

JORDAN CROSSING METROPOLITAN DISTRICT

141 Union Boulevard, Suite 150
Lakewood, Colorado 80228-1898
Tel: (303) 987-0835
Fax: (303) 987-2032

NOTICE OF REGULAR MEETING AND AGENDA

<u>Board of Directors:</u>	<u>Office:</u>	<u>Term/Expiration:</u>
Thomas J. Brinkman II	President	2022/May 2022
Scott Marshall	Treasurer	2022/May 2022
James E. Marshall	Assistant Secretary	2022/May 2022
M. Alberta Saran		2023/May 2023
D. Shawn Creed		2023/May 2023
Ann E. Finn	Secretary	

DATE: June 9, 2020

TIME: 3:00 p.m.

Due to Executive Order D 2020 044 Safer at Home issued by Governor Polis on April 26, 2020, and Public Health Order 20-28 implementing the Executive Order, issued by the Colorado Department of Health and Environment (CDPHE) on April 26, 2020, this meeting will be held via teleconferencing and can be joined through the directions below:

CONFERENCE CALL NUMBER: 1-877-261-8991
PASSCODE: 6168588

I. ADMINISTRATIVE MATTERS

A. Present Disclosures of Potential Conflicts of Interest.

B. Approve Agenda, confirm location of the meeting and posting of meeting notices and designate 24 hour posting location.

C. Discuss results of the cancelled May 5, 2020 Regular Directors' Election (enclosure).

D. Consider appointment of Officers:

President _____

Treasurer _____

Secretary _____

Asst. Secretary _____

Asst. Secretary _____

Asst. Secretary _____

- E. Review and approve the Minutes of the October 8, 2019 Regular Meeting (enclosure).
-

- F. Consider authorizing all interested Board Members (and guest) to attend the 2020 SDA Conference in Keystone on September 23, 24 and 25, 2020.
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II. PUBLIC COMMENTS

- A. Members of the public may express their views to the Board on matters that affect the District. Comments will be limited to three (3) minutes.
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III. FINANCIAL MATTERS

- A. Review and ratify approval of payment of claims for the period September 1, 2019 through May 31, 2020 for the total amount of \$159,141.74 (enclosure):
-

- B. Review and accept unaudited financial statements through the period ending May 31, 2020 (enclosure).
-

- 1. Discuss payment of Director fees.

- 2. Discuss signers of the bank accounts.

- 3. Discuss approval process for accounts payable.

- C. Review and consider approval of 2019 (draft audit – enclosed) Audit and authorize execution of Representations Letter (enclosure).
-

- D. Ratify appointment of the District Accountant to prepare the 2021 Budget and set the date for a Public Hearing to adopt the 2021 Budget for October 13, 2020, at 3:00 p.m., to be held at Colorado Escrow and Title, 10851 South Crossroads Drive, Suite B, Parker, Colorado 80134.
-

IV. LEGAL MATTERS

A. _____

V. OTHER MATTERS

A. _____

VI. ADJOURNMENT **THE NEXT REGULAR MEETING IS SCHEDULED FOR
OCTOBER 13, 2020 – BUDGET HEARING**

NOTICE OF CANCELLATION
and
CERTIFIED STATEMENT OF RESULTS
§1-13.5-513(6), 32-1-104, 1-11-103(3) C.R.S.

NOTICE IS HEREBY GIVEN by the Jordan Crossing Metropolitan District, Douglas County, Colorado, that at the close of business on the sixty-third day before the election, there were not more candidates for director than offices to be filled, including candidates filing affidavits of intent to be write-in candidates; therefore, the election to be held on May 5, 2020 is hereby canceled pursuant to section 1-13.5-513(6) C.R.S.

The following candidates are declared elected for the following terms of office:

<u>Name</u>	<u>Term</u>
D. Shaun Creed	Second Regular Election, May 2023
Mary Saran	Second Regular Election, May 2023

/s/ Ann Finn
(Designated Election Official)

Contact Person for the District:	Ann Finn
Telephone Number of the District:	303-987-0835
Address of the District:	141 Union Boulevard, Suite 150, Lakewood, CO 80228
District Facsimile Number:	303-987-2032
District Email:	afinn@sdmsi.com

RECORD OF PROCEEDINGS

MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE JORDAN CROSSING METROPOLITAN DISTRICT HELD OCTOBER 8, 2019

A Regular Meeting of the Board of Directors of the Jordan Crossing Metropolitan District (referred to hereafter as "Board") was convened on Tuesday, the 8th day of October, 2019, at 3:00 p.m., at the Parker Library, 20105 East Mainstreet, Parker, Colorado 80138. The meeting was open to the public.

ATTENDANCE

Directors In Attendance Were:

Thomas J. Brinkman II
James E. Marshall
Shelley Marshall

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the absences of Lisa Brinkman and Scott Marshall were excused.

Also In Attendance Were:

Ann E. Finn; Special District Management Services, Inc.

MaryAnn McGeady, Esq. and Christopher Brummitt, Esq.; McGeady Becher P.C.

Eric Weaver; Marchetti & Weaver, LLC

DISCLOSURE OF POTENTIAL CONFLICTS OF INTEREST

Disclosure of Potential Conflicts of Interest: The Board discussed the requirements pursuant to the Colorado Revised Statutes to disclose any potential conflicts of interest or potential breaches of fiduciary duty to the Board of Directors and to the Secretary of State.

It was noted that a quorum was present and Attorney McGeady requested members of the Board to disclose any potential conflicts of interest with regard to any matters scheduled for discussion at this meeting, and incorporated for the record those applicable disclosures made by the Board members prior to this meeting in accordance with the statute. Attorney McGeady noted that Directors' Disclosure Statements have been filed for all Directors by the statutory deadline. No additional conflicts were disclosed at the meeting.

RECORD OF PROCEEDINGS

ADMINISTRATIVE MATTERS

Agenda: Ms. Finn distributed for the Board's review and approval a proposed Agenda for the District's Regular Meeting.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Agenda was approved, as amended.

Approval of Meeting Location: The Board entered into a discussion regarding the requirements of Section 32-1-903(1), C.R.S., concerning the location of the District's Board meeting.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board determined that because there was not a suitable or convenient location within its boundaries to conduct this meeting, it was determined to conduct the meeting at the above-stated location. The Board further noted that notice of time, date and location was duly posted and that they have not received any objections to the location or any requests that the meeting place be changed by taxpaying electors within its boundaries.

Designation of 24-Hour Posting Location: The Board entered into discussion regarding posting locations for Regular Meeting notices.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board determined that notices of meetings of the District Board required pursuant to Section 24-6-402(2)(c), C.R.S., shall be posted within the boundaries of the District at least 24 hours prior to each meeting at the intersection of Jordan Road and Alpine Aster Drive, Parker, Colorado.

Minutes: The Board reviewed the Minutes of the October 25, 2018 and December 21, 2018 Special Meetings.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Minutes of the October 25, 2018 and December 21, 2018 Special Meetings were approved.

§32-1-809 C.R.S. reporting requirements, mode of eligible elector notification: Ms. Finn discussed with the Board §32-1-809, C.R.S. reporting requirements and mode of eligible elector notification.

RECORD OF PROCEEDINGS

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board determined to post the required district transparency notice on the SDA Website.

New Legislation Concerning Requirements for Posting Meeting Notices: Attorney McGeady reviewed with the Board a Memorandum concerning Legislative changes to the Public Meeting Notice requirements.

Resolution Establishing Regular Meeting Dates, Time and Location, Establishing District Website and Designating Location for Posting of 24-Hour Notices: The Board discussed Resolution No. 2019-10-01; Resolution Establishing Regular Meeting Dates, Time and Location, Establishing District Website and Designating Location for Posting of 24- Hour Notices.

The Board determined to meet at 3:00 p.m. on June 9, 2020 and October 13, 2020 at Colorado Escrow and Title, 10851 South Crossroads Drive, Suite B, Parker, Colorado 80134.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board adopted Resolution No. 2019-10-01; Resolution Establishing Regular Meeting Dates, Times and Location, Establishing District Website and Designating Location for Posting of 24-Hour Notices. A copy of the resolution is attached hereto and incorporated herein.

Eligible Governmental Entity (“EGE”) Agreement Between the Statewide Internet Portal Authority of the State of Colorado (“SIPA”) and the District: The Board reviewed the EGE Agreement between SIPA and the District.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board approved the EGE Agreement between SIPA and the District for the creation of an expanded District website, and directed that two years of District information (agendas, minutes, budgets, audits) be posted on the website.

PUBLIC COMMENT There were no public comments.

RECORD OF PROCEEDINGS

FINANCIAL MATTERS

Claims: The Board considered ratifying the approval of the payment of claims as follows:

Fund	Period Ending Nov. 14, 2018	Period Ending Dec. 13, 2018	Period Ending Dec., 2018 – Aug. 31, 2019
General	\$ 2,393.26	\$ 6,713.25	\$ 21,920.86
Debt	\$ 3,000.00	\$ -0-	\$ 33,880.80
Capital	\$ -0-	\$ -0-	\$ -0-
Total	\$ 5,393.26	\$ 6,713.25	\$ 55,801.66

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board ratified the approval of the payment of claims, as presented.

Claims Policy: The Board entered into discussion regarding establishing a new procedure for approving claims between Board meetings.

Following discussion, upon motion duly made by Director Brinkman, seconded by Director Shelly Marshall and, upon vote, unanimously carried, the Board adopted the new approval process for approving claims between Board meetings. It was determined all claims will be sent to all Directors for review prior to payment. Directors will have five (5) days to review and respond. If no response is received by staff, claims will only need to be approved by two designated Directors for payment.

Unaudited Financial Statements / Schedule of Cash Position: Mr. Weaver reviewed with the Board the unaudited financial statements dated August 31, 2019, and the schedule of cash position dated August 31, 2019.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board accepted the unaudited financial statements dated August 31, 2019, and the schedule of cash position dated August 31, 2019, as presented.

2018 Audit: The Board reviewed the 2018 Audit.

Following review and discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board ratified the approval of the 2018 Audit and the authorization of execution of the Representations Letter.

2019 Audit: The Board reviewed the engagement letter from Dazzio & Associates, PC to perform the 2019 Audit.

RECORD OF PROCEEDINGS

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board approved the engagement of Dazzio & Associates, PC to perform the 2019 Audit, for an amount not to exceed \$5,000.

2019 Budget Amendment Hearing: The President opened the public hearing to consider a Resolution to Amend the 2019 Budget and discuss related issues.

It was noted that publication of Notice stating that the Board would consider adoption of a Resolution to Amend the 2019 Budget and the date, time and place of the public hearing was made in a newspaper having general circulation within the District. No written objections were received prior to this public hearing. No public comments were received, and the public hearing was closed.

Following review and discussion, the Board determined that a 2019 Budget Amendment was not needed.

2020 Budget: The President opened the public hearing to consider the proposed 2020 Budget and discuss related issues.

It was noted that publication of Notice stating that the Board would consider adoption of the 2020 Budget and the date, time and place of the public hearing was made in a newspaper having general circulation within the District. No written objections were received prior to this public hearing. No public comments were received, and the public hearing was closed.

Mr. Weaver reviewed the estimated 2019 expenditures and the proposed 2020 expenditures with the Board.

Following discussion, the Board considered the adoption of Resolution No. 2019-10-02 to Adopt the 2020 Budget and Appropriate Sums of Money and Resolution No. 2019-10-03 to Set Mill Levies, (for the General Fund at 28.178 mills and the Debt Service Fund at 19.500 mills, for a total mill levy of 47.678 mills). Upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Resolutions were adopted and execution of the Certification of Budget and Certification of Mill Levies was authorized, subject to receipt of final Certification of Assessed Valuation from the County on or before December 10, 2019, and further subject to confirmation of the mill levy calculations among staff, the District Accountant, and District Counsel. Ms. Finn was authorized to transmit the Certification of Mill Levies to the Board of County Commissioners of Douglas County and the Division of Local Government, not later than December 15, 2019. Ms. Finn was also authorized to transmit the Certification of Budget to the

RECORD OF PROCEEDINGS

Division of Local Government not later than January 30, 2020. Copies of the adopted Resolutions are attached to these minutes and incorporated herein by this reference.

Resolution Regarding Adjustment of the District Mill Levy: Following review and discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board adopted Resolution No. 2019-10-05, Resolution of the Board of Directors of Jordan Crossing Metropolitan District Authorizing the Adjustment of the District Mill Levy in Accordance with the Colorado Constitution, Article X, Section 3. A copy of the adopted Resolution is attached to these minutes and incorporated herein by this reference.

