

STONEGATE VILLAGE METROPOLITAN DISTRICT

Financial Statements

Year Ended December 31, 2021

with

Independent Auditor's Report

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Board of Directors  
Stonegate Village Metropolitan District  
Douglas County, Colorado

## Independent Auditor's Report

### **Opinions**

We have audited the accompanying financial statements of the governmental activities and each major fund of Stonegate Village Metropolitan District (the "District"), as of and for the year ended December 31, 2021, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, and each major fund of Stonegate Village Metropolitan District as of December 31, 2021, and the respective changes in financial position cash flows 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 Auditor's 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 (GAAP), 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 twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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.

## **Other Matters**

### Required Supplemental Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States require to be presented to supplement the basic financial statements. Such missing information, 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. Our opinions on the basic financial statements are not affected by this missing information.

Accounting principles generally accepted in the United States require that the budgetary comparison for information on pages 31 and 32 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. The required supplemental information has been subjected to the auditing 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 financial statement themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, such information is fairly stated in all material respects in relation to the basic financial statements as a whole.

### Supplemental 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 supplemental information as listed in the table of contents is presented for the purposes of legal compliance and additional analysis and is not a required part of the basic financial statements. The supplemental 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 auditing standards generally accepted in the United States of America. In our opinion, such information is fairly stated in all material respects in relation to the basic financial statements as a whole.

*Wipfli LLP*  
Wipfli LLP  
Lakewood, Colorado

September 29, 2022

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## STATEMENT OF NET POSITION

December 31, 2021

	Governmental <u>Activities</u>	Business-Type <u>Activities</u>	<u>Total</u>
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and investments	\$ 639,847	\$ 12,836,671	\$ 13,476,518
Cash and investments - restricted	68,125	6,596,290	6,664,415
Accounts receivable - customer	225,256	530,637	755,893
Accounts receivable - other	-	421,476	421,476
Accounts receivable - county treasurer	18,682	-	18,682
Property taxes receivable	2,884,207	-	2,884,207
Prepaid expense	102,195	-	102,195
Prepaid bond insurance	-	120,927	120,927
Total Current Assets	<u>3,938,312</u>	<u>20,506,001</u>	<u>24,444,313</u>
<b>CAPITAL ASSETS</b>			
Capital assets, net of accumulated depreciation	<u>13,663,809</u>	<u>44,928,553</u>	<u>58,592,362</u>
Total Assets	<u>17,602,121</u>	<u>65,434,554</u>	<u>83,036,675</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred loss on refunding	<u>722,726</u>	<u>75,819</u>	<u>798,545</u>
Total deferred outflows of resources	<u>722,726</u>	<u>75,819</u>	<u>798,545</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable	176,242	850,960	1,027,202
Retainage payable	17,856	15,911	33,767
Accrued bond interest payable	12,731	44,153	56,884
Bonds payable, due within one year	<u>2,940,000</u>	<u>985,000</u>	<u>3,925,000</u>
Total Current Liabilities	<u>3,146,829</u>	<u>1,896,024</u>	<u>5,042,853</u>
<b>LONG-TERM LIABILITIES</b>			
Bonds payable, net of current portion	<u>9,380,000</u>	<u>32,127,169</u>	<u>41,507,169</u>
Total Liabilities	<u>12,526,829</u>	<u>34,023,193</u>	<u>46,550,022</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred property taxes	<u>2,884,207</u>	-	<u>2,884,207</u>
Total deferred inflows of resources	<u>2,884,207</u>	-	<u>2,884,207</u>
<b>NET POSITION</b>			
Net investment in capital assets	1,343,809	11,816,384	13,160,193
Restricted for:			
Emergency reserve	2,292	-	2,292
Debt service	67,886	-	67,886
Capital projects	-	6,596,290	6,596,290
Unrestricted:	<u>1,499,824</u>	<u>13,074,506</u>	<u>14,574,330</u>
Total Net Position	<u>\$ 2,913,811</u>	<u>\$ 31,487,180</u>	<u>\$ 34,400,991</u>

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

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

STATEMENT OF ACTIVITIES  
For the Year Ended December 31, 2021

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Position</u>			
		<u>Charges for Services</u>	<u>Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>		<u>Total</u>
Primary Government:							
Governmental Activities:							
General government	\$ 691,833	\$ -	\$ -	\$ (691,833)	\$ -	\$ (691,833)	
Landscape and recreation	1,217,143	1,713,105	52,396	548,358	-	548,358	
Interest and related costs on long-term debt	368,987	-	-	(368,987)	-	(368,987)	
Total Governmental Activities	<u>2,277,963</u>	<u>1,713,105</u>	<u>52,396</u>	<u>(512,462)</u>	<u>-</u>	<u>(512,462)</u>	
Business-Type Activities:							
Water	5,351,097	4,356,458	-	-	(994,639)	(994,639)	
Sewer	2,755,368	2,702,706	-	-	(52,662)	(52,662)	
Interest and related costs on long-term debt	-	-	-	-	(332,626)	(332,626)	
Total Business-Type Activities	<u>8,106,465</u>	<u>7,059,164</u>	<u>-</u>	<u>-</u>	<u>(1,379,927)</u>	<u>(1,379,927)</u>	
Total	<u>\$ 10,384,428</u>	<u>\$ 8,772,269</u>	<u>\$ 52,396</u>	<u>(512,462)</u>	<u>(1,379,927)</u>	<u>(1,892,389)</u>	
General Revenues:							
Property taxes				2,741,586	-	2,741,586	
Specific ownership taxes				264,613	-	264,613	
Reimbursed expenses				-	81,381	81,381	
Net investment income				2,025	8,253	10,278	
Sustainability fees				1,163,662	-	1,163,662	
Other revenues				11,406	122,861	134,267	
Transfer (to) from other funds				424,099	(424,099)	-	
Total General Revenues				<u>4,607,391</u>	<u>(211,604)</u>	<u>4,395,787</u>	
Change in Net Position				4,094,929	(1,591,531)	2,503,398	
Net Position:							
Beginning				<u>(1,181,118)</u>	<u>33,078,711</u>	<u>31,897,593</u>	
Ending				<u>\$ 2,913,811</u>	<u>\$ 31,487,180</u>	<u>\$ 34,400,991</u>	

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

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2021

	<u>General</u>	<u>Debt Service</u>	<u>Special Revenue</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and investments	\$ 596,576	\$ -	\$ 43,271	\$ 639,847
Cash and investments - restricted	-	68,125	-	68,125
Accounts receivable - customer	225,256	-	-	225,256
Accounts receivable - county treasurer	458	18,224	-	18,682
Property taxes receivable	70,739	2,813,468	-	2,884,207
Prepaid expense	102,195	-	-	102,195
Total Assets	<u>\$ 995,224</u>	<u>\$ 2,899,817</u>	<u>\$ 43,271</u>	<u>\$ 3,938,312</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 127,239	\$ 5,732	\$ 43,271	\$ 176,242
Retainage payable	17,856	-	-	17,856
Total Liabilities	<u>145,095</u>	<u>5,732</u>	<u>43,271</u>	<u>194,098</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred property taxes	70,739	2,813,468	-	2,884,207
Total Deferred Inflows of Resources	<u>70,739</u>	<u>2,813,468</u>	<u>-</u>	<u>2,884,207</u>
<b>FUND BALANCES:</b>				
Nonspendable:				
Prepays	102,195	-	-	102,195
Restricted for:				
Emergency reserve	2,292	-	-	2,292
Debt service	-	80,617	-	80,617
Unassigned	674,903	-	-	674,903
Total Fund Balance	<u>779,390</u>	<u>80,617</u>	<u>-</u>	<u>860,007</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 995,224</u>	<u>\$ 2,899,817</u>	<u>\$ 43,271</u>	
Amounts reported for governmental activities in the statement of net position are different because:				
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds				13,663,809
Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the funds				
Loans payable				(12,320,000)
Accrued interest on bonds payable				(12,731)
The funds report bond premiums as expenditures at the time the costs are incurred, but the statement of net position reports these costs as deferred assets and amortizes the costs over the life of the bonds				
Bond refunding loss - net				722,726
Net Position (Deficit) of Governmental Activities				<u>\$ 2,913,811</u>

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



## STONEGATE VILLAGE METROPOLITAN DISTRICT

### STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

For the Year Ended December 31, 2021

	<u>General</u>	<u>Debt Service</u>	<u>Special Revenue</u>	<u>Total</u>
<b>REVENUES</b>				
Property taxes	\$ 67,241	\$ 2,674,345	\$ -	\$ 2,741,586
Specific ownership taxes	6,490	258,123	-	264,613
Park and recreation fees	1,686,036	-	-	1,686,036
Conservation trust fund	52,396	-	-	52,396
Community center fees	27,069	-	-	27,069
Sustainability fees	-	-	1,163,662	1,163,662
Miscellaneous income	7,874	-	3,532	11,406
Net investment income	187	1,826	12	2,025
Total Revenues	<u>1,847,293</u>	<u>2,934,294</u>	<u>1,167,206</u>	<u>5,948,793</u>
<b>EXPENDITURES</b>				
General government:				
Administration	47,520	40,137	176,612	264,269
Parks and recreation	1,217,143	-	-	1,217,143
Debt service:				
Principal	-	2,835,000	-	2,835,000
Interest	-	187,390	-	187,390
Capital outlay:				
Parks and recreation	<u>1,563,953</u>	<u>-</u>	<u>-</u>	<u>1,563,953</u>
Total Expenditures	<u>2,828,616</u>	<u>3,062,527</u>	<u>176,612</u>	<u>6,067,755</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>				
	(981,323)	(128,233)	990,594	(118,962)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer (to) from other funds	<u>1,414,693</u>	<u>-</u>	<u>(990,594)</u>	<u>424,099</u>
Total Other Financing Sources (Uses)	<u>1,414,693</u>	<u>-</u>	<u>(990,594)</u>	<u>424,099</u>
<b>NET CHANGE IN FUND BALANCES</b>				
	433,370	(128,233)	-	305,137
<b>FUND BALANCE:</b>				
BEGINNING OF YEAR	<u>346,020</u>	<u>208,850</u>	<u>-</u>	<u>554,870</u>
END OF YEAR	<u>\$ 779,390</u>	<u>\$ 80,617</u>	<u>\$ -</u>	<u>\$ 860,007</u>

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

## STONEGATE VILLAGE METROPOLITAN DISTRICT

### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended December 31, 2021

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - Total governmental funds	\$ 305,137
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Governmental funds report capital outlays as expenditures. In the statement of activities, capital outlay is not reported as an expenditure. However, the statement of activities will report as depreciation expense the allocation of the cost of any depreciable asset over the estimated useful lives of the asset. Therefore, this is the amount of capital outlay, net of depreciation, in the current period.

