

BOWLES METROPOLITAN DISTRICT

Financial Statements

Year Ended December 31, 2021

with

Independent Auditors' Report

C O N T E N T S

	<u>Page</u>
<u>Independent Auditors' Report</u>	I
 <u>Basic Financial Statements</u>	
Balance Sheet/Statement of Net Position - Governmental Funds	1
Statement of Revenues, Expenditures and Changes in Fund Balances/Statement of Activities - Governmental Funds	2
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	3
Notes to Financial Statements	4
 <u>Supplemental Information</u>	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Debt Service Fund	19
Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual - Capital Projects Fund	20
 <u>Other Information</u>	
Summary of Assessed Valuation, Mill Levy and Property Taxes Collected	21
Schedule of Debt Service Requirements to Maturity	22
Largest Taxpayers within the District	23
Assessed Valuation of Classes of Property in the District	24



SCHILLING & COMPANY, INC.

Certified Public Accountants

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Independent Auditor's Report

Board of Directors
Bowles Metropolitan District
Jefferson and Denver Counties, Colorado

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Bowles Metropolitan District (District) as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental and each major fund of Bowles Metropolitan District, as of December 31, 2021, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibility of Management 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.

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

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

Management has omitted the management's discussion and analysis that governmental accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplemental information listed in the table of contents is presented for purposes of additional analysis and are not a required part of the financial statements. Such 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. The information has been subjected to the auditing procedures applied in the audit of the 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 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprised of the Summary of Assessed Valuation, Mill Levy and Property Taxes Collected, Schedule of Debt Service Requirements to Maturity, Largest Taxpayers within the District and Assessed and Actual Valuation of Classes of Property in the District does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

SCHILLING & COMPANY, INC.

Highlands Ranch, Colorado
July 12, 2022

BOWLES METROPOLITAN DISTRICT

BALANCE SHEET / STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
December 31, 2021

	<u>General</u>	Debt <u>Service</u>	Capital <u>Project</u>	<u>Total</u>	<u>Adjustments</u>	Statement of Net <u>Position</u>
ASSETS						
Cash and investments	\$ 1,643,103	\$ -	\$ -	\$ 1,643,103	\$ -	\$ 1,643,103
Cash and investments - restricted	45,100	177,180	728,721	951,001	-	951,001
Receivable - County Treasurer	11,757	-	-	11,757	-	11,757
Property taxes receivable - deferred	1,355,511	1,636,455	-	2,991,966	-	2,991,966
Prepaid expenses	5,002	-	-	5,002	-	5,002
Prepaid bond insurance	-	-	-	-	99,947	99,947
Investment in Joseph W. Bowles Reservoir Company	-	-	-	-	2,070,107	2,070,107
Capital assets, not being depreciated	-	-	-	-	4,905,710	4,905,710
Capital assets, being depreciated, net of depreciation	-	-	-	-	976,963	976,963
Total Assets	<u>3,060,473</u>	<u>1,813,635</u>	<u>728,721</u>	<u>5,602,829</u>	<u>8,052,727</u>	<u>13,655,556</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred loss on refunding	-	-	-	-	428,293	428,293
Total Deferred Outflows of Resources	-	-	-	-	428,293	428,293
Total Assets and Deferred Outflows of Resources	<u>\$ 3,060,473</u>	<u>\$ 1,813,635</u>	<u>\$ 728,721</u>	<u>\$ 5,602,829</u>		
LIABILITIES						
Accounts payable	\$ 60,667	\$ -	\$ -	\$ 60,667	-	60,667
Accrued interest on bonds	-	-	-	-	64,247	64,247
Long-term liabilities						
Due within one year	-	-	-	-	914,391	914,391
Due in more than one year	-	-	-	-	16,178,655	16,178,655
Total Liabilities	<u>60,667</u>	<u>-</u>	<u>-</u>	<u>60,667</u>	<u>17,157,293</u>	<u>17,217,960</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred property taxes	1,355,511	1,636,455	-	2,991,966	-	2,991,966
Total Deferred Inflows of Resources	<u>1,355,511</u>	<u>1,636,455</u>	<u>-</u>	<u>2,991,966</u>	<u>-</u>	<u>2,991,966</u>
FUND BALANCE						
Nonspendable:						
Prepays	5,002	-	-	5,002	(5,002)	-
Restricted:						
Emergencies	45,100	-	-	45,100	(45,100)	-
Debt service	-	177,180	-	177,180	(177,180)	-
Assigned:						
Subsequent year's expenditures	1,594,193	-	-	1,594,193	(1,594,193)	-
Capital projects	-	-	728,721	728,721	(728,721)	-
Total Fund Balances	<u>1,644,295</u>	<u>177,180</u>	<u>728,721</u>	<u>2,550,196</u>	<u>(2,550,196)</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 3,060,473</u>	<u>\$ 1,813,635</u>	<u>\$ 728,721</u>	<u>\$ 5,602,829</u>		
NET POSITION						
Net investment in capital assets					5,882,673	5,882,673
Restricted for:						
Emergencies					45,100	45,100
Debt service					112,933	112,933
Unrestricted					<u>(12,166,783)</u>	<u>(12,166,783)</u>
Total Net Position (Deficit)					<u>\$ (6,126,077)</u>	<u>\$ (6,126,077)</u>

