

2021 ANNUAL REPORT

HOMETOWN METROPOLITAN DISTRICT NO. 2

As required by Section VII of the Service Plan for the above-referenced District, approved by the City of Arvada, Colorado on March 17, 2008, we present the following report of the District's activities from January 1, 2021 to December 31, 2021.

1. Boundary changes made or proposed to the Districts' boundaries as of December 31 of the prior year:

There were not any boundary changes made or proposed during 2021.

2. Intergovernmental Agreements with other governmental entities either entered into or proposed as of December 31 of the prior year:

Intergovernmental Agreement between the District and the City of Arvada dated February 2, 2009, as amended May 3, 2010.

District Facilities Construction and Service Agreement between and among the District and Hometown Metropolitan District Nos. 1, 3, and 4 dated September 18, 2008, as amended March 26, 2010. *As of May 1, 2010, District No. 2 has been removed as a party to this agreement.*

Assignment and Assumption of Operations and Maintenance Agreement between Hometown Metropolitan District No. 1 (now known as Westtown Metropolitan District) and Hometown Metropolitan District No. 2 dated October 17, 2016.

Eligible Governmental Entity Agreement between the District and the Statewide Internet Portal Authority of the State of Colorado approved by the District's Board of Directors on October 7, 2019.

3. Copies of the Districts' rules and regulations, if any, as of December 31 of the prior year:

The District has not adopted any rules and regulations as of December 31, 2021.

4. A summary of any litigation which involves the District Public Improvements as of December 31, of the prior year:

The District was not involved in any litigation during 2021.

5. Status of the Districts' construction of the Public Improvements as of December 31 of the prior year:

The District did not construct any Public Improvements during 2021.

6. A list of all facilities and improvements constructed by the District that have been dedicated to and accepted by the City as of December 31 of the prior year:

The District did not dedicate any improvements to the City of Arvada in 2021.

7. The assessed valuation of the District for the current year:

The District's 2021 final assessed value for collection year 2022 is \$2,794,935.

8. Current year budget including a description of the Public Improvements to be constructed in such year:

A copy of the District's 2022 budget is attached hereto. The District has no construction plans for 2022.

9. Audit of the District's financial statements, for the year ending December 31 of the previous year, prepared in accordance with generally accepted accounting principles or audit exemption, if applicable:

The District has filed an Application for Exemption from Audit for 2021. A copy is attached.

10. Notice of any uncured events of default by the District, which continue beyond a ninety (90) day period, under any Debt instrument:

None.

11. Any inability of the Districts to pay their obligations as they come due, in accordance with the terms of such obligations, which continue beyond a ninety (90) day period:

None.

RESOLUTION NO. 2021-10-02

RESOLUTION TO ADOPT BUDGET AND APPROPRIATE SUMS OF MONEY

**RESOLUTION OF THE BOARD OF DIRECTORS OF
HOMETOWN METROPOLITAN DISTRICT NO. 2, JEFFERSON COUNTY,
COLORADO, PURSUANT TO SECTION 29-1-108, C.R.S., SUMMARIZING
EXPENDITURES AND REVENUES FOR EACH FUND, ADOPTING A BUDGET AND
APPROPRIATING SUMS OF MONEY FOR THE BUDGET YEAR 2022**

A. The Board of Directors of Hometown Metropolitan District No. 2 (the “**District**”) has appointed Simmons & Wheeler, P.C. to prepare and submit a proposed budget to said governing body at the proper time.

B. Simmons & Wheeler, P.C. has submitted a proposed budget to this governing body by October 15, 2021 for its consideration.

C. Upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on October 25, 2021, and interested taxpayers were given the opportunity to file or register any objections to said proposed budget.

D. The budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, reserve transfers and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution (“**TABOR**”) and other laws or obligations which are applicable to or binding upon the District.

E. Whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

F. The Board of Directors has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget.

G. It is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, thereby establishing a limitation on expenditures for the operations of the District.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF
HOMETOWN METROPOLITAN DISTRICT NO. 2, JEFFERSON COUNTY, COLORADO:**

1. The budget, as submitted, amended, and summarized by fund, is hereby approved and adopted as the budget of the District for the year stated above.

2. The budget is hereby approved and adopted, shall be certified by the Secretary of the District to all appropriate agencies and is made a part of the public records of the District.

3. The sums set forth as the total expenditures of each fund in the budget attached hereto as **Exhibit A** and incorporated herein by reference are hereby appropriated from the revenues of each fund, within each fund, for the purposes stated.

**[SIGNATURE PAGE TO RESOLUTION TO ADOPT BUDGET AND
APPROPRIATE SUMS OF MONEY]**

RESOLUTION APPROVED AND ADOPTED on October 25, 2021.