Capital outlay	1,563,953
Depreciation expense	(427,564)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on the net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued as expenditures, whereas these amounts are deferred and amortized in the statement of activities.

Debt refunding costs amortization	(184,526)
Bond principal payment	2,835,000

Some expenses in the statement of activities do not require the use of current financial resources and, therefore are not reported as expenditures in governmental funds.

Interest on bonds payable	<u>2,929</u>
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Change in Net Position of Governmental Activities	<u>\$ 4,094,929</u>
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The notes to the financial statements are an integral part of these statements.

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

BALANCE SHEET  
 PROPRIETARY FUND  
 December 31, 2021

	Water	Sewer	Capital Projects	Total
<b>ASSETS</b>				
<b>CURRENT ASSETS</b>				
Cash and investments	\$ 6,736,069	\$ 6,100,602	\$ -	\$ 12,836,671
Cash and investments - restricted	-	-	6,596,290	6,596,290
Accounts receivable - customer	289,658	240,979	-	530,637
Accounts receivable - other	248,826	172,650	-	421,476
Prepaid bond insurance	<u>85,788</u>	<u>35,139</u>	-	<u>120,927</u>
Total Current Assets	<u>7,360,341</u>	<u>6,549,370</u>	<u>6,596,290</u>	<u>20,506,001</u>
<b>CAPITAL ASSETS</b>				
Water rights	2,963,385	-	-	2,963,385
Water system	47,087,960	-	-	47,087,960
Sewer treatment system and plant	-	32,571,887	-	32,571,887
Less accumulated depreciation	<u>(19,823,370)</u>	<u>(17,871,309)</u>	-	<u>(37,694,679)</u>
Net capital assets	<u>30,227,975</u>	<u>14,700,578</u>	-	<u>44,928,553</u>
Total Assets	<u>\$ 37,588,316</u>	<u>\$ 21,249,948</u>	<u>\$ 6,596,290</u>	<u>\$ 65,434,554</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred loss on refunding	<u>(108,341)</u>	<u>184,160</u>	-	<u>75,819</u>
Total deferred outflows of resources	<u>(108,341)</u>	<u>184,160</u>	-	<u>75,819</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 37,479,975</u>	<u>\$ 21,434,108</u>	<u>\$ 6,596,290</u>	<u>\$ 65,510,373</u>
<b>LIABILITIES AND NET POSITION</b>				
<b>CURRENT LIABILITIES</b>				
Accounts payable	\$ 643,555	\$ 104,341	\$ 103,064	\$ 850,960
Retainage payable	-	-	15,911	15,911
Accrued bond interest payable	34,332	9,821	-	44,153
Bonds payable, due within one year	<u>575,000</u>	<u>410,000</u>	-	<u>985,000</u>
Total Current Liabilities	<u>1,252,887</u>	<u>524,162</u>	<u>118,975</u>	<u>1,896,024</u>
<b>LONG-TERM LIABILITIES</b>				
Bonds payable, net of current portion	<u>20,837,169</u>	<u>11,290,000</u>	-	<u>32,127,169</u>
Total Liabilities	<u>22,090,056</u>	<u>11,814,162</u>	<u>118,975</u>	<u>34,023,193</u>
<b>NET POSITION</b>				
Net investment in capital assets	8,815,806	3,000,578	-	11,816,384
Unrestricted	<u>6,574,113</u>	<u>6,619,368</u>	<u>6,477,315</u>	<u>19,670,796</u>
Total Net Position	<u>15,389,919</u>	<u>9,619,946</u>	<u>6,477,315</u>	<u>31,487,180</u>
Total Liabilities and Net Position	<u>\$ 37,479,975</u>	<u>\$ 21,434,108</u>	<u>\$ 6,596,290</u>	<u>\$ 65,510,373</u>

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

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
PROPRIETARY FUND  
For the Year Ended December 31, 2021

	Water	Sewer	Capital Projects	Total
<b>OPERATING REVENUES</b>				
Water sales	\$ 4,206,214	\$ -	\$ -	\$ 4,206,214
Sewer charges	-	2,616,436	-	2,616,436
Reimbursements	81,381	-	-	81,381
Capital true-up payments	150,244	86,270	-	236,514
Other income	<u>115,000</u>	<u>7,861</u>	-	<u>122,861</u>
Total Operating Revenues	<u>4,552,839</u>	<u>2,710,567</u>	-	<u>7,263,406</u>
<b>OPERATING EXPENSES</b>				
Accounting / Audit	40,498	40,498	-	80,996
District management	173,883	193,204	-	367,087
Utility billing	18,761	20,817	-	39,578
Engineering/consulting	94,079	71,406	-	165,485
Insurance	35,971	44,964	-	80,935
Legal	31,343	31,343	-	62,686
Miscellaneous / office expenses	11,611	22,072	-	33,683
Dues and permits	4,052	-	-	4,052
Meter set costs	10,143	-	-	10,143
Meter read costs	3,240	-	-	3,240
Chemicals	54,102	151,738	-	205,840
Operations	341,724	319,104	-	660,828
Operating costs WISE-Renewable Water	194,536	-	-	194,536
Renewable water WISE	915,958	-	-	915,958
Lab analysis	27,555	39,529	-	67,084
Maintenance	-	420,754	-	420,754
Meter replacement	207	-	-	207
Repair and replacement	143,994	-	-	143,994
Utilities and telephone	801,980	59,648	-	861,628
Sludge disposal	-	53,797	-	53,797
Well Maintenance	375,714	-	-	375,714
Reimbursement expense	60,726	-	-	60,726
ASR project management	8,048	-	-	8,048
Debt service - interest	758,188	466,284	-	1,224,472
Custodian fee - debt	700	300	-	1,000
Depreciation	<u>1,244,084</u>	<u>819,910</u>	-	<u>2,063,994</u>
Total Operating Expenses	<u>5,351,097</u>	<u>2,755,368</u>	-	<u>8,106,465</u>
<b>INCOME (LOSS) FROM OPERATIONS</b>	<u>(798,258)</u>	<u>(44,801)</u>	-	<u>(843,059)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Transfer (to)/from other funds	1,735,664	(1,414,693)	(745,070)	(424,099)
Bond issuance costs	(168,881)	(163,745)	-	(332,626)
Interest income	<u>2,431</u>	<u>2,952</u>	<u>2,870</u>	<u>8,253</u>
Non-Operating Revenues (Expenses)	<u>1,569,214</u>	<u>(1,575,486)</u>	<u>(742,200)</u>	<u>(748,472)</u>
<b>NET INCOME (LOSS) - CHANGE IN NET POSITION</b>	770,956	(1,620,287)	(742,200)	(1,591,531)
<b>NET POSITION - BEGINNING OF YEAR</b>	<u>14,618,963</u>	<u>11,240,233</u>	<u>7,219,515</u>	<u>33,078,711</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 15,389,919</u>	<u>\$ 9,619,946</u>	<u>\$ 6,477,315</u>	<u>\$ 31,487,180</u>

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

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUND

For the Year Ended December 31, 2021

	<u>Water</u>	<u>Sewer</u>	<u>Capital Projects</u>	<u>Total</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Receipts from customers and users	\$ 4,215,620	\$ 2,626,745	\$ -	\$ 6,842,365
Other receipts	196,381	7,861	-	204,242
Payments to suppliers	<u>(3,732,389)</u>	<u>(1,871,204)</u>	<u>74,542</u>	<u>(5,529,051)</u>
 Net Cash Provided (Required) by Operating Activities	 <u>679,612</u>	 <u>763,402</u>	 <u>74,542</u>	 <u>1,517,556</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Bond proceeds	12,670,000	11,400,000	-	24,070,000
Bond issuance costs	(168,881)	(163,745)	-	(332,626)
Bond principal and interest paid	(13,234,431)	(11,533,706)	-	(24,768,137)
Capital improvements	-	(17,025)	(745,070)	(762,095)
Deferred refunding costs	108,341	(184,160)	-	(75,819)
Transfer from other funds	<u>990,594</u>	<u>(1,414,693)</u>	<u>-</u>	<u>(424,099)</u>
 Net Cash Provided (Required) by Capital and Related Financing Activities	 <u>365,623</u>	 <u>(1,913,329)</u>	 <u>(745,070)</u>	 <u>(2,292,776)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Investment income	<u>2,431</u>	<u>2,952</u>	<u>2,870</u>	<u>8,253</u>
 Net Cash Provided (Required) by Investing Activities	 <u>2,431</u>	 <u>2,952</u>	 <u>2,870</u>	 <u>8,253</u>
 NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	 1,047,666	 (1,146,975)	 (667,658)	 (766,967)
 CASH AND INVESTMENTS, BEGINNING OF YEAR	 4,099,172	 12,669,919	 3,430,837	 20,199,928
 Reallocation of Prior Year Cash Balances	 <u>1,589,231</u>	 <u>(5,422,342)</u>	 <u>3,833,111</u>	 <u>-</u>
 CASH AND INVESTMENTS, END OF YEAR	 <u>\$ 6,736,069</u>	 <u>\$ 6,100,602</u>	 <u>\$ 6,596,290</u>	 <u>\$ 19,432,961</u>
 <b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED          (REQUIRED) BY OPERATING ACTIVITIES</b>				
Net income (loss) from operations	\$ (798,258)	\$ (44,801)	\$ -	\$ (843,059)
<b>ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO          NET CASH PROVIDED (REQUIRED) BY OPERATING ACTIVITIES</b>				
Depreciation	1,244,084	819,910	-	2,063,994
Amortization of Bond Premium	(745,935)	(283,217)	-	(1,029,152)
Interest expense	874,431	488,706	-	1,363,137
Changes in Assets and Liabilities:				
Accounts payable	275,203	(115,934)	58,631	217,900
Retainage payable	-	-	15,911	15,911
Other liabilities	(38,538)	(30,905)	-	(69,443)
Receivables	(140,838)	(75,961)	-	(216,799)
Prepaid expenses	<u>9,463</u>	<u>5,604</u>	<u>-</u>	<u>15,067</u>
Net Adjustments	<u>1,477,870</u>	<u>808,203</u>	<u>74,542</u>	<u>2,360,615</u>
 NET CASH PROVIDED (REQUIRED) BY OPERATING ACTIVITIES	 <u>\$ 679,612</u>	 <u>\$ 763,402</u>	 <u>\$ 74,542</u>	 <u>\$ 1,517,556</u>

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

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

### Note 1: Summary of Significant Accounting Policies

The accounting policies of the Stonegate Village Metropolitan District, located in Douglas County, Colorado, conform to the accounting principles generally accepted in the United States of America (“GAAP”) as applicable to governmental units. The Governmental Accounting Standards Board (“GASB”) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies consistently applied in the preparation of financial statements.

