

## **ANNUAL REPORT**

For the year ending December 31, 2023

### **OVERLOOK METROPOLITAN DISTRICT (the “District”)**

Pursuant to Section 32-1-207(3)(c), C.R.S. and Section VII of the District’s Service Plan, approved on September 2, 2014 (as amended April 3, 2017), and Section 10.11.040 of the Town Code, the following report of the activities of the District is hereby submitted:

1. **Progress of the District in the Implementation of its Service Plan:** During 2016, Richmond American Homes of Colorado, Inc. (“Richmond”) commenced residential construction within the District. As of December 31, 2021, all residential construction in the District has been completed, and all 186 homes constructed are owned by homeowners. On April 3, 2017, the Town approved the First Amendment to the District’s Service Plan to increase the District’s total debt issuance limitation and to update the District’s Capital Plan and Financial Plan. On September 16, 2021, the District issued its General Obligation (Taxable Convertible to Unlimited Tax) Refunding Bonds, Series 2021A, and its Subordinate General Obligation Limited Tax Refunding Bonds, Series 2021B<sub>(3)</sub> (together, the “Series 2021 Refunding Bonds”). The Series 2021 Refunding Bonds refunded and defeased the District’s previously-issued Series 2016A, Series 2016B, and Series 2017C Bonds. Details about the Series 2021 Refunding Bonds are contained in the District’s 2022 Audit (attached).
2. **Audit/Audit Exemption:** The District’s 2022 Audit is attached hereto as **Exhibit A**. It was completed after the 2022 Annual Report was filed, so it is included with this 2023 Annual Report. The District’s 2023 Audit has not yet been completed. The State Auditor has approved an extension of time to September 30, 2024 for the District to prepare and file its 2023 Audit. A copy of the 2023 Audit will be provided when available.
3. **Summary of Capital Expenditures Incurred by the District in the Report Year, and Public Improvements Proposed to be Undertaken in the Five (5) Years Following the Report Year:** All public improvements have been completed, and no additional public improvements are anticipated.
4. **Financial Obligations/Outstanding Debt of the District/Final Assessed Valuation:** See the District’s 2022 Audit (attached) for information regarding the District’s financial obligations and debt. The 2023 final assessed valuation of all taxable properties within the District was \$10,458,760. The District imposed a levy of 54.208 mills in 2023 for collection in 2024 (3.623 mills for general operating expenses and 50.585 mills for debt service).
5. **Budget for Calendar Year in which the Annual Report is Submitted:** Attached hereto as **Exhibit B** are the District’s budget proceedings for 2024.

6. **Summary of Residential Development for the Report Year:** As of December 31, 2023, all 186 homes constructed in the District are owned by homeowners.
7. **Fees, Charges and Assessments in the District:** The District did not impose any fees, charges or assessments in 2023.
8. **Certification of the Board re: No Material Modification:** The undersigned, on behalf of the Board of Directors, hereby certifies that no action, event or condition enumerated in Town Code Section 10.11.060 has occurred in the report year.
9. **Contact Information / Regular Meetings:** Attached hereto as **Exhibit C** is a list containing the name, business address and telephone number of the Board and its chief administrative officer and general counsel, together with the date, place and time of the regular meetings of the Board.
10. **Certification of the Board re: Compliance with Service Plan:** The undersigned, on behalf of the Board of Directors, hereby certifies that the District is in compliance with all provisions of the Service Plan, as amended.
11. **Notice Pursuant to Section 32-1-809:** Attached hereto as **Exhibit D** is a copy of the most recent notice issued by the District pursuant to Section 32-1-809, C.R.S.
12. **Boundary Changes Made:** There were no changes made to the District's boundaries in 2023.
13. **Intergovernmental Agreements Entered Into or Terminated:** There were no Intergovernmental Agreements entered into or terminated by the District during 2023.
14. **Access Information to Obtain a Copy of Rules and Regulations Adopted:** As of December 31, 2023, the District had not adopted any formal rules and regulations. Should any rules and regulations be adopted, they may be obtained from the office of the General Counsel/Administrative Officer (see Exhibit C).
15. **Summary of Litigation Involving the District's public improvements:** To our knowledge, there was no litigation involving the District's public improvements during 2023.
16. **Status of the District's Construction of Public Improvements:** All public improvements have been completed, and no additional public improvements are anticipated.
17. **Conveyances or Dedications of Facilities or Improvements, Constructed by the District, to the Town of Parker:** All public improvements/capital assets of the District were conveyed to the Town of Parker or other governmental entities in 2020.
18. **Notice of any uncured events of default by the District, which continue beyond a ninety (90) day period, under any Debt instrument:** To our knowledge, there are no uncured events of default by the District which continue beyond a ninety (90) day period.