**HOMETOWN METROPOLITAN
DISTRICT NO. 2**

By: *Audrey Spaen*
President

Attest:

By: *Matthew D. Smith*
Secretary

EXHIBIT A

Budget

HOMETOWN METROPOLITAN DISTRICT NO. 2
2022
BUDGET MESSAGE

Attached please find a copy of the adopted 2022 budget for Hometown Metropolitan District No. 2.

The Hometown Metropolitan District No. 2 has adopted a budget for two funds, a General Fund to provide for general operating expenditures and transfers to the Debt Service Fund; and a Debt Service Fund to provide for payments on the outstanding general obligation bonds.

The district's accountants have utilized the modified accrual basis of accounting and the budget has been adopted after proper postings, publications and public hearing.

The primary source of revenue for the district in 2022 will be property taxes. The district intends to impose a 30.000 mill levy on the property within the district in 2022, of which 10.000 mills will be dedicated to the General Fund and the balance of 20.000 mills will be allocated to the Debt Service Fund.

Hometown Metropolitan District No. 2
Adopted Budget
General Fund
For the Year Ended December 31, 2022

	Actual <u>2020</u>	Adopted Budget <u>2021</u>	Actual <u>6/30/2021</u>	Estimate <u>2021</u>	Adopted Budget <u>2022</u>
Beginning fund balance	\$ 18,871	\$ 19,519	\$ 15,436	\$ 30,436	\$ 26,131
Revenues:					
Property taxes	26,685	26,752	25,979	26,000	27,949
Ownership taxes	1,994	1,339	826	1,600	1,398
Interest income	<u>570</u>	<u>1,000</u>	<u>33</u>	<u>100</u>	<u>500</u>
Total revenues	<u>29,249</u>	<u>29,091</u>	<u>26,838</u>	<u>27,700</u>	<u>29,847</u>
Total funds available	<u>48,120</u>	<u>48,610</u>	<u>42,274</u>	<u>58,136</u>	<u>55,978</u>
Expenditures:					
Legal	10,260	7,000	1,812	7,000	7,000
Accounting	3,614	3,000	937	2,500	3,000
Audit	-	3,500	-	3,500	-
Insurance	3,166	3,300	3,265	3,265	3,500
Directors fees	200	300	-	300	300
Election expense	-	-	-	-	5,000
Miscellaneous	44	100	10	50	100
Treasurer's fees	400	401	390	390	419
Contingency	-	15,481	-	-	21,079
Transfer to Debt Service fund	-	15,000	-	15,000	15,000
Emergency reserve	<u>-</u>	<u>528</u>	<u>-</u>	<u>-</u>	<u>580</u>
Total expenditures	<u>17,684</u>	<u>48,610</u>	<u>6,414</u>	<u>32,005</u>	<u>55,978</u>
Ending fund balance	<u>\$ 30,436</u>	<u>\$ -</u>	<u>\$ 35,860</u>	<u>\$ 26,131</u>	<u>\$ -</u>
Assessed value		<u>\$ 2,675,157</u>			<u>\$ 2,794,935</u>
Mill levy		<u>10.000</u>			<u>10.000</u>

Hometown Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year Ended December 31, 2022

	Actual <u>2020</u>	Adopted Budget <u>2021</u>	Actual <u>6/30/2021</u>	Estimate <u>2021</u>	Adopted Budget <u>2022</u>
Beginning fund balance	\$ 113,703	\$ 113,658	\$ 112,725	\$ 97,725	\$ 94,662
Revenues:					
Property taxes	53,370	53,503	51,958	52,500	55,899
Ownership taxes	3,989	2,675	1,652	3,200	2,795
Transfer from General Fund	-	15,000	-	15,000	15,000
Interest income	539	2,000	29	100	500
Total revenues	<u>57,898</u>	<u>73,178</u>	<u>53,639</u>	<u>70,800</u>	<u>74,194</u>
Total funds available	<u>171,601</u>	<u>186,836</u>	<u>166,364</u>	<u>168,525</u>	<u>168,856</u>
Expenditures:					
Bond interest	46,575	46,575	22,444	46,575	43,200
Bond principal	25,000	25,000	-	25,000	30,000
Paying agent fees	1,500	3,000	1,500	1,500	3,000
Treasurer's fees	801	803	780	788	838
Total expenditures	<u>73,876</u>	<u>75,378</u>	<u>24,724</u>	<u>73,863</u>	<u>77,038</u>
Ending fund balance	<u>\$ 97,725</u>	<u>\$ 111,458</u>	<u>\$ 141,640</u>	<u>\$ 94,662</u>	<u>\$ 91,818</u>
Assessed value		<u>\$ 2,675,157</u>			<u>\$ 2,794,935</u>
Mill levy		<u>20.000</u>			<u>20.000</u>
Total levy		<u>30.000</u>			<u>30.000</u>

I, Matt Smith, hereby certify that I am the duly appointed Secretary of the Hometown Metropolitan District No. 2, and that the foregoing is a true and correct copy of the budget for the budget year 2022, duly adopted at a meeting of the Board of Directors of the Hometown Metropolitan District No. 2 held on October 25, 2021.

