



ARAPAHOE
LIBRARIES

ANNUAL COMPREHENSIVE FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2023

Arapahoe Library District
12855 E Adam Aircraft Circle
Englewood, CO 80112

arapahoelibraries.org
303-LIBRARY (303-542-7279)



ARAPAHOE LIBRARY DISTRICT
Arapahoe County, Colorado

ANNUAL COMPREHENSIVE FINANCIAL REPORT
For the Year Ended December 31, 2023

**ARAPAHOE LIBRARY DISTRICT
COLORADO
Finance Office
12855 E. Adam Aircraft Circle
Englewood, Colorado 80112**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the year ended December 31, 2023

Board of Trustees

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Steve Oliver	Vice President
Liz Nichols	Secretary
William "Bill" Shaw	Trustee
Sally Daigle	Trustee
Theresa Mehringer	Trustee
Scott Bodfish	Trustee

**Executive Director
Oliver Sanidas**

**Prepared by:
Tom Salazar
Accounting Supervisor**

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May 16, 2024

Board of Trustees
Arapahoe Library District
12855 E. Adam Aircraft Circle
Englewood, CO 80112

Dear Trustees:

I am pleased to submit to you the Annual Comprehensive Financial Report of the Arapahoe Library District for the year ended December 31, 2023.

This is the twenty-fourth year that an annual financial report has been submitted to you in the Annual Comprehensive Financial Report format, in accordance with the guidelines of the Government Finance Officers Association (GFOA). Arapahoe Library District has received the GFOA Certificate of Achievement for Excellence in Financial Reporting each year since 1999. We will submit the 2023 Annual Comprehensive Financial Report for recognition again this year.

Thank you for your review of this document and for your continuing support and guidance.

Sincerely,

Oliver Sanidas
Executive Director



May 16, 2024

Members of the Board of Trustees
Arapahoe Library District
12855 E. Adam Aircraft Circle
Englewood, CO 80112

Dear Trustees and Citizens within the District:

We are pleased to submit to you the Annual Comprehensive Financial Report of Arapahoe Library District (Library District) for the year ended December 31, 2023. This report was prepared by the Finance Department to provide citizens, investors, grantor agencies and other interested parties with information on the financial condition of the Library District. It has been prepared in accordance with generally accepted accounting principles for governmental units as prescribed by the Governmental Accounting Standards Board (GASB), and meets the requirements of the State of Colorado Auditor's Office.

To the best of our knowledge, the enclosed information is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the Library District. The accuracy of the Library District financial statements and completeness and fairness of their presentation is the responsibility of Library District management. All disclosures necessary to enable the reader to gain an understanding of the Library District's financial activities have been included.

Colorado State Statutes require an annual audit by independent certified public accountants. This requirement is being met through engagement of the firm CliftonLarsonAllen LLP to audit the 2023 financial statements of the Library District. The independent auditor's examination is conducted in accordance with generally accepted auditing standards and provides an independent assessment that helps assure fair presentation of the Library District's financial position and results of operations. The auditor's report on the basic financial statements is included in the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's 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 THE GOVERNMENT

Arapahoe Library District, established in 1966, is considered to be a “library district” which is a separate legal entity and was created through Colorado State Statute C.R.S. 24-90-110. The Library District is not considered to be a component unit of Arapahoe County, Colorado, and is financially, managerially and operationally independent, and meets the guidelines of GASB Statement No. 14, as amended by GASB Statement No. 80, *Blending Requirements for Certain Component Units*. The Library District has two component unit affiliations: the Arapahoe Library Friends Foundation, a discretely presented component unit which was organized to raise funds for the sole benefit of the Library District; and the Arapahoe Library District Building Authority, a blended component unit which was formed to finance construction of Library District facilities.

Arapahoe Library District provides library service to all of Arapahoe County, excluding the cities of Aurora, Englewood, and Littleton, where library service is provided by the city governments. A small piece of Adams County, which includes the Deer Trail School District, is also served by Arapahoe Library District, and the Library District receives some property tax support for that service.

There are eight library branch locations in the Library District service area, which covers over 700 square miles. The Davies branch is located in a public-school building in the town of Deer Trail and cooperatively serves both the students and the general public. The Library District owns seven facilities including Koelbel Library, Castlewood Library, Kelter Library, May Library, Smoky Hill Library, Sheridan Library, and the Support Services building. Space for the Southglenn Library branch is leased. The Library District also has a Mobile Library Services department located within the Koelbel Library, which provides mobile delivery to various locations throughout the Library District. Through an inter-governmental agreement, the Library District also staffs a small library facility located within the Arapahoe County Detention Center.

Departments that support library operations, including the Executive Offices, Human Resources, Finance, Facilities and Security, Digital Services, Library Materials Services, Communications, Programming and Partnerships are all housed in the Support Services building.

The Library District’s Board of Trustees consists of seven at large members. The members are appointed to three-year terms of office by the Board of Arapahoe County Commissioners and the Deer Trail School Board. Each term is renewable for up to three terms. The Library District’s Board convenes at monthly meetings and at any special meetings when deemed necessary. Board members are prohibited by law from receiving compensation for their services as trustees, although they may be reimbursed for necessary travel, training or miscellaneous expenses.

The Library District follows Colorado State Statutes in creating the annual budget. The budget serves as a foundation for the Library District’s financial operations and is adopted no later than December 15 each year. An annual budget was adopted for the General Fund on a modified accrual basis of accounting. The legal level of budgetary control is at the fund level. The budget also details expenses by function.

ECONOMIC CONDITION

After the crazy economic year of 2022, 2023 was relatively stable, showing a 2.5% gross domestic product (GDP) increase from prior year highs of 9%. The Federal reserve raised interest rates seven times in 2022, and four times in 2023. It has remained unchanged since July of 2023, which signals that the Federal Reserve is letting the economy correct itself. Despite the continued inflation, workers' average hourly earnings were up 4%, leading to at least a small wage growth (less than 1%) vs a decline in 2022. The unemployment rate has remained somewhat steady, rising from 3.4% at the beginning of the year to 3.7% by the end. However, the labor force participation rate is still slightly below pre-COVID levels, and the Bureau of Labor Statistics projects it will decline over the next decade due to the aging population. The US also saw a significant rise in the S&P stock index of more than 24% in 2023.

The U.S. Bureau of Labor Statistics reported that unemployment rates were little changed across the majority of states and regions for 2023. Employment-population ratios (the proportion of the civilian noninstitutional population 16 years of age and over who are employed) increased in 10 states but were little changed in the other 40. "The U.S. jobless rate was unchanged over the year at 3.6 percent."

The Bureau of Economic Analysis noted that Real GDP increased 2.5% in 2023. The increase in real GDP reflected increases in personal consumption expenditures (PCE) and exports. USA Facts, which provides government facts and statistics, states that "Last year, the US continued to import more than it exported; however, the trade deficit fell 22% from \$990.3 billion to \$773.4 billion."

According to the Federal Housing Finance Agency (FHFA) House Price Index (HPI), house prices rose 6.5 percent from Q4 2022 to Q4 2023, with prices increasing in 49 states. House prices have risen for 46 consecutive quarters, since September 2011. "However, the market showed signs of softening as house price appreciation was lower in the fourth quarter of the year than in the previous quarter." In particular, house prices in the Mountain division posted a 5.4% gain (only the Pacific and West South Central regions were lower) after having the strongest growth in the country for 17 consecutive quarters through 2021. Colorado house prices rose 3.3% in 2023, making it one of the ten lowest state increases.

With the largest revenue source coming from property taxes, the Library District analyzes when to plan additional capital projects, the effects of the continuous operational costs from those projects, and the overall operations of all libraries. The key components to determining the amount that is funded for short-term budgeting and long-range planning relates to the assessed values of residential and nonresidential property. ALD has continued to see rising tax collections, which have increased over 100% in the last 10 years. Our projects and events planned for 2024 will strive to provide our patrons with the exceptional services and facilities they have come to expect. This will include opening a new "Space and Cafe" to the community upon completion of the remodel of the administrative building, and continued efforts to make our libraries more accessible and inclusive.

Long-Term Financial Planning

Long range financial planning is vital in prioritizing implementation of strategic plan initiatives as well as capital needs of the Library District. A 10-year projection model is coupled with the strategic plan to aid management in short-term operational budgeting, identifying potential revenue streams, and prioritizing long term capital needs. Management reviews goals and carefully considers alternatives to ensure the Library District is providing the most resources available for our patrons in a fiscally responsible manner. The Library District budgeted for a surplus of revenues over expenditures. Increased property tax valuations and the increase in property tax revenue approved by the voters demonstrate the continued value of libraries felt by the community.

The Library District has policies and procedures, which govern its operations to ensure effective cash management, compliance with governmental accounting regulations, and good business practice. The objectives of these policies and procedures are commensurate with our district-wide goals to effectively manage the assets and resources of Arapahoe Library District. The Library District maintains a system of internal accounting controls to ensure that assets are safeguarded against loss, and that financial records are properly maintained and can be relied upon to produce accurate financial statements. 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.

The oversight responsibilities for the financial operations of the Library District rest with the Board of Trustees (Board). Each month the Board is provided detailed financial information from the Finance Department, including a statement of revenues and expenditures and balance sheet. These items are noted on the consent agenda, which is subject to a vote for approval. The Board is responsible for all budgetary resolutions and approvals, and for setting the mill levy annually. The Board is also responsible for approval of any real estate transactions, bonded debt, borrowing of funds, and major contracts.

The Executive Director has the authority to negotiate and sign regular operational contracts, and to approve expenditure of funds. The Executive Director can authorize purchase orders up to \$100,000 and purchases more than that amount are submitted to the Board for approval. These, and other stipulations, are included in a revised Authorization of Expenditures Policy, which was approved by the Board in 2016, as are all policies.

Segregation of duties is a guiding principle in the Finance Department. The Finance Department reviews all purchase orders, payment of invoices, and journal entries for compliance with Library District policies. The accounting system is carefully set up to allow rights for certain functions to the appropriate staff members only. Transactions are created and approved electronically through the enterprise resource planning (ERP) software, and all documentation is scanned and stored electronically indefinitely. The annual budgeting process is prepared using ERP software. Accountability is increased through this process by providing documentation of all departmental budgets with supporting detail and notes for all items requested, and through reporting of actual and budgeted elements for analysis.

2023 YEAR IN REVIEW

Congratulations to all employees of the Arapahoe Library District for their accomplishments in 2023. It was a busy year, to say the least -

- Patron visits alone were up by 19% over 2022. Outreach, Events, classes, interactive exhibits and activities were at an all-time high!
- The Jail Library celebrated its 30th year of serving the Arapahoe County Detention Center. This facility participated in more activities offered throughout the District, including the Adult Reading Program and bookmark contest.
- Continued focus on maintaining/enhancing our current library facilities, as well as work on major remodel projects at the Administrative building and the Sheridan Library.
- Awarded 'Best Library Website in 2023' and 'Spotlight Library' by BiblioCommons, due to accessibility, beautifully designed library webpages and functional ease of use of the website.
- Received Colorado Green Business Network Silver Award for sustainability projects and accomplishments, including EV charging stations, High Line Canal volunteer clean-up, and water reduction landscaping and composting.
- Recognized with the 2023 Innovation in Outreach Programming Award for programming for adults with intellectual and developmental disabilities.

By focusing on our four major initiatives, we were able to better serve our patrons and the community, while continuing to evolve into new areas. Highlighted below are some of the accomplishments related to each initiative.

An Evolving Work Culture: *Creating a supportive, sustainable and mindful work culture.*

- Staffing Vision Project: Collaboration across the District to implement new positions which better serve our patrons, meet our community's needs, and offer more intentional career opportunities as part of a long-term retention strategy. This included re-work of job descriptions, establishment of learning plans, and promotions/hiring to support the following new positions:
 - Senior Library Specialists
 - Assistant Supervisors
 - Adult Reference and Teen/Youth Librarians
- Employee Wellness Retreat Day: The District was closed as employees had time to focus on emotional, physical and financial wellness. The day long event featured a guest speaker, interactive stations, food, chair massages, and many seminar options to choose from!
- Additional training designed around "Identity and Social Justice" and "Understanding Bias" as well as other refresher courses to augment a rich catalogue of training offerings.
- Intensive Safety training for the Safety team, as well as training, a manual update, and installation of new cameras for all staff.

A Growing Community with Shifting Needs: Taking deliberate action to address the shifting needs of the community.

- Collaborated with Arapahoe/Douglas Works to provide basic computer classes.
- Partnered with the Japanese Arts Network to create an immersive art installation and added to the excitement with live performances, a contest, and 3D art.
- Completion of over 20 projects in 2023 that centered around maintaining and updating library facilities to allow for more inclusive spaces, updated art, and increased safety and accessibility.
- Added Digital Media Stations which allow for patrons to digitize/archive their information, as well as additional Video gaming stations.
- Added “Hearing Loop” technology to all libraries to support patrons with hearing aids.
- Added 100 internet-connected Chromebooks for patrons to check out and take home.
- Implemented an expanded and targeted email strategy – tailored to our diverse communities. The targeted emails have resulted in increased audience engagement.
- Operationalized the availability of sensory kits for story times and in the Family Place areas so that children with special sensory needs are more able to focus and participate in library activities.
- Completed outdoor work at the Sheridan Library, which included adding musical instruments, a large patio, and landscaping.
- Design and groundwork completed on the remodel of the current Administration Building to accommodate the public. Upon completion in 2024, the new building will be named ‘The Space and Café’ and will provide additional public space that administrative staff once used.