DLG-70 Mill Levy Certification: Ms. Finn discussed with the Board the DLG-70 Mill Levy Certification form.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the Board authorized the District Accountant to prepare and sign the DLG-70 mill levy certification form, for certification to the Board of County Commissioners and other interested parties.

Preparation of the 2021 Budget: The Board discussed preparation of the 2021 Budget.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall, and upon vote, unanimously carried, the Board appointed the District Accountant to prepare the 2021 Budget, and directed that the form of the 2021 budget be the same as the 2020 budget, unless directed otherwise by a Board Member.

LEGAL MATTERS

Resolution Calling a Regular Election for Directors on May 5, 2020, appointing the Designated Election Official (“DEO”), and authorizing the DEO to perform all tasks required for the conduct of a mail ballot election:

Attorney McGeady presented to the Board a Resolution Calling a Regular Election for Directors on May 5, 2020, appointing the Designated Election Official (“DEO”), and authorizing the DEO to perform all tasks required for the conduct of a mail ballot election. It was noted that Self-Nomination forms are due by February 28, 2020.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the

RECORD OF PROCEEDINGS

Board adopted Resolution No. 2019-10-04; Resolution Calling a Regular Election for Directors on May 5, 2020, appointing the Designated Election Official (“DEO”), and authorizing the DEO to perform all tasks required for the conduct of a mail ballot election.

McGeady Becher District Records Retention: Attorney McGeady reviewed with the Board the update to the McGeady Becher P.C. District Document Retention Policy.

Following discussion, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall, and upon vote, unanimously carried, the Board approved the update and directed a copy of the approved updated McGeady Becher P.C. District Document Retention Policy (“Policy”) be attached to the minutes of this meeting. Accordingly, a copy of the Policy is attached hereto and incorporated herein by reference.

OTHER MATTERS

There were no other matters to discuss at this time.

ADJOURNMENT

There being no further business to come before the Board at this time, upon motion duly made by Director Thomas Brinkman, seconded by Director Shelley Marshall and, upon vote, unanimously carried, the meeting was adjourned.

Respectfully submitted,

By: _____
Secretary for the Meeting

RESOLUTION NO. 2019 – 10 - 01

**RESOLUTION OF THE BOARD OF DIRECTORS OF
THE JORDAN CROSSING METROPOLITAN DISTRICT
ESTABLISHING REGULAR MEETING DATES, TIME, AND LOCATION,
ESTABLISHING DISTRICT WEBSITE AND
DESIGNATING LOCATION FOR POSTING OF 24-HOUR NOTICES**

A. Pursuant to Section 32-1-903, C.R.S., special districts are required to designate a schedule for regular meetings, indicating the dates, time and location of said meetings.

B. Pursuant to Section 24-6-402(2)(c)(I), C.R.S., special districts are required to designate annually at the board of directors of the district's first regular meeting of each calendar year, the public place at which notice of the date, time and location of regular and special meetings ("**Notice of Meeting**") will be physically posted at least 24 hours prior to each meeting ("**Designated Public Place**"). A special district is deemed to have given full and timely notice of a regular or special meeting if it posts its Notice of Meeting at the Designated Public Place at least 24 hours prior to the meeting.

C. Pursuant to Section 24-6-402(2)(c)(III), C.R.S., special districts are relieved of the requirement to post the Notice of Meeting at the Designated Public Place, and are deemed to have given full and timely notice of a public meeting, if a special district posts the Notice of Meeting online at a public website of the special district ("**District Website**") at least 24 hours prior to each regular and special meeting

D. Pursuant to Section 24-6-402(2)(c)(III), C.R.S., if a special district is unable to post a Notice of Meeting on the District Website at least 24 hours prior to the meeting due to exigent or emergency circumstances, then it must physically post the Notice of Meeting at the Designated Public Place at least 24 hours prior to the meeting.

E. Pursuant to Section 32-1-903, C.R.S., all special and regular meetings of the board shall be held at locations which are within the boundaries of the district or which are within the boundaries of any county in which the district is located, in whole or in part, or in any county so long as the meeting location does not exceed twenty (20) miles from the district boundaries unless such provision is waived.

F. The provisions of Section 32-1-903, C.R.S., may be waived if: (1) the proposed change of location of a meeting of the board appears on the agenda of a regular or special meeting; and (2) a resolution is adopted by the board stating the reason for which a meeting is to be held in a location other than under Section 32-1-903(1), C.R.S., and further stating the date, time and place of such meeting.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Jordan Crossing Metropolitan District (the "**District**"), Douglas County, Colorado:

1. That the provisions of Section 32-1-903(1), C.R.S., be waived pursuant to the adoption of this Resolution.

2. That the Board of Directors (the “**District Board**”) has determined that conducting regular and special meetings pursuant to Section 32-1-903(1), C.R.S., would be inconvenient and costly for the directors and consultants of the District in that they live and/or work outside of the twenty (20) mile radius requirement.

3. That regular meetings of the District Board for the year 2020 shall be held on June 9, 2019 and October 13, 2019 at 3:00 p.m., at Colorado Escrow and Title, 10851 S. Crossroads Drive, Suite B, Parker, CO 80134.

4. That special meetings of the District Board shall be held as often as the needs of the District require, upon notice to each director.

5. That, until circumstances change, and a future resolution of the District Board so designates, the location of all special and regular meetings of the District Board shall appear on the agenda(s) of said special and regular meetings.

6. That the residents and taxpaying electors of the District shall be given an opportunity to object to the meeting(s) location(s), and any such objections shall be considered by the District Board in setting future meetings.

7. That the District Board authorizes establishment of a District Website, if such District Website does not already exist, in order to provide full and timely notice of regular and special meetings of the District Board online pursuant to the provisions of Section 24-6-402(2)(c)(III), C.R.S.

8. That, if the District has established a District Website, the Notice of Meeting of the District Board shall be posted on the District Website at least 24 hours prior to each regular and special meeting pursuant to Section 24-6-402(2)(c)(III), C.R.S. and Section 32-1-903(2), C.R.S.

9. That, if the District has not yet established a District Website or is unable to post the Notice of Meeting on the District Website at least 24 hours prior to each meeting due to exigent or emergency circumstances, the Notice of Meeting shall be posted within the boundaries of the District at least 24 hours prior to each meeting, pursuant to Section 24-6-402(2)(c)(I) and (III), C.R.S., at the following Designated Public Place:

(a) Intersection of Jordan Road and Alpine Aster Drive

10. Special District Management Services, Inc., or her designee, is hereby appointed to post the above-referenced notices.

[SIGNATURE PAGE FOLLOWS]

[SIGNATURE PAGE TO RESOLUTION ESTABLISHING REGULAR MEETING DATES, TIME, AND LOCATION, [ESTABLISHING DISTRICT WEBSITE] AND DESIGNATING LOCATION FOR 24-HOUR NOTICES]

RESOLUTION APPROVED AND ADOPTED on OCT 8th, 2019.

JORDAN CROSSING METROPOLITAN DISTRICT

By: Thomas J. Bunker II
President

Attest:

ATT
Secretary

RESOLUTION NO. 2019 - 10 - 00
A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE JORDAN CROSSING METROPOLITAN DISTRICT
TO ADOPT THE 2020 BUDGET AND APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the Jordan Crossing Metropolitan District ("District") has appointed the District Accountant to prepare and submit a proposed 2020 budget to the Board at the proper time; and

WHEREAS, the District Accountant has submitted a proposed budget to this Board on or before October 15, 2019, for its consideration; and

WHEREAS, 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 8, 2019, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, 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; and

WHEREAS, 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.

WHEREAS, the Board of Directors of the District has made provisions therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget; and

WHEREAS, 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, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of the District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Jordan Crossing Metropolitan District:

1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Jordan Crossing Metropolitan District for the 2020 fiscal year.
2. That the budget, as 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. That 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.

ADOPTED this 8th day of October, 2019.



A handwritten signature in blue ink, consisting of stylized initials and a surname.

Secretary

EXHIBIT A
(Budget)

JORDAN CROSSING METROPOLITAN DISTRICT

2020 Budget Message

Introduction

The District was formed in 2006 for the purpose of providing design, financing, acquisition, and construction, of certain infrastructure improvements including water, streets, sanitary sewer, and park and recreation. These improvements have been dedicated to the Town of Parker, Douglas County, or such other entities as appropriate for the use and benefit of the District taxpayers and service users.

The 2020 budget was prepared in accordance with the Local Government Budget Law of Colorado. The budget reflects the projected spending plan for the 2020 fiscal year based on available revenues. This budget provides for the annual debt service on the District's general obligation debt as well as the general operation of the District. The District's Service Plan limited the debt service mill levy the District could impose until such time as the District's debt-to-assessed value ratio was equal to or less than 50%. The District's debt service mill levy cap was removed in 2016 because, at that time, the District's debt-to-assessed value ratio was 50% or less.

The District's assessed value increased 14.9% to \$3,389,120 for 2020 collections. The District certified 47.827 mills for taxes collected in the 2020 fiscal year with 19.500 mills dedicated to the Debt Service Fund and 28.178 mills dedicated to the General Fund.

Budgetary Basis of Accounting

The District uses funds to budget and report on the financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions. The various funds determine the total District budget. All of the District's funds are considered Governmental Funds and are reported using the current financial resources and the modified accrual basis of accounting. Revenues are recognized when they are measurable and available. Revenues are considered available when they are collectible within 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. Expenditures, other than the interest on long-term obligations, are recorded when the liability is incurred or the long-term obligation paid.

Fund Summaries

The **General Fund** is used to account for resources traditionally associated with government such as property taxes, specific ownership tax and expenditures which include district administration, legal services, and other expenses related to statutory operations of a local government, as well as repayments of developer advances.

The **Debt Service Fund** is used to account for property taxes and other revenues dedicated to pay the fiscal year's debt expense which includes principal payments, interest payments, and administrative costs associated with the 2016 Series General Obligation Refunding and Improvement Bonds.

Emergency Reserve

As required by the TABOR amendment to the Colorado Constitution, the District has provided for an Emergency Reserve in the amount of 3% of the total fiscal year revenues in the General Fund.

Jordan Crossing Metropolitan District
Statement of Net Position
August 31, 2019

	General Fund	Debt Service	Fixed Assets & LTD	TOTAL
ASSETS				
CASH				
FirstBank Checking	3,454			3,454
ColoTrust	119,959			119,959
UMB-Bond Fund		46		46
Inter-Fund Balances	(34,622)	34,622		-
TOTAL CASH	88,791	34,668	-	123,458
OTHER CURRENT ASSETS				
Due From County Treasurer	-	-		-
Property Taxes Receivable	1,780	1,018		2,798
Prepaid Expenses	-			-
TOTAL OTHER CURRENT ASSETS	1,780	1,018	-	2,798
FIXED ASSETS				
Landscaping			120,000	120,000
Parks Equipment			31,000	31,000
Accumulated Depreciation			(27,900)	(27,900)
TOTAL FIXED ASSETS	-	-	123,100	123,100
TOTAL ASSETS	90,570	35,686	123,100	249,356
LIABILITIES & DEFERED INFLOWS				
CURRENT LIABILITIES				
Accounts Payable	5,107			5,107
TOTAL CURRENT LIABILITIES	5,107	-	-	5,107
DEFERRED INFLOWS				
Deferred Property Taxes	1,780	1,018		2,798
TOTAL DEFERRED INFLOWS	1,780	1,018	-	2,798
LONG-TERM LIABILITIES				
Bonds Payable-Series 2016			1,395,000	1,395,000
Bond Premium, Net			68,721	68,721
Developer Payable- Ops			-	-
Developer Payable- Cap			223,845	223,845
Accrued Interest- Bonds			5,645	5,645
Accrued Interest- Dev Adv- Ops			35,162	35,162
Accrued Interest- Dev Adv- Cap			32,018	32,018
TOTAL LONG-TERM LIABILITIES	-	-	1,760,392	1,760,392
TOTAL LIAB & DEF INFLOWS	6,887	1,018	1,760,392	1,768,296
NET POSITION				
Net Investment in Capital Assets			123,100	123,100
Amount to be Provided for Debt			(1,760,392)	(1,760,392)
Fund Balance- Restricted	2,942	34,668		37,610
Fund Balance- Unassigned	80,741			80,741
TOTAL NET POSITION	83,683	34,668	(1,637,292)	(1,518,940)