#### Definition of Reporting Entity

The District was organized on July 20, 1983, as a quasi-municipal organization established under the State of Colorado Special District Act. The District was established to develop and provide construction of arterial streets and landscaping, installation of storm drainage facilities, installation of water and sanitation supply and distribution facilities, and construction and maintenance of recreation facilities, parks and trails. The District’s primary revenues are property taxes, water sales, sewer charges and park and recreation fees. The District is governed by an elected Board of Directors.

Effective as of November 30, 1996, as a result of the Second Amended and Restated Regional Facilities Construction Agreement dated November 22, 1996 with Lincoln Park Metropolitan District, the operation and ownership of the Water and Sewer Funds was conveyed to the District. The District currently provides water and sewer service to both districts’ property service areas.

As required by GAAP, these financial statements present the activities of the District, which is legally separate and financially independent of other state and local governments. The District follows the GASB pronouncements which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB sets forth the financial accountability of a governmental organization’s elected governing body as the basic criterion for including a possible component governmental organization in a primary government’s legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization’s governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency. The pronouncements also require including a possible component unit if it would be misleading to exclude it.

The District is not financially accountable for any other organization. The District has no component units as defined by the GASB.

The District has no employees and all operations and administrative functions are contracted.

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

### Basis of Presentation

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. *Governmental activities*, which are normally supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. For the most part, the effect of interfund activity has been removed from these statements.

The statement of net position reports all financial and capital resources of the District. The difference between the (a) assets and deferred outflows of resources and the (b) liabilities and deferred inflows of resources of the District is reported as net position.

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

### Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are collected.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The material sources of revenue subject to accrual are property taxes, fees and other material income. Expenditures, other than interest on long-term obligations, are recorded when the liability is incurred or the long-term obligation is paid.

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

The District reports the following major governmental funds:

**General Fund -** The General Fund is the general operating fund of the District. It is used to account for all financial resources not accounted for and reported in another fund.

**Debt Service Fund -** The Debt Service Fund is used to account for all financial resources that are restricted, committed or assigned to expenditures for principal, interest and other debt related costs.

**Special Revenue Fund –** The Special Revenue Fund accounts for the resources accumulated and payments made for the purchase, construction, operation, and maintenance of water resource facilities used by the District. The primary revenue of the fund is a monthly charge on each customer’s water bill.

The District reports the following major proprietary fund:

**Water and Sewer Utility Enterprise Fund –** The Water and Sewer Utility Enterprise Fund (“Enterprise Fund”) accounts for the activities associated with providing both potable and non-potable (irrigation) water to the District’s citizens.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund’s ongoing operations. Operating revenues consist of charges to customers for the water and sewer services provided. Operating expenses for proprietary funds include the cost of services, administrative expenses, and depreciation of assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses or capital contributions.



# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

### Budgetary Accounting

Budgets are adopted on a non-GAAP basis for the governmental funds and enterprise funds. In accordance with the State Budget Law of Colorado, the District's Board of Directors holds public hearings in the fall of each year to approve the budget and appropriate the funds for the ensuing year. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting unless otherwise indicated. The appropriation is at the total fund expenditures level and lapses at year end.

Subsequent to year end, the District amended its total appropriations in the Water Fund from \$8,879,203 to \$19,000,000 primarily due to the refunding of the Series 2015 Bonds and amended its total appropriations in the Sewer Fund from \$8,019,391 to \$19,200,000 primarily due to the refunding of the Series 2014 Bonds (see Note 4). Subsequent to year end, the District also amended its total appropriations in the Special Revenue Fund from \$1,170,900 to \$1,173,000 primarily due to higher payments to Compark Metro.

### Statement of Cash Flows

For purposes of the statement of cash flows, the District considers cash deposits with a maturity of three months or less to be cash equivalents.

### Assets, Liabilities, and Net Position

#### Fair Value of Financial Instruments

The District's financial instruments include cash and investments, accounts receivable and accounts payable. The District estimates that the fair value of all financial instruments at December 31, 2021, does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying balance sheet. The carrying amount of these financial instruments approximates fair value because of the short maturity of these instruments.

#### Deposits and Investments

The District's cash and investments are considered to be cash on hand and short-term investments with maturities of three months or less from the date of acquisition. Investments for the government are reported at fair value.

The District follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, all cash is deposited to and disbursed from a minimum number of bank accounts. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Investment earnings are allocated periodically to the participating funds based upon each fund's average equity balance in the total cash.

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

### Estimates

The preparation of these financial statements in conformity with GAAP requires the District management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

### Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has one item that qualifies for reporting in this category. It is the deferred loss on refunding reported in the government-wide statement of net position. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category. Deferred property taxes are deferred and recognized as an inflow of resources in the period that the amounts become available.

### Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bonds payable are reported net of the applicable bond premium or discount.

### Prepaid Bond Insurance Costs and Debt Refunding Costs

The prepaid bond insurance costs from Series 2020 Bonds, the Series 2021 Water Bonds and the Series 2021 Wastewater Bonds are being amortized over the term of the debt using the straight-line method. The bond premium from the Series 2020 Bonds is being amortized over the term of the bonds using the effective interest method. The net deferred losses from the Series 2020 Loan, the Series 2021 Water Bonds and the Series 2021 Wastewater Bonds is being amortized over the term of the bonds using the straight-line method. At December 31, 2021, the accumulated amortizations of the bond insurance costs, the bond premium and the debt refunding costs were \$1,797, \$66,360, and \$276,935, respectively.

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

### Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of the donation.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend the life of the assets are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable using the straight-line method. Depreciation on property that will remain assets of the District is reported on the Statement of Activities as a current charge. Improvements that will be conveyed to other governmental entities are classified as construction in progress and are not depreciated. Land and certain landscaping improvements are not depreciated.

Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

Vehicles	3 years
Parks and recreation	20 years
Water system	30 years
Sewer system	30 years

### Property Tax

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April 30 or in equal installments, at the taxpayers' election, in February and June. Delinquent taxpayers are notified in July or August and the sales of the resultant tax liens on delinquent properties are generally held in November or December. The County Treasurer remits the taxes collected monthly to the District.

Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred inflows in the year they are levied and measurable since they are not normally available nor are they budgeted as a resource until the subsequent year. The deferred property taxes are recorded as revenue in the subsequent year when they are available or collected.

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

### Fund Equity

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications make the nature and extent of the constraints placed on a government's fund balance more transparent:

### Nonspendable Fund Balance

Nonspendable fund balance includes amounts that cannot be spent because they are either not spendable in form (such as inventory or prepaids) or are legally or contractually required to be maintained intact.

The nonspendable fund balance in the General Fund in the amount of \$102,195 represents prepaid expenditures.

### Restricted Fund Balance

The restricted fund balance includes amounts restricted for a specific purpose by external parties such as grantors, bondholders, constitutional provisions or enabling legislation.

The restricted fund balance in the General Fund represents Emergency Reserves that have been provided as required by Article X, Section 20 of the Constitution of the State of Colorado. A total of \$2,292 of the General Fund balance has been restricted in compliance with this requirement.

The restricted fund balance in the Debt Service Fund in the amount of \$80,617 is restricted for the payment of the debt service costs associated with the Series 2020 General Obligation Refunding and Improvement Loan (see Note 4).

### Committed Fund Balance

The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by a formal action of the government's highest level of decision-making authority, the Board of Directors. The constraint may be removed or changed only through formal action of the Board of Directors.

### Assigned Fund Balance

Assigned fund balance includes amounts the District intends to use for a specific purpose. Intent can be expressed by the District's Board of Directors or by an official or body to which the Board of Directors delegates the authority.

STONEGATE VILLAGE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2021

Unassigned Fund Balance

Unassigned fund balance includes amounts that are available for any purpose. Positive amounts are reported only in the General Fund. All funds can report negative amounts.

For the classification of Governmental Fund balances, the District considers an expenditure to be made from the most restrictive first when more than one classification is available.

Net Position

Net Position represents the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. The District reports three categories of net position, as follows:

Net investment in capital assets – consists of net capital assets, reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.

Restricted net position – net position is considered restricted if their use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets.

Unrestricted net position – consists of all other net position that does not meet the definition of the above two components and is available for general use by the District.

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the District will use the most restrictive net position first.

Note 2: Cash and Investments

As of December 31, 2021, cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Position:

Cash and investments	\$ 13,476,518
Cash and investments – Restricted	<u>6,664,415</u>
Total	\$ <u>20,140,933</u>

Cash and investments as of December 31, 2021, consist of the following:

Deposits with financial institutions	\$ 8,285,836
Investments – COLOTRUST	<u>11,855,097</u>
	\$ <u>20,140,933</u>

## STONEGATE VILLAGE METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2021

#### Deposits

##### Custodial Credit Risk

The Colorado Public Deposit Protection Act, (“PDPA”) requires that all units of local government deposit cash in eligible public depositories. State regulators determine eligibility. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits. The State Commissioners for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured depositories and assets maintained in the collateral pools.

The District follows state statutes for deposits. None of the District’s deposits was exposed to custodial credit risk.

#### Investments

##### Investment Valuation

Certain investments are measured at fair value within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District’s investment is not required to be categorized within the fair value hierarchy. This investment’s value is calculated using the net asset value (NAV) per share.

##### Credit risk

The District has not adopted a formal investment policy; however, the District follows state statutes regarding investments. Colorado statutes specify the types of investments meeting defined rating and risk criteria in which local governments may invest. These investments include obligations of the United States and certain U.S. Government agency entities, certain money market funds, guaranteed investment contracts, and local government investment pools.