19. **Any inability of the District to pay its obligations as they come due, in accordance with the terms of such obligations, which continue beyond a ninety (90) day period:**  
To our knowledge, the District has been able to pay its obligations as they become due.

/s/ PAULA J. WILLIAMS  
Paula J. Williams, Attorney for the District

## **EXHIBIT A**

### **2022 Audit / 2023 Audit**

(The District's 2022 Audit is attached hereto. The District's 2023 Audit has not yet been completed. The State Auditor has approved an extension of time to September 30, 2024 for the District to prepare and file its 2023 Audit. A copy of the 2023 Audit will be provided when available.)

OVERLOOK METROPOLITAN DISTRICT

Financial Statements

Year Ended December 31, 2022

with

Independent Auditor's Report

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# HIRATSUKA & ASSOCIATES, L.L.P.

CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS ADVISORS

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Overlook Metropolitan District  
Douglas County, Colorado

### **Opinion**

We have audited the accompanying financial statements of the governmental activities and each major fund of the Overlook Metropolitan District (the District) as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District, as of December 31, 2022, 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.

### **Basis for Opinion**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 opinion.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 generally accepted auditing standards 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 generally accepted auditing standards, 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 not presented Management's Discussion and Analysis. Such missing information, although not a part of the basic financial statements, is required by GASB, 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 the missing information.

#### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Supplemental Information as listed in the table of contents is presented for the purpose of additional analysis and was not a required part of the financial statements.

The Supplemental Information is the responsibility of management and is derived from and related directly to the underlying accounting and other records used to prepare the 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 financial statements or 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

*Hiratsuka & Associates, LLP*

November 6, 2023  
Wheat Ridge, Colorado



# OVERLOOK METROPOLITAN DISTRICT

## BALANCE SHEET/STATEMENT OF NET POSITION GOVERNMENTAL FUNDS December 31, 2022

	General	Debt Service	Capital Projects	Total	Adjustments	Statement of Net Position
<b>ASSETS</b>						
Cash and investments	\$ 13,347	\$ -	\$ -	\$ 13,347	\$ -	\$ 13,347
Cash and investments - restricted	857	375,714	-	376,571	-	376,571
Receivable - County Treasurer	236	2,180	-	2,416	-	2,416
Property taxes receivable	37,521	345,152	-	382,673	-	382,673
Prepaid debt insurance, net of accumulated amortization	-	-	-	-	82,408	82,408
Total Assets	51,961	723,046	-	775,007	82,408	857,415
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Deferred loss on refunding	-	-	-	-	220,283	220,283
Total Deferred Outflows of Resources	-	-	-	-	220,283	220,283
Total Assets and Deferred Outflows of Resources	\$ 51,961	\$ 723,046	\$ -	\$ 775,007		
<b>LIABILITIES</b>						
Accounts payable	\$ 19,322	\$ -	\$ -	\$ 19,322	-	19,322
Accrued interest on bonds	-	-	-	-	53,788	53,788
Long-term liabilities:						
Due within one year	-	-	-	-	95,000	95,000
Due in more than one year	-	-	-	-	8,352,336	8,352,336
Total Liabilities	19,322	-	-	19,322	8,501,124	8,520,446
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred property taxes	37,521	345,152	-	382,673	-	382,673
Total Deferred Inflows of Resources	37,521	345,152	-	382,673	-	382,673
<b>FUND BALANCES/NET POSITION</b>						
Fund Balances:						
Restricted:						
Emergencies	857	-	-	857	(857)	-
Debt service	-	377,894	-	377,894	(377,894)	-
Unassigned	(5,739)	-	-	(5,739)	5,739	-
Total Fund Balances	(4,882)	377,894	-	373,012	(373,012)	-
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 51,961	\$ 723,046	\$ -	\$ 775,007		
<b>Net Position:</b>						
Restricted for:						
Emergencies					857	857
Debt service					324,106	324,106
Unrestricted					(8,150,384)	(8,150,384)
Total Net Position					\$ (7,825,421)	\$ (7,825,421)