No assurance is provided on these financial statements;

Jordan Crossing Metropolitan District
 Statement of Revenues, Expenditures, & Changes in Fund Balance
 Modified Accrual Basis For the Period Indicated

Print Date: 12/28/19

Modified Accrual Basis

	2018		2019		2019		YTD Thru		YTD Thru		2020	Notes/Assumptions
	Audited Actual	Adopted Budget	Variance Favorable (Unfavor)	Adopted Budget	Forecast	08/31/19 Actual	08/31/19 Budget	Variance Favorable (Unfavor)	Adopted Budget			
PROPERTY TAXES												
Assessed Valuation	2,986,740	2,950,140							3,389,120		3,389,120	November Final Valuation
Mill Levy Breakdown:												
Mill Levy - Operations	32,864	30,075							28,178		28,178	Total, less debt levy
Mill Levy - Debt	14,397	17,200							19,500		19,500	Amt to balance debt svc fund
Total	47,261	47,275							47,678		47,678	35 mills gallagherized
Property Tax Revenue - Operations	98,156	88,725							95,499		95,499	AV * Mill Levy / 1,000
Property Tax Revenue - Debt	43,000	50,742							66,088		66,088	AV * Mill Levy / 1,000
Total	141,156	139,468							161,586		161,586	
COMBINED FUNDS												
REVENUE												
Property Taxes	141,157	139,468	(0)		139,467	136,670	138,073	(1,403)	161,586		161,586	AV * Mill Levy / 1,000
Specific Ownership Taxes	14,927	14,000	-		14,000	7,837	8,167	(330)	14,400		14,400	9% of Taxes
Interest	2,344	2,200	(300)		1,900	1,226	1,467	(240)	1,900		1,900	Based on 2019
TOTAL REVENUE	158,428	155,668	(300)		155,367	145,733	147,707	(1,973)	177,886		177,886	
EXPENDITURES												
Administration	40,370	47,476	10,604		36,872	19,840	33,360	12,589	51,842		51,842	All Non-Debt Repayment Costs
Developer Repayments	75,000	63,000	(2,000)		65,000	-	-	-	65,000		65,000	See General Fund Detail
Bond Principal & Interest	67,738	67,738	-		67,738	33,869	33,869	931	67,738		67,738	See Debt Service Fund
TOTAL EXPENDITURES	183,107	178,213	8,604		169,610	53,709	67,229	13,520	184,579		184,579	
CHANGE IN FUND BALANCE	(24,679)	(22,545)	8,303		(14,242)	92,024	80,477	11,547	(6,693)		(6,693)	
BEGINNING FUND BALANCE	51,006	27,434	(1,107)		26,327	26,327	27,434	(1,107)	12,085		12,085	
ENDING FUND BALANCE	26,327	4,889	7,196		12,085	118,351	107,912	10,439	5,392		5,392	
COMPONENTS OF FUND BALANCE												
Nonspendable		4,305	(105)		4,200				4,410		4,410	Prepaid Insurance
TABOR Emergency Reserve	1,680	0	2,980		2,980	2,942	956	1,987	-		-	Budgeted as an Expense
Restricted For Debt Service	16,584	0	1,088		1,088	34,668	34,554	114	0		0	Per Debt Service Fund
Unassigned/ Other	8,063	583	3,234		3,817	80,741	72,402	8,339	982		982	Per General Fund
TOTAL ENDING FUND BALANCE	26,327	4,889	7,196		12,085	118,351	107,912	10,439	5,392		5,392	

Jordan Crossing Metropolitan District
Statement of Revenues, Expenditures, & Changes In Fund Balance
Modified Accrual Basis For the Period Indicated

Print Date: 12/28/19

Modified Accrual Basis

GENERAL FUND

	2018 Audited Actual	2019		2019 Forecast	YTD Thru 08/31/19 Actual	YTD Thru 08/31/19 Budget	Variance Favorable (Unfavor)	2020 Adopted Budget	Notes/Assumptions
		Adopted Budget	Variance Favorable (Unfavor)						
REVENUE									
1-510 Property Taxes	98,156	88,725	(0)	88,725	86,946	87,838	(892)	95,499	AV * Mill Levy / 1,000
1-515 Specific Ownership Taxes	10,380	9,000	-	9,000	4,985	5,250	(265)	8,600	9% of Taxes
1-560 Interest Income	1,858	1,600	-	1,600	1,092	1,067	25	1,600	Based on 2019
TOTAL REVENUE	110,395	99,325	(0)	99,325	93,023	94,155	(1,132)	105,699	
EXPENDITURES									
Administration									
1-612 Accounting	12,570	10,000	-	10,000	4,712	6,667	1,954	10,000	Based on 2019 Forecast
1-614 District Management	8,128	8,000	-	8,000	3,732	5,333	1,601	8,000	Based on 2019 Forecast
1-615 Audit	4,378	5,000	600	4,400	4,400	5,000	600	5,000	Based on 2019 Forecast
1-635 Election	813	-	-	-	-	-	-	1,000	Assume Canceled
1-670 Insurance & SDA Dues	3,753	4,100	60	4,040	4,040	4,100	60	4,200	Based on 2019 Forecast
1-675 Legal	5,285	10,000	5,000	5,000	726	6,667	5,941	10,000	Based on 2019 Budget
1-685 Miscellaneous Expense	286	900	600	300	167	600	433	500	Based on 2019 Forecast
1-700 Treasurer's Fees	1,473	1,331	0	1,331	1,305	1,318	13	1,432	1.5% of property taxes
1-795 Emergencies		2,980	2,980	-		1,987	1,987	3,171	3% of Revenues
Contingency								3,000	Unforeseen Needs
Total Administration	36,686	42,311	9,240	33,071	19,082	31,671	12,589	46,303	
Debt Service									
1-710 Developer Repayment- Ops Principal	37,522	-	-	-	-	-	-	-	Pay off in 2018
1-711 Developer Repayment- Cap Principal	37,478	63,000	(2,000)	65,000	-	-	-	65,000	Use all available funds
1-712 Developer Repayment- Ops Interest		-	-	-	-	-	-	-	Principal paid first
1-713 Developer Repayment- Cap Interest		-	-	-	-	-	-	-	Principal paid first
Total Debt Service	75,000	63,000	(2,000)	65,000	-	-	-	65,000	
TOTAL EXPENDITURES	111,686	105,311	7,240	98,071	19,082	31,671	12,589	111,303	
REVENUE OVER / (UNDER) EXP	(1,291)	(5,985)	7,239	1,254	73,941	62,484	11,456	(5,605)	
OTHER SOURCES / (USES)									
Transfer to Debt Service	-	-	-	-	-	-	-	-	
TOTAL OTHER SOURCES / (USES)	-	-	-	-	-	-	-	-	
CHANGE IN FUND BALANCE	(1,291)	(5,985)	7,239	1,254	73,941	62,484	11,456	(5,605)	
BEGINNING FUND BALANCE	11,034	10,874	(1,131)	9,743	9,743	10,874	(1,131)	10,997	
ENDING FUND BALANCE	9,743	4,888	6,109	10,997	83,683	73,358	10,326	5,392	
COMPONENTS OF FUND BALANCE:									
Nonspendable	3,688	4,305	(105)	4,200	-	-	-	4,410	Prepaid Insurance
Restricted for Emergencies	3,312	0	2,980	2,980	2,980	2,980	-	-	Budgeted as an Expense
Unassigned	2,743	583	3,234	3,817	80,703	80,703	982	982	
TOTAL FUND BALANCE	9,743	4,888	6,109	10,997	83,683	-	-	5,392	

Jordan Crossing Metropolitan District
Statement of Revenues, Expenditures, & Changes in Fund Balance
Modified Accrual Basis For the Period Indicated

Print Date: 12/28/19

Modified Accrual Basis

	2018		2019		2019 Forecast	YTD Thru 08/31/19		YTD Thru 08/31/19		2020 Adopted Budget	Notes/Assumptions
	Audited Actual	Adopted Budget	Variance Favorable (Unfavor)	Adopted Budget		Actual	Budget	Favorable (Unfavor)	Budget		
DEBT SERVICE FUND											
REVENUE											
2-510	43,000	50,742	-	50,742	49,725	50,235	(510)	66,088	AV * Mill Levy / 1,000		
2-515	4,547	5,000	-	5,000	2,851	2,917	(66)	5,800	9% of Taxes		
2-560	486	600	(300)	300	135	400	(265)	300	Based on 2019		
	48,034	56,342	(300)	56,042	52,710	53,552	(841)	72,188			
EXPENDITURES											
2-607	-	-	-	-	-	-	-	-			
2-608	67,738	67,738	-	67,738	33,869	33,869	0	67,738	Per Amortization Schedule		
2-668	3,000	3,000	-	3,000	-	-	-	3,000	Per Amortization Schedule		
2-685	39	-	(40)	40	12	-	(12)	50			
2-700	645	761	-	761	746	754	7	991	1.5% of property taxes		
2-795		1,404	1,404	-		936	936	1,497			
	71,422	72,903	1,364	71,539	34,627	35,558	931	73,276			
CHANGE IN FUND BALANCE											
	(23,388)	(16,560)	1,064	(15,496)	18,083	17,993	90	(1,088)			
BEGINNING FUND BALANCE											
	39,972	16,561	24	16,584	16,584	16,561	24	1,088			
ENDING FUND BALANCE											
	16,584	0	1,088	1,088	34,668	34,554	114	0			

2016 Loan Balance- Beginning of Year = 1,395,000
 Assessed Valuation = 2,986,740
 Debt to Assessed Ratio = 46.71%
 Mill levy cap released once below 50% = 2,950,140
 = 47.29%
 = 1,395,000
 = 3,389,120
 = 41.16%

I, Ann E. Finn, hereby certify that I am the duly appointed Secretary of the Jordan Crossing Metropolitan District, and that the foregoing is a true and correct copy of the budget for the budget year 2020, duly adopted at a meeting of the Board of Directors of the Jordan Crossing Metropolitan District held on October 8, 2019.

By:  _____
Secretary

RESOLUTION NO. 2019 - 10 - 03
A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE JORDAN CROSSING METROPOLITAN DISTRICT
TO SET MILL LEVIES

WHEREAS, the Board of Directors of the Jordan Crossing Metropolitan District ("District") has adopted the 2020 annual budget in accordance with the Local Government Budget Law on October 8, 2019; and

WHEREAS, the adopted budget is attached to the Resolution of the Board of Directors to Adopt the 2020 Budget and Appropriate Sums of Money, and such budget is incorporated herein by this reference; and

WHEREAS, the amount of money necessary to balance the budget for general fund expenses from property tax revenue is identified in the budget; and

WHEREAS, the amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is identified in the budget; and

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Jordan Crossing Metropolitan District:

1. That for the purposes of meeting all general fund expenses of the District during the 2020 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 purposes of meeting all debt service fund expenses of the District during the 2020 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 the District Accountant of the District is hereby authorized and directed to immediately certify to the County Commissioners of Douglas County, Colorado, the mill levies for the District as set forth in the District's Certification of Tax Levies (attached hereto as **EXHIBIT A** 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.

ADOPTED this 8th day of October, 2019.



Secretary

EXHIBIT A
(Certification of Tax Levies)

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Douglas County, Colorado.

On behalf of the Jordan Crossing Metropolitan District

(taxing entity)^A

the Board of Directors

(governing body)^B

of the Jordan Crossing Metropolitan District

(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of:

\$ 3,389,120

(Gross^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of:

\$ 3,389,120

(NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

USE VALUE FROM FINAL CERTIFICATION OF VALUATION PROVIDED BY ASSESSOR NO LATER THAN DECEMBER 10

Submitted: 12/6/2019
(not later than Dec 15) (mm/dd/yyyy)

for budget/fiscal year 2020
(yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>28.178</u> mills	\$ <u>95,498.62</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	<u>0.000</u> mills	\$ <u>-</u>
SUBTOTAL FOR GENERAL OPERATING:	<u>28.178</u> mills	<u>\$ 95,498.62</u>
3. General Obligation Bonds and Interest ^J	<u>19.500</u> mills	\$ <u>66,087.84</u>
4. Contractual Obligations ^K	<u>0.000</u> mills	\$ <u>-</u>
5. Capital Expenditures ^L	<u>0.000</u> mills	\$ <u>-</u>
6. Refunds/Abatements ^M	<u>0.000</u> mills	\$ <u>-</u>
7. Other ^N (specify): _____	<u>0.000</u> mills	\$ <u>-</u>
	<u>0.000</u> mills	\$ <u>-</u>
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>47.678</u> mills	<u>\$ 161,586.46</u>

Contact person: Eric Weaver
(print)

Daytime phone: (970) 926-6060 x 6

Signed: 

Title: District Accountant

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S. with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, Colorado 80203. Questions? Call DLG (303) 864-7720.