Moving Beyond our Walls: Continue to move outside the library walls to foster a literate, informed and fulfilled community

- Developed and hosted 277 in-person and virtual events, inside and outside the libraries. This included a concert, author visits, ’90s Nostalgia Night, and more!
- Began work on the purchase of a new (solar enabled) Mobile Library Vehicle to allow for stronger community visits. Vehicle will be finalized and in operation in 2024.
- Expanded LibCabinet locations, which are stand-alone remote collections for checkout. Locations now include:
 - The Village Workspace
 - Centennial Community Transition Center
 - Trails recreation Center
 - Glendale City Hall

- Purchase of land adjacent to the Eloise May Library to allow for the construction of a new building – to be an extension of the Library. The new space will provide our community and staff with much-needed space for community gatherings and educational and social activities and help meet the needs of the many local residents and organizations that use the library. Design work will begin in 2024.
- Collaboration with Littleton Public Schools to create the student card program, giving every LPS student a digital-access library card.
- Developed/hosted Spanish computer classes, a job hunt bootcamp for teens, a “Minority Business Owner” blog series, teen refugee welcome program, and visits to SOAR Academy, an alternative high school.
- Created a ‘Coordinator of Services for Adults with Intellectual and Developmental Disabilities,’ to help provide a welcoming environment through increased programming and outreach to this population. It is one of the first of its kind in libraries.

Adopting a Growth Mindset: Be a living example of what it means to be lifelong learners.

- Adoption of Microsoft Teams across the District to allow for ease of communication and file management
- Implemented a District-wide mass texting solution (Rave) to notify employees of important updates/closures
- Created an in-house help-desk ticketing system (Helpy) to align with Teams
- Through the use of inventory scanning wands, reduced the inventory process from a three-year cycle to a one-year cycle.

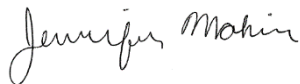
AWARDS AND ACKNOWLEDGEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Arapahoe Library District for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2022. This was the twenty-third consecutive year that the Library District has achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This 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. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

We would like to express our appreciation to the members of the staff of the Arapahoe Library District Finance Department who consistently and accurately contribute to the efficient operation of this office: Tom Salazar, Cheri Jones, Portia Hesseltine, Charmayne Sobon, Jaime Kastler, and Heidi Rogers. It is only with the dedication and professionalism of these staff members that recognition from the GFOA has been possible.

Respectfully submitted,

A handwritten signature in cursive script that reads "Jennifer Mahin".

Jennifer Mahin
Director of Finance
Arapahoe Library District



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

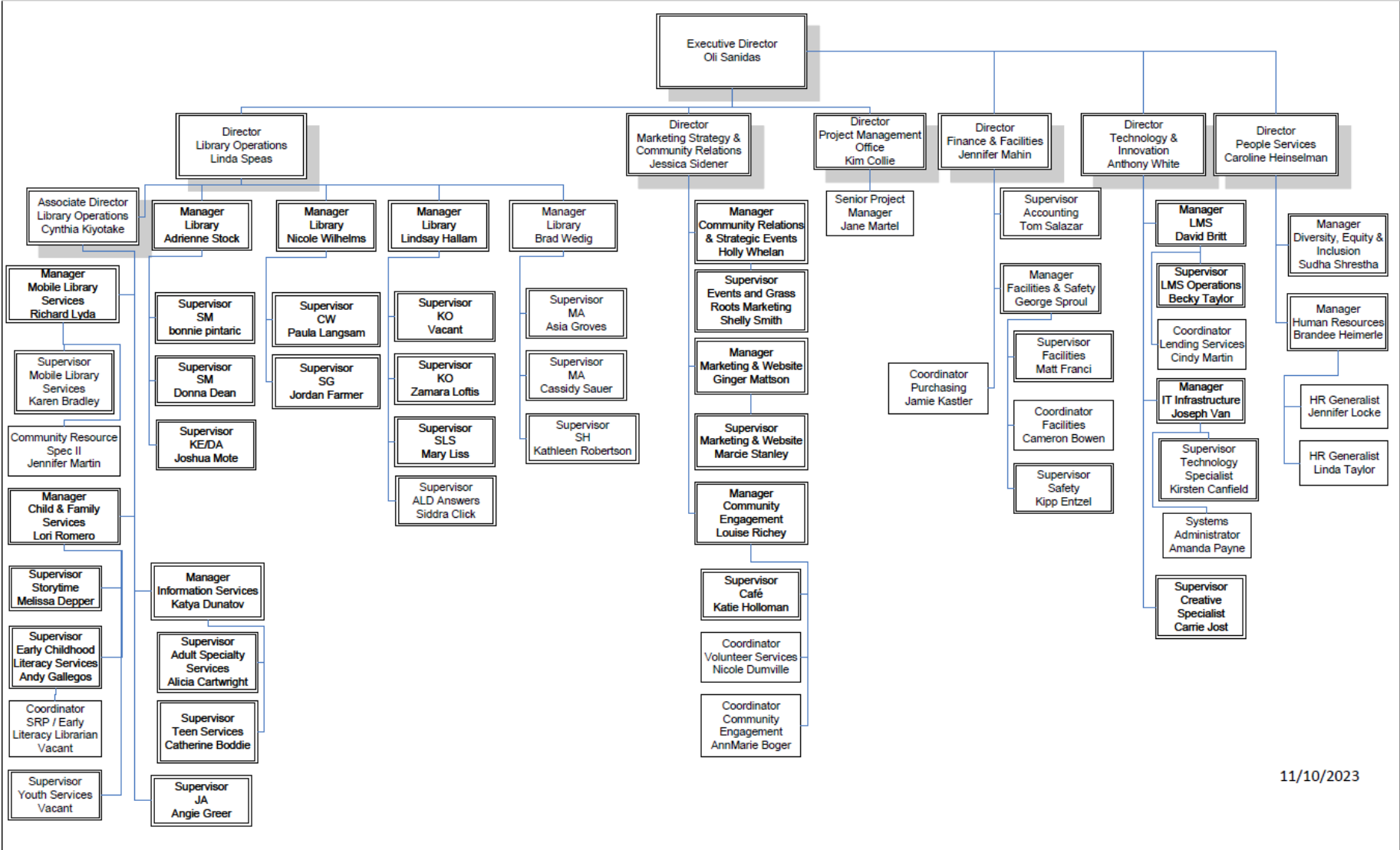
**Arapahoe Library District
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morill

Executive Director/CEO



11/10/2023



INDEPENDENT AUDITORS' REPORT

Board of Trustees
Arapahoe Library District
Englewood, 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 unit, the major fund, and remaining fund information of Arapahoe Library District (the District), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, the major fund, and remaining fund information of the District, as of December 31, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 District'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 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, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and General Fund budgetary comparison information 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 District's basic financial statements. The budgetary comparison schedule for the Arapahoe Library District Building Authority is presented for purposes of additional analysis and is 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 budgetary comparison schedule for the Arapahoe Library District Building Authority is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our 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.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
May 16, 2024

**ARAPAHOE LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and For the Year Ended December 31, 2023**

Within this section of the Arapahoe Library District (Library District) annual comprehensive financial report, management is pleased to provide this narrative discussion and analysis of the financial activities of the Library District for the calendar year ended December 31, 2023. The Library District's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section, and are intended to be read in conjunction with them.

BASIC FINANCIAL STATEMENTS

This Management's Discussion and Analysis document introduces the Library District's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The Library District also includes in this report additional information to supplement the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements incorporate all of the Library District's governmental activities as well as activities of our component units: the Arapahoe Library District Building Authority (Authority) and the Arapahoe Library Friends Foundation (Foundation). Financial reporting at this level focuses on economic resources and uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds. Because of the nature of the relationship between the Library District and the Authority, financial information for these two entities is blended and presented as governmental activity of the Library District; the Authority is presented as a special revenue fund of the Library District. Activities of the Foundation are discretely presented, meaning the transactions of the Foundation are presented separately from those of the Library District. Transactions between the primary government and discretely presented component units are not eliminated and may have a financial impact presented on the government-wide financial statements.

The government-wide financial statements include two basic statements: a statement of net position and a statement of activities. These statements provide both long-term and short-term information about the Library District's overall financial status. The statement of net position presents information on the Library District's assets and deferred outflows of resources, liabilities and deferred inflows of resources, with the difference reported as net position. One way to view this information is as an equation:

$$\text{Assets} + \text{Deferred Outflows of Resources} - \text{Liabilities} - \text{Deferred Inflows of Resources} = \text{Net Position}$$

Net position is displayed as (1) net investment in capital assets, (2) restricted, and (3) unrestricted. Net investment in capital assets includes the cost of all capital assets less related accumulated depreciation less related debt; the calculation is shown in Note 9. Restricted net position includes amounts restricted for TABOR legislation and for debt service payments on outstanding certificates of participation. Any remaining net position is classified as unrestricted and is considered available for operations. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial situation of the Library District as a whole is improving or deteriorating. Evaluation of the overall health of the Library District would extend to other nonfinancial factors, such as diversification of the taxpayer base or the condition of Library District infrastructure, in addition to the financial information provided in this report.

**ARAPAHOE LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and For the Year Ended December 31, 2023**

The second government-wide financial statement is the statement of activities, which reports how the Library District's net position changed during the current calendar year. Because private businesses are motivated by profit, the format of their financial statements focus on revenues they generate. Local governments, however, are more interested in the services they provide; therefore, presenting the cost of these services first is more logical. Arapahoe Library District is required to present expenses by function on the government-wide statement just as it is on the governmental fund statement of revenues, expenditures, and changes in fund balance. Additionally, interest expense is presented as a separate line of expense because the interest is a general cost of operating the Library District and is not specifically attributed to the ongoing existence of just a single function or program. Revenues in the statement of activities are presented as either program revenues or general revenues. Program revenues possess two specific characteristics: (1) they are related directly to the associated function, and would disappear if the function is eliminated, and (2) they come from sources other than taxes. General revenues depict the degree to which the Library District relies on sources of revenue other than program revenues, such as taxes and contributions.

The government-wide financial statements are presented on pages 27-28 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Library District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. Governmental funds are generally used to account for activities supported by taxes and intergovernmental revenues. The primary focus of the Library District's fund statements is on the only major governmental fund maintained: the general fund. Fund financial statements report short-term fiscal accountability focusing on the use of spendable resources and balance of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Reconciliations are provided with both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balance to assist the reader in understanding the differences between these two perspectives.

The basic governmental fund financial statements are presented on pages 29-32 of this report.

Notes To The Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to understanding the government-wide and fund financial statements. Key characteristics of the notes include descriptions of the Library District's financial policies, additional detail and explanations of amounts recognized in the financial statements, and additional information about financial position or inflows and outflows of resources that do not meet the criteria for recognition. The notes to the basic financial statements begin on page 33 of this report.

**ARAPAHOE LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and For the Year Ended December 31, 2023**

COMPARATIVE FINANCIAL ANALYSIS

The Library District's net position at December 31, 2023 is \$92,140,127. The following table provides a summary of the Library District's net position.

Summary of Net Position
December 31, 2023
Governmental Activities

	2023		2022	
	Amount	Percentage of Total	Amount	Percentage of Total
Assets:				
Current Assets	\$ 98,744,672	64.6%	\$ 90,975,246	63.2%
Capital Assets	54,199,192	35.4%	52,891,279	36.8%
Total Assets	<u>152,943,864</u>	<u>100.0%</u>	<u>143,866,525</u>	<u>100.0%</u>
Liabilities:				
Current Liabilities	4,057,908	27.6%	4,347,658	27.5%
Non-current Liabilities	10,664,953	72.4%	11,434,765	72.5%
Total Liabilities	<u>14,722,861</u>	<u>100.0%</u>	<u>15,782,423</u>	<u>100.0%</u>
Total Deferred Inflows of Resources	<u>46,080,876</u>	<u>100.0%</u>	<u>40,713,090</u>	<u>100.0%</u>
Net Position:				
Net Investment in				
Capital Assets	43,458,517	47.2%	40,921,208	46.8%
Restricted	1,421,415	1.5%	1,354,242	1.6%
Unrestricted	47,260,195	51.3%	45,095,562	51.6%
Total Net Position	<u>\$ 92,140,127</u>	<u>100.0%</u>	<u>\$ 87,371,012</u>	<u>100.0%</u>

Total net position of the Library District increased by \$4,769,115 or 5.5% during the year and unrestricted net position increased 4.8% from the previous year.

**ARAPAHOE LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and For the Year Ended December 31, 2023**

The following table provides a summary of the Library District's changes in governmental activity.

Summary of Changes in Net Position
For the Year Ended December 31, 2023
Governmental Activities

	2023		2022	
	Amount	Percentage of Total	Amount	Percentage of Total
Revenues:				
Program:				
Charges for Services	\$ 321,448	0.7%	\$ 237,984	0.5%
Operating Grants and Contributions	498,507	1.0%	445,308	1.0%
General:				
Taxes	43,748,242	92.1%	43,796,332	96.8%
Other	2,941,434	6.2%	753,167	1.7%
Total Revenues	47,509,631	100.0%	45,232,791	100.0%
Program Expenses:				
Library Operations	14,084,942	33.1%	12,156,564	31.0%
Administrative and Executive Services	14,375,048	33.6%	13,975,000	35.7%
Digital and Library Material Services	10,929,341	25.6%	10,051,078	25.6%
Communications, Programming and Partnerships	3,045,468	7.1%	2,675,873	6.8%
Interest	305,717	0.7%	339,399	0.9%
Total Expenses	42,740,516	100.0%	39,197,914	100.0%
Change in Net Position	4,769,115		6,034,877	
Beginning Net Position	87,371,012		81,336,135	
Ending Net Position	<u>\$ 92,140,127</u>		<u>\$ 87,371,012</u>	

OVERALL FINANCIAL POSITION

As a whole, Arapahoe Library District's financial position in 2023 increased from 2022. Sources of revenue increased by \$2,276,840 during the year, primarily relating to an increase in investment income due to an increase in overall market interest rates.