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

# OVERLOOK METROPOLITAN DISTRICT

## STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES/STATEMENT OF ACTIVITIES GOVERNMENTAL FUNDS For the Year Ended December 31, 2022

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
<b>EXPENDITURES</b>						
Accounting	\$ 7,153	\$ -	\$ -	\$ 7,153	\$ -	\$ 7,153
Audit	4,900	-	-	4,900	-	4,900
Election expense	1,086	-	-	1,086	-	1,086
Insurance	2,795	-	-	2,795	-	2,795
Legal	15,526	-	-	15,526	-	15,526
Miscellaneous expenses	895	-	-	895	-	895
Treasurer's fees	557	5,156	-	5,713	-	5,713
Bond principal	-	90,000	-	90,000	(90,000)	-
Bond interest expense	-	277,219	-	277,219	9,550	286,769
Bond insurance amortization	-	-	-	-	4,305	4,305
Repay developer advances - principal	11,609	-	-	11,609	(11,609)	-
Repay developer advances - interest	1,391	-	-	1,391	283	1,674
<b>Total Expenditures</b>	<b>45,912</b>	<b>372,375</b>	<b>-</b>	<b>418,287</b>	<b>(87,471)</b>	<b>330,816</b>
<b>GENERAL REVENUES</b>						
Property taxes	37,151	343,604	-	380,755	-	380,755
Specific ownership taxes	3,285	30,385	-	33,670	-	33,670
Interest income	384	9,110	-	9,494	-	9,494
<b>Total General Revenues</b>	<b>40,820</b>	<b>383,099</b>	<b>-</b>	<b>423,919</b>	<b>-</b>	<b>423,919</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(5,092)</b>	<b>10,724</b>	<b>-</b>	<b>5,632</b>	<b>87,471</b>	<b>93,103</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in/(out)	1,438	-	(1,438)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>1,438</b>	<b>-</b>	<b>(1,438)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGES IN FUND BALANCES</b>	<b>(3,654)</b>	<b>10,724</b>	<b>(1,438)</b>	<b>5,632</b>	<b>(5,632)</b>	
<b>CHANGE IN NET POSITION</b>					<b>93,103</b>	<b>93,103</b>
<b>FUND BALANCES/NET POSITION:</b>						
BEGINNING OF YEAR	(1,228)	367,170	1,438	367,380	(8,285,904)	(7,918,524)
END OF YEAR	<u>\$ (4,882)</u>	<u>\$ 377,894</u>	<u>\$ -</u>	<u>\$ 373,012</u>	<u>\$ (8,198,433)</u>	<u>\$ (7,825,421)</u>