¹ If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.

² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's FINAL certification of valuation).

CERTIFICATION OF TAX LEVIES, continued

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-603 C.R.S.). Taxing entities that are Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenue to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-603, 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: \$1,395,000 General Obligation Refunding and Improvement Bonds
Series: 2016
Date of Issue: October 25, 2016
Coupon rate: 3.375% - 5.250%
Maturity Date: December 1, 2046
Levy: 19.500
Revenue: \$66,087.84

- 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.

RESOLUTION NO. 2019-10-____

**A RESOLUTION OF THE BOARD OF DIRECTORS OF
JORDAN CROSSING METROPOLITAN DISTRICT
CALLING A REGULAR ELECTION FOR DIRECTORS
ON MAY 5, 2020**

A. The terms of the offices of Directors Lisa S. Brinkman and Shelley D. Marshall shall expire upon the election of their successors at the regular election, to be held on May 5, 2020 (“**Election**”), and upon such successors taking office.

B. In accordance with the provisions of the Special District Act (“**Act**”) and the Uniform Election Code (“**Code**”), the Election must be conducted to elect two (2) Directors to serve until the second regular election, to occur May 2, 2023.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Jordan Crossing Metropolitan District of the Town of Parker, Douglas County, Colorado (the “**District**”):

1. Date and Time of Election. The Election shall be held on May 5, 2020, between the hours of 7:00 a.m. and 7:00 p.m. pursuant to and in accordance with the Act, Code, and other applicable laws. At that time, two (2) Directors shall be elected to serve until the second regular election, to occur May 2, 2023.

2. Precinct. The District shall consist of one (1) election precinct for the convenience of the eligible electors of the District.

3. Conduct of Election. The Election shall be conducted as an independent mail ballot election in accordance with all relevant provisions of the Code. The Designated Election Official shall have on file, no later than fifty-five (55) days prior to the Election, a plan for conducting the independent mail ballot Election.

4. Designated Election Official. Ann E. Finn shall be the Designated Election Official and is hereby authorized and directed to proceed with any action necessary or appropriate to effectuate the provisions of this Resolution and of the Act, Code or other applicable laws. The Election shall be conducted in accordance with the Act, Code and other applicable laws. Among other matters, the Designated Election Official shall appoint election judges as necessary, arrange for the required notices of election (either by mail or publication) and printing of ballots, and direct that all other appropriate actions be accomplished.

5. Mail-in Ballot Applications. NOTICE IS FURTHER GIVEN, pursuant to Section 1-8-104, C.R.S., that applications for and return of mail-in ballots may be filed with the Designated Election Official of the District, at 141 Union Blvd., Suite 150, Lakewood, Colorado 80228, between the hours of 8:00 a.m. and 5:00 p.m., until the close of business on the Friday immediately preceding the Election (May 1, 2020), except that if the applicant wishes to receive the mail-in ballot by mail, the application shall be filed no later than the close of business on the seventh (7th) day before the Election (April 28, 2020).

6. Self-Nomination and Acceptance Forms. Self-nomination and acceptance forms are available at the office of the Designated Election Official located at the above address. All candidates must file a self-nomination and acceptance form with the Designated Election Official no later than 3:00 p.m. on February 28, 2020.

7. Cancellation of Election. If the only matter before the electors is the election of Directors of the District and if, at 5:00 p.m. on March 3, 2020, there are not more candidates than offices to be filled at the Election, including candidates timely filing affidavits of intent, the Designated Election Official shall cancel the Election and declare the candidates elected. Notice of such cancellation shall be published and posted in accordance with law.

8. Severability. If any part or provision of this Resolution is adjudged to be unenforceable or invalid, such judgment shall not affect, impair or invalidate the remaining provisions of this Resolution, it being the Board of Director's intention that the various provisions hereof are severable.

9. Repealer. All acts, orders and resolutions, or parts thereof, of the Board of Directors which are inconsistent or in conflict with this Resolution are hereby repealed to the extent only of such inconsistency or conflict.

10. Effective Date. The provisions of this Resolution shall take effect as of the date adopted and approved by the Board of Directors of the District.

[SIGNATURE PAGE FOLLOWS]

[SIGNATURE PAGE TO RESOLUTION
CALLING A REGULAR ELECTION FOR DIRECTORS ON MAY 5, 2020]

RESOLUTION APPROVED AND ADOPTED on October 8, 2019.

**JORDAN CROSSING METROPOLITAN
DISTRICT**

By: Thomas J. Basile
President

Attest:

AT
Secretary

RECORD OF PROCEEDINGS

McGeady Becher P.C. Document Retention Policy

Types of Documents

In representing you we will or may take possession of, create, and/or keep various types of documents. These consist of documents you provide to us, documents which constitute the District's official public record, and internal documents we create to assist us in providing services to you.

Documents You Provide to Us

It is our policy to copy and return original documents you provide to us as soon as practicable. Exceptions to this policy are original documents which should be kept as part of the District's official public record, instances where we must have an original document to represent you, or cases where we have affirmatively agreed retain a document for safekeeping.

The District's Record

As a part our engagement, we will maintain the District's official public Record (the "**Record**"). The Record is a highly useful and detailed compilation of documents reflecting the official actions of the District and serves multiple functions. First, it collects those documents which the public is entitled to inspect and copy under various state and federal public records and freedom of information statutes. Second, it organizes the records of the District – such as its contracts, land and title records, and easements - in a manner which is useful in conducting the ongoing business of the District. Third, the Record helps expedite the District's annual audit process. Fourth, in the event you should change legal counsel or employ in-house counsel, the Record will enable that counsel to understand the status and assume representation of the District with maximum efficiency.

The Record includes the District's organizational documents, fully executed agreements which are still in effect, rules, regulations, resolutions adopted by the District, official minutes books, meeting notices, agendas, insurance policies, District maps, election records, bond documents, audit documents, and many more. A comprehensive list of documents comprising the Record is available from us at any time upon request.

Creating and maintaining the Record is an important and complex task, and you agree to pay our actual costs and hourly fees associated with doing this.

Supplemental Documents

All other documents created in course of representing you are referred to as Supplemental Documents. These include our notes, drafts, memoranda, worksheets, electronic communications, and other electronic documents stored in various media or file servers.

Documents We Retain

Except as provided in this Document Retention Policy or an amendment thereto, we will keep the Record and any original documents accepted by us for safekeeping so long as we represent you.

RECORD OF PROCEEDINGS

Delivery of the Record

Once a matter is concluded or our representation terminated, we deliver the original, printed Record, together with any original documents we have accepted for safekeeping, to you or the District's designee, provided our fees and costs have been paid in full. If you do not designate someone to receive these records, we will deliver them to a then-current officer or director of the District. If we are unable to deliver these documents because of your failure to designate a recipient, we may retain, destroy, or otherwise dispose of them in a manner which assures their continued confidentiality within thirty (30) days following the conclusion of a matter or the termination of our representation.

We will also confidentially destroy the Record of any District in our possession if a final order of dissolution of the District is entered.

All other documents, including all Supplemental Documents, are routinely, periodically, confidentially, and permanently purged by us once they are no longer useful to us in providing services to you.

Jordan Crossing Metropolitan District
 Payment of Claims
 May 31, 2020

GENERAL FUND PAYMENTS TO BE RATIFIED

<u>Payee</u>	<u>Description</u>	<u>Amount</u>
Colorado Community Media	Advertising Budgets & Elections	\$66.28
CO Special Dist Property & Liability Pool	Workers Compensation	\$395.00
	Liability Insurance	\$2,565.00
First Bank	Bank Fees - Oct-May	\$110.00
Marchetti & Weaver, LLC	Accounting - August	\$172.69
	Accounting - September	\$523.22
	Accounting - October	\$1,395.50
	Accounting - November	\$405.56
	Accounting - December	\$1,177.92
	Accounting - January	\$488.89
	Accounting - February	\$1,954.82
	Accounting - March	\$564.22
McGeady Becher, P.C	Legal - August	\$178.34
	Legal - September	\$525.20
	Legal - October	\$2,173.42
	Legal - November	\$237.50
	Legal - December	\$104.16
	Legal - January	\$840.88
	Legal - February	\$126.70
	Legal - March	\$586.01
RLI Surety	Director Bonds	\$250.00
Special District Association	2020 Dues	\$476.63
Special District Management Services, Inc	District Management - September	\$550.80
	District Management - October	\$2,035.35
	District Management - November	\$392.20
	District Management - December	\$612.36
	District Management - January	\$1,198.14
	District Management - February	\$2,273.45
	District Management - March	\$1,174.66
	District Management - April	\$2,074.36
T Charles Wilson Insurance	Insurance	\$775.00
TOTAL GENERAL FUND PAYMENTS TO BE RATIFIED & APPROVED		<u>\$26,404.26</u>

DEBT SERVICE PAYMENTS TO BE RATIFIED

<u>Date of Invoice</u>	<u>Amount</u>	<u>Payee</u>
P & S Investments	Developer Reimbursement	\$65,000.00
UMB Bank N.A.	Bond Interest	\$67,737.48
TOTAL DEBT SERVICE PAYMENTS TO BE RATIFIED & APPROVED		<u>67,737.48</u>
TOTAL TO BE RATIFIED & APPROVED		<u>\$159,141.74</u>

**Jordan Crossing Metropolitan District
Statement of Net Position
May 31, 2020**

	General Fund	Debt Service	Fixed Assets & LTD	TOTAL
ASSETS				
CASH				
FirstBank Checking	1,558			1,558
ColoTrust	48,408	10,498		58,906
UMB-Bond Fund		50		50
TOTAL CASH	49,966	10,547	-	60,513
OTHER CURRENT ASSETS				
Due From County Treasurer	-	-		-
Property Taxes Receivable	42,314	29,282		71,596
Prepaid Expenses	-			-
TOTAL OTHER CURRENT ASSETS	42,314	29,282	-	71,596
FIXED ASSETS				
Landscaping			120,000	120,000
Parks Equipment			31,000	31,000
Accumulated Depreciation			(31,000)	(31,000)
TOTAL FIXED ASSETS	-		120,000	120,000
TOTAL ASSETS	92,279	39,830	120,000	252,109
LIABILITIES & DEFERED INFLOWS				
CURRENT LIABILITIES				
Accounts Payable	4,610			4,610
TOTAL CURRENT LIABILITIES	4,610	-	-	4,610
DEFERRED INFLOWS				
Deferred Property Taxes	42,314	29,282		71,596
TOTAL DEFERRED INFLOWS	42,314	29,282	-	71,596
LONG-TERM LIABILITIES				
Bonds Payable-Series 2016			1,395,000	1,395,000
Bond Premium, Net			65,266	65,266
Developer Payablee- Ops			-	-
Developer Payable- Cap			158,845	158,845
Accrued Interest- Bonds			5,645	5,645
Accrued Interest- Dev Adv- Ops			35,162	35,162
Accrued Interest- Dev Adv- Cap			45,859	45,859
TOTAL LONG-TERM LIABILITIES	-		1,705,777	1,705,777
TOTAL LIAB & DEF INFLOWS	46,924	29,282	1,705,777	1,781,983
NET POSITION				
Net Investment in Capital Assets			120,000	120,000
Amount to be Provided for Debt			(1,705,777)	(1,705,777)
Fund Balance- Restricted	3,214	10,547		13,762
Fund Balance- Unassigned	42,141			42,141
TOTAL NET POSITION	45,355	10,547	(1,585,777)	(1,529,874)

Jordan Crossing Metropolitan District
Statement of Revenues, Expenditures, & Changes In Fund Balance
Modified Accrual Basis For the Period Indicated