##### Custodial and Concentration of Credit Risk

None of the District’s investments are subject to custodial or concentration of credit risk.

##### Interest Rate Risk

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Directors.

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

As of December 31, 2021, the District had the following investment:

### COLOTRUST

The local government investment pool, Colorado Local Government Liquid Asset Trust (“COLOTRUST” or the “Trust”) is rated AAAM by Standard & Poor’s with a weighted average maturity of under 60 days. COLOTRUST is an investment trust/joint venture established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. COLOTRUST records its investments at fair value and the District records its investment in COLOTRUST using the net asset value method. The Trust operates similarly to a money market fund with each share maintaining a value of \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both investments consist of U.S. Treasury bills and notes and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and repurchase agreements collateralized by certain obligations of U.S. government agencies. Designated custodian banks provide safekeeping and depository services to the Trust. Substantially all securities owned by the Trust are held by the Federal Reserve Bank in the accounts maintained for the custodian banks. The custodians’ internal records identify the investments owned by COLOTRUST. At December 31, 2021, the District had \$11,855,097 invested in COLOTRUST.

STONEGATE VILLAGE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2021

Note 3: Capital Assets

An analysis of the changes in capital assets for the year ended December 31, 2021, follows:

	Balance 1/1/2021	Additions	Deletions	Balance 12/31/2021
<u>Governmental Activities:</u>				
<u>Capital assets not being depreciated:</u>				
Street landscaping	\$ 3,386,545	\$ -	\$ -	\$ 3,386,545
Landscaping	850,806	-	-	850,806
Land	2,089,646	-	-	2,089,646
Construction in progress	275,000	1,563,953	-	1,838,953
Total capital assets not being depreciated:	6,601,997	1,563,953	-	8,165,950
<u>Capital assets being depreciated:</u>				
Recreation center	4,077,955	-	-	4,077,955
Other recreation equipment/fences	1,325,814	-	-	1,325,814
Vehicles	6,000	-	-	6,000
Reservoir	6,700,234	-	-	6,700,234
Total capital assets being depreciated:	12,110,003	-	-	12,110,003
Accumulated Depreciation	6,184,580	427,564	-	6,612,144
Net capital assets being depreciated:	5,925,423	(427,564)	-	5,497,859
Governmental assets, net	\$ 12,527,420	\$ 1,136,389	\$ -	\$ 13,663,809
 <u>Business-Type Activities:</u>				
<u>Capital assets not being depreciated:</u>				
Water rights	\$ 2,963,385	\$ -	\$ -	\$ 2,963,385
Construction in progress - Water system	5,047,014	745,070	5,047,014	745,070
Construction in progress - Sewer system	60,382	17,025	60,382	17,025
Total capital assets not being depreciated:	8,070,781	762,095	5,107,396	3,725,480
<u>Capital assets being depreciated:</u>				
Water system	41,295,876	5,047,014	-	46,342,890
Sewer system	32,494,480	60,382	-	32,554,862
Total capital assets being depreciated:	73,790,356	5,107,396	-	78,897,752
Accumulated Depreciation	35,630,685	2,063,994	-	37,694,679
Net capital assets being depreciated:	38,159,671	3,043,402	-	41,203,073
Business-type assets, net	\$ 46,230,452	\$ 3,805,497	\$ 5,107,396	\$ 44,928,553



STONEGATE VILLAGE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2021

Depreciation is charged to the general government function in the government-wide financial statements. Upon completion and acceptance, all of the governmental activities capital assets except for the landscaping, parks and recreation, vehicles and the reservoir will be conveyed by the District to other local governments. The District will not be responsible for maintenance of capital assets conveyed to other governmental entities.

Note 4: Long-Term Debt

A description of the long-term obligations as of December 31, 2021, is as follows:

\$17,655,000 General Obligation Refunding Loan, Series 2020

On June 30, 2020, the District refunded and defeased the outstanding balances of the Series 2014 Loan and the Series 2015 Loan (collectively “refunded loans”) from the issuance of a \$17,655,000 General Obligation Refunding Loan, Series 2020 (“Series 2020 Loan”). The Series 2020 Loan bears interest at a rate of 1.240% payable semiannually on each June 1 and December 1, commencing on December 1, 2020. The Series 2020 Loan is subject to scheduled principal payments commencing on December 1, 2020. The Series 2020 Loan is subject to optional prepayments at any time subject to a yield maintenance fee.

As a result of the issuance of the Series 2020 Loan, the refunded loans are considered to be defeased and the liabilities have been removed from the governmental activities column of the statement of net position. The reacquisition price of the old debt exceeded the net carrying amount by \$999,515. This amount is recorded as a deferred outflow and is being amortized over the original remaining life of the refunded bonds. The refunding resulted in an economic gain of approximately \$628,075 due to the average interest rate of the Series 2020 Loan being lower than the refunded loans.

STONEGATE VILLAGE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2021

The Series 2020 Loan Agreement provides that the occurrence or existence of any one or more of the following events shall be an Event of Default thereunder: (a) the District fails to pay or cause to be paid when due any principal or interest in connection with the Series 2020 Loan or any other amount due under the Loan Agreement; (b) the District fails or refused to impose the Required Mill Levy or to remit the Pledged Revenue to the Lender as required under this Agreement, (c) the District fails to observe or perform any other of the material covenants, agreements, duties or conditions on the part of the District in this Agreement, the Note or the other financing documents to which it is a party and such failure either is not remedied to the satisfaction of the Lender within 30 days after the District receives written notice from the Lender of the occurrence of such failure or results in the interest borne by the Note to be taxable to the holder thereof for federal income tax purposes, d) the District shall commence any case, proceeding or other action relating to bankruptcy, insolvency, reorganization, relief of debtors, or seeking appointment of a receiver, trustee, custodian or similar official. Upon the occurrence and continuance of an event of default, the Lender may declare the default rate to be applicable to the loan or proceed to protect and enforce its rights under this Agreement, the Note or other financing documents by mandamus or any other suit, action, or proceedings at law or in equity. Acceleration of the Series 2020 Loan is not an available remedy for an Event of Default.

The following is a summary of the annual long-term debt principal and interest requirements related to the Series 2020 Loan:

	Principal	Interest	Total
2022	\$ 2,940,000	\$ 152,768	\$ 3,092,768
2023	3,030,000	116,312	3,146,312
2024	3,120,000	78,740	3,198,740
2025	<u>3,230,000</u>	<u>40,052</u>	<u>3,270,052</u>
	<u>\$ 12,320,000</u>	<u>\$ 387,872</u>	<u>\$ 12,707,872</u>

## STONEGATE VILLAGE METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2021

#### \$12,670,000 Taxable Water Enterprise Revenue Refunding Bonds, Series 2021

On December 21, 2021, the District issued the \$12,670,000 Taxable Water Enterprise Revenue Refunding Bonds, Series 2021, (“Series 2021 Water Bonds”) which advance refunded and defeased the outstanding balance of the Series 2015 Bonds (“refunded 2015 Bonds”) with the exception of the principal amount due December 1, 2022, in the amount of \$295,000. The Series 2021 Water Bonds bear interests at rates between .75% to 3.50% payable semiannually on each June 1 and December 1, commencing on June 1, 2022. The Series 2021 Water Bonds are subject to scheduled principal payments commencing on December 1, 2022, and are subject to optional prepayments as of December 1, 2031, without a redemption premium. The Series 2021 Water bonds are payable solely from Net Pledged Revenues from the District Water System but scheduled payment of principal and interest when due is guaranteed under a municipal bond insurance policy issued by Build America Mutual Assurance Company. The proceeds of the Series 2021 Water Revenue bonds were used to refund a portion of the Series 2015 Bonds, purchase a municipal bond insurance policy and a reserve fund insurance policy, and pay costs of issuance.

As a result of the issuance of the Series 2021 Water Bonds, the refunded 2015 Bonds are considered to be defeased and the liabilities have been removed from the governmental activities column of the statement of net position with the exception of the principal payment due December 1, 2022. The carrying amount of the old debt exceeded the reacquisition price by \$108,530. This amount is recorded as a deferred outflow and is being amortized over the life of the Series 2021 Water Bonds. The refunding resulted in an economic gain of approximately \$1,138,089 due to the average interest rate of the Series 2021 Water Bonds being lower than the refunded Bonds.

Events of Default are defined by the Series 2021 Water Bond Resolutions provided however, that in determining whether a payment default has occurred, no effect shall be given to payments made under the Insurance Policy. Events of Default include 1) nonpayment of principal when due, 2) nonpayment of interest when due, 3) Cross defaults – defined as the occurrence and continuance of an event of default as defined in any Parity Bond Resolution, 4) failure or unreasonable delay by the District to reconstruct any essential part of the system which is destroyed or damaged, 5) appointment of a receiver for the System or the Gross Pledged Revenue, 6) an event of default has occurred and is continuing under the Insurance Agreement, and 6) the District defaults in performance of any other representation, covenant, condition, agreement or provision in the 2021 Water Bond Resolution and such default continues for 60 days.

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

### \$11,400,000 Taxable Wastewater Enterprise Revenue Refunding Bonds, Series 2021

On December 21, 2021, the District issued the \$11,400,000 Taxable Wastewater Enterprise Revenue Refunding Bonds, Series 2021, (“Series 2021 Wastewater Bonds”) which advance refunded and defeased the outstanding balance of the Series 2014 Bonds (“refunded 2014 Bonds”) with the exception of the principal amount due December 1, 2022, in the amount of \$300,000. The Series 2021 Wastewater Bonds bear interests at rates between .75% to 3.45% payable semiannually on each June 1 and December 1, commencing on June 1, 2022. The Series 2021 Wastewater Bonds are subject to scheduled principal payments commencing on December 1, 2022, and are subject to optional prepayments as of December 1, 2031, without a redemption premium. The Series 2021 Wastewater bonds are payable solely from Net Pledged Revenues from the District Wastewater System but scheduled payment of principal and interest when due is guaranteed under a municipal bond insurance policy issued by Build America Mutual Assurance Company. The proceeds of the Series 2021 Wastewater Revenue bonds were used to refund a portion of the Series 2014 Bonds, purchase a municipal bond insurance policy and a reserve fund insurance policy, and pay costs of issuance.