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

BOWLES METROPOLITAN DISTRICT

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

	<u>General</u>	<u>Debt Service</u>	<u>Capital Project</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
EXPENDITURES						
Accounting	\$ 18,211	\$ -	\$ -	\$ 18,211	\$ -	\$ 18,211
Audit	6,000	-	-	6,000	-	6,000
Directors' fees	6,600	-	-	6,600	-	6,600
Insurance	7,854	-	-	7,854	-	7,854
Legal	17,833	-	-	17,833	-	17,833
Management fees	129,374	-	-	129,374	-	129,374
Office misc	13,837	-	-	13,837	-	13,837
Payroll taxes	505	-	-	505	-	505
Snow removal	9,090	-	-	9,090	-	9,090
General tree maintenance/replacement	73,574	-	-	73,574	-	73,574
General landscape maintenance	259,774	-	-	259,774	-	259,774
Foothills Recreation IGA	8,353	-	-	8,353	-	8,353
Treasurer's fees	15,614	18,850	-	34,464	-	34,464
Paying agent fee	-	300	-	300	-	300
Telephone	2,445	-	-	2,445	-	2,445
Utilities	33,123	-	-	33,123	-	33,123
Storm drainage services	461	-	-	461	-	461
Water operations	10,978	-	-	10,978	-	10,978
Water annual assessment	49,610	-	-	49,610	(5,740)	43,870
Engineering (water)	1,248	-	-	1,248	-	1,248
Repair and maintenance	255,631	-	-	255,631	-	255,631
Capital expense	-	-	442,377	442,377	(226,239)	216,138
Bond principal	-	865,000	-	865,000	(865,000)	-
Bond interest expense	-	796,913	-	796,913	30,826	827,739
Bond insurance	-	-	-	-	7,737	7,737
Depreciation	-	-	-	-	133,927	133,927
Total Expenditures	<u>920,115</u>	<u>1,681,063</u>	<u>442,377</u>	<u>3,043,555</u>	<u>(924,489)</u>	<u>2,119,066</u>
PROGRAM REVENUES						
Conservation Trust proceeds	23,145	-	-	23,145	-	23,145
HOA Contribution/Water/Landscape	30,000	-	-	30,000	-	30,000
Sub HOA Contribution/Irrigation	15,335	-	-	15,335	-	15,335
Total Program Revenues	<u>68,480</u>	<u>-</u>	<u>-</u>	<u>68,480</u>	<u>-</u>	<u>68,480</u>
 Net Program Income (Expense)	<u>(851,635)</u>	<u>(1,681,063)</u>	<u>(442,377)</u>	<u>(2,975,075)</u>	<u>924,489</u>	<u>(2,050,586)</u>
GENERAL REVENUES						
Property taxes	1,251,176	1,510,497	-	2,761,673	-	2,761,673
Specific ownership taxes	180,216	-	-	180,216	-	180,216
Miscellaneous income	915	-	-	915	-	915
Interest income	2,127	712	-	2,839	-	2,839
Total General Revenues	<u>1,434,434</u>	<u>1,511,209</u>	<u>-</u>	<u>2,945,643</u>	<u>-</u>	<u>2,945,643</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>582,799</u>	<u>(169,854)</u>	<u>(442,377)</u>	<u>(29,432)</u>	<u>924,489</u>	<u>895,057</u>
OTHER FINANCING SOURCES (USES)						
Transfers in (out)	(150,000)	150,000	-	-	-	-
Total Other Financing Sources (Uses)	<u>(150,000)</u>	<u>150,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN FUND BALANCE	432,799	(19,854)	(442,377)	(29,432)	29,432	
CHANGE IN NET POSITION					895,057	895,057
FUND BALANCE/NET POSITION						
BEGINNING OF YEAR	<u>1,211,496</u>	<u>197,034</u>	<u>1,171,098</u>	<u>2,579,628</u>	<u>(9,600,762)</u>	<u>(7,021,134)</u>
END OF YEAR	<u>\$ 1,644,295</u>	<u>\$ 177,180</u>	<u>\$ 728,721</u>	<u>\$ 2,550,196</u>	<u>\$ (8,676,273)</u>	<u>\$ (6,126,077)</u>