Print Date: 06/02/20

Modified Accrual Basis

	2019 Prelim Actual	2020 Adopted Budget	Variance Favorable (Unfavor)	2020 Forecast	YTD Thru 05/31/20 Actual	YTD Thru 05/31/20 Budget	Variance Favorable (Unfavor)	2021 Preliminary Budget	Notes/Assumptions
PROPERTY TAXES									
Assessed Valuation	2,950,140	3,389,120		3,389,120	3,389,120			3,389,120	Assume no change in valuation
Mill Levy Breakdown:									
Mill Levy - Operations	30.075	28.178		28.178	28.178			22.178	Total, less debt levy
Mill Levy - Debt	17.200	19.500		19.500	19.500			25.500	Amt to balance debt svc fund
Total	47.275	47.678		47.678	47.678			47.678	35 mills gallagherized
Property Tax Revenue - Operations	88,725	95,499		95,499	95,499			75,164	AV * Mill Levy / 1,000
Property Tax Revenue - Debt	50,742	66,088		66,088	66,088			86,423	AV * Mill Levy / 1,000
Total	139,468	161,586		161,586	161,586			161,586	
COMBINED FUNDS									
REVENUE									
Property Taxes	139,468	161,586	0	161,587	89,991	121,190	(31,199)	161,586	AV * Mill Levy / 1,000
Specific Ownership Taxes	13,989	14,400	-	14,400	4,105	4,800	(695)	14,500	9% of Taxes
Interest	2,003	1,900	-	1,900	261	792	(531)	1,300	Reduced Interest Rates
TOTAL REVENUE	155,459	177,886	0	177,887	94,357	126,782	(32,425)	177,386	
EXPENDITURES									
Administration	34,713	51,842	5,656	46,186	18,921	20,859	1,102	51,002	All Non-Debt Repayment Costs
Developer Repayments	65,000	65,000	5,000	60,000	-	-	-	40,000	See General Fund Detail
Bond Principal & Interest	67,738	67,738	-	67,738	33,869	33,869	836	87,738	See Debt Service Fund
TOTAL EXPENDITURES	167,450	184,579	10,656	173,923	52,790	54,727	1,938	178,739	
CHANGE IN FUND BALANCE	(11,991)	(6,693)	10,656	3,964	41,567	72,054	(30,487)	(1,353)	
BEGINNING FUND BALANCE	26,327	12,085	2,251	14,336	14,336	12,085	2,251	18,299	
ENDING FUND BALANCE	14,336	5,392	12,907	18,299	55,903	84,139	(28,236)	16,947	
	=	=	=	=	=	=	=	=	

Jordan Crossing Metropolitan District
Statement of Revenues, Expenditures, & Changes In Fund Balance
Modified Accrual Basis For the Period Indicated

Print Date: 06/02/20

Modified Accrual Basis

		2019 Prelim Actual	2020 Adopted Budget	Variance Favorable (Unfavor)	2020 Forecast	YTD Thru 05/31/20 Actual	YTD Thru 05/31/20 Budget	Variance Favorable (Unfavor)	2021 Preliminary Budget	Notes/Assumptions
GENERAL FUND										
REVENUE										
1-510	Property Taxes	88,726	95,499	0	95,499	53,185	71,624	(18,439)	75,164	AV * Mill Levy / 1,000
1-515	Specific Ownership Taxes	8,899	8,600	-	8,600	2,426	2,867	(441)	6,800	9% of Taxes
1-560	Interest Income	1,522	1,600	-	1,600	161	667	(505)	1,000	Reduced Interest Rates
TOTAL REVENUE		99,147	105,699	0	105,699	55,773	75,157	(19,385)	82,964	
EXPENDITURES										
Administration										
1-612	Accounting	8,499	10,000	-	10,000	3,758	4,167	409	10,000	Based on 2020 Forecast
1-614	District Management	7,323	8,000	(4,000)	12,000	7,173	3,333	(3,839)	8,000	Based on 2020 Forecast
1-615	Audit	4,400	5,000	-	5,000	-	-	-	5,000	Based on 2020 Forecast
1-635	Election	-	1,000	-	1,000	768	1,000	232	-	No Election in 2021
1-670	Insurance & SDA Dues	4,290	4,200	(12)	4,212	4,212	4,200	(12)	4,200	Based on 2020 Forecast
1-675	Legal	4,683	10,000	2,000	8,000	1,554	4,167	2,613	10,000	Based on 2020 Forecast
1-685	Miscellaneous Expense	410	500	-	500	107	208	102	500	Based on 2020 Forecast
1-700	Treasurer's Fees	1,332	1,432	-	1,432	798	1,074	277	1,127	1.5% of property taxes
1-795	Emergencies	-	3,171	3,171	-	-	1,321	1,321	2,489	3% of Revenues
	Contingency	-	3,000	3,000	-	-	-	-	3,000	Unforeseen Needs
Total Administration		30,938	46,303	4,159	42,144	18,369	19,471	1,102	44,316	
Debt Service										
1-710	Developer Repayment- Ops Principal	-	-	-	-	-	-	-	-	Paid off in 2018
1-711	Developer Repayment- Cap Principal	65,000	65,000	5,000	60,000	-	-	-	40,000	Use all available funds
1-712	Developer Repayment- Ops Interest	-	-	-	-	-	-	-	-	Principal paid first
1-713	Developer Repayment- Cap Interest	-	-	-	-	-	-	-	-	Principal paid first
Total Debt Service		65,000	65,000	5,000	60,000	-	-	-	40,000	
TOTAL EXPENDITURES		95,938	111,303	9,159	102,144	18,369	19,471	1,102	84,316	
REVENUE OVER / (UNDER) EXP		3,209	(5,605)	9,159	3,555	37,404	55,687	(18,283)	(1,353)	
OTHER SOURCES / (USES)										
1-894	Transfer to Debt Service	(5,000)	-	-	-	-	-	-	-	
TOTAL OTHER SOURCES / (USES)		(5,000)	-	-	-	-	-	-	-	
CHANGE IN FUND BALANCE		(1,791)	(5,605)	9,159	3,555	37,404	55,687	(18,283)	(1,353)	
1-450	BEGINNING FUND BALANCE	9,743	10,997	(3,045)	7,952	7,952	10,997	(3,045)	11,506	
ENDING FUND BALANCE		7,952	5,392	6,114	11,506	45,355	66,684	(21,328)	10,154	

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Jordan Crossing Metropolitan District
Statement of Revenues, Expenditures, & Changes In Fund Balance
Modified Accrual Basis For the Period Indicated

Print Date: 06/02/20

Modified Accrual Basis

	2019 Prelim Actual	2020 Adopted Budget	Variance Favorable (Unfavor)	2020 Forecast	YTD Thru 05/31/20 Actual	YTD Thru 05/31/20 Budget	Variance Favorable (Unfavor)	2021 Preliminary Budget	Notes/Assumptions	
DEBT SERVICE FUND										
REVENUE										
2-510	Property Taxes	50,742	66,088	-	66,088	36,806	49,566	(12,760)	86,423	AV * Mill Levy / 1,000
2-515	Specific Ownership Taxes	5,089	5,800	-	5,800	1,679	1,933	(254)	7,700	9% of Taxes
2-560	Interest Income	480	300	-	300	99	125	(26)	300	Reduced Interest Rates
TOTAL REVENUE		56,312	72,188	-	72,188	38,584	51,624	(13,040)	94,423	
EXPENDITURES										
2-607	Bond Principal- 2016	-	-	-	-	-	-	-	20,000	Per Amortization Schedule
2-608	Bond Interest- 2016	67,738	67,738	-	67,738	33,869	33,869	0	67,738	Per Amortization Schedule
2-668	Paying Agent Fees	3,000	3,000	-	3,000	-	-	-	3,000	Based on 2020 Forecast
2-685	Bank Fees / Misc Expense	12	50	-	50	0	21	21	-	
2-700	Treasurer's Fees	762	991	-	991	552	743	191	1,296	1.5% of property taxes
2-795	Contingency	-	1,497	1,497	-	-	624	624	2,389	
TOTAL EXPENDITURES		71,512	73,276	1,497	71,779	34,421	35,257	836	94,423	
REVENUES LESS EXPENDITURES		(15,200)	(1,088)	1,497	409	4,163	16,367	(12,204)	(0)	
OTHER SOURCES (USES) OF FUNDS										
2-894	Transfer from General Fund	5,000	-	-	-	-	-	-	-	
TOTAL OTHER SOURCES (USES)		5,000	-	-	-	-	-	-	-	
CHANGE IN FUND BALANCE		(10,200)	(1,088)	1,497	409	4,163	16,367	(12,204)	(0)	
2-450	BEGINNING FUND BALANCE	16,584	1,088	5,296	6,384	6,384	1,088	5,296	6,793	
ENDING FUND BALANCE		6,384	0	6,793	6,793	10,547	17,455	(6,908)	6,793	
2016 Loan Balance- Beginning of Year		= 1,395,000	=	=	1,395,000	=	=	=	1,395,000	
Assessed Valuation		2,950,140			3,389,120				3,389,120	
Debt to Assessed Ratio		47.29%			41.16%				41.16%	
<i>Mill levy cap released once below 50%</i>										

**JORDAN CROSSING
METROPOLITAN
DISTRICT**

Financial Statements

December 31, 2019

JORDAN CROSSING METROPOLITAN DISTRICT

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Dazzio & Associates, PC

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Jordan Crossing Metropolitan District
Douglas County, Colorado

We have audited the accompanying financial statements of the governmental activities and each major fund of the Jordan Crossing Metropolitan District as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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• Member American Institute of Certified Public Accountants • Member Colorado Society of Certified Public Accountants •

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Jordan Crossing Metropolitan District, as of December 31, 2019, and the respective changes in financial position and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America requires 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 opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Jordan Crossing Metropolitan District's basic financial statements. The budget to actual schedule for the Debt Service Fund (Supplementary Information), the Schedule of Debt Service Requirements to Maturity, the Summary of Assessed Valuation, Mill Levy and Property Taxes Collected and the Continuing Disclosure Annual Financial Information as required by the General Obligation Refunding and Improvement Bonds, Series 2016 (Other Information), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Supplementary Information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Other Information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

June 1, 2020

BASIC FINANCIAL STATEMENTS

JORDAN CROSSING METROPOLITAN DISTRICT

STATEMENT OF NET POSITION

December 31, 2019

	Governmental Activities
Assets	
Cash	\$ 17,006
Cash - Restricted	5,923
Receivable from County Treasurer	1,268
Property Taxes Receivable	161,587
Prepaid Expense	395
Capital Assets Not Being Depreciated	120,000
Total Assets	306,179
Liabilities	
Accounts Payable	10,256
Accrued Interest Payable	5,645
Noncurrent Liabilities:	
Due In More Than One Year	1,700,132
Total Liabilities	1,716,033
Deferred Inflows of Resources	
Deferred Property Taxes	161,587
Net Position	
Net Investment In Capital Assets	31,607
Restricted	
Emergencies	2,980
Debt Service	739
Unrestricted	(1,606,767)
Total Net Position	\$ (1,571,441)

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

JORDAN CROSSING METROPOLITAN DISTRICT

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2019

<u>Function/Program Activities</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges</u>	<u>Operating</u>	<u>Capital</u>	<u>Revenue and</u>
		<u>for Services</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Changes in</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Net Position</u>
					<u>Governmental</u>
					<u>Activities</u>
Governmental Activities					
Administration	\$ 34,037	\$ -	\$ -	\$ -	\$ (34,037)
Interest and Related Costs on Long-term Debt	81,897	-	-	-	(81,897)
Total Governmental Activities	\$ 115,934	\$ -	\$ -	\$ -	(115,934)
			General Revenues:		
			Property Taxes		139,468
			Specific Ownership Taxes		13,988
			Unrestricted Investment Earnings		2,003
			Changes In Net Position		39,525
			Net Position - Beginning		(1,610,966)
			Net Position - Ending		<u>\$ (1,571,441)</u>

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

JORDAN CROSSING METROPOLITAN DISTRICT

**BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2019**

	General	Debt Service	Total
Assets			
Cash	\$ 17,006	\$ -	\$ 17,006
Cash - Restricted	-	5,923	5,923
Receivable from County Treasurer	807	461	1,268
Property Taxes Receivable	95,499	66,088	161,587
Prepaid Expenditures	395	-	395
Total Assets	\$ 113,707	\$ 72,472	\$ 186,179
Liabilities			
Accounts Payable	\$ 10,256	\$ -	\$ 10,256
Deferred Inflows of Resources			
Deferred Property Taxes	95,499	66,088	161,587
Fund Balances			
Nonspendable			
Prepaid Expenses	395	-	395
Restricted			
Emergencies	2,980	-	2,980
Debt Service	-	6,384	6,384
Assigned for Subsequent Year's Expenditures	4,577	-	4,577
Total Fund Balances	7,952	6,384	14,336
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 113,707	\$ 72,472	\$ 186,179

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

JORDAN CROSSING METROPOLITAN DISTRICT

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION**

December 31, 2019

Total Fund Balances - Governmental Funds	\$	14,336
--	----	--------

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Those assets consist of:

Capital Assets Not Being Depreciated		120,000
--------------------------------------	--	---------

Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net position.