As a result of the issuance of the Series 2021 Wastewater Bonds, the refunded 2014 Bonds are considered to be defeased and the liabilities have been removed from the governmental activities column of the statement of net position with the exception of the principal payment due December 1, 2022. The reacquisition price of the old debt exceeded the carrying amount by \$184,485. This amount is recorded as a deferred outflow and is being amortized over the life of the Series 2021 Wastewater Bonds. The refunding resulted in an economic gain of approximately \$973,706 due to the average interest rate of the Series 2021 Wastewater Bonds being lower than the refunded Bonds.

Events of Default are defined by the Series 2021 Wastewater Bond Resolutions provided however, that in determining whether a payment default has occurred, no effect shall be given to payments made under the Insurance Policy. Events of Default include 1) nonpayment of principal when due, 2) nonpayment of interest when due, 3) Cross defaults – defined as the occurrence and continuance of an event of default as defined in any Parity Bond Resolution, 4) failure or unreasonable delay by the District to reconstruct any essential part of the system which is destroyed or damaged, 5) appointment of a receiver for the System or the Gross Pledged Revenue, 6) an event of default has occurred and is continuing under the Insurance Agreement, and 6) the District defaults in performance of any other representation, covenant, condition, agreement or provision in the 2021 Water Bond Resolution and such default continues for 60 days.

## STONEGATE VILLAGE METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2021

#### \$13,040,000 Wastewater Enterprise Revenue Bonds, Series 2014

On May 2, 2014, the District issued \$13,040,000 of Wastewater Revenue Bonds, Series 2014 (“Series 2014 Bonds”). The Series 2014 Bonds bear interest at rates ranging from 3.00% to 5.00%. Interest is payable semiannually on each June 1 and December 1, commencing on June 1, 2014. The Series 2014 Bonds are subject to scheduled principal payments commencing on December 1, 2014. Bonds maturing after December 1, 2022 are subject to optional redemption on or after December 1, 2022 at par. The Series 2014 Bonds are secured by the net revenues of the sewer activity of the District’s enterprise fund. The Series 2014 Bonds were issued to provide \$13,200,000 for the rehabilitation of the sanitary sewer system. The District received a premium of \$417,963 and incurred insurance costs of \$52,235, both of which are being amortized over the life of the Series 2014 Bonds in the statement of net position and the statement of activities.

The Series 2014 Bonds were refunded by the issuance of the Series 2021 Wastewater Bonds with the exception of the principal amount of \$300,000 which is due December 1, 2022.

#### \$13,825,000 Water Enterprise Revenue Bonds, Series 2015

On October 28, 2015, the District issued \$13,825,000 of Water Revenue Bonds, Series 2015 (“Series 2015 Bonds”). The Series 2015 Bonds bear interest at rates ranging from 2.00% to 5.00%. Interest is payable semiannually on each June 1 and December 1, commencing on December 1, 2015. The Series 2015 Bonds are subject to scheduled principal payments commencing on December 1, 2015. Bonds maturing after December 1, 2023 are subject to optional redemption on or after December 1, 2022 at par. The Series 2015 Bonds are secured by the net revenues of the water activity of the District’s enterprise fund. The Series 2015 Bonds were issued to finance improvements to the District’s water system and pay the costs of issuing the Series 2015 Bonds. The District received a premium of \$914,465 and incurred insurance costs of \$63,649, both of which are being amortized over the life of the Series 2015 Bonds in the statement of net position and the statement of activities.

The Series 2015 Bonds were refunded by the issuance of the Series 2021 Water Bonds with the exception of the principal amount of \$295,000 which is due December 1, 2022.

#### \$7,510,000 Water Enterprise Revenue Bonds, Series 2020

On November 10, 2020, The District issued \$7,510,000 of Water Enterprise Revenue Bonds, Series 2020 (“Series 2020 Bonds”). The Series 2020 Bonds bear interest at rates ranging from 3.00% to 4.00%. Interest is payable semiannually on each June 1 and December 1, commencing on June 1, 2021. The Series 2020 Bonds are subject to scheduled principal payments commencing on December 1, 2021. Bonds maturing after December 1, 2031 are subject to optional redemption on or after December 1, 2030 at par. The Series 2014 Bonds are secured by the net revenues of the water activity of the District’s enterprise fund. The Series 2020 Bonds were issued to provide improvements to the District’s water system. The District received a premium of \$1,133,529 and incurred insurance costs of \$143,529, both of which are being amortized over the life of the Series 2020 Bonds in the statement of net position and the statement of activities.

STONEGATE VILLAGE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2021

Events of Default as defined by the Series 2014, 2015 and 2020 Bond Resolutions include a) the District fails to pay any principal amount as it becomes due and payable, b) the District fails to pay any interest amount as it becomes due and payable, c) the occurrence and continuance of an “event of default” as defined in any Parity Bond Resolution, d) the District unreasonably delays or fails to carry out with reasonable dispatch the reconstruction of any part of the System which is destroyed or damaged and is not promptly repaired or replaced unless such reconstruction is not essential to the efficient operation of the System, e) appointment of a Receiver unless vacated, discharged, or stayed on appeal within 60 days of entry, f) a default under the provisions of the Insurance Agreement occurs and continues, or g) the District defaults in the due and punctual performance of any other of the representations, covenants, conditions, agreements and other provision contained in the Bonds or in this Resolution on its part to be performed. And such default continues for 60 days after written notice.

Upon the occurrence of an Event of Default, the Owner or Owners of not less than 25% (66% for the Series 2015 Bonds and Series 2020 Bonds) in aggregate principal amount of the Bonds then outstanding may proceed against the District to protect and to enforce the rights of any owner of the bonds under this Resolution. There is no provision for acceleration of maturity of the principal of the Series 2014 Bonds or Series 2015 Bonds in the event of a default.

The following is a summary of the annual long-term debt principal and interest requirements related to the Series 2014 Bonds, Series 2015 Bonds, Series 2020 Bonds, Series 2021 Water Bonds and Series 2021 Wastewater Bonds:

	Principal	Interest	Total
2022	\$ 985,000	\$ 954,796	\$ 1,939,796
2023	970,000	962,370	1,932,370
2024	990,000	949,978	1,939,978
2025	1,005,000	934,175	1,939,175
2026	1,025,000	914,341	1,939,341
2027-2031	5,470,000	4,203,067	9,673,067
2032-2036	6,310,000	3,377,405	9,687,405
2037-2041	7,440,000	2,241,865	9,681,865
2042-2046	6,620,000	856,892	7,476,892
2047-2049	1,230,000	99,600	1,329,600
	\$ 32,045,000	\$ 15,494,489	\$ 47,539,489

STONEGATE VILLAGE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2021

The following is an analysis of changes in long-term debt for the year ending December 31, 2021:

	Balance 1/1/2021	Additions	Deletions	Balance 12/31/2021	Current Portion
<u>Loans from direct borrowings and direct placements:</u>					
GO Refunding Loan - Series 2020	\$ 15,155,000	\$ -	\$ (2,835,000)	\$ 12,320,000	\$ 2,940,000
Loan Totals	15,155,000	-	(2,835,000)	12,320,000	2,940,000
<u>Revenue Bonds:</u>					
2014 Wastewater Revenue Bonds	11,345,000	-	(11,045,000)	300,000	300,000
2015 Water Enterprise Revenue Bonds	12,525,000	-	(12,230,000)	295,000	295,000
2020 Water Enterprise Revenue Bonds	7,510,000	-	(130,000)	7,380,000	150,000
2021 Water Revenue Bonds	-	12,670,000	-	12,670,000	130,000
2021 Wastewater Revenue Bonds	-	11,400,000	-	11,400,000	110,000
Bond Totals	31,380,000	24,070,000	(23,405,000)	32,045,000	985,000
Bond premium (net) 2014 Revenue Bonds	283,217	-	(283,217)	-	-
Bond premium (net) 2015 Revenue Bonds	679,575	-	(679,575)	-	-
Bond premium (net) 2020 Revenue Bonds	1,133,529	-	(66,360)	1,067,169	-
Bond Premium Totals	2,096,321	-	(1,029,152)	1,067,169	-
Revenue Bond Totals	33,476,321	24,070,000	(24,434,152)	33,112,169	985,000
	<u>\$ 48,631,321</u>	<u>\$ 24,070,000</u>	<u>\$ (27,269,152)</u>	<u>\$ 45,432,169</u>	<u>\$ 3,925,000</u>

The District had no Unused Lines of Credit at December 31, 2021.

Debt Authorization

As of December 31, 2021, the District had remaining voted debt authorization of approximately \$69,770,000 from an election held December 22, 1987 at an interest rate not to exceed 18%. In the future, the District may issue a portion or all of the remaining authorized, but unissued general obligation debt for purposes of providing public improvements to support development as it occurs within the District's service area, however, as of the date of this audit, the amount and timing of any debt issuances is not determinable. The continued validity of the remaining general obligation from 1987 debt authorization may be in question as a result of Article X, Section 20 of the Constitution of the State of Colorado (see Note 7).

STONEGATE VILLAGE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2021

Note 5: Segment Information

The District's enterprise fund provides water and sewer services. Segment information for the year ended December 31, 2021, was as follows:

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Operating revenue	\$ 4,552,839	\$ 2,710,567	\$ 7,263,406
Depreciation	\$ 1,244,084	\$ 819,910	\$ 2,063,994
Net operating income (loss)	\$ (798,258)	\$ (44,801)	\$ (843,059)
Total capital assets	\$ 30,227,975	\$ 14,700,578	\$ 44,928,553

Note 6: Intergovernmental Agreements

Rueter-Hess Reservoir Storage Easement

In 2008, the District entered into an agreement with Parker Water and Sanitation District ("Parker"), whereby Parker granted a water storage easement to the District in the Rueter-Hess Reservoir. The easement is a permanent, non-exclusive right for the District to use 1,200 acre feet of reservoir storage capacity. The total cost to the District relating to the easement was \$6,644,394, of which \$6,637,666 pertained to the easement agreement.

Regional Facilities Construction Agreement

On November 22, 1996, the District entered into a Second Amended and Restated Regional Facilities and Construction Agreement with Lincoln Park Metropolitan District ("Lincoln Park") to replace a previous agreement between the parties dated April 15, 1992. This agreement provides that all rights, title and interest, including water rights, that Lincoln Park has in the water and sanitary sewer system, which serves both districts, were conveyed to the District. Certain water, sanitary sewer and street improvements, as defined in the agreement, within Lincoln Park's boundaries were to be constructed and financed by the District. Any costs incurred within Lincoln Park's boundaries that were not identified in the agreement were to be paid by Lincoln Park. The District will continue to own, operate and maintain the recreational and park facilities as well as the water and sewer facilities.