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

# OVERLOOK METROPOLITAN DISTRICT

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

For the Year Ended December 31, 2022

	Original & Final		Variance
	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>
REVENUES			
Property taxes	\$ 37,151	\$ 37,151	\$ -
Specific ownership taxes	2,601	3,285	684
Interest income	<u>50</u>	<u>384</u>	<u>334</u>
Total Revenues	<u>39,802</u>	<u>40,820</u>	<u>1,018</u>
EXPENDITURES			
Accounting	5,000	7,153	(2,153)
Audit	5,000	4,900	100
Election expense	1,500	1,086	414
Insurance	3,500	2,795	705
Legal	7,000	15,526	(8,526)
Miscellaneous expenses	5,000	895	4,105
Office supplies	1,000	-	1,000
Treasurer's fees	557	557	-
Repay developer advances - principal	13,000	11,609	1,391
Repay developer advances - interest	-	1,391	(1,391)
Contingency	1,189	-	1,189
Emergency reserve	<u>857</u>	<u>-</u>	<u>857</u>
Total Expenditures	<u>43,603</u>	<u>45,912</u>	<u>(2,309)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,801)	(5,092)	(1,291)
OTHER FINANCING SOURCES (USES)			
Transfers in/(out)	<u>1,438</u>	<u>1,438</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>1,438</u>	<u>1,438</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(2,363)	(3,654)	(1,291)
FUND BALANCE:			
BEGINNING OF YEAR	<u>2,363</u>	<u>(1,228)</u>	<u>(3,591)</u>
END OF YEAR	<u>\$ -</u>	<u>\$ (4,882)</u>	<u>\$ (4,882)</u>

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

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

#### Note 1: Summary of Significant Accounting Policies

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

#### Definition of Reporting Entity

The District was organized on May 26, 2015, as a quasi-municipal organization established under the State of Colorado Special District Act. The District was established to provide for the planning, design, acquisition, construction, installation, relocation, redevelopment and financing of certain public improvements from the proceeds of Debt to be issued by the District. 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.

#### Basis of Presentation

The accompanying financial statements are presented per GASB Statement No. 34 - Special Purpose Governments.

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

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 in which they are collected.

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

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.

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

**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. During 2022, the remaining funds in the Capital Projects Fund were transferred to the General Fund and the Capital Projects Fund was closed.

#### Budgetary Accounting

Budgets are adopted on a non-GAAP basis for the governmental funds. In accordance with the State Budget Law of Colorado, the District's Board of Directors holds public hearings in the fall of each year to approve the budget and appropriate the funds for the ensuing year. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting unless otherwise indicated. The appropriation is at the total fund expenditures level and lapses at year end. The District amended its total appropriations in the Debt Service Fund in anticipation of higher interest payments on the Series 2021B<sup>(3)</sup> Bonds.

#### Assets, Liabilities, Deferred Outflows/Inflows of Resources 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, 2022, does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying balance sheet. The carrying amount of these financial instruments approximates fair value because of the short maturity of these instruments.

##### Deposits and Investments

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

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

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

#### 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 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 (expense/expenditure) until then. The District has one item that qualifies for reporting in this category. It is the deferred loss on refunding reported in the government-wide statement of net position. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of net 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.

#### Prepaid Debt Insurance, Deferred Loss on Refunding and Original Issue Premium

Prepaid debt insurance and the original issue premium relating to the Series 2021A Bonds are being amortized over the term of the bonds using the interest method. The deferred loss on refunding is being amortized over the life of the bonds using the effective interest method. Accumulated amortization of prepaid debt insurance, original issue premium and the deferred loss on refunding amounted to \$5,211, \$41,852 and \$13,928, respectively, at December 31, 2022.

#### Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental 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.

All improvements by the District have been conveyed to other governmental entities.

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

#### 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.

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

#### 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.

#### 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.

#### 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 \$857 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 \$377,894 is restricted for the payment of the debt service costs associated with the General Obligation Bonds Series 2021A (see Note 3).



## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

#### Committed Fund Balance

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

#### Assigned Fund Balance

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

#### 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 report negative amounts.

#### Deficit

At year end the General Fund had a deficit fund balance, future property tax revenue will be used to eliminate this in 2023.