The Library District is heavily reliant on taxes to support governmental operations. In 2023, taxes provided 92.1% of the Library District's total government-wide revenues which was a decrease from 96.8% in 2022. Program revenues cover approximately 1.7% of total government-wide expenses. This means the Library District's taxpayers and other general revenues support the remaining 98.3% of the governmental activities.

Total expenses increased by \$3,542,602 from 2022. Library Operations comprise 33.1% of the Library District's total government-wide expenses this year compared with 31.0% in 2022. The Library Operations function continues to be a primary focus of the Library District and is driven by the strategic plan and providing services for patrons.

**ARAPAHOE LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and For the Year Ended December 31, 2023**

Approximately 33.6% of the Library District's 2023 expenses consist of Administrative and Executive Services compared with 35.7% in 2022. Major district-wide supporting functions, including payroll taxes, benefits, and facility operations account for a large portion of the expenditures for this category.

The Library District's assets exceed its liabilities and deferred inflows of resources by \$92,140,127 (net position) at December 31, 2023. Total net position is comprised of the following:

- (1) Net Investment in Capital Assets of \$43,458,517 includes property and equipment, net of accumulated depreciation, reduced for outstanding debt related to the purchase or construction of capital assets.
- (2) Net position of \$1,421,415 is restricted by constraints imposed from outside the Library District such as debt covenants, grantors, laws, or regulations. At December 31, 2023, \$1,421,415 is restricted for TABOR.
- (3) Unrestricted net position of \$47,260,195 represents the portion available to maintain the Library District's continuing obligations to citizens and creditors.

GENERAL FUND

As discussed, governmental funds are reported in the fund statements with a short-term inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. The Library District has one major governmental fund: the general fund.

Taxes total 92.1% of total general fund revenues in the current year which is a decrease from 96.8% in 2022. Total taxes decreased \$48,090 or less than 1% from 2022.

Intergovernmental revenue increased \$15,511 or 4.4% relating primarily to an increase in state grant revenue. Contributions from the Arapahoe Library Friends Foundation increased \$36,956 or 40.3%.

Café Sales increased by \$71,847 or 37.9%. The Library District normally operates two cafés: one within the Koelbel Library branch and one within the Smoky Hill Library branch.

The general fund had a significant increase in investment income of \$2,168,610 or 353.3% during 2023 from 2022 due to increased interest rates from an overall increase in market interest rates based on the Federal Reserve's response to inflation pressures.

The general fund accounts for regular operational expenditures of the Library District as well as capital outlay. In total, expenditures of the general fund increased by \$5,028,554 from the prior year. There are a couple of items to note about current year expenditures:

- (1) Capital outlay increased by \$1,222,885 or 31.1% compared to last year primarily due to a land purchase and architectural fees for an upcoming construction project during 2023.
- (2) Salary costs increased \$2,399,336 or 13.7% relating to an increase in the number of employees and annual pay increases.

The Library District's general fund reports total ending fund balance of \$49,615,416 at December 31, 2023. Compared to the beginning fund balance of \$46,829,047, the total fund balance experienced an increase of \$2,786,369 during the current year. Investment income accounts for the majority of the increase in fund balance.

**ARAPAHOE LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and For the Year Ended December 31, 2023**

At December 31, 2023, total fund balance of the general fund is comprised of the following:

- (1) Nonspendable fund balance of \$1,132,169 is equivalent to the amount of prepaid items in the general fund.
- (2) Restricted fund balance totals \$1,421,415 and is comprised of amounts restricted for TABOR.
- (3) Assigned fund balance totals \$14,706,363 and includes \$1,706,363 of funds the Library District has budgeted in 2023 for self-insurance and \$13,000,000 of funds budgeted for capital projects in future years.
- (4) Unassigned fund balance for the general fund is \$32,355,469 or 72.3% of total general fund expenditures.

In total, the Library District continues to maintain a healthy fund balance with \$32,355,469 or 65.2% of the total fund balance being unassigned or available for general operations at December 31, 2023. This is an increase of \$1,648,255 from the prior year unassigned fund balance amount of \$30,707,214.

BUDGETARY ANALYSIS

The District did not have any budget amendments for the year ended December 31, 2023. Information containing actual activity compared with budgeted activity for the general fund is presented as other required supplementary information on the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual.

Overall, total actual revenues exceeded expectations by \$2,808,412 in 2023. Of this, the most significant variance is investment income which is \$2,282,392 greater than budgeted due to rising market interest rates available to the District. Property taxes were \$299,095 greater than budget due to a conservative estimate of the property tax collection rate in the budget process.

Café sales are included in the miscellaneous category in the adopted budget. After combining café sales with miscellaneous revenues, miscellaneous revenue was \$113,270 more than budgeted revenue due primarily to actual café sales being greater than budget by \$85,263.

Total expenditures are under budget by \$8,833,912 for the current year, or 16.5% of the total expenditure budget. Total variance in the current expenditures category is \$5,117,476 less than budget relating primarily to cost saving measures and decreased insurance costs compared to the budget.

Debt Service reported in the general fund is over budget due to the principal and interest payments on lease payments being reclassified compared to the budget.

Capital Outlay was \$4,467,834 less than budget for the year based on the timing of budgeted capital projects. Actual net change in fund balance in 2023 is \$11,642,324 more than budgeted for the year.

**ARAPAHOE LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and For the Year Ended December 31, 2023**

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

At December 31, 2023, 35.4% of the total assets of the Library District are comprised of the net book value of capital assets for governmental activities compared to 36.8% at December 31, 2022. The Library District uses these capital assets to provide services to its citizens in furnishing and assembling collection materials for eight library facilities in the Library District.

The Library District's net investment in capital assets for governmental activities as of December 31, 2023 is \$43,458,517. See Note 5 for additional information about changes in capital assets during the calendar year.

The following table provides a summary of capital asset activity.

	Capital Assets		Percentage of Total	
	Governmental Activities			
	2023	2022	2023	2022
Non-depreciable Assets:				
Land	\$ 7,100,981	\$ 6,319,894	75.4%	75.9%
Land Improvements	641,130	586,472	6.8%	7.0%
Construction in Progress	1,176,332	1,118,549	12.5%	13.4%
Artwork and Collectibles	495,580	304,830	5.3%	3.7%
Total Non-depreciable	9,414,023	8,329,745	100.0%	100.0%
Depreciable Assets:				
Buildings	38,270,467	38,270,467	51.9%	53.9%
Property Improvements	16,299,925	14,881,859	22.1%	21.0%
Solar Energy	173,222	173,222	0.2%	0.2%
Signage	481,586	481,586	0.7%	0.7%
Equipment	6,527,653	5,449,026	8.9%	7.7%
Book Mobiles and Vans	522,203	555,166	0.7%	0.8%
Furniture and Fixtures	1,409,485	1,055,183	1.9%	1.5%
Computer Equipment	119,177	184,875	0.1%	0.2%
Books and Audio-Visual Materials	4,468,196	4,488,493	6.1%	6.3%
Intangibles	232,781	232,781	0.3%	0.3%
Right-to-use Lease Asset: Buildings	5,230,448	5,230,448	7.1%	7.4%
Total Depreciable Assets	73,735,143	71,003,106	100.0%	100.0%
Less Accumulated Depreciation	28,949,974	26,441,572		
Book Value - Depreciable Assets	44,785,169	44,561,534		
Percentage Depreciated	39.3%	37.2%		
Book Value - All Assets	\$ 54,199,192	\$ 52,891,279		

**ARAPAHOE LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and For the Year Ended December 31, 2023**

Long-Term Debt

At the end of the calendar year, the Library District had certificates of participation outstanding of \$1,175,000. The Library District's arrangement for the financed purchase of land had \$637,099 in principal remaining at the end of the year. The Library District's arrangement for the financed purchase of the building site had \$3,712,064 in principal remaining at the end of the year. The remaining principal on the lease for building space was \$4,898,748 at the end of the year.

	Governmental Activities	
	December 31, 2023	December 31, 2022
Certificates of Participation:		
2008 Issue	\$ 1,175,000	\$ 1,440,000
Financed Purchase - Land	637,099	700,776
Financed Purchase - Site	3,712,064	3,981,424
Lease - Building	4,898,748	5,065,895
Total	\$ 10,422,911	\$ 11,188,095

See Note 6 for additional information about the Library District's long-term debt.

OTHER SIGNIFICANT INFORMATION

2024 AT A GLANCE

Mobile Events Vehicle – The new Mobile Events Vehicle is nearing completion, and will be available for use in 2024. This vehicle will provide equity of access to various technologies and services for all age ranges. A patron walking into any Arapahoe Library will have access to a huge variety of materials and experiences, including studio equipment, events, story times, gaming, makerspaces, English classes, and much more. The purpose of this vehicle is to replicate that access and those experiences for patrons unable to visit one of our brick-and-mortar libraries.

This vehicle will not be dedicated to one particular purpose or one technology. Instead, it provides space to host many types of events in the community, including a mobile makerspace, gaming, computer classes, movie nights, tech demos, story times, and more.

Administrative Building Renovation: Work will soon begin on the grand project to remodel the Administrative Building. The new building design will have secure spaces for ALD employees to work, while opening up the majority of the space for community events and patron usage. Some exciting features will be the addition of a café, a studio (for audio and visual recording), and the latest technology in meeting spaces. The new space will be known as “The Space and Café at Arapahoe Libraries.”

Eloise May Library Annex – The lot adjacent to the existing library has been purchased, and work is underway to begin the design phase of this new building. The new facility will ultimately provide more space for library services to the community, including flexible space to accommodate the diverse demographics around the May library.

**ARAPAHOE LIBRARY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
As of and For the Year Ended December 31, 2023**

Koelbel Library – Work will occur in 2024 to add an ADA Exit Door and Ramp to the facility, to allow for easier access for disabled patrons and staff. Additionally, staff areas and the Teen area will be refreshed.

Additional ongoing projects to improve facilities and upgrade technology will occur across the district. Starting in 2024, the District plans to offer free print and copy services to our patrons.

This financial report is designed to provide a general overview of the Library District's finances, comply with finance-related laws and regulations, and demonstrate the Library District's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Library District's Finance Department at 12855 E. Adam Aircraft Circle, Englewood, Colorado 80112.

**ARAPAHOE LIBRARY DISTRICT
STATEMENT OF NET POSITION
December 31, 2023**

	<u>Primary Government Governmental Activities</u>	<u>Component Unit Arapahoe Library Friends Foundation</u>
Assets		
Current Assets:		
Cash and Investments	\$ 51,188,143	\$ 470,224
Restricted Cash and Investments	404	-
Accounts Receivable	343,080	-
Property Tax Receivable	46,080,876	-
Due from Arapahoe Library District	-	7,198
Prepaid Items	1,132,169	-
Total Current Assets	<u>98,744,672</u>	<u>477,422</u>
Noncurrent Assets:		
Nondepreciable Capital Assets	9,414,023	-
Depreciable Capital Assets, Net	44,785,169	-
Total Noncurrent Assets	<u>54,199,192</u>	<u>-</u>
Total Assets	<u>152,943,864</u>	<u>477,422</u>
Liabilities		
Current Liabilities:		
Accounts Payable and Accrued Liabilities	3,074,180	1,352
Due to Arapahoe Library Friends Foundation	7,198	-
Unearned Revenue	6,143	-
Compensated Absences Payable	182,036	-
Leases Payable	172,451	-
Financed Purchase	340,900	-
Certificates of Participation	275,000	-
Total Current Liabilities	<u>4,057,908</u>	<u>1,352</u>
Noncurrent Liabilities:		
Compensated Absence Payable	1,030,393	-
Leases Payable	4,726,297	-
Financed Purchase	4,008,263	-
Certificates of Participation	900,000	-
Total Noncurrent Liabilities	<u>10,664,953</u>	<u>-</u>
Total Liabilities	<u>14,722,861</u>	<u>1,352</u>
Deferred Inflows of Resources		
Property Tax	46,080,876	-
Total Deferred Inflows of Resources	<u>46,080,876</u>	<u>-</u>
Net Position		
Net Investment in Capital Assets	43,458,517	-
Restricted:		
TABOR Amendment	1,421,415	-
Unrestricted	47,260,195	476,070
Total Net Position	<u>\$ 92,140,127</u>	<u>\$ 476,070</u>