Balances at year end are:

General Obligation Bonds Payable	\$ (1,395,000)	
Bond Premium	(65,267)	
Accrued Interest Payable	(5,645)	
Developer Advance - Operations - Accrued Interest	(35,162)	
Developer Advance - Capital	(158,845)	
Developer Advance - Capital - Accrued Interest	(45,858)	
	(1,705,777)	(1,705,777)

Net Position - Governmental Activities	\$	<u><u>(1,571,441)</u></u>
--	----	---------------------------

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

JORDAN CROSSING METROPOLITAN DISTRICT

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

For the Year Ended December 31, 2019

	<u>General</u>	<u>Debt Service</u>	<u>Total</u>
Revenues			
Property Taxes	\$ 88,726	\$ 50,742	\$ 139,468
Specific Ownership Tax	8,899	5,089	13,988
Net investment income	1,522	481	2,003
Total Revenues	<u>99,147</u>	<u>56,312</u>	<u>155,459</u>
Expenditures			
Current			
Management	7,323	-	7,323
Accounting	8,499	-	8,499
Audit	4,400	-	4,400
Insurance and Dues	4,290	-	4,290
Legal	4,683	-	4,683
Treasurer's Fees	1,332	762	2,094
Miscellaneous	410	12	422
Developer Advance Repayment	65,000	-	65,000
Debt Service			
2016 Bond Interest	-	67,738	67,738
Paying Agent Fees	-	3,000	3,000
Total Expenditures	<u>95,937</u>	<u>71,512</u>	<u>167,449</u>
Excess Revenues Over (Under)			
Expenditures	<u>3,210</u>	<u>(15,200)</u>	<u>(11,990)</u>
Other Financing Sources (Uses)			
Transfer In	-	5,000	5,000
Transfers Out	(5,000)	-	(5,000)
Total Other Financing Sources (Uses)	<u>(5,000)</u>	<u>5,000</u>	<u>-</u>
Net Change in Fund Balances	<u>(1,790)</u>	<u>(10,200)</u>	<u>(11,990)</u>
Fund Balances - Beginning	<u>9,742</u>	<u>16,584</u>	<u>26,326</u>
Fund Balances - Ending	<u>\$ 7,952</u>	<u>\$ 6,384</u>	<u>\$ 14,336</u>

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

JORDAN CROSSING 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, 2019

Net Change in Fund Balances - Total Governmental Funds		\$ (11,990)
--	--	-------------

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Depreciation expense		(3,100)
----------------------	--	---------

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 net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Repayment to Developer - Capital	\$ 65,000	
Developer Advance - Capital - Accrued Interest	(13,840)	51,160

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

Amortization of bond premium	3,455	3,455

Change in Net Position - Governmental Activities		\$ <u>39,525</u>
--	--	------------------

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

JORDAN CROSSING METROPOLITAN DISTRICT

GENERAL FUND

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

For the Year Ended December 31, 2019

(With Comparative Totals for the Year Ended December 31, 2018)

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)	2018 Actual
Revenues				
Property Taxes	\$ 88,725	\$ 88,726	\$ 1	\$ 98,156
Specific Ownership Tax	9,000	8,899	(101)	10,380
Net investment income	1,600	1,522	(78)	1,858
Total Revenues	99,325	99,147	(178)	110,394
Expenditures				
Current				
Management	8,000	7,323	677	8,128
Accounting	10,000	8,499	1,501	12,570
Audit	5,000	4,400	600	4,378
Election	-	-	-	813
Insurance and Dues	4,100	4,290	(190)	3,753
Legal	10,000	4,683	5,317	5,285
Treasurer's Fees	1,331	1,332	(1)	1,473
Miscellaneous	900	410	490	286
Emergency Reserve	2,980	-	2,980	-
Developer Advance Repayment	63,000	65,000	(2,000)	75,000
Total Expenditures	105,311	95,937	9,374	111,686
Excess Revenues Over (Under)				
Expenditures	(5,986)	3,210	9,196	(1,292)
Other Financing Sources (Uses)				
Transfers Out	-	(5,000)	(5,000)	
Net Change in Fund Balance	(5,986)	(1,790)	4,196	(1,292)
Fund Balance - Beginning	10,874	9,742	(1,132)	11,034
Fund Balance - Ending	\$ 4,888	\$ 7,952	\$ 3,064	\$ 9,742

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

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

Note 1 – Definition of Reporting Entity

The Jordan Crossing Metropolitan District (the “District”), was originally organized by recorded Order and Decree of the District Court for the County of Douglas on May 25, 2006 and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes).

The District operates under a Service Plan approved by the Town of Parker (the “Town”) on March 20, 2006. The District’s service boundaries are located entirely within the Town.

Pursuant to the Service Plan, the District has the power to provide for the design, acquisition, construction, installation, relocating, redeveloping and financing of certain water, sanitation, storm water, street, parks and landscaping. Except for some landscaping improvements, the District has transferred much of the public improvements to the Town or other appropriate entities for ownership and operations and maintenance.

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

The District follows the Governmental Accounting Standards Board (GASB) accounting pronouncements, which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set 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 District is not financially accountable to any other organization, nor is the District a component unit of any other primary governmental entity.

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

Note 2 – Summary of Significant Accounting Policies

The more significant accounting policies of the District are described as follows:

Government-Wide and Fund Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These financial statements include all of the activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are normally supported by property taxes and intergovernmental revenues.

The statement of net position reports all financial and capital resources of the District. The difference between the assets and deferred outflows of resources and 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 expenses of a given function or segment is offset by program revenue. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenue* 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 revenue are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported in 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*. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. Depreciation, if any, is computed and recorded as an operating expense. Expenditures for property and equipment are shown as increases in assets and redemption of bonds and notes are recorded as a reduction in liabilities.

Governmental fund financial statements are reported using the current *financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

pay liabilities of the current period. For this purpose, the District considers revenue to be available if they are collected within 60 days of the end of the current fiscal period. The major source of revenue susceptible to accrual are developer advances. All other revenue items are considered to be measurable and available only when cash is received by the District. Expenditures other than interest on long-term obligations are recorded when the liability is incurred or the long-term obligation is due.

The District reports the following major governmental funds:

General Fund – This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund - This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of the governmental funds.

Budgets

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. The District 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.

Pooled Cash and Investments

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 single bank account. 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 and investments.

Cash and investments are presented on the balance sheet in the basic financial statements at fair value.

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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Restricted Assets

Certain assets whose use is restricted for bonded debt service by debt indentures are segregated on the government-wide statement of net position and the fund balance sheet.

Property Taxes

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 or if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are 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 inflow of resources in the year they are levied and measurable. The property tax revenues are recorded as revenue in the year they are available or collected.

Capital Assets

Capital assets, which include property and equipment, are reported in the government-wide financial statements. Capital assets defined by the District as assets include improvements to buildings and equipment with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of 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 asset are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed 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.

It is the policy of the Town to accept the maintenance responsibility for streets and drainage facilities within the Town only after a probationary period following completion of construction. Upon final acceptance of the improvements by the Town, the District will remove the cost of

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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construction from its Statement of Net Position. The District will retain the landscaping of the common areas containing park equipment. The parks equipment will be depreciated using a straight-line method over the following estimated useful lives:

Parks equipment 10 years

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net 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 until then.

In addition to liabilities, the statement of net position and the governmental funds balance sheet 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. Accordingly, one item, unavailable revenue – property tax, is reported in both the government-wide statement of net position and the governmental funds balance sheet. This amount is deferred and recognized as inflow of resources in the period that the amounts become available.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Bonds payable are reported net of the applicable bond premiums and discounts. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method and charged to interest expense.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Issuance costs, even if withheld from the actual new proceeds received, are reported as debt services expenditures, in both the government-wide statements and fund financial statements.

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

Net Position and Fund Equity

Net Position

The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted net position is subject to restrictions by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provision or enabling legislation.

Unrestricted net position represents assets that do not have any third-party limitations on their use.

For government -wide presentation purposes, when both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

Fund Balances

Generally, the fund balance represents the difference between the current assets and current liabilities. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned and unassigned. Due to circumstances which differ amongst governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

Nonspendable fund balance – The portion of fund balance that cannot be spent because it is either not in spendable form (such as *prepaid amounts*) or legally or contractually required to be maintained intact.

Restricted fund balance – The portion of fund balances that is constrained to be used for a specific purpose by external parties (such as bondholders), constitutional provisions or enabling legislation.

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

Committed fund balance – The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by 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 – The portion of fund balance that is constrained by the government’s intent to be used for specific purposes but is neither restricted nor committed. Intent is expressed by the Board of Directors to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

Unassigned fund balance – The residual portion of fund balance that does not meet any of the criteria described above.

If more than one classification of fund balance is available for use when an expenditure is incurred, it is the District’s policy to use the most restrictive classification first.

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.

Note 3 – Cash and Investments

Cash and investments as of December 31, 2019 are classified in the accompanying financial statements as follows:

Statement of Net Position:

Cash and Investments	\$	17,006
Cash and Investments - Restricted		5,923
Total Cash and Investments	\$	<u>22,929</u>

Cash and investments as of December 31, 2019 consist of the following:

Deposits with Financial Institutions	\$	3,380
Investments		19,549
Total Cash and Investments	\$	<u>22,929</u>

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

Cash Deposits

Custodial credit risk

Custodial risk for deposits is the risk that, in the event of a failure of a depository financial institution, the District will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The Colorado Public Deposit Protection Act (PDPA) governs the investment of public funds. 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 (\$250,000) 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 for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits. The institution's internal records identify the collateral by depositor and as such, these deposits are considered to be uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. At December 31, 2019, the District's deposits amounting to \$3,380 were insured by federal depository insurance and consequently were not exposed to custodial credit risk.

Investments

The District has adopted an investment policy by which it follows state statutes regarding investments.

The District generally limits its concentration of investments to obligations of the United States, certain U.S. government agency securities and Local Government Investment Pools, which are believed to have minimal credit risk; minimal interest rate risk and no foreign currency risk. Additionally, the District is not subject to concentration risk disclosure requirements or subject to investment custodial credit risk for investments that are in the possession of another party.

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Directors, such actions are generally associated with a debt service reserve or sinking fund requirements.

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest which include:

- Obligations of the United States, certain U.S. government agency securities and securities of the World Bank
- General obligation and revenue bonds of US local government entities
- Certain certificates of participation
- Certain securities lending agreements
- Bankers' acceptances of certain banks
- Commercial paper
- Written repurchase agreements and certain reverse repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

At December 31, 2019, the District had the following investments:

<u>Investment</u>	<u>Maturity</u>	<u>Amount</u>
Colorado Government Liquid Asset Trust (COLOTRUST)	Weighted Average under 60 Days	\$ 19,500
Colorado Surplus Asset Fund Trust (CSAFE)	Weighted Average under 60 Days	49
		<u>\$ 19,549</u>

COLOTRUST

The District invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities 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 any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

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owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's. COLOTRUST records its investments at fair value and the District records its investment in COLOTRUST using the net asset value method. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

CSAFE

The District invested in the Colorado Surplus Asset Fund Trust (CSAFE) (the Trust), which is an investment vehicle established by state statute for local government entities to pool surplus assets. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust is similar to a money market fund, with each share valued at \$1.00. CSAFE may invest in U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain money market funds and highest rated commercial paper. A designated custodial bank serves as custodian for CSAFE's portfolio pursuant to a custodian agreement. The custodian acts as safekeeping agent for CSAFE's investment portfolio and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by CSAFE. CSAFE is rated AAAM by Standard & Poor's. CSAFE records its investments at amortized cost and the District records its investments in CSAFE using the amortized cost method. There are no unrefunded commitments, the redemption frequency is daily and there is no redemption notice period.