Matthew D. Smith

Secretary

RESOLUTION NO. 2021-10-04

RESOLUTION TO SET MILL LEVIES

**RESOLUTION OF THE HOMETOWN METROPOLITAN DISTRICT NO. 2
LEVYING GENERAL PROPERTY TAXES, PURSUANT TO SECTION 39-1-111,
C.R.S., FOR THE YEAR 2021, TO HELP DEFRAY THE COSTS OF GOVERNMENT
FOR THE 2022 BUDGET YEAR**

A. The Board of Directors of the Hometown Metropolitan District No. 2 (the “**District**”) has adopted an annual budget in accordance with the Local Government Budget Law, on October 25, 2021.

B. The adopted budget is attached as Exhibit A to the Resolution of the Board of Directors of the District to Adopt Budget and Appropriate Sums of Money, and such budget is incorporated herein by this reference.

C. The amount of money necessary to balance the budget for general fund expenses from property tax revenue is identified in the budget.

D. The amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is identified in the budget.

NOW, THEREFORE, PURSUANT TO SECTIONS 39-1-111(5) and 39-5-128(1), C.R.S., BE IT RESOLVED by the Board of Directors of the Hometown Metropolitan District No. 2, Jefferson County, Colorado, that:

1. For the purpose of meeting all general operating expenses of the District during the 2022 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

2. That for the purpose of meeting all debt retirement expenses of the District during the 2022 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

3. That for the purpose of meeting all contractual obligation expenses of the District during the 2022 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

4. That the Secretary is hereby authorized and directed to immediately certify to the Board of County Commissioners of Jefferson County, Colorado, the mill levies for the District as set forth in the District’s Certification of Mill Levies, attached hereto as **Exhibit 1** and incorporated herein by reference, recalculated as needed upon receipt of the final certification of valuation from the County Assessor in order to comply with any applicable revenue and other budgetary limits.

[SIGNATURE PAGE OF RESOLUTION TO SET MILL LEVIES]

RESOLUTION APPROVED AND ADOPTED on October 25, 2021.

**HOMETOWN METROPOLITAN
DISTRICT NO. 2**

By: *Audrey Spaen*
President

Attest:

By: *Matthew D. Smith*
Secretary

EXHIBIT 1

Certification of Tax Levies

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CERTIFICATION OF TAX LEVIES, continued

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.). Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:

BONDS^J:

1.	Purpose of Issue:	\$800,000 General Obligation Bonds
	Series:	2010
	Date of Issue:	May 3, 2010
	Coupon Rate:	6.75%
	Maturity Date:	December 1, 2034
	Levy:	20.000
	Revenue:	\$55,899

2.	Purpose of Issue:	
	Series:	
	Date of Issue:	
	Coupon Rate:	
	Maturity Date:	
	Levy:	
	Revenue:	

CONTRACTS^K:

3.	Purpose of Contract:	
	Title:	
	Date:	
	Principal Amount:	
	Maturity Date:	
	Levy:	
	Revenue:	

4.	Purpose of Contract:	
	Title:	
	Date:	
	Principal Amount:	
	Maturity Date:	
	Levy:	
	Revenue:	

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

I, Matt Smith, hereby certify that I am the duly appointed Secretary of the Hometown Metropolitan District No. 2, and that the foregoing is a true and correct copy of the Certification of Mill Levies for the budget year 2022, duly adopted at a meeting of the Board of Directors of the Hometown Metropolitan District No. 2 held on October 25, 2021.

Matthew D. Smith

Secretary

APPLICATION FOR EXEMPTION FROM AUDIT LONG FORM

NAME OF GOVERNMENT
ADDRESS

Hometown Metropolitan District #2
c/o McGeady Sisneros, P.C.
450 E. 17th Street, Suite 400
Denver, CO 80203
Elisabeth Cortese
303-592-4380
ecortese@specialdistrictlaw.com
303-592-4385

For the Year Ended
12/31/2021
or fiscal year ended:

CONTACT PERSON
PHONE
EMAIL
FAX

CERTIFICATION OF PREPARER

I certify that I am an independent accountant with knowledge of governmental accounting and that the information in the Application is complete and accurate to the best of my knowledge. I am aware that the Audit Law requires that a person independent of the entity complete the application if revenues or expenditure are at least \$100,000 but not more than \$750,000, and that independent means someone who is separate from the entity.

NAME:
TITLE
FIRM NAME (if applicable)
ADDRESS
PHONE
DATE PREPARED
RELATIONSHIP TO ENTITY

Diane Wheeler
District Accountant
Simmons & Wheeler, P.C.
304 Inverness Way South, Suite 490 Englewood, CO 80112
303-689-0833
1/7/2022
CPA engaged to prepare financial statements for the District

PREPARER (SIGNATURE REQUIRED)

Diane Wheeler

Has the entity filed for, or has the district filed, a Title 32, Article 1 Special District Notice of Inactive Status during the year? [Applicable to Title 32 special districts only, pursuant to Sections 32-1-103 (9.3) and 32-1-104 (3), C.R.S.]