**ARAPAHOE LIBRARY DISTRICT
STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2023**

<u>Functions</u>	<u>Program Revenues</u>				<u>Net (Expense) Revenue and Changes in Net Position</u>	
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government</u>	
					<u>Governmental Activities</u>	<u>Component Unit</u>
Primary Government:						
Governmental Activities:						
Library Operations	\$ 14,084,942	\$ 321,448	\$ 294,004	\$ -	\$ (13,469,490)	\$ -
Administrative and Executive Services	14,375,048	-	4,243	-	(14,370,805)	-
Digital and Library Material Services	10,929,341	-	71,590	-	(10,857,751)	-
Communications, Programming, and Partnerships	3,045,468	-	128,670	-	(2,916,798)	-
Interest Expense	305,717	-	-	-	(305,717)	-
Total Governmental Activities	<u>42,740,516</u>	<u>321,448</u>	<u>498,507</u>	<u>-</u>	<u>(41,920,561)</u>	<u>-</u>
Component Unit:						
Arapahoe Library Friends Foundation	<u>\$ 324,350</u>	<u>\$ 213,702</u>	<u>\$ 6,177</u>	<u>\$ -</u>		<u>(104,471)</u>
General Revenues:						
Property Taxes					41,012,185	-
Specific Ownership Taxes					2,736,057	-
Investment Earnings					2,782,844	2,344
Unrestricted Grants and Contributions					-	164,475
Miscellaneous					158,590	3,396
Total General Revenues					<u>46,689,676</u>	<u>170,215</u>
Change in Net Position					4,769,115	65,744
Net Position - Beginning					87,371,012	410,326
Net Position - Ending					<u>\$ 92,140,127</u>	<u>\$ 476,070</u>

**ARAPAHOE LIBRARY DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2023**

	<u>Major</u>	<u>Nonmajor</u>	
		<u>Arapahoe</u>	
		<u>Library District</u>	<u>Total</u>
	<u>General Fund</u>	<u>Building</u>	<u>Governmental</u>
		<u>Authority</u>	<u>Funds</u>
Assets			
Cash and Investments	\$ 51,188,143	\$ -	\$ 51,188,143
Restricted Cash and Investments	-	404	404
Accounts Receivable	343,080	-	343,080
Property Tax Receivable	46,080,876	-	46,080,876
Prepaid Items	1,132,169	-	1,132,169
Total Assets	<u>\$ 98,744,268</u>	<u>\$ 404</u>	<u>\$ 98,744,672</u>
Liabilities			
Accounts Payable and Accrued Liabilities	\$ 3,034,635	\$ -	\$ 3,034,635
Due to Arapahoe Library Friends Foundation	7,198	-	7,198
Unearned Revenue	6,143	-	6,143
Total Liabilities	<u>3,047,976</u>	<u>-</u>	<u>3,047,976</u>
Deferred Inflows of Resources			
Property Tax	46,080,876	-	46,080,876
Total Deferred Inflows of Resources	<u>46,080,876</u>	<u>-</u>	<u>46,080,876</u>
Total Liabilities and Deferred Inflows of Resources	<u>49,128,852</u>	<u>-</u>	<u>49,128,852</u>
Fund Balance			
Nonspendable	1,132,169	-	1,132,169
Restricted:			
Debt Service	-	404	404
TABOR Amendment	1,421,415	-	1,421,415
Assigned:			
Self Insurance	1,706,363	-	1,706,363
Capital Projects	13,000,000	-	13,000,000
Unassigned	32,355,469	-	32,355,469
Total Fund Balance	<u>49,615,416</u>	<u>404</u>	<u>49,615,820</u>
Total Liabilities and Fund Balance	<u>\$ 98,744,268</u>	<u>\$ 404</u>	<u>\$ 98,744,672</u>

**ARAPAHOE LIBRARY DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
TO THE STATEMENT OF NET POSITION
December 31, 2023**

Total Governmental Fund Balance **\$ 49,615,820**

**Amounts reported for governmental activities in the
statement of net position are different because:**

Capital assets used in governmental activities are not current financial resources and therefore are not reported at the fund financial reporting level.

Cost	83,149,166
Less Accumulated Depreciation	<u>(28,949,974)</u>
	54,199,192

Long-term liabilities and related deferred items are not due and payable in the current period and therefore are not reported in the governmental fund balance sheet but are reported on the government-wide statement of net position.

Certificates of Participation	(1,175,000)
Financed Purchase - Land	(637,099)
Financed Purchase - Site	(3,712,064)
Lease Payable	(4,898,748)
Accrued Interest	(39,545)
Compensated Absences	<u>(1,212,429)</u>
	<u>(11,674,885)</u>

Net Position of Governmental Activities **\$ 92,140,127**

ARAPAHOE LIBRARY DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2023

	<u>Major</u>	<u>Nonmajor</u>	
		<u>Arapahoe</u>	
		<u>Library District</u>	<u>Total</u>
	<u>General Fund</u>	<u>Building</u>	<u>Governmental</u>
		<u>Authority</u>	<u>Funds</u>
Revenues			
Property Taxes	\$ 41,012,185	\$ -	\$ 41,012,185
Specific Ownership Taxes	2,736,057	-	2,736,057
Intergovernmental	365,594	-	365,594
Cafe Sales	261,298	-	261,298
Investment Earnings	2,782,392	452	2,782,844
Contributions - Arapahoe Library Friends Foundation	128,670	-	128,670
Miscellaneous	222,983	-	222,983
Repayment from Arapahoe Library District	-	322,378	322,378
Total Revenues	<u>47,509,179</u>	<u>322,830</u>	<u>47,832,009</u>
Expenditures			
Current:			
Library Operations	11,957,077	-	11,957,077
Administrative and Executive Services	14,649,339	-	14,649,339
Digital and Library Material Services	9,211,438	-	9,211,438
Communications, Programming, and Partnerships	3,001,392	-	3,001,392
Debt Service:			
Principal	500,184	265,000	765,184
Interest	251,214	57,458	308,672
Capital Outlay	5,152,166	-	5,152,166
Total Expenditures	<u>44,722,810</u>	<u>322,458</u>	<u>45,045,268</u>
Net Change in Fund Balance	2,786,369	372	2,786,741
Fund Balances - Beginning	46,829,047	32	46,829,079
Fund Balances - Ending	<u>\$ 49,615,416</u>	<u>\$ 404</u>	<u>\$ 49,615,820</u>

**ARAPAHOE LIBRARY DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2023**

Net Changes in Fund Balances - Governmental Fund **\$ 2,786,741**

Amounts reported for governmental activities on the statement of activities are different because:

Governmental funds report capital outlays as expenditures on the governmental fund statement of revenues, expenditures and changes in fund balances. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay expense in the current period.

Depreciation Expense	(4,117,374)
Capital Outlay	5,504,985
Net Book Value of Disposals	(79,698)

Repayment of long-term debt principal is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	765,184
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Accrued interest is reported in the statement of activities but is not reported as expenditures in governmental funds.	2,955
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Compensated absences are reported in the statement of activities but are not reported as expenditures in governmental funds.	<u>(93,678)</u>
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Change in Net Position of Governmental Activities	<u><u>\$ 4,769,115</u></u>
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ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

Arapahoe Library District, Colorado (Library District) was formed April 5, 1966 by formal resolution of the Arapahoe County Commissioners and the Deer Trail School Board. The general objectives are to provide citizens of the region with library services for their education and recreation. A board of seven trustees appointed by the Arapahoe County Commissioners and approved by the Deer Trail School Board governs the Library District.

The financial statements of the Library District have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting.

The most significant of the Library District's accounting policies are described below.

NOTE 1 – DEFINITION OF REPORTING ENTITY

Reporting Entity

The reporting entity is comprised of the primary government and component units that are included to ensure the financial statements are not misleading. The primary government of the Library District consists of all funds, departments, boards, and agencies that are not legally separate from the Library District. Although the Arapahoe County Commissioners appoint the Library District Board of Trustees, the County is not financially accountable for the Library District; therefore, the Library District is not a component unit of the County.

Component units are legally separate organizations for which the Library District is financially accountable. The Library District is financially accountable for an organization if the Library District appoints a voting majority of the organization's governing board and (1) the Library District is able to significantly influence the programs or services performed or provided by the organizations, or (2) the Library District is legally entitled to or can otherwise access the organization's resources; the Library District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Library District is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the Library District in that the Library District approves the budget, levies their taxes or issues their debt.

The Library District maintains two component units, one reported through blending and one reported discretely.

The following component unit is blended into the primary government's reporting entity since the sole purpose of this entity is to provide a financing mechanism for the Library District:

Arapahoe Library District Building Authority (Authority) – The Authority is a not-for-profit corporation originally formed to finance the construction of a new library in 1990. In 2001 and 2008, the Authority issued Certificates of Participation, and refinanced in 2010, to finance construction of public libraries and a support services facility. The Authority has leased these facilities to the Library District. At the end of the lease term, title to these facilities transfers to the Library District. The Authority is reported as a Special Revenue Fund.

The Library District reports one component unit discretely. The component unit column included on the government-wide financial statements identifies the financial data of the Library District's discretely presented component unit. The column is reported separately to emphasize that it is legally separate from the Library District.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 1 – DEFINITION OF REPORTING ENTITY (CONTINUED)

A description of the discretely presented component unit follows:

Arapahoe Library Friends Foundation, Inc. (Foundation) – The Foundation, which began operation in 1991, was formed exclusively for the benefit of, to perform the function of, or to carry out the charitable and educational purposes of Arapahoe Library District. The Library District maintains control of the Foundation in the following areas:

- The Board of Trustees of the Library District elects members of the Foundation’s Board of Directors.
- Similarly, the Library District’s Board of Trustees may remove any Director of the Foundation.
- The Foundation may not disburse funds for costs that have not been recommended by the Library District’s Board of Trustees.

Audited information of the Arapahoe Library Friends Foundation, Inc. may be obtained by contacting the Foundation office at 12855 E. Adam Aircraft Circle, Englewood, CO 80112.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Library District’s basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the Library District as a whole.

The statement of net position presents the financial position of the governmental activities of the Library District at year-end.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the Library District’s governmental activities. Direct expenses are those expenses specifically associated with a service, program or department and are therefore clearly identifiable with a particular function.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is a group of related activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services, which report fees, and other charges to users of the Library District’s services; (2) operating grants and contributions which finance annual operating activities; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which functions the revenues are *restricted*.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Taxes and other revenue sources not included with program revenues are reported as general revenues of the Library District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the Library District.

Fund Financial Statements

During the year, the Library District segregates transactions related to certain Library District functions or activities in separate funds to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Library District at this more detailed level. Fund financial statements are provided for governmental funds and include a balance sheet and a statement of revenues, expenditures and changes in fund balances.

Fund Accounting – The Library District uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts that are segregated for carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The Library District uses one category of funds, governmental.

Governmental Funds – Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The Library District reports the difference between governmental fund assets and liabilities and deferred inflows of resources as fund balance.

The Library District reports the following major governmental fund:

General Fund – The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the Library District for any purpose provided it is expended or transferred according to the general laws of Colorado.

Measurement Focus

Government-Wide Financial Statements – The government-wide financial statements are prepared using the economic resources measurement focus where the aim of a set of financial statements is to report all inflows, outflows, and balances affecting or reflecting the Library District's net position.

Fund Financial Statements – All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, the aim of a set of financial statements is to report the near-term (current) inflows, outflows, and balances of expendable resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Therefore, governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue and in the presentation of expenses versus expenditures.

Revenues – Exchange Transactions – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Library District, the phrase “available for exchange transactions” means expected to be received within 60 days of year-end.

Revenues – Nonexchange Transactions – Nonexchange transactions in which the Library District receives value without directly giving equal value in return include property taxes, specific ownership taxes, grants, and donations. On an accrual basis, revenue from property taxes and specific ownership taxes is recognized in the fiscal year for which the taxes are levied. Property taxes are assessed in one year for the subsequent year’s budget. Therefore, a property tax receivable and a line item of an equal amount is reported as a deferred inflow of resources on the government-wide statement of net position.

Revenue from grants and contributions is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the Library District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the Library District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions also must be available (i.e., collected within 60 days of year-end) before it can be recognized. Under the modified accrual basis, the following revenue sources are susceptible to accrual: property taxes, specific ownership taxes, investment earnings, and federal and state grants. Property taxes are assessed in one year for the subsequent year’s budget. Therefore, a property tax receivable and a line item of an equal amount is reported as a deferred inflow of resources on the governmental fund balance sheet.

Unearned Revenue – Unearned revenue is a liability that arises when resources are obtained before revenue recognition criteria, other than time recognition criteria, have been satisfied. Resources that are obtained before time recognition criteria have been satisfied are classified as deferred inflows of resources.

Expenses/Expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Fund Equity

Cash, Cash Equivalents, and Investments

Investments are stated at fair value, which are determined primarily based on quoted prices. Amortized cost and net asset value (NAV), which both approximate fair value, are used for CSAFE and ColoTrust, respectively.

Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

Prepaid Items

Payments made to vendors for services (e.g., insurance, rents, library services) that are greater than ten thousand dollars and will benefit periods beyond December 31, 2023 are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is classified as nonspendable, as this amount is not in spendable form.

Capital Assets

General capital assets result from expenditures in governmental funds. The Library District reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the governmental fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at acquisition value as of the date received. The Library District maintains a capitalization threshold of five thousand dollars. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed.

The Library District capitalizes all library books and audio-visual materials. Annually, purchased additions are capitalized at cost and donated materials are capitalized at acquisition value as of the date donated. Damaged, disposed, and lost materials are deleted from the inventory, using average cost.

**ARAPAHOE LIBRARY DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 For the Year Ended December 31, 2023**

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

All reported capital assets are depreciated except for land, construction in progress, artwork, and collectibles. Property improvements are depreciated over the lesser of the remaining useful lives of the related capital assets or 20 years. Property improvements in the form of leasehold improvements are amortized over the life of the related lease. Depreciation is computed using the straight-line method, except for library books and audio-visual materials that use the group method, over the following useful lives:

<u>Description:</u>	<u>Estimated Life:</u>
Buildings	30 – 40 years
Property Improvements	20 years
Signage	20 years
Solar Energy	12 years
Furniture and Fixtures	10 years
Intangibles	10 years
Bookmobiles and Vans	4 – 8 years
Equipment	5 years
Computer Equipment	4 years
Library Books and Audio-Visual Materials	4 years

Compensated Absences

The Library District permits employees to accumulate earned but unused vacation, sick, holiday, personal, and compensatory benefits up to certain limits. The Library District pays the employees, upon termination, for their allowed accumulated leave. The total compensated absence liability is reported on the government-wide financial statements. Governmental funds report the compensated absence liability at the fund reporting level only “*when due*.”