Note 4 – Capital Assets

An analysis of the changes in capital assets for the year ended December 31, 2019 follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Parks, Landscaping	\$ 120,000	\$ -	\$ -	\$ 120,000
Capital Assets Being Depreciated:				
Parks Equipment	31,000	-	-	31,000
Total Capital Assets Being Depreciated	31,000	-	-	31,000
Accumulated Depreciation:				
Parks Equipment	(27,900)	(3,100)	-	(31,000)
Total Accumulated Depreciation	(27,900)	(3,100)	-	(31,000)
Total Capital Assets Being Depreciated, Net	3,100	(3,100)	-	-
Governmental Activities Capital Assets, Net	\$ 123,100	\$ (3,100)	\$ -	\$ 120,000

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

Note 5 – Long-Term Obligations

The following is an analysis of changes in the District’s long-term obligations for the year ended December 31, 2019:

Governmental activities:	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General Obligation Refunding and Improvement Bonds, Series 2016	\$ 1,395,000	\$ -	\$ -	\$ 1,395,000	\$ -
2016 Bond Premium	68,722	-	3,455	65,267	-
Developer Advance - Operating					
Accrued Interest	35,162	-	-	35,162	-
Developer Advance - Capital					
Principal	223,845	-	65,000	158,845	-
Accrued Interest	32,018	13,840	-	45,858	-
	<u>\$ 1,754,747</u>	<u>\$ 13,840</u>	<u>\$ 68,455</u>	<u>\$ 1,700,132</u>	<u>\$ -</u>

General Obligation Refunding and Improvement Bonds, Series 2016

On October 25, 2016, the District issued \$1,395,000 of General Obligation Refunding and Improvement Bonds, Series 2016 (the “2016 Bonds”). The proceeds from the 2016 Bonds were used to (i) refund the District’s outstanding 2006 Bonds; (ii) fund and reimburse a portion of the costs of certain public infrastructure; and (iii) pay the costs of issuance of the bonds.

The 2016 Bonds bear interest ranging from 3.375% to 5.250%, payable semi-annually on June 1 and December 1 of each year, beginning December 1, 2016. The 2016 Bonds are subject to optional and mandatory sinking fund redemption prior to maturity as follows: (a) the 2016 Bonds are subject to redemption prior to maturity, at the option of the District, as a whole or in integral multiples of \$5,000, in any order of maturity and in whole or partial maturities, on December 1, 2026, and on any date thereafter, upon payment of par plus accrued interest thereon (with no redemption premium); (b) the 2016 Bonds maturing on December 1, 2026 are subject to mandatory sinking fund redemption, in part, by lot, on December 1, 2021 and on each December 1 thereafter prior to the maturity date of such bonds, upon payment of par and accrued interest, without redemption premium; (c) the 2016 Bonds maturing on December 1, 2031 are subject to mandatory sinking fund redemption, in part, by lot, on December 1, 2027, and on each December 1 thereafter prior to the maturity date of such bonds, upon payment of par and accrued interest, without redemption premium; (d) the 2016 Bonds maturing on December 1, 2036 are subject to mandatory sinking fund redemption, in part, by lot, on December 1, 2032, and on each December 1 thereafter prior to the maturity date of such bonds, upon payment of par and accrued interest, without redemption premium; and (e) the 2016 Bonds maturing on December 1, 2046 are subject to mandatory sinking fund redemption,

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

in part, by lot, on December 1, 2037, and on each December 1 thereafter prior to the maturity date of such bonds, upon payment of par and accrued interest, without redemption premium. The 2016 Bonds mature as follows:

	Principal	Interest	Total
2020	\$ -	\$ 67,738	\$ 67,738
2021	20,000	67,738	87,738
2022	20,000	67,063	87,063
2023	25,000	66,388	91,388
2024	25,000	65,544	90,544
2025-2029	155,000	313,406	468,406
2030-2034	220,000	277,075	497,075
2035-2039	300,000	215,049	515,049
2040-2044	425,000	123,376	548,376
2045-2046	205,000	16,275	221,275
	<u>\$ 1,395,000</u>	<u>\$ 1,279,652</u>	<u>\$ 2,674,652</u>

Developer Advances

The District entered into an Operation Funding Agreement and a Facilities Acquisition and Reimbursement Agreement with BCX Development Partners, Inc. (the “Developer”) as follows:

Operation Funding Agreement

On June 20, 2006, the District entered into a 2006 – 2007 Operation Funding Agreement with the Developer. The District anticipates that it will not have sufficient funds to make the payment of its operations and maintenance expenses; therefore, pursuant to this agreement the Developer advances funds to meet any shortfalls. The advances earn interest from the date the moneys are deposited into the District’s account at the rate of Prime Interest Rate plus 1%. On October 17, 2006, this agreement was amended and restated to extend the shortfall dates for the years 2006 through December 31, 2009. The agreement was further amended effective January 1, 2015 to credit payments first to principal and then to accrued and unpaid interest. The Developer agreed to advance up to \$110,000 to the District for operation and maintenance shortfalls through December 31, 2009. The District has agreed to repay the Developer advances and accrued interest subject to the availability of funds and subject to annual appropriation. Principal must be paid prior to accrued interest. As of December 31, 2019, there are no outstanding advances and there was \$35,162 in outstanding interest. The obligation of the District to reimburse the Developer is not a multiple fiscal year obligation of the District. The agreement terminates on December 31, 2031, or when all amounts due to the Developer under the agreement have been repaid, whichever is earlier.

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

Facilities Acquisition and Reimbursement Agreement

On June 20, 2006, the District entered into a Facilities Acquisition and Reimbursement Agreement with the Developer. The agreement was amended effective January 1, 2015 to credit payments first to principal and then to accrued and unpaid interest. Advances under the Agreement accrue interest at the Prime Interest Rate plus 1%. The Developer has agreed to design, construct and complete the infrastructure improvements within the District outlined in the Service Plan. Upon completion and acceptance by the District, the improvements are acquired by the District.

The agreement was further amended on October 13, 2016 with the execution of the Second Amendment to the Facilities Acquisition and Reimbursement Agreement. Pursuant to this amendment, the District reinstated \$300,000 (the "Remaining Reimbursement Amount") of prior Developer unreimbursed costs for streets and parks and recreation improvements. The remaining unreimbursed costs amounting to \$1,284,519 are permanently waived and considered to be a Developer contribution. Additionally, the outstanding advances and interest amounting to \$16,078 and \$8,101, respectively, under this agreement made and accrued prior to October 13, 2016 are forever discharged. Interest starts to accrue on the Remaining Reimbursement Amount beginning on October 13, 2016.

As of December 31, 2019, the Developer was owed \$158,845 plus accrued interest totaling \$45,858.

The District has agreed to repay the Developer advances and accrued interest subject to the availability of funds and subject to annual appropriation. Principal must be paid prior to accrued interest. The obligation of the District to reimburse the Developer is not a multiple fiscal year obligation of the District. The agreement terminates on the earlier date of December 31, 2046, or when the following conditions have been satisfied: final acceptance of the improvements by the District, expiration of the warranty period on the improvements, and payment of all amounts due to the Developer under the agreement.

Effective, December 16, 2010, the Developer assigned all repayments for the Amended and Restated Operation Funding Agreement and the Facilities Acquisition and Reimbursement Agreement to P&S Investments LLC.

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

Authorized Debt

On May 2, 2006, a majority of the qualified electors of the District authorized the issuance of indebtedness in an amount not to exceed of \$1,710,000 in aggregate principal amount of general obligation debt to finance the costs of acquiring, installing, constructing, and equipping the Public Improvements; \$200,000 for operations debt; and \$1,710,000 for refunding purposes, an interest rate not to exceed 12% per annum. At December 31, 2019, the District had authorized but unissued indebtedness in the following amounts allocated for the following purposes:

	Amount Authorized on May 2, 2006	Series 2006 GO Bonds	Series 2016 GO Refunding Bonds	Authorized but Unissued at December 31, 2019
Streets	\$ 1,016,000	\$ 772,000	\$ 40,036	\$ 203,964
Parks and Recreation	295,000	244,000	-	51,000
Water	227,000	227,000	-	-
Sanitation & Storm Drainage	172,000	172,000	-	-
Operations and Maintenance	200,000	-	-	200,000
Debt Refundings	1,710,000	-	49,964	1,660,036
	\$ 3,620,000	\$1,415,000	\$ 90,000	\$ 2,115,000

Per the Service Plan, the District is limited to issuing \$1,710,000 in debt. Following the issuance of the 2016 Bonds, the District has voter authorized but unissued debt from the 2006 Election in the approximate amount of \$254,964 for Public Improvements; \$200,000 for operations debt; and approximately \$1,660,036 for refunding purposes.

Note 6 – Net Position

The District has a net position consisting of three components – net investment in capital assets, restricted and unrestricted. Net investment in capital assets consists of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets. As of December 31, 2019, the District had net investment in capital assets calculated as follows:

Capital Assets, Net	\$ 120,000
Less: Capital Related Debt	(88,393)
Net Investment in Capital Assets	\$ 31,607

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

The restricted component of net position consists of assets that are restricted for use either externally imposed by creditors, grantors, contributors, or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The District had restricted net position as of December 31, 2019, as follows:

	<u>Governmental Activities</u>
Restricted Net Position:	
Emergencies	\$ 2,980
Debt Service	<u>739</u>
Total Restricted Net Position:	<u>\$ 3,719</u>

Unrestricted net position represents assets that do not have any third-party limitations on their use.

The District's unrestricted net position as of December 31, 2019 totaled \$(1,606,767). This deficit amount was the result of the District being responsible for the financing and repayment of debt obligations issued for operations and the construction of public improvements which have been conveyed to other governmental entities.

Note 7 – Related Party

The majority of the members of the Board of Directors are employees, officers, owners, consultants or are otherwise associated with the Developer of the District and may have conflicts of interest in dealing with the District. Management believes that all potential conflicts, if any, have been disclosed.

Note 8 – Interfund Transfers

The District transferred \$5,000 from the General Fund to the Debt Service Fund to provide for additional funding to service the 2016 bonds.

JORDAN CROSSING METROPOLITAN DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

Note 9 – Risk Management

The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets, errors or omissions, injuries to employees, or natural disasters.

The District is a member of the Colorado Special Districts Property and Liability Pool (the “Pool”). The Pool is an organization created by intergovernmental agreement to provide property, liability, public officials’ liability, boiler and machinery, and workers compensation coverage to its members. Settled claims have not exceeded this coverage in any of the past three fiscal years.

The District pays annual premiums to the Pool for general and public officials’ liability, property and workers compensation coverage. In the event aggregate losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds, which the Pool determines are not needed for purposes of the Pool, may be returned to the members pursuant to a distribution formula.

Note 10 – Tax, Spending and Debt Limitations

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

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 and qualification as an Enterprise will require judicial interpretation.

On May 2, 2006, a majority of the District’s electors authorized the District to collect and spend or retain in a reserve all currently levied taxes and fees of the District without regard to any limitations under Article X, Section 20 of the Colorado Constitution.