YES

NO

☐

☒

If Yes, date filed:

PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

* Indicate Name of Fund

NOTE: Attach additional sheets as necessary

		Governmental Funds		Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
Line #	Description	General Fund	Debt Service Fund	Description	Fund*	
Assets						
1-1	Cash & Cash Equivalents	\$ 2,594	\$ -	Cash & Cash Equivalents	\$ -	\$ -
1-2	Investments	\$ 14,008	\$ 112,985	Investments	\$ -	\$ -
1-3	Receivables	\$ 128	\$ 255	Receivables	\$ -	\$ -
1-4	Due from Other Entities or Funds	\$ -	\$ -	Due from Other Entities or Funds	\$ -	\$ -
1-5	Property Tax Receivable	\$ 27,979	\$ 55,899	Other Current Assets [specify...]	\$ -	\$ -
	All Other Assets [specify...]				\$ -	\$ -
1-6		\$ -	\$ -	Total Current Assets	\$ -	\$ -
1-7		\$ -	\$ -	Capital Assets, net (from Part 6-4)	\$ -	\$ -
1-8		\$ -	\$ -	Other Long Term Assets [specify...]	\$ -	\$ -
1-9		\$ -	\$ -		\$ -	\$ -
1-10		\$ -	\$ -		\$ -	\$ -
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 44,709	\$ 169,139	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ -	\$ -
Deferred Outflows of Resources						
1-12	[specify...]	\$ -	\$ -	[specify...]	\$ -	\$ -
1-13	[specify...]	\$ -	\$ -	[specify...]	\$ -	\$ -
1-14	(add lines 1-12 through 1-13) TOTAL DEFERRED OUTFLOWS	\$ -	\$ -	(add lines 1-12 through 1-13) TOTAL DEFERRED OUTFLOWS	\$ -	\$ -
1-15	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 44,709	\$ 169,139	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ -	\$ -
Liabilities						
1-16	Accounts Payable	\$ 7,725	\$ -	Accounts Payable	\$ -	\$ -
1-17	Accrued Payroll and Related Liabilities	\$ -	\$ -	Accrued Payroll and Related Liabilities	\$ -	\$ -
1-18	Unearned Property Tax Revenue	\$ -	\$ -	Accrued Interest Payable	\$ -	\$ -
1-19	Due to Other Entities or Funds	\$ -	\$ -	Due to Other Entities or Funds	\$ -	\$ -
1-20	All Other Current Liabilities	\$ -	\$ -	All Other Current Liabilities	\$ -	\$ -
1-21	(add lines 1-16 through 1-20) TOTAL CURRENT LIABILITIES	\$ 7,725	\$ -	(add lines 1-16 through 1-20) TOTAL CURRENT LIABILITIES	\$ -	\$ -
1-22	All Other Liabilities [specify...]	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ -	\$ -
1-23		\$ -	\$ -	Other Liabilities [specify...]:	\$ -	\$ -
1-24		\$ -	\$ -		\$ -	\$ -
1-25		\$ -	\$ -		\$ -	\$ -
1-26		\$ -	\$ -		\$ -	\$ -
1-27	(add lines 1-21 through 1-26) TOTAL LIABILITIES	\$ 7,725	\$ -	(add lines 1-21 through 1-26) TOTAL LIABILITIES	\$ -	\$ -
Deferred Inflows of Resources						
1-28	Deferred Property Taxes	\$ 27,979	\$ 55,899	Pension Related	\$ -	\$ -
1-29	Other [specify]	\$ -	\$ -	Other [specify]	\$ -	\$ -
1-30	(add lines 1-28 through 1-29) TOTAL DEFERRED INFLOWS	\$ 27,979	\$ 55,899	(add lines 1-28 through 1-29) TOTAL DEFERRED INFLOWS	\$ -	\$ -
Fund Balance						
1-31	Nonspendable Prepaid	\$ -	\$ -	Net Position		
1-32	Nonspendable Inventory	\$ -	\$ -	Net Investment in Capital Assets	\$ -	\$ -
1-33	Restricted emergency/debt service	\$ 580	\$ 113,240	Emergency Reserves	\$ -	\$ -
1-34	Committed [specify...]	\$ -	\$ -	Other Designations/Reserves	\$ -	\$ -
1-35	Assigned [specify...]	\$ -	\$ -	Restricted	\$ -	\$ -
1-36	Unassigned:	\$ 8,425	\$ -	Undesignated/Unreserved/Unrestricted	\$ -	\$ -
1-37	Add lines 1-31 through 1-36 This total should be the same as line 3-33 TOTAL FUND BALANCE	\$ 9,005	\$ 113,240	Add lines 1-31 through 1-36 This total should be the same as line 3-33 TOTAL NET POSITION	\$ -	\$ -
1-38	Add lines 1-27, 1-30 and 1-37 This total should be the same as line 1-15 TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	\$ 44,709	\$ 169,139	Add lines 1-27, 1-30 and 1-37 This total should be the same as line 1-15 TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ -	\$ -

