foster Care Independence Program	93.674
Medicaid	93.778

The County has elected not to use the 10-percent De Minimis indirect cost rate.

Note 2

The SNAP – Administration allocation of financial assistance between federal monies passed through the State and Douglas County Human Services and state monies derived from and provided by the Colorado Department of Human Services for the year ended December 31, 2023 is \$5,595,770, \$124,890, and \$55,483.

LEAP passed through the Colorado Department of Human Services and the Colorado Energy Office for the year ended December 31, 2023, is \$1,124,059.

Note 3 – Noncash Programs

Arapahoe County Public Health Department receives noncash vouchers and assistance. These amounts are neither recorded in the financial statements nor in the schedule of expenditures of federal awards. Noncash award programs include the following:

ARAPAHOE COUNTY, COLORADO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2023

10.557	WIC Food Vouchers	\$9,436,132
93.977	Federal Comprehensive STD Prevention System (CSPS) Assistance	\$ 26,878

Note 4 – Donated Asset

The County received donated asset from the City and County of Denver with a value of \$211,070 based on the estimated fair value of the asset received. It is a Special Operations Barrier Trailer with Armor that was purchased with Funds from the Urban Area Security Initiative (UASI) program, assistance listing number 97.067. The donated asset is not included in the schedule of expenditures of federal awards.

**ARAPAHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2023**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? x yes _____ no
 - Significant deficiency(ies) identified? x yes _____ none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? x yes _____ no

Identification of Major Federal Programs

Assistance Listing Number(s)	Name of Federal Program or Cluster
14.218	Community Development Block Grants/Entitlement Grants and COVID-19 Community Development Block Grants/Entitlement Grants
14.239	HOME Investment Partnerships Program and COVID-19 HOME Investment Partnerships Program
20.205	Highway Planning and Construction (Federal-Aid Highway Program)
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds
93.575/93.596	Child Care and Development Fund Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$ 3,000,000/\$750,000

Auditee qualified as low-risk auditee? x yes _____ no

**ARAPAHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2023**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

2023 – 001

Federal Agency: U.S. Department of Housing and Urban Development

Federal Program Name: Community Development Block Grant and COVID-19 Community Development Block Grant

Assistance Listing Number: 14.218

Award Period: January 1, 2023 through December 31, 2023

Award Number: B-18-UC-08-0002, B-19-UC-08-0002, B-20-UC-08-0002, B-20-UW-08-0002, B-21-UC-08-0002, B-22-UC-08-0002, and B-23-UC-08-0002

Compliance Requirement: Reporting - Federal Funding Accountability and Transparency Act (FFATA)

Type of Finding: Material Weakness in Internal Control Over Compliance, Other Matters

Criteria or specific requirement: 2 CFR 200.303 requires that non-Federal entities receiving Federal awards (i.e., auditee management) establish and maintain internal control designed to reasonably ensure compliance with Federal statutes, regulations, and the terms and conditions of the Federal award.

2 CFR Part 170 requires subawards to be reported to the Federal Funding and Accountability Transparency Act Subaward Reporting System (FSRS).

Condition: During testing of the *Federal Funding Accountability and Transparency Act* (FFATA) reports, it was noted that no FFATA reporting had been completed during the year ended December 31, 2023.

Transactions Tested	Subaward Not Reported	Report Not Timely	Subaward Amount Incorrect	Subaward Missing Key Elements
6	6	6	Not tested	Not tested
Dollar Amount of Tested Transactions	Subaward Not Reported	Report Not Timely	Subaward Amount Incorrect	Subaward Missing Key Elements
\$ 480,000	\$ 480,000	\$ 480,000	Not tested	Not tested

Questioned costs: None.

Context: While the reports were not filed timely, the supporting documentation that was needed to file the report was gathered by the County and the filing was completed in May 2024.

Cause: The County experienced turnover during the fiscal year which impacted the timeliness of the submissions.

**ARAPAHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2023**

Effect: Compliance with the reporting requirement for this program is not being met and the information is not being provided on the public website.

Repeat Finding: No

Recommendation: We recommend that the County continue with the process being implemented during the fiscal year 2024, which includes completing submission of the reports and tracking the timely submission of the FFATA reports.

Views of responsible officials: There is no disagreement with the audit finding.

2023-002

Federal Agency: U.S. Department of Housing and Urban Development

Federal Program Name: Home Investment Partnerships Program and COVID-19 Home Investment Partnerships Program

Assistance Listing Numbers: 14.239

Award Period: January 1, 2023 through December 31, 2023

Award Number: M-18-DC-08-0221, M-19-DC-08-0221, M-20-DC-08-0221, M-21-DC-08-0221, M-22-DC-08-0221, and M-23-DC-08-0221

Compliance Requirement: Special Tests and Provisions – Housing Quality Standards

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matters

Criteria or specific requirement: Per 24 CFR section 92.504(d), during the period of affordability, the participating jurisdiction (the County) is required to perform on-site inspections to determine compliance with property standards and verify the information submitted by the owners.

Condition: The County did not conduct the required inspections of the HOME-assisted rental housing units during the year ended December 31, 2023.

Questioned costs: None

Context: Inspections can be required for as much as 20 years and occur at a frequency from one to three years, depending on the number of units in the building.

Cause: Personnel issues led to the County not completing the inspections.

Effect: HOME-assisted rental units could be out of compliance with HUD regulations which can impact tenants.

Repeat Finding: No.

Recommendation: We recommend the County continue to train personnel so that the inspections are completed timely.

Views of responsible officials: There is no disagreement with the audit finding.