The Districts agreed that the first 2,531 single family ¾ inch water tap equivalents (SFEs) to be developed and delivered through the water facilities, as well as the water capacity necessary to serve certain irrigation properties within Lincoln Park's boundaries were to be dedicated in perpetuity to supply water taps in the District. Water taps in excess of the above are dedicated to Lincoln Park. The District, Lincoln Park and the Developer have agreed to share pro rata the costs to maintain water rights in the Augmentation Plan.

The District has deposited water and sewer tap fees to the Debt Service Fund to meet debt service requirements by Board policy since all capital outlay has been made from bond proceeds.



## STONEGATE VILLAGE METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2021

Sewer treatment capacity in excess of 550,000 gallons per day is reserved to Lincoln Park. The District will construct certain streets and related components and shall operate, maintain and replace such streets until they have been deeded to Douglas County upon final approval and acceptance by the County.

The agreement also provides procedures for the escrow and disbursement of funds related to the construction of these facilities. Annually, the Districts are to agree to a construction budget.

The District is tracking Lincoln Park's share of the Rueter-Hess cost described above and is applying sustainability and water resource fees attributable to Lincoln Park to reduce Lincoln Park's share. The unpaid share accrues interest at 4.50% per annum. The balance owed under this arrangement was paid in full as of December 31, 2021.

Lincoln Park remits \$5.00 of the monthly park and recreation fee it collects to cover its share of the recreation center facility constructed by the District in 2010. The unpaid share accrues interest at 4.50% per annum. The balance owed under this arrangement was paid in full as of December 31, 2021.

#### Compark Business Campus Metropolitan District Regional Facilities Agreement

During 1998, the District entered into a Regional Facilities Agreement with Compark Business Campus Metropolitan District "Compark", formerly Compark and E470 Business Campus Metropolitan District. The District agreed to provide water and sanitation services to the property within the Compark boundaries in exchange for conveyance by Compark of a minimum of 317 acre feet of water to the District. Compark also agreed to finance all facilities which are necessary for the District to provide water and sewer services to Compark properties. These facilities will be owned by the District. The agreement also provides that the District will receive an access fee for each single family equivalent combined water and sewer tap from Compark. As of December 31, 2021, the access fee was \$2,906.

The fee can be adjusted September 1 of each year based on the Denver-Boulder CPI. The District did not receive any fees during the year ended December 31, 2021.

The agreement was amended in 2008 "the Fourth Amendment" to provide for and clarify the procedures for developing funding and a renewable water capital plan. The amended agreement provides of Compark's participation in the funding of certain water system infrastructure and the Rueter-Hess Reservoir water storage project (See "Rueter-Hess Reservoir Storage Easement" above). Compark is to provide reimbursement of \$118,983 plus 16.25% of the District's administrative and legal costs for a pipeline, and \$1,072,500 plus 16.25% of the District's investment in the Rueter-Hess Reservoir.

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

Water Infrastructure and Supply Efficiency (WISE) Partnership – Aurora Water, Denver Water, and South Metro Water Supply Authority (SMWSA) are in partnership to share infrastructure capacity and available water supplies in the South Metro area. Stonegate Village Metropolitan District is a member of SMWSA and has agreed to receive water through the WISE Partnership. Subscription levels are set by the board of the WISE Authority and payments for water and capacity are paid directly to South Metro Water Authority on a monthly basis.

Note 7: Tax Spending and Debt Limitations

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer Bill of Rights “TABOR” contains tax, spending, revenue and debt limitations which apply to the State of Colorado and all local governments.

Enterprises, defined as government-owned business authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR. The District’s management believes a significant portion of its operations qualifies for this exclusion.

Spending and revenue limits are determined based on the prior year’s Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The District’s management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits will require judicial interpretation.

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2021

### Note 8: Risk Management

Except as provided in the Colorado Governmental Immunity Act, 24-10-101, et seq., CRS, the District may be exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets; errors or omissions; injuries to agents; and natural disasters. The District has elected to participate in the Colorado Special Districts Property and Liability Pool (the “Pool”) which is an organization created by intergovernmental agreement to provide common liability and casualty insurance coverage to its members at a cost that is considered economically appropriate. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

The District pays annual premiums to the Pool for auto, public officials’ liability, and property and general liability coverage. In the event aggregated losses incurred by the Pool exceed its amounts recoverable from reinsurance contracts and its accumulated reserves, the District may be called upon to make additional contributions to the Pool on the basis proportionate to other members. Any excess funds which the Pool determines are not need for purposes of the Pool may be returned to the members pursuant to a distribution formula.

### Note 9: Interfund and Operating Transfers

The transfer of \$1,414,693 from the Sewer Fund to the General Fund was transferred for the purpose of funding the fence replacement project. This will be repaid as funds are collected in the General Fund from the specifically designated Fence Park and Recreation Fees. The transfer of \$990,594 from the Special Revenue Fund to the Water Fund was transferred for purpose of moving excess funds to the Water Fund. The transfer of \$745,070 from the Capital Projects Fund to the Water Fund was transferred for the purpose of funding capital improvement costs.

REQUIRED SUPPLEMENTAL INFORMATION

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -  
GENERAL FUND

For the Year Ended December 31, 2021

	Original & Final		Variance
	<u>Budget</u>	<u>Actual</u>	<u>Favorable</u> <u>(Unfavorable)</u>
<b>REVENUES</b>			
Property taxes	\$ 67,296	\$ 67,241	\$ (55)
Specific ownership taxes	5,432	6,490	1,058
Park and recreation fees	1,742,060	1,686,036	(56,024)
Conservation trust fund	40,000	52,396	12,396
Community center fees	22,000	27,069	5,069
Miscellaneous income	10,000	7,874	(2,126)
Net investment income	<u>4,000</u>	<u>187</u>	<u>(3,813)</u>
 Total Revenues	 <u>1,890,788</u>	 <u>1,847,293</u>	 <u>(43,495)</u>
<b>EXPENDITURES</b>			
District management	29,400	19,321	10,079
Accounting and audit	2,730	3,375	(645)
Directors' fees and payroll taxes	7,500	10,900	(3,400)
Legal	7,203	2,612	4,591
Insurance	7,700	8,993	(1,293)
Engineering	2,000	-	2,000
Repairs and maintenance	200,000	202,275	(2,275)
Landscape contract	435,000	432,504	2,496
Recreation Maintenance:			
Recreation operations/maint	107,000	60,767	46,233
Pool management	160,000	167,050	(7,050)
Pool chemicals/supplies/misc	92,000	56,369	35,631
Landscape improvements	160,000	64,652	95,348
Utilities	135,000	129,812	5,188
County treasurer's fees	1,009	1,009	-
Security and vandalism	3,500	2,778	722
Snow removal	40,000	38,711	1,289
Miscellaneous	3,150	7,380	(4,230)
Utility billing	1,575	2,449	(874)
CTF expenses	40,000	52,396	(12,396)
Communication/PR expense	250	-	250
Office and equipment expense	30,000	1,310	28,690
Capital expense	3,000,000	1,563,953	1,436,047
Bond principal	330,000	-	330,000
Bond interest	160,000	-	160,000
Emergency Reserve	2,182	-	2,182
Contingency	<u>418,606</u>	<u>-</u>	<u>418,606</u>
 Total Expenditures	 <u>5,375,805</u>	 <u>2,828,616</u>	 <u>2,547,189</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	 (3,485,017)	 (981,323)	 2,503,694
<b>OTHER FINANCING SOURCES</b>			
Transfer from other funds	<u>-</u>	<u>1,414,693</u>	<u>1,414,693</u>
 Total Other Financial Sources	 <u>-</u>	 <u>1,414,693</u>	 <u>1,414,693</u>
 NET CHANGE IN FUND BALANCE	 (3,485,017)	 433,370	 3,918,387
<b>FUND BALANCE:</b>			
BEGINNING OF YEAR	<u>3,485,017</u>	<u>346,020</u>	<u>(3,138,997)</u>
 END OF YEAR	 <u>\$ -</u>	 <u>\$ 779,390</u>	 <u>\$ 779,390</u>

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

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -  
SPECIAL REVENUE FUND

For the Year Ended December 31, 2021

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
REVENUES				
Sustainability fees	\$ 1,166,400	\$ 1,168,500	\$ 1,163,662	\$ (4,838)
Miscellaneous income	4,000	4,000	3,532	(468)
Net investment income	<u>500</u>	<u>500</u>	<u>12</u>	<u>(488)</u>
 Total Revenues	 <u>1,170,900</u>	 <u>1,173,000</u>	 <u>1,167,206</u>	 <u>(5,794)</u>
EXPENDITURES				
Repayment to Compark Metro	<u>175,870</u>	<u>178,000</u>	<u>176,612</u>	<u>1,388</u>
 Total Expenditures	 <u>175,870</u>	 <u>178,000</u>	 <u>176,612</u>	 <u>1,388</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	995,030	995,000	990,594	(4,406)
OTHER FINANCING SOURCES (USES)				
Transfer to Water Fund	<u>(995,030)</u>	<u>(995,000)</u>	<u>(990,594)</u>	<u>4,406</u>
 Total Other Financing Sources (Uses)	 <u>(995,030)</u>	 <u>(995,000)</u>	 <u>(990,594)</u>	 <u>4,406</u>
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE:				
BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 END OF YEAR	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

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

SUPPLEMENTAL INFORMATION

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -  
DEBT SERVICE FUND

For the Year Ended December 31, 2021

	Original & Final		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)
REVENUES			
Property taxes	\$ 2,676,557	\$ 2,674,345	\$ (2,212)
Specific ownership taxes	214,125	258,123	43,998
Net investment income	<u>8,000</u>	<u>1,826</u>	<u>(6,174)</u>
 Total Revenues	 <u>2,898,682</u>	 <u>2,934,294</u>	 <u>35,612</u>
 EXPENDITURES			
Debt service:			
Principal	2,835,000	2,835,000	-
Interest	187,922	187,390	532
County treasurer's fees	39,908	40,137	(229)
Paying agent fees	7,500	-	7,500
Miscellaneous	<u>500</u>	<u>-</u>	<u>500</u>
 Total Expenditures	 <u>3,070,830</u>	 <u>3,062,527</u>	 <u>8,303</u>
 NET CHANGE IN FUND BALANCE	 (172,148)	 (128,233)	 43,915
 FUND BALANCE:			
BEGINNING OF YEAR	<u>204,138</u>	<u>208,850</u>	<u>4,712</u>
 END OF YEAR	 <u>\$ 31,990</u>	 <u>\$ 80,617</u>	 <u>\$ 48,627</u>