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

		Governmental Funds		Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page	
Line #	Description	General Fund	Debt Service Fund	Description	Fund*		Fund*
Tax Revenue				Tax Revenue			
2-1	Property [Include mills levied in Question 10-6]	\$ 26,752	\$ 53,503	Property [Include mills levied in Question 10-6]	\$ -	\$ -	
2-2	Specific Ownership	\$ 2,047	\$ 4,094	Specific Ownership	\$ -	\$ -	
2-3	Sales and Use Tax	\$ -	\$ -	Sales and Use Tax	\$ -	\$ -	
2-4	Other Tax Revenue [specify...]:	\$ -	\$ -	Other Tax Revenue [specify...]:	\$ -	\$ -	
2-5		\$ -	\$ -		\$ -	\$ -	
2-6		\$ -	\$ -		\$ -	\$ -	
2-7		\$ -	\$ -		\$ -	\$ -	
2-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ 28,799	\$ 57,597	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ -	\$ -	
2-9	Licenses and Permits	\$ -	\$ -	Licenses and Permits	\$ -	\$ -	
2-10	Highway Users Tax Funds (HUTF)	\$ -	\$ -	Highway Users Tax Funds (HUTF)	\$ -	\$ -	
2-11	Conservation Trust Funds (Lottery)	\$ -	\$ -	Conservation Trust Funds (Lottery)	\$ -	\$ -	
2-12	Community Development Block Grant	\$ -	\$ -	Community Development Block Grant	\$ -	\$ -	
2-13	Fire & Police Pension	\$ -	\$ -	Fire & Police Pension	\$ -	\$ -	
2-14	Grants	\$ -	\$ -	Grants	\$ -	\$ -	
2-15	Donations	\$ -	\$ -	Donations	\$ -	\$ -	
2-16	Charges for Sales and Services	\$ -	\$ -	Charges for Sales and Services	\$ -	\$ -	
2-17	Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -	
2-18	Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ -	\$ -	
2-19	Interest/Investment Income	\$ 83	\$ 110	Interest/Investment Income	\$ -	\$ -	
2-20	Tap Fees	\$ -	\$ -	Tap Fees	\$ -	\$ -	
2-21	Proceeds from Sale of Capital Assets	\$ -	\$ -	Proceeds from Sale of Capital Assets	\$ -	\$ -	
2-22	All Other [specify...]:	\$ -	\$ -	All Other [specify...]:	\$ -	\$ -	
2-23		\$ -	\$ -		\$ -	\$ -	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 28,882	\$ 57,707	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ -	\$ -	
Other Financing Sources				Other Financing Sources			
2-25	Debt Proceeds	\$ -	\$ -	Debt Proceeds	\$ -	\$ -	
2-26	Developer Advances	\$ -	\$ -	Developer Advances	\$ -	\$ -	
2-27	Other [specify...]:	\$ -	\$ -	Other [specify...]:	\$ -	\$ -	
2-28	Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	
2-29	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 28,882	\$ 57,707	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ -	\$ -	
						GRAND TOTALS	
							\$ 86,589

IF GRAND TOTAL REVENUES AND OTHER FINANCING SOURCES for all funds (Line 2-29) are GREATER than \$750,000 -STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at (303) 869-3000 for assistance.

PART 3 - FINANCIAL STATEMENTS - OPERATING STATEMENT - EXPENDITURES/EXPENSES

Line #		Description	Governmental Funds		Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		General Fund	Debt Service Fund	Fund*	Fund*		
Expenditures							
3-1	General Government						
3-2	Judicial						
3-3	Law Enforcement						
3-4	Fire						
3-5	Highways & Streets						
3-6	Solid Waste						
3-7	Contributions to Fire & Police Pension Assoc.						
3-8	Health						
3-9	Culture and Recreation						
3-10	Transfers to other districts						
3-11	Other (specify...):						
3-12							
3-13							
3-14	Capital Outlay						
3-15	Debt Service						
3-16	Principal (should match amount in 4-4)		25,000				
3-17	Interest		44,888				
3-18	Bond Issuance Costs						
3-19	Developer Principal Repayments						
3-20	Developer Interest Repayments						
3-21	All Other (specify...):						
3-22	Add lines 3-1 through 3-21	20,313	72,192				92,505
3-23	Interfund Transfers (In)						
3-24	Interfund Transfers Out		(15,000)				
3-25	Other Expenditures (Revenues):						
3-26							
3-27							
3-28							
3-29	(Add lines 3-23 through 3-28)						
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	15,000	(15,000)				
3-31	Fund Balance, January 1 from December 31 prior year report	(6,431)	515				
3-32	Prior Period Adjustment (MUST explain)						
3-33	Fund Balance, December 31	15,436	112,725				
	Sum of Lines 3-30, 3-31, and 3-32	9,005	113,240				
	This total should be the same as line 1-37.						