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

BOWLES METROPOLITAN DISTRICT

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

For the Year Ended December 31, 2021

	Original & Final		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable (Unfavorable)
REVENUES			
Property taxes	\$ 1,251,176	\$ 1,251,176	\$ -
Specific ownership taxes	188,625	180,216	(8,409)
Miscellaneous income	2,000	915	(1,085)
Conservation Trust proceeds	20,000	23,145	3,145
HOA Contribution/Water/Landscape	30,000	30,000	-
Sub HOA Contribution/Irrigation	4,000	15,335	11,335
Interest Income	<u>45,000</u>	<u>2,127</u>	<u>(42,873)</u>
Total Revenues	<u>1,540,801</u>	<u>1,502,914</u>	<u>(37,887)</u>
EXPENDITURES			
Accounting	11,500	18,211	(6,711)
Audit	7,000	6,000	1,000
Directors' fees	6,000	6,600	(600)
Insurance	11,000	7,854	3,146
Legal	10,000	17,833	(7,833)
Management fees	85,000	129,374	(44,374)
Office misc	7,000	13,837	(6,837)
Payroll taxes	600	505	95
Snow removal	20,000	9,090	10,910
General tree maintenance/replacement	110,000	73,574	36,426
General landscape maintenance	435,000	259,774	175,226
Foothills Recreation IGA	10,000	8,353	1,647
Special events	13,000	-	13,000
Treasurer's fees	18,772	15,614	3,158
Telephone	3,000	2,445	555
Utilities	34,000	33,123	877
Storm water monitoring	55,000	-	55,000
Storm drainage services	-	461	(461)
Water operations	-	10,978	(10,978)
Water pump service	10,000	-	10,000
Water annual assessment	55,000	49,610	5,390
Engineering (water)	12,000	1,248	10,752
Repair and maintenance	60,000	255,631	(195,631)
Contingency	1,537,499	-	1,537,499
Emergency reserve	<u>29,216</u>	<u>-</u>	<u>29,216</u>
Total Expenditures	<u>2,540,587</u>	<u>920,115</u>	<u>1,620,472</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(999,786)</u>	<u>582,799</u>	<u>1,582,585</u>
OTHER FINANCING SOURCES (USES)			
Transfers in (out)	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(1,149,786)	432,799	1,582,585
FUND BALANCE - BEGINNING OF YEAR	<u>1,149,786</u>	<u>1,211,496</u>	<u>61,710</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ 1,644,295</u>	<u>\$ 1,644,295</u>

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

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

Note 1: Summary of Significant Accounting Policies

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

Definition of Reporting Entity

The District was organized in 1987, as a quasi-municipal organization established under the State of Colorado Special District Act. The District was established to provide for the construction of water and sewer facilities, including storm drainage, streets and associated improvements, safety facilities, park and open space facilities and mosquito control. The District is responsible for the maintenance for certain parks and open space. All other facilities constructed by the District are conveyed to other governmental entities for perpetual maintenance. Other streetscape maintenance is to be performed by Grant Ranch Master Homeowners Association, Inc. The District's primary revenues are property taxes. The District is governed by an elected Board of Directors.

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

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

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

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

Basis of Presentation

For financial statements presented per GASB Statement No. 34 – Special Purpose Governments:.

The government-wide financial statements (i.e. the governmental funds balance sheet/statement of net position and the governmental funds statement of revenues, expenditures, and changes in fund balances/statement of activities) report information on all of the governmental activities of the District. The statement of net position reports all financial and capital resources of the District. The difference between the (a) assets and deferred outflows of resources and the (b) liabilities and deferred inflows of resources of the District is reported as net position. The statement of activities demonstrates the degree to which expenditures/expenses of the governmental funds are supported by general revenues. For the most part, the effect of interfund activity has been removed from these statements.

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

Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

Property taxes associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received.

The District reports the following major governmental funds:

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

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

Capital Projects Fund – The Capital Projects Fund is used to account for all financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other assets.

As a general rule, the effect of interfund activity has been eliminated from the statements of net position.

Budgetary Accounting

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

Assets, Liabilities and Net Position

Fair Value of Financial Instruments

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

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements December 31, 2021

Deposits 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 minimum number of bank accounts. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Investment earnings are allocated periodically to the participating funds based upon each fund's average equity balance in the total cash.