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of these funds. Certificates of participation are recognized as a liability in the governmental fund financial statements “*when due*.”

Accounts payable consists of current obligations to vendors for payment of goods and services incurred as of December 31, 2023.

Leases

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

ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Lease assets represent the Library District'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 payment 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.

Lease liabilities represent the Library District'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 reasonable certain that the Library District will exercise that option.

The Library District recognizes payments for short-term leases with a lease term of 12 months or less as expenses are incurred, and these leases are not included as lease liabilities or right-to-use lease assets on the statement of net position. For individual lease contracts where information about the discount rate implicit in the lease is not included, the Library District has elected to use the incremental borrowing rate to calculate the present value of expected lease payments.

Debt Premiums, Discounts, and Issuance Costs

On the government-wide statement of net position, debt premiums and discounts are netted against debt payable. On the government-wide statement of activities, debt premiums and discounts are deferred and amortized over the life of the debts using the straight-line method. Debt issuance costs are reported as an expense.

At the government fund reporting level, debt premiums and discounts are reported as other financing sources and uses, separately from the face amount of the debt issued.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until that period. The Library District does not have any items that qualifies for reporting in this category in 2023.

In addition to liabilities, the statement of net position and the governmental balance sheet report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Library District reports a deferred inflow of resources relating to 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 in which they are collected.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Equity

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net position.”

Fund Balance – Generally, fund balance represents the difference between current assets, deferred outflows of resources, current liabilities and deferred inflows of resources. The Library District classifies certain fund balances as nonspendable because they are either not in spendable form or legally or contractually required to be maintained intact. Restricted fund balances are reported as such when constraints placed on the use of the resources are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional legislation. Fund balance amounts classified as committed by the Library District may only be used for specific purposes imposed by resolution of the Board of Trustees and cannot be used for any other purpose unless the Board approves removal or changes to the specified use. Committed fund balance also includes contractual obligations of the Library District equivalent to the amount of resources the fund has committed specifically for satisfying those contractual requirements. Assigned fund balance includes amounts intended by the Board of Trustees to be used for specific purposes but are neither restricted nor committed. Under the Board’s policy, the Executive Director is authorized to assign fund balance for specific purposes. Unassigned fund balance is the residual classification of the fund balance that has not been restricted, committed, or assigned to specific purposes within the general fund and has not been assigned to another fund. The general fund should be the only fund that reports a positive unassigned fund balance. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The Library District applies restricted resources first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance/net position are available. The Library District first applies committed resources, then assigned resources, and finally unassigned resources when an expenditure is incurred for which any of those unrestricted classifications could be used.

The Library District’s Board of Trustees formally established a minimum fund balance policy in 2014 with the intent of maintaining a fund balance of approximately two months of non-capital general fund operating expenditures.

Net Position – Net position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors, laws or regulations of other governments. All other net position is reported as unrestricted.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds.

Transfers between funds reported in the governmental activities column are eliminated, except for charges for interfund services that are equivalent to the services provided.

Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States 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.

NOTE 3 – DEPOSITS AND INVESTMENTS

Deposits

Deposits include bank accounts and certificates of deposit. The carrying amount of the Library District's deposits as of December 31, 2023 was \$4,533,924. The bank balances were \$4,599,149 of which \$250,000 was covered by Federal Deposit Insurance Corporation (FDIC) and \$4,349,149 was collateralized with securities held by the financial institutions' agents but not in the Library District's name. The Colorado Public Deposit Protection Act (PDPA) requires that all local government entities deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The fair value of the collateral must be at least equal to 102% of the uninsured deposits.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Investments

Investments are governed by the Library District's investment policy and State statutes. Investments of the Library District may include:

- U.S. Treasury Obligations (bills, notes, and bonds)
- U.S. Government Agency Securities with highest rating category by a nationally recognized statistical rating organization (NRSRO)
- Certain Money Market and Mutual Funds
- Bankers' Acceptances of certain banks
- Commercial Paper limited to securities with highest rating category by at least two nationally recognized rating agencies at time of purchase
- Written Repurchase Agreements collateralized by certain authorized securities
- Certificates of Deposit in FDIC Insured Colorado Commercial Banks and Savings and Loan Associations with 102% collateral under PDPA over the \$250,000 FDIC insurance level
- Local Government Investment Pools regulated under CRS 24-75-701

The Library District's investments are subject to credit and interest rate risk as described below.

Credit Risk

In order to limit its exposure to credit risk, the Library District's investment policy provides for the investment of up to 65% of its investment portfolio with one investment type, with the remainder invested in other, above noted allowable investments. The portfolio is analyzed monthly, as required by the investment policy, to confirm compliance with policy and ensure appropriate investment management. State statutes limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with Rule 2a-7, as amended, and either have assets of one billion dollars or the highest rating issued by a NRSRO.

The Library District has invested in the Colorado Local Government Liquid Asset Trust (ColoTrust) and in the Colorado Surplus Asset Fund Trust (CSAFE). These investment vehicles are established for local government entities in Colorado to pool surplus funds for investment purposes by State statute. The Colorado Division of Securities administers and enforces the requirements of creating and operating the trusts. These funds operate similarly to a money market fund and each share is equal in value to \$1.00. Both trusts are rated AAAM by Standard and Poor's. Investments of the trusts are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services to the trusts in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments. The Library District's investment policy allows participation in such pools and has no control over the maturity of its holdings in the investment. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period for ColoTrust or CSAFE.

Interest Rate Risk

State statutes limit investments to an original maturity of five years unless the governing board authorizes the investment for a period in excess of these limits.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Fair Value Measurement

GASB Accounting Standards require enhanced disclosures about assets and liabilities measured at fair values. Governments are required to use valuation techniques that are appropriate under the circumstances and for which sufficient data are available to measure fair value. The techniques should be consistent with one or more of the following approaches:

The market approach – uses prices and other relevant information generated by market transactions involving identical or comparable assets, liabilities, or group of assets and liabilities.

The cost approach – reflects the amount that would be required to replace the present service capacity of an asset.

The income approach – converts future amounts to a single current discounted amount.

The Library District uses the market approach to value investment assets. In addition to valuation techniques, the Library District is required to use a hierarchal framework that prioritizes the inputs used for valuing assets and liabilities measured at fair values. 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 following table presents the fair value measurements of assets recognized in the accompanying statement of net position at fair value on a recurring basis and the level within the GASB fair value hierarchy in which the fair value measurements fall at December 31, 2023.

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments by Fair Value Level				
Governmental Activities:				
US Agencies	\$ 7,136,939	\$ -	\$ 7,136,939	\$ -
Total Investments by Fair Value Level	<u>7,136,939</u>	<u>\$ -</u>	<u>\$ 7,136,939</u>	<u>\$ -</u>
Investments Measured at Amortized Cost				
Governmental Activities:				
Money Market	1,059,130			
CSAFE	<u>536,773</u>			
Total Investments Measured at Amortized Cost	<u>1,595,903</u>			
Investments Measured at Net Asset Value (NAV)				
Governmental Activities:				
ColoTrust	<u>37,921,781</u>			
Total Investments Measured at NAV	<u>37,921,781</u>			
Total Investments	<u>\$ 46,654,623</u>			

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Cash and Investment Reconciliation

	Total	Credit Rating	Maturity	
			Less Than 1 Year	1-5 Years
Deposits	\$ 4,533,924			
Total Cash	<u>4,533,924</u>			
Investments				
ColoTrust	37,921,781	AAAm	\$ 37,921,781	\$ -
CSAFE	536,773	AAAm	536,773	-
Money Market	1,059,130	N/A	1,059,130	-
US Agencies:				
US Treasury Notes	4,026,922	AA+	2,898,567	1,128,355
Federal Home Loan Bank	1,622,627	AA+	1,622,627	-
Federal Farm Credit Bank	1,012,000	AA+	-	1,012,000
Federal National Mortgage Association	475,390	AA+	-	475,390
Total Investments	<u>46,654,623</u>		<u>\$ 44,038,878</u>	<u>\$ 2,615,745</u>
Primary Government Total	<u>\$ 51,188,547</u>			

Restricted cash accounts are set aside for the repayment of Certificates of Participation and are maintained in separate accounts and their use is limited by the Certificates of Participation.

NOTE 4 – PROPERTY TAXES

Annual property taxes attach an enforceable lien on property as of January 1. Generally, property taxes are levied on December 15 for the subsequent year’s operations. Taxpayers may pay property taxes in two equal installments. One-half of the taxes due will become delinquent March 1, after which date interest will be added as provided by law.

The remaining half will become delinquent June 16. If the entire annual tax is paid on or before April 30, no interest is added.

ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

NOTE 5 – CAPITAL ASSETS

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

	Balance 12/31/2022	Transfers	Additions	Deletions	Balance 12/31/2023
Governmental Activities:					
Capital Assets Not Being Depreciated:					
Land	\$ 6,319,894	\$ -	\$ 781,087	\$ -	\$ 7,100,981
Land Improvements	586,472	-	54,658	-	641,130
Construction in Progress	1,118,549	(2,488,338)	2,546,121	-	1,176,332
Artwork and Collectibles	304,830	150,000	40,750	-	495,580
Total Capital Assets Not Being Depreciated	<u>8,329,745</u>	<u>(2,338,338)</u>	<u>3,422,616</u>	<u>-</u>	<u>9,414,023</u>
Capital Assets Being Depreciated:					
Buildings	38,270,467	-	-	-	38,270,467
Property Improvements	14,881,859	1,357,318	60,748	-	16,299,925
Solar Energy	173,222	-	-	-	173,222
Signage	481,586	-	-	-	481,586
Equipment	5,449,026	708,127	392,912	(22,412)	6,527,653
Book Mobiles and Vans	555,166	-	50,928	(83,891)	522,203
Furniture and Fixtures	1,055,183	272,893	161,107	(79,698)	1,409,485
Computer Equipment	184,875	-	-	(65,698)	119,177
Books and Audio-Visual Materials	4,488,493	-	1,416,674	(1,436,971)	4,468,196
Intangibles	232,781	-	-	-	232,781
Right-to-use Lease Asset: Buildings	5,230,448	-	-	-	5,230,448
Total Capital Assets Being Depreciated	<u>71,003,106</u>	<u>2,338,338</u>	<u>2,082,369</u>	<u>(1,688,670)</u>	<u>73,735,143</u>
Total Capital Assets	<u>79,332,851</u>	<u>-</u>	<u>5,504,985</u>	<u>(1,688,670)</u>	<u>83,149,166</u>
Accumulated Depreciation:					
Buildings	(15,181,892)	-	(926,719)	-	(16,108,611)
Property Improvements	(4,509,218)	-	(860,201)	-	(5,369,419)
Solar Energy	(117,886)	-	(14,435)	-	(132,321)
Signage	(11,071)	-	(24,079)	-	(35,150)
Equipment	(3,355,186)	-	(438,179)	22,412	(3,770,953)
Book Mobiles and Vans	(529,590)	-	(25,639)	83,891	(471,338)
Furniture and Fixtures	(563,029)	-	(114,162)	-	(677,191)
Computer Equipment	(171,401)	-	(10,172)	65,698	(115,875)
Books and Audio-Visual Materials	(1,532,130)	-	(1,333,659)	1,436,971	(1,428,818)
Intangibles	(169,569)	-	(58,153)	-	(227,722)
Right-to-use Lease Asset: Buildings	(300,600)	-	(311,976)	-	(612,576)
Total Accumulated Depreciation	<u>(26,441,572)</u>	<u>-</u>	<u>(4,117,374)</u>	<u>1,608,972</u>	<u>(28,949,974)</u>
Book Value of Depreciable Capital Assets	<u>44,561,534</u>	<u>2,338,338</u>	<u>(2,035,005)</u>	<u>(79,698)</u>	<u>44,785,169</u>
Governmental Activities Capital Assets, Net	<u>\$ 52,891,279</u>	<u>\$ -</u>	<u>\$ 1,387,611</u>	<u>\$ (79,698)</u>	<u>\$ 54,199,192</u>

Depreciation Expense by Function:

Digital and Library Material Services	\$ 1,695,545
Library Operations	2,122,635
Administrative and Executive Services	280,944
Communications, Programming, and Partnerships	18,250
Total Depreciation Expense	<u>\$ 4,117,374</u>

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 6 – LONG-TERM DEBT

Governmental Certificates of Participation

The Authority issues Certificates of Participation to provide funds for the acquisition and construction of major capital facilities. The following is a summary of the outstanding Certificates of Participation at December 31, 2023:

<u>Year Issued</u>	<u>Purpose</u>	<u>Interest Rate (%)</u>	<u>Interest Due Dates</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Authorized and Issued</u>
2008	Certificates of Participation	3.99%	6/15, 12/15	3/11/2008	12/15/2027	\$ 4,370,000

Annual debt service requirements to amortize the Certificates of Participation obligations outstanding, as of December 31, 2023 follows:

<u>Year</u>	<u>2008 Certificates of Participation</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 275,000	\$ 46,883	\$ 321,883
2025	290,000	35,910	325,910
2026	300,000	24,339	324,339
2027	310,000	12,369	322,369
Total	<u>\$ 1,175,000</u>	<u>\$ 119,501</u>	<u>\$ 1,294,501</u>

Eloise May Public Library

In 2008, the Library District began construction of a new library building and completed construction in 2009. To finance this construction, \$4,370,000 in Certificates of Participation were issued by the Authority on March 11, 2008. The debt is collateralized with the Castlewood Library owned by the Library District.