IF GRAND TOTAL EXPENDITURES for all funds (Line 3-22) are GREATER than \$750,000 - STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at (303) 859-3000 for assistance.

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.

YES NO

Please use this space to provide any explanations or comments:

4-1 Does the entity have outstanding debt?

☒

☐

4-2 Is the debt repayment schedule attached? If no, MUST explain:

☒

☐

4-3 Is the entity current in its debt service payments? If no, MUST explain:

☒

☐

4-4 Please complete the following debt schedule, if applicable: (please only include principal amounts)

	Outstanding at beginning of year*	Issued during year	Retired during year	Outstanding at year-end
General obligation bonds	\$ 665,000	\$ -	\$ 25,000	\$ 640,000
Revenue bonds	\$ -	\$ -	\$ -	\$ -
Notes/Loans	\$ -	\$ -	\$ -	\$ -
Leases	\$ -	\$ -	\$ -	\$ -
Developer Advances	\$ -	\$ -	\$ -	\$ -
Other (specify):	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 665,000	\$ -	\$ 25,000	\$ 640,000

*must agree to prior year ending balance

Please answer the following questions by marking the appropriate boxes.

YES NO

4-5 Does the entity have any authorized, but unissued, debt [Section 29-1-605(2) C.R.S.]?

☒

☐

If yes How much?

\$ 6,700,000

Date the debt was authorized:

5/6/2008

4-6 Does the entity intend to issue debt within the next calendar year?

☐

☒

If yes How much?

\$ -

4-7 Does the entity have debt that has been refinanced that it is still responsible for?

☐

☒

If yes What is the amount outstanding?

\$ -

4-8 Does the entity have any lease agreements?

☐

☒

If yes What is being leased?

What is the original date of the lease?

Number of years of lease?

Is the lease subject to annual appropriation?

\$ -

What are the annual lease payments?

\$ -

PART 5 - CASH AND INVESTMENTS

Please provide the entity's cash deposit and investment balances.

AMOUNT TOTAL

Please use this space to provide any explanations or comments:

5-1 YEAR-END Total of ALL Checking and Savings accounts

\$ 2,594

5-2 Certificates of deposit

\$ -

TOTAL CASH DEPOSITS

\$ 2,594

Investments (if investment is a mutual fund, please list underlying investments):

Colotrust

\$ 126,993

5-3

	\$ -	
	\$ -	
	\$ -	
TOTAL INVESTMENTS		\$ 126,993
TOTAL CASH AND INVESTMENTS		\$ 129,587

Please answer the following question by marking in the appropriate box

YES NO N/A

5-4 Are the entity's Investments legal in accordance with Section 24-75-601, et. seq., C.R.S.?

☒

☐

☐

5-5 Are the entity's deposits in an eligible (Public Deposit Protection Act) public depository (Section 11-10.5-101, et seq. C.R.S.)? If no, MUST explain:

☒

☐

☐

PART 6 - CAPITAL ASSETS

Please answer the following question by marking in the appropriate box

YES

NO

Please use this space to provide any explanations or comments:

6-1 Does the entity have capitalized assets?

☐
☒

6-2 Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-506, C.R.S.? If no,

☒
☐

MUST explain:

6-3

Complete the following Capital Assets table for GOVERNMENTAL FUNDS:	Balance - beginning of the year 1	Additions 2	Deletions	Year-End Balance
Land	\$ -	\$ -	\$ -	\$ -
Buildings	\$ -	\$ -	\$ -	\$ -
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ -	\$ -	\$ -	\$ -

6-4

Complete the following Capital Assets table for PROPRIETARY FUNDS:	Balance - beginning of the year*	Additions	Deletions	Year-End Balance
Land	\$ -	\$ -	\$ -	\$ -
Buildings	\$ -	\$ -	\$ -	\$ -
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ -	\$ -	\$ -	\$ -

* Must agree to prior year-end balance

Generally capital asset additions should be reported at capital outlay on line 3-14 and capitalized in accordance with the government's capitalization policy. Please explain any discrepancy

PART 7 - PENSION INFORMATION

YES

NO

Please use this space to provide any explanations or comments:

7-1 Does the entity have an "old hire" firefighters' pension plan?

☐
☒

7-2 Does the entity have a volunteer firefighters' pension plan?

☐
☒

If yes: Who administers the plan?

☐
☒

Indicate the contributions from:

Tax (property, SO, sales, etc.):

\$ -

State contribution amount:

\$ -

Other (gifts, donations, etc.):

\$ -

TOTAL

\$ -

What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?