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 can report three categories of net position, as follows:

Net investment in capital assets – consists of net capital assets, reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets. At December 31, 2021, the District did not have any amounts to report in this category.

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.

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

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, 2022, cash and investments are classified in the accompanying financial statements as follows:

##### Statement of Net Position:

Cash and investments	\$ 13,347
Cash and investments - Restricted	<u>376,571</u>
Total	<u>\$ 389,918</u>

Cash and investments as of December 31, 2022, consist of the following:

Deposits with financial institutions	\$ 10,337
Investments – COLOTRUST	<u>379,581</u>
	<u>\$ 389,918</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

##### 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.

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

#### 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.

#### 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 investments are not required to be categorized within the fair value hierarchy. The value of the District's investment in COLOTRUST is calculated using the net asset value method (NAV) per share.

As of December 31, 2022, the District had the following investment:

#### COLOTRUST

The local government investment pool, Colorado Local Government Liquid Asset Trust ("COLOTRUST"), is rated AAAM by Standard & Poor's with a weighted average maturity of under 60 days. COLOTRUST is an investment trust/joint venture established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. COLOTRUST records its investments at fair value and the District records its investment in COLOTRUST using the net asset value method. COLOTRUST operates similarly to a money market fund with each share maintaining a value of \$1.00. The COLOTRUST offers shares in three portfolios, one of which is COLOTRUST PLUS+. 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. There are no unfunded commitments and there is no redemption notice period. On December 31, 2022, the District had \$379,581 invested in COLOTRUST Plus+.

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

#### Note 3: Long Term Debt

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

\$5,925,000 General Obligation (Limited Convertible to Unlimited Tax) Refunding Bonds, Series 2021A, and \$2,036,000 Subordinate General Obligation Limited Tax Refunding Bonds, Series 2021B<sub>(3)</sub>

On September 16, 2021, the District issued its General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding Bonds, Series 2021A in the principal amount of \$5,925,000 (the "Series 2021A Bonds"), and its Subordinate General Obligation Limited Tax Refunding Bonds, Series 2021B<sub>(3)</sub> in the amount of \$2,036,000 (the "Series 2021B<sub>(3)</sub> Bonds"), made pursuant to Indentures of Trust dated as of September 16, 2021. The proceeds from the Series 2021A and Series 2021B<sub>(3)</sub> Bonds were issued to refund the Series 2016A, Series 2016B and Series 2017C Bonds, to fund the Reserve Fund for the Series 2021A Bonds, and to pay the costs of issuing the Series 2021A and Series 2021B<sub>(3)</sub> Bonds. The Series 2021A Bonds bear interest at rates ranging from 2.00% to 4.00%, payable semiannually on each June 1 and December 1, commencing on December 1, 2021, and mature on December 1, 2051.

The Series 2021B<sub>(3)</sub> Bonds bear interest at the rate of 5.5%, payable annually on December 15, commencing on December 15, 2021, to the extent that Pledged Revenue is available and mature on December 15, 2051. The Series 2021A Bonds are subject to a mandatory sinking fund redemption commencing on December 1, 2032 and 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, commencing on December 1, 2031, upon payment of par and accrued interest without redemption premium. The Series 2021B<sub>(3)</sub> Bonds are subject to a mandatory sinking fund redemption from Subordinate Pledged Revenue, if any, on deposit in the Subordinate Bond Fund and are subject to redemption prior to maturity, at the option of the District, as a whole or in integral multiples of \$1,000, commencing on September 1, 2026, upon payment of par, accrued interest, and a redemption premium that ranges between 0% and 3%.

The Series 2021A Bonds are secured by the Senior Required Mill Levy, the portion of the Specific Ownership Tax which is collected as a result of the Senior Required Mill Levy, and any other legally available moneys as determined by the District. The Series 2021A Bonds are also secured by a Senior Reserve Fund. The Series 2021B<sub>(3)</sub> Bonds are secured by the Subordinate Required Mill Levy, the portion of the Specific Ownership Tax which is collected as a result of the Subordinate Required Mill Levy, any amount remaining in the Senior Surplus Fund after termination of the fund and any other legally available moneys as determined by the District.