Financed Purchases

In June 2017, the Library District entered into a 15-year financed purchase agreement for \$1,015,000 for land for potential expansion. The Library District has the option of purchasing the land on December 15, 2020 or on any base rental payment date after that date. Ownership of the land is conveyed to the Library District at the end of the agreement. The land is reported at \$1,015,000 within the Library District's capital assets as of December 31, 2023.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 6 – LONG-TERM DEBT (CONTINUED)

Future payments under the financed purchase agreement are as follows:

Year	Principal	Interest	Total
2024	\$ 65,854	\$ 21,044	\$ 86,898
2025	68,106	18,793	86,899
2026	70,434	16,464	86,898
2027	72,842	14,057	86,899
2028	75,332	11,566	86,898
2029-2032	284,531	19,615	304,146
Total	<u>\$ 637,099</u>	<u>\$ 101,539</u>	<u>\$ 738,638</u>

In September 2020, the Library District entered into a 15-year financed purchase agreement for \$4,503,553 in which the Library District conveyed a leasehold interest in the Sheridan Library property for a lump-sum payment used to finance a portion of the costs of a new library facility in Byers, Colorado. The Library District has the option of purchasing the leasehold interest on March 22, 2021 or on any base rental payment date after that date. The lump-sum payment was used to finance part of \$8,912,505 in buildings with \$549,167 in accumulated depreciation on the associated building as of December 31, 2023.

Future payments under this financed purchase agreement are as follows:

Year	Principal	Interest	Total
2024	\$ 275,046	\$ 76,517	\$ 351,563
2025	280,853	70,711	351,564
2026	286,782	64,782	351,564
2027	292,836	58,728	351,564
2028	299,017	52,546	351,563
2029-2033	1,592,480	165,337	1,757,817
2034-2035	685,050	18,076	703,126
Total	<u>\$ 3,712,064</u>	<u>\$ 506,697</u>	<u>\$ 4,218,761</u>

The Library District occupies space for Southglenn Public Library under a long-term lease agreement. The lease began July 2009 and had an initial period of 10 years, with payments escalating during this period, and options for an additional 20 years renewable in five-year increments. In 2019, the District exercised the first option period for five additional years. The lease also requires the Library District to pay its proportionate share of operating costs. The District has recognized a right-to-use lease asset in the amount of \$5,230,448 with \$599,931 in accumulated depreciation as of December 31, 2023.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 6 – LONG-TERM DEBT (CONTINUED)

Future payments under this lease agreement are as follows:

Year	Principal	Interest	Total
2024	\$ 172,451	\$ 152,559	\$ 325,010
2025	195,663	146,249	341,912
2026	201,925	139,988	341,913
2027	221,700	133,457	355,157
2028	247,361	126,328	373,689
2029-2033	1,502,946	499,549	2,002,495
2034-2038	2,115,089	216,192	2,331,281
2039	241,613	2,221	243,834
Total	<u>\$ 4,898,748</u>	<u>\$ 1,416,543</u>	<u>\$ 6,315,291</u>

Changes in Long-Term Debt – Changes in the Library District’s long-term obligations consist of the following for the year ended December 31, 2023:

	Outstanding 12/31/2022	Additions	Reductions	Outstanding 12/31/2023	Amounts Due In One Year
Governmental Activities:					
Compensated Absences	\$ 1,118,751	\$ 2,183,140	\$ (2,089,462)	\$ 1,212,429	\$ 182,036
Financed Purchase - Land	700,776	-	(63,677)	637,099	65,854
Financed Purchase - Site	3,981,424	-	(269,360)	3,712,064	275,046
2008 Certificates of Participation	1,440,000	-	(265,000)	1,175,000	275,000
Southglenn Building Lease	5,065,895	-	(167,147)	4,898,748	172,451
Total	<u>\$ 12,306,846</u>	<u>\$ 2,183,140</u>	<u>\$ (2,854,646)</u>	<u>\$ 11,635,340</u>	<u>\$ 970,387</u>

Compensated absences are expected to be liquidated using revenues from the General Fund.

NOTE 7 – DEFINED CONTRIBUTION PLAN

The Arapahoe Library District Money Purchase Plan, a defined contribution retirement plan, is administered by the Library District. The authority for establishing and amending this plan and the related contribution requirements rests with the Library District Board of Trustees. All eligible Library District employees are automatically enrolled on the next enrollment date following one year of continuous service. Contributions made by the employer were 8% of covered payroll during the year ended December 31, 2023. Employees can voluntarily contribute up to 100% of their salary, not to exceed the Internal Revenue Code Section 415 maximum. Employer contributions are vested at the rate of 20% per year.

**ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023**

NOTE 7 – DEFINED CONTRIBUTION PLAN (CONTINUED)

During 2023, the Library District contributed \$1,354,854 for employees participating in the retirement plan during the year along with \$50,099 in forfeitures. Employees contributed \$46,072 to the plan in 2023.

NOTE 8 – NET INVESTMENT IN CAPITAL ASSETS

The “net investment in capital assets” amount reported on the government-wide statement of net position as of December 31, 2023 is as follows:

	Governmental Activities
Net Investment in Capital Assets:	
Cost of Capital Assets	\$ 83,149,166
Less Accumulated Depreciation	(28,949,974)
Book Value	54,199,192
Capital Related Debt	(10,422,911)
Capital Related Accounts Payable	(317,764)
Net Investment in Capital Assets	\$ 43,458,517

NOTE 9 – RISK MANAGEMENT

The Library District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The Library District carries commercial insurance for the risks of loss, including worker’s compensation and employee accident insurance. There were no significant reductions in insurance coverage from the prior year, and there have been no settlements that exceed the Library District’s insurance coverage during the past three years.

In 2014, the Library District established a self-funded health insurance plan to employees with excess coverage underwritten by a commercial carrier. Medical and prescription claims, as well as administrative costs, are paid for and funded by contributions made by the Library District and participating employees. All medical and prescription claims are reviewed and approved for payment by a third party administrator. Liabilities for retained risk claims are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Based on actuarial analysis of claims, liabilities include an estimate for claims that have been incurred but not reported (IBNR) at December 31, 2023.

The following is a summary of the changes in the balance of claims liabilities during 2023 and 2022.

	2023	2022
Unpaid Claims, Beginning of Year	\$ 437,960	\$ 198,655
New Claims Incurred, Including IBNR	1,334,180	3,023,219
Claim Payments	(1,604,961)	(2,783,914)
Unpaid Claims, End of Year	\$ 167,179	\$ 437,960

ARAPAHOE LIBRARY DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended December 31, 2023

NOTE 10 – TABOR AMENDMENT

In 1992, a constitutional amendment, the taxpayer's bill of rights (commonly referred to as TABOR) was passed, limiting powers of public entities to borrow, tax, and spend without a public vote. In 1995, the voters in the Library District approved a revenue increase for the Library District, effective in the 1996 budget year. As part of the tax and revenue ballot question, public approval also was given to remove the revenues of the Library District from the spending and growth provisions set forth in the TABOR amendment. The ballot question also included language, which effectively exempted the Library District from compliance with the 5.5% revenue budget limit described in the Colorado State Statutes.

The Library District reserved 3% of its annual qualifying revenues to comply with provisions of TABOR's emergency reserve requirements. This is reported as restricted net position and fund balance in the appropriate financial statements.

NOTE 11 – COMMITMENTS

The Library District has active goods and service commitments as of December 31, 2023. At year-end, the Library District has contract obligations of \$11,714,784.

NOTE 12 – VOLUNTEER HOURS

Numerous volunteers have donated significant amounts of time to the Library District for library operations during the year. These services were not recorded in the financial statements in 2023 because they are not measurable and the Library District would not purchase the volunteered services if they were not donated.

**ARAPAHOE LIBRARY DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET
AND ACTUAL
For the Year Ended December 31, 2023**

	Original and Final Budget	Actual	Variance
Revenues			
Property Taxes	\$ 40,713,090	\$ 41,012,185	\$ 299,095
Specific Ownership Taxes	2,650,283	2,736,057	85,774
Intergovernmental	331,383	365,594	34,211
Investment Earnings	500,000	2,782,392	2,282,392
Contributions - Arapahoe Library			
Friends Foundation	135,000	128,670	(6,330)
Miscellaneous	371,011	484,281	113,270
Total Revenues	44,700,767	47,509,179	2,808,412
Expenditures			
Current:			
Salaries	19,878,378	19,878,895	(517)
Library Operations	1,290,289	1,049,019	241,270
Administrative and Executive Services	14,118,720	11,150,674	2,968,046
Digital and Library Material Services	7,553,277	6,028,649	1,524,628
Communications, Programming, and Partnerships	1,096,058	712,009	384,049
Debt Service:			
Principal	-	500,184	(500,184)
Interest	-	251,214	(251,214)
Capital Outlay	9,620,000	5,152,166	4,467,834
Total Expenditures	53,556,722	44,722,810	8,833,912
Net Change in Fund Balance	(8,855,955)	2,786,369	11,642,324
Fund Balance - Beginning	46,829,047	46,829,047	-
Fund Balance - Ending	\$ 37,973,092	\$ 49,615,416	\$ 11,642,324

**ARAPAHOE LIBRARY DISTRICT
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended December 31, 2023**

Note 1 – Budgetary Information

A budget for the General Fund is adopted on a basis that is consistent with accounting principles generally accepted in the United States as applied to governments.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget is the individual fund level. Any change in the total budget for each fund requires approval of the Board of Trustees. Management is authorized to make transfers between line items within a fund.

All unexpended annual appropriations lapse at year-end.

**ARAPAHOE LIBRARY DISTRICT
ARAPAHOE LIBRARY DISTRICT BUILDING AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET
AND ACTUAL
For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues			
Repayment from Arapahoe Library District	\$ 322,456	\$ 322,378	\$ (78)
Investment Earnings	100	452	352
Total Revenues	<u>322,556</u>	<u>322,830</u>	<u>274</u>
Expenditures			
Current:			
Administrative and Executive Services	100	-	100
Debt Service:			
Principal	265,000	265,000	-
Interest	57,456	57,458	(2)
Total Expenditures	<u>322,556</u>	<u>322,458</u>	<u>98</u>
Net Change in Fund Balance	<u>-</u>	<u>372</u>	<u>372</u>
Fund Balance - Beginning	-	32	32
Fund Balance - Ending	<u>\$ -</u>	<u>\$ 404</u>	<u>\$ 404</u>

**ARAPAHOE LIBRARY DISTRICT
STATISTICAL SECTION
(Unaudited)**

STATISTICAL SECTION INDEX

This part of the Arapahoe Library District's (Library District) annual comprehensive financial report presents detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary information. This information is unaudited.

Financial Trends **Pages 55 – 58**

– These schedules contain trend information that may assist the reader in assessing the Library District's current financial performance by placing it in a historical perspective.

Revenue Capacity **Pages 59 – 61**

– These schedules contain information that may assist the reader in assessing the viability of the Library District's most significant "own-source" revenue, property taxes.

Debt Capacity **Page 62**

– This schedule presents information that may assist the reader in analyzing the affordability of the Library District's current levels of outstanding debt.

Demographic and Economic **Pages 63 – 64**

– These schedules present demographic and economic information intended (1) to assist users in understanding the socioeconomic environment within which the Library District operates, and (2) to provide information that facilitates comparisons of financial statement information over time and among library districts.

Operating Information **Pages 65 – 67**

– These schedules contain service and capital asset indicators that can assist in understanding how the information in the Library District's financial statements relates to the services the Library District provides and the activities it performs.

**ARAPAHOE LIBRARY DISTRICT
GOVERNMENT-WIDE NET POSITION BY COMPONENT¹
Last Ten Calendar Years
(accrual basis of accounting)**

For the Year Ended December 31,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Net Investment in Capital Assets	\$ 24,256,969	\$ 25,062,805	\$ 25,995,196	\$ 27,887,202	\$ 29,894,242	\$ 32,407,324	\$ 38,825,027	\$ 40,917,407	\$ 40,921,208	\$ 43,458,517
Restricted	647,893	691,743	991,364	1,017,042	1,123,335	1,139,738	1,277,705	1,261,320	1,354,242	1,421,415
Unrestricted	10,310,304	9,308,391	15,851,422	18,996,002	24,821,705	30,457,573	34,929,730	39,157,408	45,095,562	47,260,195
Total Governmental Activities	\$ 35,215,166	\$ 35,062,939	\$ 42,837,982	\$ 47,900,246	\$ 55,839,282	\$ 64,004,635	\$ 75,032,462	\$ 81,336,135	\$ 87,371,012	\$ 92,140,127

Notes:

¹Accounting standards require that net position be reported in three components in the financial statements: net investment in capital assets, restricted, and unrestricted. Net position is considered restricted only when (1) an external party, such as the State of Colorado or the federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the Library District.

²The Library District experienced a significant increase in unrestricted net position due to a voter approved mill levy increase collectible in 2016.

Data Source:

Applicable years' annual comprehensive financial report.