\$ -

PART 8 - BUDGET INFORMATION

Please answer the following question by marking in the appropriate box	YES	NO	N/A	Please use this space to provide any explanations or comments:
8-1 Did the entity file a current year budget with the Department of Local Affairs, in accordance with Section 29-1-113 C.R.S.? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
8-2 Did the entity pass an appropriations resolution in accordance with Section 29-1-108 C.R.S.? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

If yes: Please indicate the amount appropriated for each fund separately for the year reported

Governmental/Proprietary Fund Name	Total Appropriations By Fund
General Fund	\$ 48,610
Debt Service fund	\$ 75,378
	\$ -
	\$ -

PART 9 - TAX PAYER'S BILL OF RIGHTS (TABOR)

Please answer the following question by marking in the appropriate box	YES	NO	Please use this space to provide any explanations or comments:
9-1 Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]? <small>Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.</small>	<input type="checkbox"/>	<input type="checkbox"/>	

PART 10 - GENERAL INFORMATION

Please answer the following question by marking in the appropriate box	YES	NO	Please use this space to provide any explanations or comments:						
10-1 Is this application for a newly formed governmental entity? If yes: Date of formation: <div style="border: 1px solid black; width: 150px; height: 30px; display: inline-block;"></div>	<input type="checkbox"/>	<input checked="" type="checkbox"/>							
10-2 Has the entity changed its name in the past or current year? If Yes: NEW name <div style="border: 1px solid black; width: 350px; height: 20px; display: inline-block;"></div> PRIOR name <div style="border: 1px solid black; width: 350px; height: 20px; display: inline-block;"></div>	<input type="checkbox"/>	<input checked="" type="checkbox"/>							
10-3 Is the entity a metropolitan district?	<input checked="" type="checkbox"/>	<input type="checkbox"/>							
10-4 Please indicate what services the entity provides: <div style="border: 1px solid black; padding: 2px;">Street Traffic, water improvements sanitation improvements stormwater drainage improvements park and recreation</div>	<input type="checkbox"/>	<input checked="" type="checkbox"/>							
10-5 Does the entity have an agreement with another government to provide services? If yes: List the name of the other governmental entity and the services provided: <div style="border: 1px solid black; width: 400px; height: 20px; display: inline-block;"></div>	<input type="checkbox"/>	<input checked="" type="checkbox"/>							
10-6 Does the entity have a certified mill levy? If yes: Please provide the number of <u>mills</u> levied for the year reported (do not enter \$ amounts):	<input checked="" type="checkbox"/>	<input type="checkbox"/>							
			<table border="1" style="width: 100%; border-collapse: collapse;"> <tbody> <tr> <td style="width: 60%;">Bond Redemption mills</td> <td style="width: 40%; text-align: right;">20.000</td> </tr> <tr> <td>General/Other mills</td> <td style="text-align: right;">10.000</td> </tr> <tr> <td>Total mills</td> <td style="text-align: right;">30.000</td> </tr> </tbody> </table>	Bond Redemption mills	20.000	General/Other mills	10.000	Total mills	30.000
Bond Redemption mills	20.000								
General/Other mills	10.000								
Total mills	30.000								

Please use this space to provide any additional explanations or comments not previously included:

OSA USE ONLY

Entity Wide:		General Fund		Governmental Funds		Notes		
Unrestricted Cash & Investments	\$	129,587	Unrestricted Fund Balance	\$	8,425	Total Tax Revenue	\$	86,396
Current Liabilities	\$	7,725	Total Fund Balance	\$	9,005	Revenue Paying Debt Service	\$	57,707
Deferred Inflow	\$	83,878	PY Fund Balance	\$	-	Total Revenue	\$	86,589
			Total Revenue	\$	28,882	Total Debt Service Principal	\$	25,000
			Total Expenditures	\$	20,313	Total Debt Service Interest	\$	44,888
			Interfund In	\$	-			
Governmental			Interfund Out	\$	15,000	Enterprise Funds		
Total Cash & Investments	\$	129,587				Net Position	\$	-
Transfers In	\$	-	Proprietary			PY Net Position	\$	-
Transfers Out	\$	-	Current Assets	\$		Government-Wide		
Property Tax	\$	80,255	Deferred Outflow	\$		Total Outstanding Debt	\$	640,000
Debt Service Principal	\$	25,000	Current Liabilities	\$		Authorized but Unissued	\$	6,700,000
Total Expenditures	\$	92,505	Deferred Inflow	\$		Year Authorized		5/6/2008
Total Developer Advances	\$	-	Cash & Investments	\$				
Total Developer Repayments	\$	-	Principal Expense	\$	-			