Estimates

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

Deferred Outflows/Inflows of Resources

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

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

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities.

Original Issue Premium and Prepaid Debt Insurance

Original Issue Premium from the Series 2013 Bonds is being amortized over the term of the bonds using the effective interest method, the Prepaid Debt Insurance is being amortized over the term of the bonds using the straight-line method. Accumulated amortization amounted to \$199,483 and \$64,479, respectively, at December 31, 2021.

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements December 31, 2021

Deferred Costs on Bond Refunding

Deferred costs on bond refunding from the Series 2013 Bonds are being amortized over the respective terms of the defeased bonds using the straight-line method. The amortization amount is a component of interest expense and the unamortized deferred cost is reflected as a deferred outflow of resources. The accumulated amortization amounted to \$299,504 at December 31, 2021.

Capital Assets

Capital assets, which include land, easements and water rights, park improvements and irrigation systems, are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair 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.

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

Park improvements	5-30 years
Irrigation improvements	15-30 years

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 30 or if in equal installments, at the taxpayers' election, in February and June. Delinquent taxpayers are notified in July or August and the sales of the resultant tax liens on delinquent properties are generally held in November or December. The County Treasurer remits the taxes collected monthly to the District.

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements December 31, 2021

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

Fund Equity

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

Nonspendable Fund Balance

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

The nonspendable fund balance in the General Fund in the amount of \$5,002 represents prepaid expenditures.

Restricted Fund Balance

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

The restricted fund balance in the General Fund represents Emergency Reserves that have been provided as required by Article X, Section 20 of the Constitution of the State of Colorado. A total of \$45,100 of the General Fund balance has been restricted in compliance with this requirement.

The restricted fund balance in the Debt Service Fund in the amount of \$177,180 is restricted for the payment of the debt service costs associated with the outstanding bonds (see Note 4).

Assigned Fund Balance

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

The assigned fund balance in the General Fund represents the amount appropriated for use in the budget for the year ending December 31, 2022.

The assigned fund balance in the Capital Projects Fund in the amount of \$728,721 is assigned for the payment of the costs for capital improvements within the District.

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

Committed Fund Balance

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

Unassigned Fund Balance

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

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

Net Position

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

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

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

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

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

Note 2: Cash and Investments

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

Statement of Net Position:	
Cash and investments	\$ 1,643,103
Cash and investments – Restricted	<u>951,001</u>
Total	<u>\$ 2,594,104</u>

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements December 31, 2021

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

Deposits with financial institutions	\$ 27,569
Investments - COLOTRUST	<u>2,566,535</u>
	<u>\$ 2,594,104</u>

Deposits

Custodial Credit Risk

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

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

Investments

Credit Risk

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

Custodial and Concentration of Credit Risk

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

Interest Rate Risk

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

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

Investment Valuation

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

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

COLOTRUST

As of December 31, 2021, the District invested in the Colorado Local Governmental Liquid Asset Trust ("COLOTRUST"), a local governmental investment vehicle established for local governmental entities in Colorado to pool surplus funds. COLOTRUST offers three investment options, one of which is COLOTRUST PLUS+. As an investment pool, COLOTRUST operates under the Colorado Revised Statutes (24-75-701) and is overseen by the Colorado Securities Commissioner. COLOTRUST PLUS+ may invest in U.S. Treasuries, government agencies, the highest-rated commercial paper, certain corporate securities, certain money market funds, and certain repurchase agreements, and limits its investments to those allowed by State statutes. Purchases and redemptions are available daily at a net asset value ("NAV") of \$1.00. A designated custodial bank provides safekeeping and depository services to COLOTRUST in connection with the direct investment and withdrawal function of COLOTRUST. The custodian's internal records identify the investments owned by participating governments. COLOTRUST Plus+ records its investment at fair value and the District records its investment in COLOTRUST PLUS+ using the next asset value. There are no unfunded commitments and there is no redemption notice period. The weighted average maturity is 60 days or less and is rated AAAM by Standard & Poor's. At December 31, 2021, the District had \$2,566,535 invested in COLOTRUST PLUS+.

COLOTRUST determines the NAV of the shares of each portfolio as of the close of business of each day. The NAV per share of each portfolio is computed by dividing the total value of the securities and other assets of the portfolios, less any liabilities, by the total outstanding shares of the portfolios. Liabilities, which include all expenses and fees of COLOTRUST, are accrued daily. The NAV is calculated at fair value using various inputs in determining value in accordance with FASB guidance. It is the goal of the Trust to maintain a NAV of \$1.00 per share, however changes in interest rates may affect the fair value of the securities held by COLOTRUST and there can be no assurance that the NAV will not vary from \$1.00 per share.