**ARAPAHOE LIBRARY DISTRICT
CHANGES IN NET POSITION – GOVERNMENTAL ACTIVITIES
Last Ten Calendar Years
(accrual basis of accounting)**

	For the Year Ended December 31,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses:										
Library Operations	\$ 7,620,719	\$ 7,534,270	\$ 8,297,696	\$ 8,989,304	\$ 9,657,051	\$ 9,890,297	\$ 9,897,582	\$ 12,069,110	\$ 12,156,564	\$ 14,084,942
Administrative and Executive Services	7,461,475	7,552,624	8,325,786	9,540,121	9,249,470	9,744,282	10,701,883	11,590,257	13,975,000	14,375,048
Digital and Library Material Services	6,628,896	6,258,674	6,850,637	7,871,893	8,135,073	8,170,425	8,999,323	9,511,774	10,051,078	10,929,341
Communications, Programming, and Partnerships	1,405,875	1,588,704	1,779,408	2,090,545	2,218,909	2,113,034	2,151,310	2,265,099	2,675,873	3,045,468
Interest and Fiscal Charges	379,626	344,300	307,726	357,155	332,649	290,777	272,237	297,209	339,399	305,717
Total Expenses	23,496,591	23,278,572	25,561,253	28,849,018	29,593,152	30,208,815	32,022,335	35,733,449	39,197,914	42,740,516
Program Revenues:										
Charges for Services: Public Services ¹										
Library Operations	297,067	219,570	314,027	486,360	376,477	375,702	93,098	94,618	237,984	321,448
Communications, Programming, and Partnerships			148,405	-	-	-	-	-	-	-
Operating Grants and Contributions	549,806	563,028	643,186	599,860	818,826	532,720	1,003,311	355,748	445,308	498,507
Capital Grants and Contributions	-	-	15,000	-	-	-	-	-	-	-
Total Program Revenues	846,873	782,598	1,120,618	1,086,220	1,195,303	908,422	1,096,409	450,366	683,292	819,955
Net (Expense) Revenue	(22,649,718)	(22,495,974)	(24,440,635)	(27,762,798)	(28,397,849)	(29,300,393)	(30,925,926)	(35,283,083)	(38,514,622)	(41,920,561)
General Revenues:										
Taxes:										
Property	20,649,299	20,424,641	29,567,005	29,897,092	33,220,436	33,800,563	38,543,388	38,701,765	41,142,593	41,012,185
Specific Ownership	1,524,749	1,575,114	2,319,915	2,606,995	2,472,158	2,703,734	2,794,361	2,726,907	2,653,739	2,736,057
Investment Earnings	156,618	49,048	106,933	229,294	580,070	871,498	489,949	15,587	613,820	2,782,844
Miscellaneous	276,393	294,944	31,974	91,681	64,221	89,951	126,952	141,600	139,347	158,590
Gain on Disposal of Assets	-	-	189,851	-	-	-	-	-	-	-
Total General Revenues	22,607,059	22,343,747	32,215,678	32,825,062	36,336,885	37,465,746	41,954,650	41,585,859	44,549,499	46,689,676
Change in Net Position	\$ (42,659)	\$ (152,227)	\$ 7,775,043	\$ 5,062,264	\$ 7,939,036	\$ 8,165,353	\$ 11,028,724	\$ 6,302,776	\$ 6,034,877	\$ 4,769,115

Notes:

¹In 2014, the Library District updated functions to more accurately reflect operations. Therefore, these rows are shown as incomplete beginning in 2014.

²In 2013, the assessed valuation of the Library District significantly decreased due to the economic recession causing a reduction in net position.

³During 2014, the Library District completed a product line restructure which created additional specialized employee positions. This restructure along with rebranding caused an increase in expenses and a reduction in net position.

⁴2015 was not a reassessment year for property taxes. Although expenses decreased from 2014, so did property tax revenue which caused a reduction in net position.

⁵The Library District experienced a significant increase in net position due to a voter approved mill levy increase collectible in 2016.

Data Source:

Applicable years' annual comprehensive financial report.

**ARAPAHOE LIBRARY DISTRICT
FUND BALANCES – GOVERNMENTAL FUNDS
Last Ten Calendar Years
(modified accrual basis of accounting)**

For the Year Ended December 31,

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 557,263	\$ 535,036	\$ 790,347	\$ 1,002,191	\$ 939,834	\$ 957,527	\$ 1,054,626	\$ 798,982	\$ 996,062	\$ 1,132,169
Restricted	647,893	691,743	991,225	1,016,753	1,122,271	1,137,781	1,275,737	1,261,320	1,354,242	1,421,415
Assigned	7,650,985	875,828	7,015,868	4,962,355	6,355,625	15,074,711	4,517,642	4,921,263	13,771,529	14,706,363
Unassigned	2,758,495	8,500,586	8,754,665	13,986,707	18,533,716	14,354,152	29,466,563	34,308,985	30,707,214	32,355,469
Total General Fund	11,614,636	10,603,193	17,552,105	20,968,006	26,951,446	31,524,171	36,314,568	41,290,550	46,829,047	49,615,416
All Other Governmental Funds										
Restricted:										
Debt Service Fund	-	-	139	289	1,064	1,957	1,968	-	32	404
Total All Other Governmental Funds			139	289	1,064	1,957	1,968	-	32	404
Total Governmental Funds										
Nonspendable	557,263	535,036	790,347	1,002,191	939,834	957,527	1,054,626	798,982	996,062	1,132,169
Restricted	647,893	691,743	991,364	1,017,042	1,123,335	1,139,738	1,277,705	1,261,320	1,354,274	1,421,819
Assigned	7,650,985	875,828	7,015,868	4,962,355	6,355,625	15,074,711	4,517,642	4,921,263	13,771,529	14,706,363
Unassigned	2,758,495	8,500,586	8,754,665	13,986,707	18,533,716	14,354,152	29,466,563	34,308,985	30,707,214	32,355,469
Total Governmental Funds	\$ 11,614,636	\$ 10,603,193	\$ 17,552,244	\$ 20,968,295	\$ 26,952,510	\$ 31,526,128	\$ 36,316,536	\$ 41,290,550	\$ 46,829,079	\$ 49,615,820

Data Source:

Applicable years' annual comprehensive financial report.

ARAPAHOE LIBRARY DISTRICT
SUMMARY OF CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS¹
Last Ten Calendar Years
(modified accrual basis of accounting)

	For the Year Ended December 31,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenue Source										
Property Taxes	\$ 20,649,299	\$ 20,424,641	\$ 29,567,005	\$ 29,897,092	\$ 33,220,436	\$ 33,800,563	\$ 38,543,388	\$ 38,701,765	\$ 41,142,593	\$ 41,012,185
Specific Ownership Taxes	1,524,749	1,575,114	2,319,915	2,606,995	2,472,158	2,703,734	2,794,361	2,726,907	2,653,739	2,736,057
Intergovernmental	395,610	491,223	547,211	492,633	692,298	451,531	779,056	328,573	350,083	365,594
Fines	292,728	215,088	179,689	139,552	3,454	-	-	-	-	-
Contributions - Foundation	152,295	70,000	105,436	102,999	122,350	77,200	186,589	59,517	91,714	128,670
Investment Earnings	156,618	49,048	106,933	229,294	580,070	871,498	489,949	15,587	613,820	2,782,844
Cafe Sales			148,405	215,670	236,956	242,461	51,518	56,987	189,451	261,298
Repayment from Arapahoe Library District			1,540,791	1,533,074	1,539,748	1,539,831	1,538,654	1,534,302	322,624	322,378
Miscellaneous	282,633	301,231	171,851	227,047	204,467	227,181	170,298	182,789	191,391	222,983
Total Revenues	23,453,932	23,126,345	34,687,236	35,444,356	39,071,937	39,913,999	44,553,813	43,606,427	45,555,415	47,832,009
Current:										
Library Operations	6,648,007	6,640,950	7,244,689	7,902,282	8,368,740	8,889,755	8,779,003	10,546,026	10,423,611	11,957,077
Administrative and Executive Services	7,344,145	7,271,808	9,561,273	10,563,574	11,067,520	10,808,356	11,557,687	13,098,874	13,617,089	14,649,339
Digital and Library and Material Services	6,210,278	6,020,364	4,940,353	5,715,261	5,968,167	5,969,166	6,820,568	7,441,152	8,331,347	9,211,438
Communications, Programming, and Partnerships	1,393,312	1,580,097	1,749,458	2,030,254	2,218,267	2,142,303	1,932,927	2,239,238	2,641,530	3,001,392
Capital Outlay	4,090,693	1,082,229	2,701,552	5,255,222	3,838,380	5,904,071	13,550,323	3,333,286	3,929,281	5,152,166
Debt Service										
Principal	1,155,000	1,195,000	1,230,000	1,286,054	1,358,826	1,400,666	1,442,569	1,742,875	744,916	765,184
Interest and Fees	382,560	347,340	310,860	290,658	267,822	226,064	182,984	231,859	329,112	308,672
Total Expenditures	27,223,995	24,137,788	27,738,185	33,043,305	33,087,722	35,340,381	44,266,061	38,633,310	40,016,886	45,045,268
Other Financing Sources and Uses										
Financing of Capital Lease	-	-	-	1,015,000	-	-	4,503,553	-	-	-
Total Other Financing Sources	-	-	-	1,015,000	-	-	4,503,553	-	-	-
Net Change in Fund Balance	\$ (3,770,063)	\$ (1,011,443)	\$ 6,949,051	\$ 3,416,051	\$ 5,984,215	\$ 4,573,618	\$ 4,791,305	\$ 4,973,117	\$ 5,538,529	\$ 2,786,741
Debt Service as a Percentage of Noncapital Expenditures	7.2%	7.2%	6.2%	5.6%	5.6%	5.5%	5.2%	5.6%	3.0%	2.7%

Notes:

¹Includes all governmental fund types.

²During 2013 and 2014, the Library District self-funded the construction of the stand alone Sheridan Library branch which caused a decrease in fund balance.

³During 2015, the Library District self-funded the remodel of the Koelbel Library branch, causing a decrease in fund balance.

⁴GASB 61 requires the Arapahoe Library Building Authority, whose transactions were previously eliminated through blending with the general fund, be presented as a debt service fund. This disaggregation caused an increase in Administrative and Executive Services expenditures in 2016.

⁵The Library District experienced a significant increase in fund balance due to a voter approved mill levy increase collectible in 2016.

Data Source:

Applicable years' annual comprehensive financial report.

**ARAPAHOE LIBRARY DISTRICT
TOTAL ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF PROPERTY – BY TYPE¹
Last Ten Calendar Years**

For the Year Ended December 31,

Budget Year	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Assessed Value										
Real Property	\$ 3,865,096,820	\$ 3,861,130,293	\$ 4,603,922,141	\$ 5,287,335,378	\$ 5,365,087,544	\$ 6,224,884,240	\$ 6,240,770,950	\$ 6,692,828,887	\$ 6,676,945,494	\$ 8,113,075,181
Personal Property	491,694,760	493,068,449	511,051,043	524,436,486	535,080,912	578,566,816	559,564,700	566,323,082	558,409,925	604,511,206
Total Assessed Value	\$ 4,356,791,580	\$ 4,354,198,742	\$ 5,114,973,184	\$ 5,811,771,864	\$ 5,900,168,456	\$ 6,803,451,056	\$ 6,800,335,650	\$ 7,259,151,969	\$ 7,235,355,419	\$ 8,717,586,387
Estimated Actual Value										
Real Property	\$ 33,381,601,138	\$ 33,463,682,592	\$ 40,263,317,852	\$ 49,266,445,930	\$ 49,932,727,090	\$ 57,905,553,743	\$ 58,409,390,898	\$ 62,537,351,007	\$ 63,430,265,708	\$ 81,499,491,913
Personal Property	1,695,487,700	1,700,401,831	1,762,436,265	1,808,052,392	1,845,110,324	2,010,608,728	1,962,108,907	1,952,379,393	1,926,127,208	2,167,228,886
Total Estimated Actual Value	\$ 35,077,088,838	\$ 35,164,084,423	\$ 42,025,754,117	\$ 51,074,498,322	\$ 51,777,837,414	\$ 59,916,162,471	\$ 60,371,499,805	\$ 64,489,730,400	\$ 65,356,392,916	\$ 83,666,720,799
Direct Rate	4.794	5.916	5.926	5.885	5.845	5.846	5.81	5.790	5.771	5.413

Notes:

¹This table has been modified to reflect assessed values for the year in which taxes are collected. Assessments made in 2021 provide the tax base for taxes collected in 2022.

Data Source:

The Arapahoe County and Adams County Assessors.

**ARAPAHOE LIBRARY DISTRICT
PRINCIPAL PROPERTY TAXPAYERS
Calendar Years Ended December 31, 2023 and 2014**

2023			
Principal Taxpayer	Taxable Assessed Value¹	Rank	Percentage of Total Taxable Assessed Value
Public Service Co of Colorado	\$ 133,679,946	1	1.53%
Granite Place LLC	36,145,008	2	0.41%
Prime US - Village Center Station II LLC	36,002,997	3	0.41%
Verizon Wireless	34,881,070	4	0.40%
Fiddlers Green Circle LP	33,854,418	5	0.39%
Greenwood Property Corp	29,286,630	6	0.34%
Drawbridge Panorama LLC	26,496,630	7	0.30%
GPI Plaza Tower LP	24,745,905	8	0.28%
PVI Properties LLC	22,721,760	9	0.26%
6200 S Quebec LLC	22,636,665	10	0.26%
Total Principal Taxpayers	400,451,029		4.58%
All Other Taxpayers	8,317,135,358		95.42%
Total Assessed Valuation	\$ 8,717,586,387		100.00%

2014			
Principal Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Public Service Co of Colorado	\$ 69,473,030	1	1.67%
Cellco Partnership FKA	52,084,540	2	1.25%
Qwest Corporation	42,918,700	3	1.03%
Greenwood Property Corp	33,350,000	4	0.80%
GPI Plaza Tower LP	23,925,000	5	0.57%
National Digital Television	14,210,000	6	0.34%
IKEA Property, Inc	13,920,000	7	0.33%
Palazzo Verdi	13,630,001	8	0.33%
5251 DTC Parkway LLC	13,488,484	9	0.32%
CSHV Denver Tech Center LLC	12,470,001	10	0.30%
Total Principal Taxpayers	289,469,756		6.06%
All Other Taxpayers	4,067,321,824		93.36%
Total Assessed Valuation	\$ 4,356,791,580		100.00%

Note:

¹This table reflects the assessed values for the year in which taxes are collected. Assessments made in 2022 provide the tax base for taxes collected in 2023.