PART 12 - GOVERNING BODY APPROVAL

Please answer the following question by marking in the appropriate box

	YES	NO
12-1 If you plan to submit this form electronically, have you read the new Electronic Signature Policy?	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Office of the State Auditor — Local Government Division - Exemption Form Electronic Signatures Policy and Procedures

Policy - Requirements

The Office of the State Auditor Local Government Audit Division may accept an electronic submission of an application for exemption from audit that includes governing board signatures obtained through a program such as DocuSign or Echosign. Required elements and safeguards are as follows:

- The preparer of the application is responsible for obtaining board signatures that comply with the requirement in Section 29-1-604 (3), C.R.S., that states the application shall be personally reviewed, approved, and signed by a majority of the members of the governing body.
- The application must be accompanied by the signature history document created by the electronic signature software. The signature history document must show when the document was created and when the document was emailed to the various parties, and include the dates the individual board members signed the document. The signature history must also show the individuals' email addresses and IP address.
- Office of the State Auditor staff will not coordinate obtaining signatures.

The application for exemption from audit form created by our office includes a section for governing body approval. Local governing boards note their approval and submit the application through one of the following three methods:

- 1) Submit the application in hard copy via the US Mail including original signatures.
- 2) Submit the application electronically via email and either,
 - a. Include a copy of an adopted resolution that documents formal approval by the Board, or
 - b. Include electronic signatures obtained through a software program such as DocuSign or Echosign in accordance with the requirements noted above.

Below is the certification and approval of the governing body. By signing, each individual member is certifying they are a duly elected or appointed officer of the local government. Governing members may be verified. Also by signing, the individual member certifies that this Application for Exemption from Audit has been prepared consistent with Section 29-1-604, C.R.S., which states that a governmental agency with revenue and expenditures of \$750,000 or less must have an application prepared by an independent accountant with knowledge of governmental accounting, completed to the best of their knowledge and is accurate and true. Use additional pages if needed.

Print the names of ALL members of the governing body below.		A MAJORITY of the members of the governing body must complete and sign in the column below.	
1	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">Full Name</div> <div style="text-align: center;">Audrey Spaen</div>	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">I, <u>Audrey Spaen</u>, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.</div> <div style="display: flex; justify-content: space-between;"> <div style="border-bottom: 1px solid black; width: 40%;">Signed <u>Audrey Spaen</u></div> <div style="border-bottom: 1px solid black; width: 40%;">Date: <u>Jun 27, 2022</u></div> </div> <div style="border-bottom: 1px solid black; margin-top: 5px;">My term Expires: <u>May 2022</u></div>	
2	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">Full Name</div> <div style="text-align: center;">Matthew Smith</div>	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">I, <u>Matthew Smith</u>, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.</div> <div style="display: flex; justify-content: space-between;"> <div style="border-bottom: 1px solid black; width: 40%;">Signed <u>Matthew D. Smith</u></div> <div style="border-bottom: 1px solid black; width: 40%;">Date: <u>Jun 28, 2022</u></div> </div> <div style="border-bottom: 1px solid black; margin-top: 5px;">My term Expires: <u>May 2022</u></div>	
3	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">Full Name</div>	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.</div> <div style="display: flex; justify-content: space-between;"> <div style="border-bottom: 1px solid black; width: 40%;">Signed _____</div> <div style="border-bottom: 1px solid black; width: 40%;">Date: _____</div> </div> <div style="border-bottom: 1px solid black; margin-top: 5px;">My term Expires: _____</div>	
4	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">Full Name</div>	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.</div> <div style="display: flex; justify-content: space-between;"> <div style="border-bottom: 1px solid black; width: 40%;">Signed _____</div> <div style="border-bottom: 1px solid black; width: 40%;">Date: _____</div> </div> <div style="border-bottom: 1px solid black; margin-top: 5px;">My term Expires: _____</div>	
5	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">Full Name</div>	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.</div> <div style="display: flex; justify-content: space-between;"> <div style="border-bottom: 1px solid black; width: 40%;">Signed _____</div> <div style="border-bottom: 1px solid black; width: 40%;">Date: _____</div> </div> <div style="border-bottom: 1px solid black; margin-top: 5px;">My term Expires: _____</div>	
6	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">Full Name</div>	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.</div> <div style="display: flex; justify-content: space-between;"> <div style="border-bottom: 1px solid black; width: 40%;">Signed _____</div> <div style="border-bottom: 1px solid black; width: 40%;">Date: _____</div> </div> <div style="border-bottom: 1px solid black; margin-top: 5px;">My term Expires: _____</div>	
7	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">Full Name</div>	<div style="border-bottom: 1px solid black; margin-bottom: 5px;">I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.</div> <div style="display: flex; justify-content: space-between;"> <div style="border-bottom: 1px solid black; width: 40%;">Signed _____</div> <div style="border-bottom: 1px solid black; width: 40%;">Date: _____</div> </div> <div style="border-bottom: 1px solid black; margin-top: 5px;">My term Expires: _____</div>	