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

Note 3: Capital Assets

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

Governmental Type Activities:	Balance 1/1/2021	Additions	Deletions	Balance 12/31/2021
<u>Capital assets not being depreciated:</u>				
Land easements and water rights	\$ 269,543	\$ -	\$ -	\$ 269,543
Landscaping	4,636,167	-	-	4,636,167
Total capital assets not being depreciated:	4,905,710	-	-	4,905,710
<u>Capital assets being depreciated:</u>				
Park improvements	1,399,903	226,239	-	1,626,142
Irrigation systems	871,821	-	-	871,821
Total capital assets, being depreciated:	2,271,724	226,239	-	2,497,963
Less accumulated depreciation for:				
Park improvements	824,509	98,620	-	923,129
Irrigation systems	562,564	35,307	-	597,871
Total accumulated depreciation	1,387,073	133,927	-	1,521,000
Net capital assets being depreciated:	884,651	92,312	-	976,963
Government type assets, net	\$ 5,790,361	\$ 92,312	\$ -	\$ 5,882,673

Note 4: Long Term Debt

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

\$23,015,000 General Obligation Refunding and Improvement Bonds, Series 2013

The District issued \$23,015,000 of General Obligation Refunding and Improvement Bonds, Series 2013 (“Series 2013 Bonds”), dated September 3, 2013. The Series 2013 Bonds were issued to current refund a portion of the Series 2003 Bonds, as described below, to fund the purchase of certain water rights and to pay the cost of issuance. The Series 2013 Bonds bear interest at rates which vary from 2.00% to 5.00% payable semi-annually on June 1 and December 1. The Series 2013 Bonds consist of serial bonds issued in the amount of \$15,390,000 due annually through 2034 and term bonds issued in the original amount of \$7,625,000 due December 1, 2033.

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements December 31, 2021

The Series 2013 Bonds maturing on or before December 1, 2022 are not subject to redemption prior to their maturities. The Series 2013 Bonds maturing on or after December 1, 2023 are subject to redemption prior to their maturities at the option of the District, on December 1, 2022 and on any date thereafter. Term bonds are subject to mandatory sinking fund redemption beginning five years prior to the date of maturity. The bonds' principal and interest are insured as to repayment by Build America Mutual Assurance Company.

The District current refunded a portion of the 2003 Series Bonds to reduce its total debt service payments by approximately \$687,211 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,255,240. In the government-wide statements, the District incurred a cost on refunding in the amount of \$727,799, which has been deferred and is being amortized over the life of the old debt.

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

	Balance 1/1/2021	Additions	Deletions	Balance 12/31/2021	Current Portion
<u>General Obligation Bonds:</u>					
Series 2013	\$ 17,870,000	\$ -	\$ 865,000	\$ 17,005,000	\$ 910,000
Total long-term debt	17,870,000	-	865,000	17,005,000	910,000
Plus bond premium	90,999	-	2,953	88,046	4,391
	<u>\$ 17,960,999</u>	<u>\$ -</u>	<u>\$ 867,953</u>	<u>\$ 17,093,046</u>	<u>\$ 914,391</u>

The following is a summary of the annual long-term debt principal and interest requirements.

	Principal	Interest	Total
2022	\$ 910,000	\$ 770,963	\$ 1,680,963
2023	960,000	741,388	1,701,388
2024	1,010,000	707,788	1,717,788
2025	1,070,000	668,663	1,738,663
2026	1,130,000	625,863	1,755,863
2027-2031	6,760,000	2,281,390	9,041,390
2032-2034	5,165,000	506,414	5,671,414
	<u>\$ 17,005,000</u>	<u>\$ 6,302,469</u>	<u>\$ 23,307,469</u>

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

Debt Authorization

As of December 31, 2021, the District has \$10,793,633 in remaining authorized but unissued debt. In the future, the District may issue a portion or all of the remaining authorized but unissued debt.

Note 5: Agreements

Grant Water and Sanitation District

The District has an intergovernmental agreement (“IGA”) dated April 14, 1994, with Grant Water and Sanitation District (“Grant”) which provides for the sharing of costs of certain sized water and sewer lines as well as under drains and storm drainage facilities. The District is located wholly within the service area boundaries of Grant. Pursuant to an amendment to the IGA dated April 14, 1997, Grant and the District clarified the improvements to be constructed by each party and agreed that each party will construct its improvements at its sole cost and expense.