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



**STONEGATE VILLAGE METROPOLITAN DISTRICT**

SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL (BUDGETARY BASIS) -  
ENTERPRISE FUND - WATER ACTIVITIES  
For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>				
Water sales	\$ 4,186,080	\$ 4,186,080	\$ 4,206,214	\$ 20,134
Tap fees	179,000	37,317	-	(37,317)
Reimbursements	10,000	108,000	81,381	(26,619)
Capital true-up payments	100,000	150,000	150,244	244
Other income	-	-	115,000	115,000
Interest income	30,000	5,000	2,431	(2,569)
Total Revenues	<u>4,505,080</u>	<u>4,486,397</u>	<u>4,555,270</u>	<u>68,873</u>
<b>EXPENDITURES</b>				
Accounting / Audit	32,760	32,760	40,498	(7,738)
District management	264,600	264,600	173,883	90,717
Utility billing	14,175	14,175	18,761	(4,586)
Engineering/consulting	120,000	120,000	94,079	25,921
Insurance	30,800	30,800	35,971	(5,171)
Legal	86,436	86,436	31,343	55,093
Miscellaneous / office expenses	28,350	28,330	11,611	16,719
Dues and permits	6,000	6,000	4,052	1,948
Meter set costs	18,000	18,000	10,143	7,857
Meter read costs	30,000	30,000	3,240	26,760
Chemicals	85,000	85,000	54,102	30,898
Operations	350,000	350,000	341,724	8,276
Operating costs WISE-Renewable Water	220,500	220,500	194,536	25,964
Renewable water WISE	1,783,183	1,000,000	915,958	84,042
Lab analysis	80,000	80,000	27,555	52,445
Tools and Supplies	5,000	5,000	-	5,000
Meter replacement	10,000	10,000	207	9,793
Repair and replacement	510,000	510,000	143,994	366,006
Utilities and telephone	750,000	750,000	801,980	(51,980)
Well Maintenance	500,000	500,000	375,714	124,286
Reimbursement expense	40,000	40,000	60,726	(20,726)
ASR project management	-	-	8,048	(8,048)
Debt service - interest	897,511	897,511	874,431	23,080
Debt service - principal	380,000	380,000	415,000	(35,000)
Custodian fee - debt	800	800	700	100
Bond issuance costs	-	400,000	168,881	231,119
Bond insurance	-	-	44,802	(44,802)
Replacement reserve	1,000,000	1,000,000	-	1,000,000
Contingency	1,636,088	-	-	-
Total Expenditures	<u>8,879,203</u>	<u>6,859,912</u>	<u>4,851,939</u>	<u>2,007,973</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,374,123)	(2,373,515)	(296,669)	2,076,846
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond proceeds	-	12,700,000	12,670,000	(30,000)
Transfer from Supplemental Water fund	995,030	995,907	990,594	(5,313)
Transfer to refunding escrow agent	-	(12,140,088)	(12,450,623)	(310,535)
Total Other Financing Sources (Uses)	<u>995,030</u>	<u>1,555,819</u>	<u>1,209,971</u>	<u>(345,848)</u>
NET CHANGE IN FUND BALANCE	<u>(3,379,093)</u>	<u>(817,696)</u>	<u>913,302</u>	<u>1,730,998</u>
FUNDS AVAILABLE - BEGINNING OF YEAR	<u>4,379,093</u>	<u>5,717,696</u>	<u>5,717,696</u>	<u>-</u>
FUNDS AVAILABLE - END OF YEAR	<u>\$ 1,000,000</u>	<u>\$ 4,900,000</u>	<u>\$ 6,630,998</u>	<u>\$ 1,730,998</u>
Funds available computed as follows:				
Current assets			\$ 7,274,553	
Current liabilities			<u>(643,555)</u>	
			<u>\$ 6,630,998</u>	

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

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL (BUDGETARY BASIS) -  
 ENTERPRISE FUND - SEWER ACTIVITIES  
 For the Year Ended December 31, 2021

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>				
Sewer charges	\$ 2,760,000	\$ 2,760,000	\$ 2,616,436	\$ (143,564)
Tap fees	179,000	38,113	-	(38,113)
Capital true-up payments	93,363	93,363	86,270	(7,093)
Other Income	1,000	1,000	7,861	6,861
Interest income	50,000	50,000	2,952	(47,048)
<b>Total Revenues</b>	<u>3,083,363</u>	<u>2,942,476</u>	<u>2,713,519</u>	<u>(228,957)</u>
<b>EXPENDITURES</b>				
Accounting / Audit	32,760	32,760	40,498	(7,738)
Cherry Creek Basin Fees	5,000	5,000	-	5,000
District management	294,000	294,000	193,204	100,796
Utility billing	15,750	15,750	20,817	(5,067)
Engineering/consulting	85,000	85,000	71,406	13,594
Insurance	38,500	38,500	44,964	(6,464)
Legal	86,436	86,436	31,343	55,093
Miscellaneous / office expenses	31,500	31,500	22,072	9,428
Website/PR expense	2,000	2,000	-	2,000
Chemicals	140,000	140,000	151,738	(11,738)
Operations	350,000	350,000	319,104	30,896
Lab analysis	60,500	60,500	39,529	20,971
Maintenance	375,000	377,496	420,754	(43,258)
Line cleaning	100,000	100,000	-	100,000
Utilities and telephone	100,000	100,000	59,648	40,352
Sludge disposal	63,000	63,000	53,797	9,203
Capital improvements	450,000	450,000	17,025	432,975
Debt service - interest	488,706	488,706	488,706	-
Debt service - principal	285,000	285,000	285,000	-
Custodian fee - debt	600	600	300	300
Bond issuance costs	-	-	163,745	(163,745)
Bond insurance	-	-	35,203	(35,203)
Replacement reserve	2,700,000	2,700,000	-	2,700,000
Contingency	2,315,639	-	-	-
<b>Total Expenditures</b>	<u>8,019,391</u>	<u>5,706,248</u>	<u>2,458,853</u>	<u>3,247,395</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(4,936,028)</b>	<b>(2,763,772)</b>	<b>254,666</b>	<b>3,018,438</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Bond proceeds	-	13,000,000	11,400,000	(1,600,000)
Transfer to refunding escrow agent	-	(12,000,000)	(11,195,053)	804,947
Transfer to General Fund	-	(1,493,752)	(1,414,693)	79,059
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>(493,752)</u>	<u>(1,209,746)</u>	<u>(715,994)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<b>(4,936,028)</b>	<b>(3,257,524)</b>	<b>(955,080)</b>	<b>2,302,444</b>
<b>FUNDS AVAILABLE - BEGINNING OF YEAR</b>	<u>6,743,475</u>	<u>7,364,971</u>	<u>7,364,971</u>	<u>-</u>
<b>FUNDS AVAILABLE - END OF YEAR</b>	<u>\$ 1,807,447</u>	<u>\$ 4,107,447</u>	<u>\$ 6,409,891</u>	<u>\$ 2,302,444</u>
Funds available computed as follows:				
Current assets			\$ 6,514,232	
Current liabilities			(104,341)	
			<u>\$ 6,409,891</u>	

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

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL (BUDGETARY BASIS)  
 ENTERPRISE FUND - CAPITAL PROJECT ACTIVITIES  
 For the Year Ended December 31, 2021

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b>REVENUES</b>			
Net investment income	\$ 22,000	\$ 2,870	\$ (19,130)
Total Revenues	<u>22,000</u>	<u>2,870</u>	<u>(19,130)</u>
<b>EXPENDITURES</b>			
Capital outlay			
Water capital costs	<u>4,804,400</u>	<u>745,070</u>	<u>4,059,330</u>
Total Expenditures	<u>4,804,400</u>	<u>745,070</u>	<u>4,059,330</u>
NET CHANGE IN FUND BALANCE	(4,782,400)	(742,200)	4,040,200
FUNDS AVAILABLE - BEGINNING OF YEAR	<u>7,279,353</u>	<u>7,219,515</u>	<u>(59,838)</u>
FUNDS AVAILABLE - END OF YEAR	<u>\$ 2,496,953</u>	<u>\$ 6,477,315</u>	<u>\$ 3,980,362</u>
Funds available computed as follows:			
Current assets		\$ 6,596,290	
Current liabilities		<u>(118,975)</u>	
		<u>\$ 6,477,315</u>	

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

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

RECONCILIATION OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS (ACTUAL) TO STATEMENT OF REVENUES,  
EXPENSES AND CHANGES IN NET POSITION  
ENTERPRISE FUND  
For the Year Ended December 31, 2021

Excess of revenues over expenditures	
Water Activities	\$ (296,669)
Sewer Activities	254,666
Capital Activities	<u>(742,200)</u>
Excess of revenues over expenditures - All Activities	(784,203)
Add non-cash transfers in/from governmental funds	(424,099)
Add capital expenditures which are not an expense	762,095
Add debt service principal which is not an expense	700,000
Add bond insurance paid which is not an expense	80,005
Add amortization of bond premium which is an expense	129,718
Deduct accrued interest which is an expense	69,443
Deduct amortization of bond insurance which is an expense	(5,427)
Deduct amortization on deferred loss on refunding which is an expense	(146)
Deduct interest at bond refunding which is included in transfer to escrow agent	(54,923)
Deduct depreciation which is an expense	<u>(2,063,994)</u>
Changes in Net Position per Statement of Revenues, Expenses and Changes in Net Position	<u>\$ (1,591,531)</u>