ARAPAHOE COUNTY, COLORADO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2023

Arapahoe County, Colorado respectfully submits the following summary schedule of prior audit findings for the year ended December 31, 2023.

Audit period: Year Ended December 31, 2022

FINDINGS—FINANCIAL STATEMENT AUDIT

There were no financial statement findings in the prior year.

FINDINGS— FEDERAL AWARD PROGRAMS AUDIT

There were no federal award program audit findings in the prior year.

ARAPAHOE COUNTY, COLORADO
CORRECTIVE ACTION PLAN
Year Ended December 31, 2023

Arapahoe County respectfully submits the following corrective action plan for the year ended December 31, 2023:

Audit period: 2023

The findings from the schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule.

FINDINGS—FEDERAL AWARD PROGRAMS AUDITS

Federal Agency: Department of Housing and Urban Development

2023-001 Community Development Block Grant and COVID-19 Community Development Block Grant – Material Weakness

Condition: During testing of the Federal Funding Accountability and Transparency Act (FFATA) reports, it was noted that no FFATA reporting had been completed during the year ended December 31, 2023.

Recommendation: We recommend that the County continue with the process being implemented during the fiscal year 2024, which includes completing submission of the reports and tracking the timely submission of the FFATA reports.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: With significant turnover of tenured leadership and employees within the Community Resources Department, Arapahoe County Community Resources took proactive measures in 2023 for review of the Community Development Housing and Homeless Services (CDHHS) programs (CDBG and HOME Investment) by recognized consultants within the field.

Community Resources has contracted with two consultants, to assist in a full review and re-development of policies and procedures (Civitas) for the CDBG and HOME programs as well as a full review of all case files (Affordable Housing Consultants). Included with this response are the contracts with both Civitas and Affordable Housing Consultants for verification purposes. The County anticipates their work to be completed and an implementation of updated policies and procedures for these programs by fall of 2024.

In response to the direct finding of no FFATA reporting during the year ending December 31st, 2023, Arapahoe County has ensured the entry of all sampled contracts. Demonstration of the report submissions have been submitted for verification purposes. It is important to note that all sub-agreements included the necessary FFATA information for the review period, but Community Resources failed to ensure that this information was entered into the FFATA Subaward Reporting System (FSRS).

To ensure internal controls are in place for the FFATA's timely and accurate submissions for all future subawards, Arapahoe County's Community Resources Department has created the following internal controls and governance:

1. Creation of the FFATA Reporting Form which will be completed and submitted along with all future subaward agreements and includes all necessary information for complete and accurate submittal into FSRS.
2. Creation of the FFATA Subrecipient Reporting Work Instructions which detail the process, to include roles and responsibilities, for the completion and entry of the FFATA.
3. Update to our Grant Administration Policy which includes the requirement to complete and enter the FFATA in our grant administration oversight and track timely submission of the reports.

Name of the contact persons responsible for corrective action: Katherine Smith

Planned completion date for corrective action plan: September 30, 2024

2023-002

HOME Investment Partnerships Program and COVID-19 HOME Investment Partnerships Program - Significant Deficiency

Condition: The County did not conduct the required inspections of the HOME-assisted rental housing units during the year ended December 31, 2023.

Recommendation: We recommend the County continue to train personnel so that the inspections are completed timely.

Explanation of disagreement with audit finding: There is no disagreement with the audit finding.

Action taken in response to finding: In 2023, performance issues with the administration of the HOME program were discovered, to include the absence of required inspections. With significant turnover of tenured leadership and employees within the Community Resources Department, Arapahoe County Community Resources took proactive measures in 2023 for review of the Community Development Housing and Homeless Services (CDHHS) programs by recognized consultants within the field.

Community Resources has contracted with two consultants, to assist in a full review and re-development of policies and procedures (Civitas) for the CDBG and HOME programs as well as a full review of all case files (Affordable Housing Consultants). Included with this response are the contracts with both Civitas and Affordable Housing Consultants for verification purposes. The County anticipates their work to be completed and an implementation of updated policies and procedures for these programs by fall of 2024.

The role of Program Administrator over the HOME program was not filled until April of 2024. This role will be responsible for all future HOME program inspections.

Community Resources CDHHS employees will be taking part in a two-day training in June 2024 (June 11th and 12th, 2024) for the following:

- Davis Bacon & Related Acts (Applicability, wage determinations, payroll review, interviews, common errors and how to correct)
- Section 3 (Applicability, Safe Harbor benchmarks, documenting compliance, qualitative efforts)
- TBRA Inspections (National Standards for the Physical Inspection of Real Estate (NSPIRE) administrative procedures)
- HOME Program - Implementation and Best Practices - Arapahoe County, CO - June 12, 2024
- This HOME training is an introductory course focusing on underwriting and subsidy layering requirements.
- Eligible Activities (Homeowner rehab programs, Homebuyer programs, Rental housing)
- Underwriting (Subsidy layering and underwriting requirements and best practices)
- Community Housing Development Organization (CHDO) (Requirements, best practices, management, etc)
- Long-term Compliance (HOME Match, eligible beneficiaries, income limits, subsidy layering & limits, affordability, written agreements, etc)
- IDIS and Reporting

Arapahoe County staff will be conducting monitoring of the two Tenant Based Rental Assistance (TBRA) programs and projects within in the affordability period (20-year span) between mid-June to mid-August of 2024.

The remaining HOME program projects, within the affordability period (20-year span) will have audits completed by the end of our 2023 grant cycle, September 30th, 2024.

Name of the contact person responsible for corrective action: Katherine Smith

Planned completion date for corrective action plan: September 30, 2024