Data Source:

Arapahoe County Tax Assessor and applicable years' annual comprehensive financial report.

**ARAPAHOE LIBRARY DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS¹
Last Ten Calendar Years**

For the Year Ended December 31,

Collection Year	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Current Tax Levy	\$ 20,846,762	\$ 20,573,473	\$ 29,820,756	\$ 29,729,455	\$ 33,971,009	\$ 33,948,018	\$ 38,874,555	\$ 38,984,356	\$ 41,427,952	\$ 41,131,751
Current Tax Collections	20,677,398	20,463,590	29,581,002	29,898,739	33,207,461	33,831,408	38,615,062	38,615,062	41,139,701	41,030,411
Percentage of Current Tax Levy Collected	99.2%	99.5%	99.2%	100.6%	97.8%	99.7%	99.3%	99.1%	99.3%	99.8%
Delinquent Tax Collections²	(28,099)	(38,949)	(13,997)	(1,647)	(12,974)	(30,845)	(71,676)	(94,128)	2,808	(18,226)
Total Tax Collections	<u>\$ 20,649,299</u>	<u>\$ 20,424,641</u>	<u>\$ 29,567,005</u>	<u>\$ 29,897,092</u>	<u>\$ 33,194,487</u>	<u>\$ 33,800,563</u>	<u>\$ 38,543,386</u>	<u>\$ 38,520,934</u>	<u>\$ 41,142,509</u>	<u>\$ 41,012,185</u>
Ratio of Total Tax Collections to Total Tax Levy	99.1%	99.3%	99.1%	100.6%	97.7%	99.6%	99.1%	98.8%	99.3%	99.7%

Notes:

¹GASB Statement No. 44 requires that delinquent tax collections be applied to the year levied. However, this information is currently not available.

²Abatements and appeals were greater than the delinquent property taxes received for the years presented; therefore, these balances are negative.

Data Source:

Arapahoe County and Adams County Certification of Tax Levies and Distribution reports.

**ARAPAHOE LIBRARY DISTRICT
RATIO OF CERTIFICATES OF PARTICIPATION,
FINANCED PURCHASES, AND LEASES OUTSTANDING
Last Ten Calendar Years**

Year	Certificates of Participation	Leases and Financed Purchases	Percentage of Personal Income	Estimated Population	Total Debt Per Capita
2014	\$ 10,840,000	\$ -	0.03%	608,128	\$ 18
2015	\$ 9,645,000	\$ -	0.03%	618,821	\$ 16
2016	\$ 8,415,000	\$ -	0.03%	631,096	\$ 13
2017	\$ 7,155,000	\$ 988,946	0.02%	636,949	\$ 13
2018	\$ 5,850,000	\$ 935,120	0.02%	643,052	\$ 11
2019	\$ 4,505,000	\$ 879,454	0.01%	651,215	\$ 8
2020	\$ 3,120,000	\$ 5,325,438	0.02%	656,590	\$ 13
2021	\$ 1,695,000	\$ 5,007,563	0.02%	657,452	\$ 8
2022 ¹	\$ 1,440,000	\$ 9,748,095	0.02%	654,900	\$ 17
2023	\$ 1,175,000	\$ 9,247,911	0.02%	655,808	\$ 16

Notes:

¹ GASB Statement No 87, *Leases*, was implemented in 2022 which resulted in the Southglenn building lease being included within long-term liabilities. Previous years were not restated for this lease.

Data Source:

Applicable years' annual comprehensive financial report and the Bureau of Economic Analysis.

**ARAPAHOE LIBRARY DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years**

Year	Estimated Population^{1,2}	Personal Income^{1,2}	Per Capita Personal Income^{1,2}	Unemployment Rate		
				Arapahoe County³	State of Colorado³	United States⁴
2014	608,128	\$ 32,751,491,000	\$ 53,856	4.9%	4.9%	6.2%
2015	618,821	\$ 34,835,883,000	\$ 56,294	3.7%	3.8%	5.3%
2016	631,096	\$ 33,160,632,000	\$ 52,545	3.1%	3.3%	4.9%
2017	636,949	\$ 35,106,133,000	\$ 55,116	3.2%	3.0%	4.1%
2018	643,052	\$ 36,423,679,000	\$ 56,642	2.8%	3.3%	3.9%
2019	651,215	\$ 39,190,019,000	\$ 60,180	3.2%	2.5%	3.6%
2020	656,590	\$ 42,334,967,000	\$ 64,477	6.6%	6.6%	6.2%
2021	657,452	\$ 43,846,410,000	\$ 66,691	4.2%	4.1%	4.0%
2022	654,900	\$ 48,637,263,000	\$ 74,267	2.9%	2.8%	3.4%
2023	655,808	\$ 50,041,017,000	\$ 76,304	4.0%	3.5%	3.9%

Notes and Data Sources:

¹Data in these columns reflect the prior year's final numbers, as the listed years' data was unavailable at the time this report was issued. Data source is the Bureau of Economic Analysis.

²Beginning in 2015, data for the Library District's coverage area is no longer available. Prior years' numbers were updated to reflect all of Arapahoe County for consistency.

³Numbers in these columns were updated to reflect final unemployment rates. Data source is the Colorado Department of Labor and Employment.

⁴Numbers in this column were updated to reflect final unemployment rates. Data source is the Bureau of Labor and Statistics.

**ARAPAHOE LIBRARY DISTRICT
PRINCIPAL EMPLOYERS
For the Calendar Years Ended DECEMBER 31, 2023 and 2014**

2023			
Employer	Number of Employees	Rank	Percentage of Major County Employers
Cherry Creek School District No 5	8,400	1	2.45%
Aurora Public Schools	4,900	2	1.43%
City of Aurora	4,100	3	1.20%
Empower Retirement	2,600	4	0.76%
Arapahoe County	2,400	5	0.70%
Raytheon Company	2,100	6	0.61%
Littleton School District #6	2,100	7	0.61%
Columbia HCA Swedish	2,000	8	0.58%
Fidelity Brokerage Services	1,900	9	0.55%
Columbia HCA Medical Ctr of Aurora	1,600	10	0.47%
Total Principal Employers' Employees	32,100		9.36%
All Other Employees	310,900		90.64%
Total Employees	343,000		100.00%

2014			
Employer	Number of Employees	Rank	Percentage of Major County Employers
Cherry Creek School District No 5	7,900	1	2.59%
Aurora Public Schools	5,600	2	1.84%
City of Aurora	3,500	3	1.15%
Littleton School District #6	2,400	4	0.79%
Raytheon Company	2,400	5	0.79%
Qwest Corporation	1,900	6	0.62%
Arapahoe County	1,900	7	0.62%
Columbia HCA Swedish	1,800	8	0.59%
Columbia HCA Medical Center of Aurora	1,500	9	0.49%
Jeppsens Sanderson	1,400	10	0.46%
Total Principal Employers' Employees	30,300		9.93%
All Other Employees	274,700		90.07%
Total Employees	305,000		100.00%

Data Source:

Various sources including Denver Business Journal, Metro Denver EDC, Arapahoe County, and CDLE Labor Market Information.

**ARAPAHOE LIBRARY DISTRICT
DISTRICT EMPLOYEES BY FUNCTION¹
Last Ten Calendar Years**

Year	Library Operations	Administrative and Executive Services	Digital and Library Material Services	Communications, Programming and Partnerships	Total
2014	138.93	27.75	34.50	17.50	218.68
2015	137.50	26.50	35.50	20.90	220.40
2016	155.43	26.98	40.40	25.41	248.22
2017	164.80	14.19	47.27	27.47	253.73
2018	175.73	12.50	47.53	33.05	268.80
2019	175.70	17.50	53.65	29.25	276.10
2020	177.52	17.50	50.15	30.12	275.29
2021	192.58	20.50	45.85	34.25	293.18
2022	192.33	40.13	48.75	35.88	317.09
2023	195.90	41.75	48.75	37.88	324.28

Notes:

¹These are full time equivalent numbers.

Data Source:

Arapahoe Library District Human Resources.

**ARAPAHOE LIBRARY DISTRICT
LIBRARY MATERIALS PURCHASED AND CIRCULATED²
Last Ten Calendar Years**

Year	Number of Volumes Owned	Number of AV Items Owned	Total Items Owned	Acquisition Cost of Collections	Net Book Value of Collections¹	Number of Items Circulated³	Turn-over Rate²
2014	278,326	122,150	400,476	\$ 5,989,890	\$ 3,734,038	3,697,367	9.23
2015	238,029	124,642	362,671	\$ 5,585,312	\$ 3,525,337	3,568,692	9.84
2016	219,253	123,505	342,758	\$ 5,513,308	\$ 3,560,371	3,294,470	9.61
2017	206,925	122,809	329,734	\$ 5,403,013	\$ 2,454,482	3,095,149	9.39
2018	219,253	123,505	342,758	\$ 5,513,306	\$ 3,560,369	3,294,470	9.61
2019	204,040	103,002	307,042	\$ 4,943,309	\$ 3,088,738	3,893,803	12.68
2020	197,865	94,827	292,692	\$ 4,855,954	\$ 3,186,329	1,480,632	5.06
2021	188,936	90,375	279,311	\$ 4,632,134	\$ 3,089,314	2,351,104	8.42
2022	193,695	78,100	271,795	\$ 4,488,494	\$ 2,956,363	2,686,452	9.88
2023	189,994	75,497	265,491	\$ 4,468,196	\$ 3,039,378	2,672,285	10.06

Notes:

¹GASB Statement 34 requires that capital assets be depreciated. The Library District's collection of books and audio-visual materials is considered a capital asset. Net book value represents total acquisition cost of circulating materials less accumulated depreciation to date.

²Turn-over rate is the number of times an item is checked out. This is an average of all publicly circulating items in the total collection.

³The number of items circulated only reflects collection items that the Library District owns and excludes items that are downloadable and streamed.

Data Source:

Applicable years' annual comprehensive financial report and Arapahoe Library District's Library Operations Department.

**ARAPAHOE LIBRARY DISTRICT
CIRCULATION SUMMARY BY LOCATION
Last Ten Calendar Years**

Year	Castlewood Branch Library	Davies Branch Library	May Branch Library	Kelver Branch Library	Koelbel Branch Library	Sheridan Branch Library	Smoky Hill Branch Library	Southglenn Branch Library	Electronic Resources³	Mobile Library Services⁴	Interlibrary Loans	Detention Center¹	LibCabinets⁶
2014	470,633	30,554	377,715	56,729	585,662	56,863	881,418	412,871	867,847	98,090	6,301	103,727	
2015	450,041	30,600	361,344	53,497	521,711	84,781	882,488	385,761	1,046,628	85,490	7,649	119,079	
2016	406,651	31,279	340,902	49,966	517,312	77,901	846,923	365,592	1,100,235	89,514	8,130	113,380	
2017	365,341	24,914	317,559	44,386	506,261	76,019	821,607	340,597	1,130,196	86,850	6,824	121,365	
2018	351,961	23,124	304,890	40,373	490,175	72,452	842,022	320,199	1,298,256	85,407	5,133	121,652	
2019	245,768	22,943	266,967	37,922	502,673	63,967	783,045	303,956	1,240,443	86,624	5,243	129,855	
2020 ⁵	45,799	10,509	94,282	13,005	230,452	22,256	279,894	106,809	1,500,018	23,307	2,525	55,762	
2021	147,761	17,038	140,859	20,869	299,823	27,984	422,958	166,932	1,515,667	47,709	2,333	47,163	
2022	166,272	18,268	149,411	20,883	325,548	25,751	481,021	164,100	1,636,916	49,077	2,182	55,636	
2023	170,482	15,681	149,664	22,255	323,629	26,417	463,126	178,628	1,982,033	46,226	2,174	62,208	487

Notes:

¹A small satellite facility located in the Arapahoe County Detention Center opened in 1992. Library District employees staff the facility, but these costs are fully reimbursed by the Arapahoe County Sheriff's Office. The computers, collections and operating facilities are provided by Arapahoe County Sheriff's Office.

²The Library District began floating the collection in 2010. Circulation numbers are for the location the item was checked out and not necessarily by the owning library.

³Includes downloadable audiobooks, eBooks, videos and music. The introduction of music streaming in 2014 resulted in a substantial increase in circulation in this category.

⁴Includes Child & Family Library Services and Homebound Delivery Program beginning in 2011.

⁵2020 physical circulation numbers were impacted by the COVID-19 closure of Library branches.

⁶LibCabinets were introduced during 2023.

Data Source:

Applicable years' annual comprehensive financial report and Arapahoe Library District's Library Operations Department.