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

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## DEBT SERVICE REQUIREMENTS TO MATURITY -GENERAL OBLIGATION

December 31, 2021

**\$17,655,000 General Obligation**

**Refunding Loan Series 2020**

**Interest Rate of 1.24%**

**Payable June 1 and December 1**

**Principal Due December 1**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 2,940,000	\$ 152,768	\$ 3,092,768
2023	3,030,000	116,312	3,146,312
2024	3,120,000	78,740	3,198,740
2025	<u>3,230,000</u>	<u>40,052</u>	<u>3,270,052</u>
	<u>\$ 12,320,000</u>	<u>\$ 387,872</u>	<u>\$ 12,707,872</u>

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

DEBT SERVICE REQUIREMENTS TO MATURITY - PROPRIETARY FUNDS  
December 31, 2021

	<b>\$13,040,000 Wastewater Revenue Bonds Series 2014 Interest Rate Varies from 3.00% to 5.00% Payable June 1 and December 1 Principal Due December 1</b>			<b>\$13,825,000 Water Revenue Bonds Series 2015 Interest Rate Varies from 2.00% to 5.00% Payable June 1 and December 1 Principal Due December 1</b>			<b>\$7,510,000 Water Revenue Bonds Series 2020 Interest Rate Varies from 3.00% to 4.00% Payable June 1 and December 1 Principal Due December 1</b>		
<b><u>Year</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2022	300,000	12,000	312,000	295,000	11,800	306,800	150,000	290,550	440,550
2023	-	-	-	-	-	-	155,000	286,050	441,050
2024	-	-	-	-	-	-	160,000	281,400	441,400
2025	-	-	-	-	-	-	165,000	276,600	441,600
2026	-	-	-	-	-	-	175,000	270,000	445,000
2027	-	-	-	-	-	-	180,000	263,000	443,000
2028	-	-	-	-	-	-	185,000	255,800	440,800
2029	-	-	-	-	-	-	195,000	248,400	443,400
2030	-	-	-	-	-	-	200,000	240,600	440,600
2031	-	-	-	-	-	-	210,000	232,600	442,600
2032	-	-	-	-	-	-	220,000	224,200	444,200
2033	-	-	-	-	-	-	225,000	215,400	440,400
2034	-	-	-	-	-	-	235,000	206,400	441,400
2035	-	-	-	-	-	-	245,000	197,000	442,000
2036	-	-	-	-	-	-	255,000	187,200	442,200
2037	-	-	-	-	-	-	265,000	177,000	442,000
2038	-	-	-	-	-	-	275,000	166,400	441,400
2039	-	-	-	-	-	-	290,000	155,400	445,400
2040	-	-	-	-	-	-	300,000	143,800	443,800
2041	-	-	-	-	-	-	310,000	131,800	441,800
2042	-	-	-	-	-	-	325,000	119,400	444,400
2043	-	-	-	-	-	-	335,000	106,400	441,400
2044	-	-	-	-	-	-	350,000	93,000	443,000
2045	-	-	-	-	-	-	365,000	79,000	444,000
2046	-	-	-	-	-	-	380,000	64,400	444,400
2047	-	-	-	-	-	-	395,000	49,200	444,200
2048	-	-	-	-	-	-	410,000	33,400	443,400
2049	-	-	-	-	-	-	425,000	17,000	442,000
	<u>\$ 300,000</u>	<u>\$ 12,000</u>	<u>\$ 312,000</u>	<u>\$ 295,000</u>	<u>\$ 574,606</u>	<u>\$ 306,800</u>	<u>\$ 7,380,000</u>	<u>\$ 5,011,400</u>	<u>\$ 12,391,400</u>

**STONEGATE VILLAGE METROPOLITAN DISTRICT**

DEBT SERVICE REQUIREMENTS TO MATURITY - PROPRIETARY FUNDS (CONTINUED)

December 31, 2021

<b>\$12,670,000 Water Revenue Bonds Series 2021</b>			<b>\$11,400,000 Wastewater Revenue Bonds Series 2021</b>						
<b>Interest Rate Varies from .75% to 3.5%</b>			<b>Interest Rate Varies from .75% to 3.45%</b>						
<b>Payable June 1 and December 1</b>			<b>Payable June 1 and December 1</b>						
<b>Principal Due December 1</b>			<b>Principal Due December 1</b>						
<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>	<u>Principal</u>	<u>Interest</u>	<u>Revenue Bonds Total</u>
2022	130,000	343,218	473,218	110,000	297,228	407,228	985,000	954,796	1,939,796
2023	415,000	362,433	777,433	400,000	313,887	713,887	970,000	962,370	1,932,370
2024	425,000	358,490	783,490	405,000	310,088	715,088	990,000	949,978	1,939,978
2025	430,000	352,753	782,753	410,000	304,822	714,822	1,005,000	934,175	1,939,175
2026	430,000	345,873	775,873	420,000	298,468	718,468	1,025,000	914,341	1,939,341
2027	440,000	338,133	778,133	425,000	291,117	716,117	1,045,000	892,250	1,937,250
2028	450,000	329,332	779,332	430,000	282,830	712,830	1,065,000	867,962	1,932,962
2029	460,000	319,882	779,882	440,000	274,015	714,015	1,095,000	842,297	1,937,297
2030	465,000	309,762	774,762	450,000	264,555	714,555	1,115,000	814,917	1,929,917
2031	480,000	298,836	778,836	460,000	254,205	714,205	1,150,000	785,641	1,935,641
2032	495,000	286,836	781,836	475,000	242,935	717,935	1,190,000	753,971	1,943,971
2033	505,000	271,242	776,242	485,000	230,585	715,585	1,215,000	717,227	1,932,227
2034	525,000	255,336	780,336	500,000	215,550	715,550	1,260,000	677,286	1,937,286
2035	540,000	238,798	778,798	515,000	200,050	715,050	1,300,000	635,848	1,935,848
2036	555,000	221,788	776,788	535,000	184,085	719,085	1,345,000	593,073	1,938,073
2037	570,000	204,306	774,306	550,000	167,500	717,500	1,385,000	548,806	1,933,806
2038	595,000	184,926	779,926	565,000	149,075	714,075	1,435,000	500,401	1,935,401
2039	615,000	164,696	779,696	585,000	130,148	715,148	1,490,000	450,244	1,940,244
2040	635,000	143,786	778,786	605,000	110,550	715,550	1,540,000	398,136	1,938,136
2041	655,000	122,196	777,196	625,000	90,282	715,282	1,590,000	344,278	1,934,278
2042	675,000	99,926	774,926	645,000	69,346	714,346	1,645,000	288,672	1,933,672
2043	700,000	76,300	776,300	670,000	47,092	717,092	1,705,000	229,792	1,934,792
2044	730,000	51,800	781,800	695,000	23,978	718,978	1,775,000	168,778	1,943,778
2045	750,000	26,250	776,250	-	-	-	1,115,000	105,250	1,220,250
2046	-	-	-	-	-	-	380,000	64,400	444,400
2047	-	-	-	-	-	-	395,000	49,200	444,200
2048	-	-	-	-	-	-	410,000	33,400	443,400
2049	-	-	-	-	-	-	425,000	17,000	442,000
	<u>\$ 12,670,000</u>	<u>\$ 5,706,898</u>	<u>\$ 18,376,898</u>	<u>\$ 11,400,000</u>	<u>\$ 4,752,391</u>	<u>\$ 16,152,391</u>	<u>\$ 32,045,000</u>	<u>\$ 15,494,489</u>	<u>\$ 47,539,489</u>

# STONEGATE VILLAGE METROPOLITAN DISTRICT

## SUMMARY OF ASSESSED VALUATION, MILL LEVY AND PROPERTY TAXES COLLECTED

December 31, 2021

<u>Year Ended</u> <u>December 31,</u>	<b>Prior</b> <b>Year Assessed</b> <b>Valuation</b> <b>for Current</b> <b>Year Property</b> <b>Tax Levy</b>	<u>Mills Levied</u>		<u>Total Property Tax</u>		<u>Percent</u> <u>Collected</u> <u>to Levied</u>
		<u>General Fund</u>	<u>Debt Service</u>	<u>Levied</u>	<u>Collected</u>	
2003	\$ 65,854,124	0.830	26.599	\$ 1,806,313	\$ 1,795,062	99.38%
2004	\$ 67,097,970	0.830	26.599	\$ 1,840,430	\$ 1,841,348	100.05%
2005	\$ 67,185,730	0.830	26.599	\$ 1,842,837	\$ 1,850,284	100.40%
2006	\$ 72,645,420	0.813	26.599	\$ 1,991,356	\$ 1,977,271	99.29%
2007	\$ 73,064,410	0.813	26.599	\$ 2,003,841	\$ 1,991,523	99.39%
2008	\$ 78,203,770	0.803	26.599	\$ 2,142,889	\$ 2,203,253	102.82%
2009	\$ 78,880,230	0.803	26.599	\$ 2,161,476	\$ 2,139,639	98.99%
2010	\$ 77,061,120	0.803	26.599	\$ 2,111,629	\$ 2,099,420	99.42%
2011	\$ 76,559,370	0.803	26.599	\$ 2,097,880	\$ 2,094,541	99.84%
2012	\$ 72,156,690	0.803	28.129	\$ 2,087,637	\$ 2,086,622	99.95%
2013	\$ 72,016,190	0.803	27.000	\$ 2,002,266	\$ 1,998,969	99.84%
2014	\$ 71,739,705	0.803	27.000	\$ 1,994,579	\$ 1,989,439	99.74%
2015	\$ 71,598,390	0.803	27.000	\$ 1,990,650	\$ 1,990,660	100.00%
2016	\$ 82,198,420	0.738	25.000	\$ 2,115,623	\$ 2,113,826	99.92%
2017	\$ 82,342,260	0.738	25.000	\$ 2,119,325	\$ 2,118,181	99.95%
2018	\$ 86,081,850	0.738	25.000	\$ 2,215,575	\$ 2,215,467	100.00%
2019	\$ 86,548,440	0.738	25.000	\$ 2,227,584	\$ 2,226,586	99.96%
2020	\$ 95,768,070	0.704	25.000	\$ 2,461,623	\$ 2,449,940	99.53%
2021	\$ 95,591,330	0.704	28.000	\$ 2,743,853	\$ 2,741,586	99.92%
Estimated for year ending December 31, 2022	\$ 100,481,000	0.704	28.000	\$ 2,884,207		

### NOTE

Property taxes collected in any one year include collection of delinquent property taxes levied and/or abatements or valuations in prior years. Information received from the County Treasurer does not permit identification of specific year assessment.