SUPPLEMENTARY INFORMATION

JORDAN CROSSING METROPOLITAN DISTRICT

DEBT SERVICE FUND

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

For the Year Ended December 31, 2019

(With Comparative Totals for the Year Ended December 31, 2018)

	Original and Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)	2018 Actual
Revenues				
Property Taxes	\$ 50,742	\$ 50,742	\$ -	\$ 43,000
Specific Ownership Tax	5,000	5,089	89	4,547
Net investment income	600	481	(119)	487
Total Revenues	56,342	56,312	(30)	48,034
Expenditures				
Debt Service				
2016 Bond Interest	67,738	67,738	-	67,738
Treasurer's Fees	761	762	(1)	645
Paying Agent Fees	3,000	3,000	-	3,000
Miscellaneous	-	12	(12)	39
Contingency	1,404	-	1,404	-
Total Expenditures	72,903	71,512	1,391	71,422
Excess Revenues Over (Under) Expenditures	(16,561)	(15,200)	1,361	(23,388)
Other Financing Sources				
Transfers In	-	5,000	5,000	-
Net Change in Fund Balance	(16,561)	(10,200)	6,361	(23,388)
Fund Balance - Beginning	16,561	16,584	23	39,972
Fund Balance - Ending	\$ -	\$ 6,384	\$ 6,384	\$ 16,584

See the Accompanying Independent Auditor's Report

OTHER INFORMATION

JORDAN CROSSING METROPOLITAN DISTRICT

**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2019**

**\$1,395,000 General Obligation Refunding and
Improvement Bonds, Series 2016
Dated October 25, 2016
Interest Payable June 1, December 1
Principal Due December 1**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ -	\$ 67,738	\$ 67,738
2021	20,000	67,738	87,738
2022	20,000	67,063	87,063
2023	25,000	66,388	91,388
2024	25,000	65,544	90,544
2025	25,000	64,700	89,700
2026	30,000	63,856	93,856
2027	30,000	62,844	92,844
2028	35,000	61,681	96,681
2029	35,000	60,325	95,325
2030	40,000	58,969	98,969
2031	40,000	57,419	97,419
2032	45,000	55,869	100,869
2033	45,000	53,562	98,562
2034	50,000	51,256	101,256
2035	50,000	48,693	98,693
2036	55,000	46,131	101,131
2037	60,000	43,312	103,312
2038	65,000	40,163	105,163
2039	70,000	36,750	106,750
2040	75,000	33,075	108,075
2041	80,000	29,138	109,138
2042	85,000	24,938	109,938
2043	90,000	20,475	110,475
2044	95,000	15,750	110,750
2045	100,000	10,763	110,763
2046	105,000	5,512	110,512
	<u>\$ 1,395,000</u>	<u>\$ 1,279,652</u>	<u>\$ 2,674,652</u>

JORDAN CROSSING METROPOLITAN DISTRICT

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

Levy Year	Collection Year	Assessed Valuation	Mill Levy			Total Levy	Current Collection	Collection Rate
			General	Debt	Total			
2006	2007	\$ 202,550	13.000	29.826	42.826	\$ 8,674	\$ 8,805	101.51%
2007	2008	1,846,822	13.000	29.826	42.826	79,092	79,583	100.62%
2008	2009	2,238,670	13.000	29.826	42.826	95,873	95,952	100.08%
2009	2010	2,143,690	13.000	29.826	42.826	91,806	89,016	96.96%
2010	2011	2,138,750	13.000	29.826	42.826	91,594	91,345	99.73%
2011	2012	1,621,500	13.000	29.826	42.826	69,442	69,348	99.86%
2012	2013	1,868,430	13.000	29.826	42.826	80,017	80,018	100.00%
2013	2014	2,388,060	13.000	29.826	42.826	102,271	102,271	100.00%
2014	2015	2,394,260	13.000	29.826	42.826	102,537	102,536	100.00%
2015	2016	2,781,530	13.000	29.826	42.826	119,122	119,122	100.00%
2016	2017	2,790,130	18.000	24.826	42.826	119,490	119,490	100.00%
2017	2018	2,986,740	32.864	14.397	47.261	141,156	141,156	100.00%
2018	2019	2,950,140	30.075	17.200	47.275	139,468	139,468	100.00%

Estimated for
year ending
December 31,
2020

\$ 3,389,120 28.178 19.500 47.678 \$ 161,587

Note:

Property taxes collected in any one year include collection of delinquent property taxes levied in prior years. Information received from the County Treasurer does not permit identification of specific year of levy.

JORDAN CROSSING METROPOLITAN DISTRICT

Continuing Disclosure Annual Financial Information

General Obligation Refunding and Improvement Bonds, Series 2016

Year Ended December 31, 2019

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For CUSIPs:

48068RAB4
48068RAC2
48068RAD0
48068RAE8

JORDAN CROSSING METROPOLITAN DISTRICT

TABLE III

2019 Assessed and "Actual" Valuation of Classes of Property in the District

Class	Assessed Valuation	Percent of Assessed Valuation	"Actual" Valuation	Percent of "Actual" Valuation
Residential	\$ 3,383,620	99.84%	\$ 47,322,363	99.96%
State Assessed	5,500	0.16%	18,865	0.04%
Total	\$ 3,389,120	100.00%	\$ 47,341,228	100.00%

Source: Douglas County Assessor's Office

JORDAN CROSSING METROPOLITAN DISTRICT

TABLE IV

Largest Taxpayers Within the District

Name	2019 Assessed Valuation	Percent of Total Assessed Valuation
Individual homeowner	\$ 38,590	1.14%
Individual homeowner	38,290	1.13%
Individual homeowner	37,980	1.12%
Individual homeowner	37,830	1.12%
Individual homeowner	37,830	1.12%
Individual homeowner	37,770	1.11%
Individual homeowner	37,770	1.11%
Individual homeowner	37,250	1.10%
Individual homeowner	37,120	1.10%
Individual homeowner	36,940	1.09%
Total	\$ 377,370	11.13%

Based on District 2019 assessed valuation of \$3,389,120. The remaining taxpayers within the District are comprised primarily of individual property owners.

Source: Douglas County Assessor's Office

JORDAN CROSSING METROPOLITAN DISTRICT

TABLE VI

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

	2015	2016	2017	2018	2019
Revenues					
Property Taxes	\$ 31,125	\$ 36,160	\$ 50,222	\$ 98,156	\$ 88,726
Specific Ownership Tax	2,993	3,327	5,502	10,380	8,899
Net investment income	91	262	243	1,858	1,522
Total Revenues	34,209	39,749	55,967	110,394	99,147
Expenditures					
Current					
Management	5,719	7,480	5,663	8,128	7,323
Accounting	6,708	8,158	7,749	12,570	8,499
Audit	4,242	4,117	4,875	4,378	4,400
Election	52	523	-	813	-
Insurance and Dues	3,297	3,987	3,707	3,753	4,290
Legal	6,049	13,077	16,692	5,285	4,683
Statutory Compliance	598	356	-	-	-
Treasurer's Fees	467	543	754	1,473	1,332
Miscellaneous	596	312	226	286	410
Developer Advance Repayment	40,000	10,000	15,000	75,000	65,000
Total Expenditures	67,728	48,553	54,666	111,686	95,937
Excess Revenues Over (Under) Expenditures	(33,519)	(8,804)	1,301	(1,292)	3,210
Other Financing Sources (Uses)					
Transfers Out	-	-	-	-	(5,000)
Net Change in Fund Balance	(33,519)	(8,804)	1,301	(1,292)	(1,790)
Fund Balance - Beginning	52,056	18,537	9,733	11,034	9,742
Fund Balance - Ending	\$ 18,537	\$ 9,733	\$ 11,034	\$ 9,742	\$ 7,952

Sources: District's audited financial statements for the years ended December 31, 2015 - 2019

JORDAN CROSSING METROPOLITAN DISTRICT

TABLE VII

General Fund Budget Summary and Comparison

	2019 Budget	2020 Budget	2020 Year to Date Actual (unaudited) ¹
Revenues			
Property Taxes	\$ 88,725	\$ 95,499	\$ 49,320
Specific Ownership Tax	9,000	8,600	1,909
Net investment income	1,600	1,600	1,359
Total Revenues	99,325	105,699	52,588
Expenditures			
Current			
Management	8,000	8,000	2,992
Accounting	10,000	10,000	2,444
Audit	5,000	5,000	-
Election	-	1,000	480
Insurance and Dues	4,100	4,200	3,340
Legal	10,000	10,000	968
Treasurer's Fees	1,331	1,432	740
Miscellaneous	900	500	76
Emergency Reserve	2,980	3,171	-
Developer Advance Repayment	63,000	65,000	-
Contingency	-	3,000	-
Total Expenditures	105,311	111,303	11,040
Net Change in Fund Balance	(5,986)	(5,604)	41,548
Fund Balance - Beginning	10,874	10,997	7,952
Fund Balance - Ending	\$ 4,888	\$ 5,393	\$ 49,500

¹ Year to date actual (unaudited) figures through March 31, 2020

Sources: District 2019 and 2020 Budgets and the District

JORDAN CROSSING METROPOLITAN DISTRICT

TABLE IX

District Historical Debt Ratios

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Obligation Debt Outstanding	\$ 1,305,000	\$ 1,395,000	\$ 1,395,000	\$ 1,395,000	\$ 1,395,000
Estimated Population ¹	300	300	300	300	300
Debt Per Capita	\$ 4,350	\$ 4,650	\$ 4,650	\$ 4,650	\$ 4,650
District Assessed Value	\$ 2,781,530	\$ 2,790,130	\$ 2,986,740	\$ 2,950,140	\$ 3,389,120
Ratio of Debt to Assessed Value	46.92%	50.00%	46.71%	47.29%	41.16%
Personal Income Per Capita (Douglas County)	\$ 67,531	\$ 68,525	\$ 70,029	\$ 73,662	Unavailable
Ratio of Debt Per Capita to Personal Income Per Capita (Douglas County)	6.44%	6.79%	6.64%	6.31%	Unavailable

¹ Population estimate based on 2.84 persons per household in Douglas County, as provided by the U.S. Census Bureau, times the number of homes (107) within the District. Figure has been rounded.

Sources: Douglas County Assessor's Office, Regional Economics Information System Bureau of Economic Analysis

JORDAN CROSSING METROPOLITAN DISTRICT

June 1, 2020

Dazio & Associates, PC
8200 S. Quebec St., Suite A3259
Centennial, Colorado 80112

This representation letter is provided in connection with your audit of the financial statements of Jordan Crossing Metropolitan District, which comprise the respective financial position of the governmental activities and each major fund as of December 31, 2019, and the respective changes in financial position for the year then ended, and the related notes to the financial statements, for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

We confirm, to the best of our knowledge and belief, as of June 1, 2020, the following representations made to you during your audit.

Financial Statements

- 1) We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated October 4, 2019, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for preparation of the supplementary information in accordance with the applicable criteria.
- 2) The financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.
- 3) We acknowledge our responsibility 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.
- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 5) Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
- 6) Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
- 7) Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements.

- 8) We are not aware of any pending or threatened litigation, claims, or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statements, and we have not consulted a lawyer concerning litigation, claims, or assessments.
- 9) Guarantees, whether written or oral, under which the District is contingently liable, if any, have been properly recorded or disclosed.

Information Provided

- 10) We have provided you with:
 - a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters.
 - b) Additional information that you have requested from us for the purpose of the audit.
 - c) Unrestricted access to persons within the District from whom you determined it necessary to obtain audit evidence.
 - d) Minutes of the meetings of Board of Directors or summaries of actions of recent meetings for which minutes have not yet been prepared.
- 11) All material transactions have been recorded in the accounting records and are reflected in the financial statements.
- 12) We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
- 13) We have no knowledge of any fraud or suspected fraud that affects the District and involves—
 - Management, or
 - Others where the fraud could have a material effect on the financial statements.
- 14) We have no knowledge of any allegations of fraud or suspected fraud affecting the District's financial statements communicated by employees, former employees, regulators, or others.
- 15) We have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or abuse, whose effects should be considered when preparing financial statements.
- 16) We are not aware of any pending or threatened litigation, claims, or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statements, and we have not consulted a lawyer concerning litigation, claims, or assessments.
- 17) We have disclosed to you the identity of the District's related parties and all the related party relationships and transactions of which we are aware.

Government-specific

- 18) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
- 19) We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.

- 20) The District has no plans or intentions that may materially affect the carrying value or classification of assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance or net position.
- 21) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.
- 22) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that we believe have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.
- 23) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that we believe have a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
- 24) We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.
- 25) There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as a basis for recording a loss contingency, or for reporting on noncompliance.
- 26) As part of your audit, you assisted with preparation of the financial statements and related notes. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and related notes.
- 27) The District has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- 28) The District has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
- 29) The financial statements include all component units as well as joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.
- 30) The financial statements properly classify all funds and activities in accordance with [GASB Statement No. 34](#) .
- 31) All funds that meet the quantitative criteria in [GASBS Nos. 34](#) and [37](#) for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statement users.

- 32) Components of net position (net investment in capital assets; restricted; and unrestricted) and classifications of fund balance (nonspendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
- 33) Investments are properly valued.
- 34) Provisions for uncollectible receivables have been properly identified and recorded.
- 35) Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.
- 36) Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
- 37) Deposits and investments are properly classified as to risk and are properly disclosed.
- 38) Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated.
- 39) We have appropriately disclosed the District's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.
- 40) We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.
- 41) With respect to the supplementary information as listed in the table of contents on which an in-relation-to opinion is issued the (Supplementary Information):
 - a) We acknowledge our responsibility for presenting the Supplementary Information in accordance with accounting principles generally accepted in the United States of America, and we believe the Supplementary Information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States of America. The methods of measurement and presentation of the Supplementary Information have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.
 - b) If the Supplementary Information is not presented with the audited financial statements, we will make the audited financial statements readily available to the intended users of the supplementary information no later than the date we issue the supplementary information and the auditor's report thereon.

Signed _____

Signed _____

Title: Board Member

Title: Accountant for the District