Irrigation Agreements

The District entered into an agreement with Grant Ranch Master Homeowners Association, Inc. (“Association”) dated March 14, 2017, which extended and updated the initial agreement dated January 22, 1998. The District has agreed to provide irrigation water for certain sites and common elements within the Association. The Association agreed to make annual payments to the District in the amount of \$30,000. Irrigation income of \$30,000 was received by the District in 2021.

The District has entered into irrigation agreements with Belvedere Association, Inc., Heron Shores Sub-Homeowners Association, Inc., Dorado Green Sub-Homeowners Association, Inc. and Belmont Shores Sub-Homeowners Association, Inc., collectively called the Sub Associations. The Sub Associations agree to make payments to the District for water usage at the water fees/rates set annually by the District’s Board of Directors. Irrigation income of \$15,335 was received by the District in 2021 under the agreements.

Storm Water Agreement

The District has entered into an agreement with the Town of Bow Mar, Bow Mar Owners, Inc., Lower Bowles Company, The Joseph W. Bowles Reservoir Company and RSRF Ranch Company, LLC. The agreement allows the District to discharge storm water onto property of the Town of Bow Mar and Bow Mar Owners, Inc., and ultimately in reservoirs owned by the Lower Bowles Company and The Joseph W. Bowles Reservoir Company. The District is responsible for the maintenance and operation of the storm water discharge system and associated storm water quality and quantity. If the quality of the storm water discharging from the water quality control facility fails to meet defined performance standards, the District is obligated to take corrective action and may be liable for damages. Due to changing water quality standards, the District’s costs of operations of these facilities could increase substantially in future years.

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

Intergovernmental Agreement for Bowles Metropolitan District Resident Use of the Foothills' Recreation Amenities

During 2016, the District and Foothills Park & Recreation District (“Foothills”) entered into the Intergovernmental Agreement for Bowles Metropolitan District Resident Use of the Foothills' Recreation Amenities whereby the District's residents are allowed access to the Foothills' Recreation Amenities and recreation programs at the admission rates that Foothills otherwise charges for Foothills residents effective March 1, 2016. For each District resident who accesses the Recreation Amenities at the Resident Rates, or participates in a program or class at the Resident Rates, the District will reimburse Foothills for the difference between the Resident Rates and the admission rates that Foothills otherwise charges for all non-Foothills residents, such amount to be invoiced and paid monthly. The initial term of this Agreement will continue through December 31, 2016 and shall automatically renew for successive one-year periods unless terminated by either party. During 2021, the District paid \$8,353 to Foothills under this agreement.

Capital Stock

At December 31, 2021, the District owned 82 shares of capital stock (“shares”) in The Joseph W. Bowles Reservoir Company (Company). The District's interest includes beneficial rights, title and interest in all water, water rights, reservoirs, reservoir rights, storage, storage rights and all other rights represented by the shares.

The District pays operating and capital assessments as determined necessary by the Company based on the shares owned at the time of the assessments. During 2021, the District paid operating and capital assessments to the Company in the amounts of \$43,870 and \$5,740 respectively.

Note 6: Tax, Spending and Debt Limitations

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

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 of benefit increases.

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

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

On May 7, 1996, the District's electors authorized the District to retain and spend all revenue derived from its infrastructure fees in 1995 and all subsequent years up to a maximum of \$4,000,000 along with any investment earnings thereon. Additionally, the electors authorized the District to retain and spend all revenue derived from its ad valorem property tax mill levy including specific ownership tax revenue and any investment earnings thereon in 1996 and all subsequent years without limitations under TABOR and any spending limitations that might otherwise apply.

Note 7: Risk Management

Except as provided in the Colorado Governmental Immunity Act, 24-10-101, et seq., CRS, the District may be exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets; errors or omissions; injuries to agents; and natural disasters. The District is a member of the Colorado Special District's Property and Liability pool as of December 31, 2021. The Colorado Special Districts Property and Liability Pool (the "Pool") is an organization created by intergovernmental agreement to provide common liability and casualty insurance coverage to its members at a cost that is considered economically appropriate. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

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

Note 8: Interfund and Operating Transfers

The transfer of \$150,000 from the General Fund to Debt Service Fund was transferred for the purpose of assisting with the debt service costs.

BOWLES METROPOLITAN DISTRICT

Notes to Financial Statements
December 31, 2021

Note 9: Reconciliation of Government-Wide Financial Statements and Fund Financial Statements

The Government Funds Balance Sheet/Statement of Net Position includes an adjustments column. The adjustments have the following elements:

- 1) prepaid bond insurance and the deferred loss on refunding are not a financial resource and therefore are not reported in the funds;
- 2) capital stock purchases and ongoing capital assessments are not financial resources and, therefore are not reported in the funds;
- 3) capital improvements used in government activities are not financial resources and, therefore are not reported in the funds; and
- 4) the long-term liabilities such as bonds payable and accrued bond interest payable, are not due and payable in the current period and, therefore, are not in the funds.