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

#### Advance Refunding

As a result of the issuance of the Series 2021A Bonds and Series 2021B<sub>(3)</sub> Bonds, the General Obligation (Limited Tax Convertible to Unlimited Tax) Bonds, Series 2016A ("Series 2016A Bonds"), the Subordinate General Obligation Limited Tax Bonds, Series 2016B ("Series 2016B Bonds") and the Taxable Second Subordinate General Obligation Limited Tax Bonds, Series 2017C ("Series 2017C Bonds" and together with the Series 2016A Bonds and the Series 2016 B Bonds, the "Refunded Bonds") were considered to be defeased at the issuance with the exception of the bonds payable on December 1, 2021 in the amount of \$35,000 which were paid in full on December 1, 2021. The reacquisition price of the old debt exceeded the net carrying amount by \$234,211. This amount is recorded as a deferred loss on refunding and is being amortized over the life of the Series 2021A Bonds and Series 2021B<sub>(3)</sub> Bonds. The refunding resulted in an economic gain of \$2,188,015 due to the average interest rate of the 2021A Bonds and Series 2021B<sub>(3)</sub> being lower than the Refunded Bonds.

#### Town IGA

The District and the Town of Parker (the "Town") have entered into an Intergovernmental Agreement dated June 16, 2015 (the "Town IGA"), which provides contractual enforcement rights to the Town with respect to certain restrictions set forth in the Service Plan regarding the construction, ownership operations and maintenance of improvements needed for the Development. The Town IGA required the payment of \$1,062,925 to the Town for a portion of the costs of certain regional improvements, all of which has been paid. The Town IGA was amended on April 17, 2017 to increase the District's total Debt Issuance Limitation to \$7,130,000.

#### Operation Funding Agreements

The District and OCC Holdings LLC (the "Developer") have entered into two funding agreements for the purpose of funding operating costs of the District as follows: a) that certain 2015 Operation Funding Agreement with an effective date of May 26, 2015, (the "2015 OFA"), and b) that certain 2016 Operation Funding Agreement, with an effective date of January 1, 2016 (the "2016 OFA"). Pursuant to the 2015 OFA and the 2016 OFA, the Developer agreed to advance funds necessary to fund, or directly pay, the District's operations and maintenance expenses for fiscal year 2015 or fiscal year 2016 (as applicable) on a periodic basis as needed for the applicable fiscal year, up to a stated shortfall amount (\$50,000 for 2015 and \$21,000 for 2016). On June 1, 2016, the District and the Developer entered into that certain First Amendment to the 2016 Operation Fund Agreement which changed the name of the agreement to the "2016-2018 Operation Funding Agreement" and acknowledged that the anticipated shortfalls for the fiscal years 2016 through 2018 are anticipated to be \$50,536. The Developer agreed to advance this shortfall amount on or before the date that the District issued its 2016A and 2016B Bonds, and the obligation of the Developer to advance funds expired upon the deposit of such amount.

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

The District agrees to repay the amounts advanced, to the extent it has funds available from the imposition of its taxes, fees, rates, tolls, penalties and charges, and from any other revenue legally available, after the payment of its annual debt service obligations and annual operations and maintenance expenses, which repayment is subject to annual budget and appropriation. Any obligation of the District to reimburse the Developer for amounts advanced under the 2015 OFA expires on December 31, 2055, and under the 2016 OFA the reimbursement obligation expires on December 31, 2057.