Statement of Governmental Fund Revenues, Expenditures, and Changes in Fund Balances/Statement of Activities includes an adjustments column. The adjustments have the following elements:

- 1) governmental funds report capital stock purchases and assessments as expenditures, however, in the government-wide financial statements, these costs are not reflected on the statement of activities and are recorded as assets on the statement of net position;
- 2) governmental funds report capital outlays as expenditures, however, in the statement of activities, the costs of those assets are held as construction in progress pending transfer to other governmental entities or depreciated over their useful lives;
- 3) governmental funds report bond principal payments as expenditures, however, in the government-wide financial statements, these are reported as changes in long-term bonds payable;
- 4) governmental funds report interest expense on the modified accrual basis; however, interest expense is reported on the full accrual method on the statement of activities; and
- 5) governmental funds report bond premiums as income, however, in the statement of activities, the bond premium is amortized over the term of the related debt.

SUPPLEMENTAL INFORMATION

BOWLES METROPOLITAN DISTRICT

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

For the Year Ended December 31, 2021

	Original & Final		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable <u>(Unfavorable)</u>
REVENUES			
Property taxes	\$ 1,510,497	\$ 1,510,497	\$ -
Interest income	1,500	712	(788)
Total Revenues	<u>1,511,997</u>	<u>1,511,209</u>	<u>(788)</u>
EXPENDITURES			
Bond principal	865,000	865,000	-
Bond interest expense	796,913	796,913	-
Paying agent fee	3,000	300	2,700
Legal	10,000	-	10,000
Treasurer's fees	<u>22,668</u>	<u>18,850</u>	<u>3,818</u>
Total Expenditures	<u>1,697,581</u>	<u>1,681,063</u>	<u>16,518</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(185,584)</u>	<u>(169,854)</u>	<u>15,730</u>
OTHER FINANCING SOURCES			
Transfers in	<u>150,000</u>	<u>150,000</u>	-
Total Other Financing Sources	<u>150,000</u>	<u>150,000</u>	-
NET CHANGE IN FUND BALANCE	(35,584)	(19,854)	15,730
FUND BALANCE - BEGINNING OF YEAR	<u>189,835</u>	<u>197,034</u>	<u>7,199</u>
FUND BALANCE - END OF YEAR	<u>\$ 154,251</u>	<u>\$ 177,180</u>	<u>\$ 22,929</u>

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

BOWLES METROPOLITAN DISTRICT

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

For the Year Ended December 31, 2021

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
REVENUES			
Miscellaneous income	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
 EXPENDITURES			
Capital expense	870,000	442,377	427,623
Contingency	<u>290,322</u>	<u>-</u>	<u>290,322</u>
Total Expenditures	<u>1,160,322</u>	<u>442,377</u>	<u>717,945</u>
 NET CHANGE IN FUND BALANCE	(1,160,322)	(442,377)	717,945
 FUND BALANCE - BEGINNING OF YEAR	<u>1,160,322</u>	<u>1,171,098</u>	<u>10,776</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ 728,721</u>	<u>\$ 728,721</u>

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

OTHER INFORMATION

BOWLES METROPOLITAN DISTRICT

SUMMARY OF ASSESSED VALUATION, MILL LEVY
AND PROPERTY TAXES COLLECTED
December 31, 2021

Levy/Collection Year	Prior Year Assessed Valuation for Current Year Property Tax Levy	Denver	Jefferson	Percent increase	General fund	Debt service	Mills Levied	Total Property Tax		Percent Collected to Levied
								Levied	Collected	
2007/2008	\$ 52,617,120	\$ 26,439,100	\$ 26,178,020		18.122	21.878	40.000	\$ 2,104,685	\$ 2,086,521	99.14%
2008/2009	\$ 52,298,570	\$ 26,444,760	\$ 25,853,810	-0.6%	18.122	21.878	40.000	\$ 2,091,943	\$ 2,091,421	99.98%
2009/2010	\$ 53,415,880	\$ 27,467,330	\$ 25,948,550	2.1%	18.122	21.878	40.000	\$ 2,136,635	\$ 2,136,759	100.01%
2010/2011	\$ 53,389,840	\$ 27,482,540	\$ 25,907,330	0.0%	18.122	21.878	40.000	\$ 2,135,596	\$ 2,134,261	99.94%
2011/2012	\$ 50,329,667	\$ 25,528,880	\$ 24,800,787	-5.7%	18.122	23.878	42.000	\$ 2,113,848	\$ 2,108,075	99.73%
2012/2013	\$ 50,897,449	\$ 26,031,730	\$ 24,865,719	1.1%	18.122	23.878	42.000	\$ 2,137,695	\$ 2,137,652	100.00%
2013/2014	\$ 50,068,652	\$ 24,299,500	\$ 25,769,152	-1.6%	18.122	23.878	42.000	\$ 2,102,833	\$ 2,102,890	100.00%
2014/2015	\$ 50,102,795	\$ 24,292,390	\$ 25,810,405	0.1%	18.122	23.878	42.000	\$ 2,104,317	\$ 2,104,280	100.00%
2015/2016	\$ 58,892,797	\$ 29,652,720	\$ 29,240,077	17.5%	18.122	23.878	42.000	\$ 2,473,497	\$ 2,473,348	99.99%
2016/2017	\$ 58,929,179	\$ 29,680,280	\$ 29,248,899	0.1%	18.122	23.878	42.000	\$ 2,475,026	\$ 2,475,361	100.01%
2017/2018	\$ 62,605,269	\$ 30,918,520	\$ 31,686,749	6.2%	18.122	23.878	42.000	\$ 2,629,421	\$ 2,627,931	99.94%
2018/2019	\$ 62,602,364	\$ 30,882,390	\$ 31,719,974	0.0%	18.122	23.878	42.000	\$ 2,629,299	\$ 2,626,500	99.89%
2019/2020	\$ 68,957,791	\$ 34,858,620	\$ 34,099,171	10.2%	18.122	23.878	42.000	\$ 2,896,227	\$ 2,896,399	100.01%
2020/2021	\$ 69,041,820	\$ 34,878,430	\$ 34,163,390	0.1%	18.122	21.878	40.000	\$ 2,761,673	\$ 2,761,673	100.00%
Estimated for year ending December 31, 2021/2022	\$ 74,799,143	\$ 37,369,980	\$ 37,429,163	8.3%	18.122	21.878	40.000	\$ 2,991,966		

NOTE

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

BOWLES METROPOLITAN DISTRICT

SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2021

GENERAL OBLIGATION REFUNDING BONDS, SERIES 2013

Series 2013

Interest Rates from 2.00% to 5.00%

Interest Payable June 1 and December 1

Principal Due December 1

Year Ended <u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 910,000	\$ 770,963	\$ 1,680,963
2023	960,000	741,388	1,701,388
2024	1,010,000	707,788	1,717,788
2025	1,070,000	668,663	1,738,663
2026	1,130,000	625,863	1,755,863
2027	1,200,000	569,363	1,769,363
2028	1,270,000	519,863	1,789,863
2029	1,340,000	465,888	1,805,888
2030	1,430,000	398,888	1,828,888
2031	1,520,000	327,388	1,847,388
2032	1,620,000	251,388	1,871,388
2033	1,715,000	170,388	1,885,388
2034	<u>1,830,000</u>	<u>84,638</u>	<u>1,914,638</u>
	<u>\$ 17,005,000</u>	<u>\$ 6,302,469</u>	<u>\$ 23,307,469</u>

**BOWLES METROPOLITAN DISTRICT
LARGEST TAXPAYERS WITHIN THE DISTRICT
For the Year Ended December 31, 2021**

<u>Name/Business</u>	<u>2021 Assessed Valuation</u>	<u>% of 2021 Total District Assessed Valuation (1)</u>
CUSA Community Center	\$ 7,448,942	9.96%
Public Service of Colorado	1,092,137	1.46%
	<u>\$ 8,541,079</u>	<u>11.42%</u>

(1) Based on 2021 certified assessed valuation of the District of \$74,799,143

**BOWLES METROPOLITAN DISTRICT
 ASSESSED VALUATION OF CLASSES OF
 PROPERTY IN THE DISTRICT
 For the Year Ended December 31, 2021**

<u>Class</u>	<u>Assessed Valuation</u>	<u>Percent of Assessed Valuation</u>	<u>Actual Valuation</u>	<u>Percent of Actual Valuation</u>
Residential	\$ 72,992,941	97.6%	\$ 1,010,878,609	98.7%
Commercial	456,455	0.6%	1,573,983	0.1%
State Assessed	<u>1,349,747</u>	<u>1.8%</u>	<u>12,119,367</u>	<u>1.2%</u>
Total	<u>\$ 74,799,143</u>	<u>100.0%</u>	<u>\$ 1,024,571,959</u>	<u>100.0%</u>

Source: Jefferson County Assessor's Office and City and County Of Denver Assessor's Office