The following is a summary of the annual long-term debt principal and interest requirements of the Series 2021A Bonds

	Principal	Interest	Total
2023	\$ 95,000	\$ 196,300	\$ 291,300
2024	100,000	194,400	294,400
2025	105,000	192,400	297,400
2026	110,000	190,300	300,300
2027	115,000	188,100	303,100
2028-2032	675,000	884,700	1,559,700
2033-2037	865,000	772,800	1,637,800
2038-2042	1,090,000	629,400	1,719,400
2043-2047	1,325,000	415,000	1,740,000
2048-2051	1,260,000	128,600	1,388,600
	<u>\$ 5,740,000</u>	<u>\$ 3,792,000</u>	<u>\$ 9,532,000</u>

Because of the uncertainty of the timing of payments for the 2021B(3) Subordinate General Obligation Limited Tax Bonds, a summary of the long-term debt principal and interest requirements is not presented.

# OVERLOOK METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2022

The following is an analysis of changes in long-term debt for the period ending December 31, 2022:

	Balance 1/1/2022	Additions	Deletions	Balance 12/31/2022	Current Portion
<u>General Obligation Bonds</u>					
Series 2021 A Bonds	5,830,000	-	90,000	5,740,000	95,000
Series 2021 B Bonds	2,033,000	-	-	2,033,000	-
<u>Other</u>					
Developer Advance - Operating	23,590	-	11,609	11,981	-
Developer Advance - Operating					
Accrued Interest	160	1,674	1,391	443	-
Sub-total	23,750	1,674	13,000	12,424	-
Original issue premium	696,491	-	34,579	661,912	-
Total	<u>\$ 8,583,241</u>	<u>\$ 1,674</u>	<u>\$ 137,579</u>	<u>\$ 8,447,336</u>	<u>\$ 95,000</u>

### Debt Authorization

As of December 31, 2022, the District had remaining voted debt authorization of approximately \$59,388,750. Per the District's Service Plan, the District was not able to issue debt in excess of \$5,180,750. On April 3, 2017, the District's Service Plan was amended to increase the total debt issuance limitation to \$7,130,000. The District has issued the maximum amount of debt authorized by the Service Plan.

### Note 4: Related Party

The sole member of Board of Directors was with a unit owners' association located in the District and may have had conflicts of interest in dealing with the District during 2022. Management believes that all potential conflicts, if any, have been disclosed to the Board. Subsequent to year end the sole board member resigned from the Board of Directors.

### Note 5: 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.

## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

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

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

On November 4, 2014, 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.

#### Note 6: Risk Management

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

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

#### Note 7: Reconciliation of Government-Wide Financial Statements and Fund Financial Statements

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

- 1) Capital improvements, prepaid bond insurance and the deferred loss on refunding used in government activities are not financial resources and, therefore are not reported in the funds; and
- 2) 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 reported in the funds.



## OVERLOOK METROPOLITAN DISTRICT

### Notes to Financial Statements December 31, 2022

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

- 1) Governmental funds report capital outlays as expenditures, however, in the statement of activities, the costs of those assets are held as construction in process pending transfer to other governmental entities or depreciated over their useful lives;
- 2) 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;
- 3) governmental funds report developer advances and/or bond proceeds as revenue; and,
- 4) governmental funds report long-term debt payments as expenditures, however, in the statement of activities, the payment of long-term debt is recorded as a decrease of long-term liabilities.

Note 8: Subsequent Event

Subsequent to the financial statement date, the sole Board Member for the District resigned from her role. The District is currently working to identify potential replacements who will need to be appointed to the Board by the Town of Parker, and confirmed through a special election by the District within 6 months of this appointment.

## SUPPLEMENTAL INFORMATION

# OVERLOOK METROPOLITAN DISTRICT

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

For the Year Ended December 31, 2022

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES				
Property taxes	\$ 343,604	\$ 343,604	\$ 343,604	\$ -
Specific ownership taxes	34,360	34,360	30,385	(3,975)
Interest income	<u>4,000</u>	<u>4,000</u>	<u>9,110</u>	<u>5,110</u>
Total Revenues	<u>381,964</u>	<u>381,964</u>	<u>383,099</u>	<u>1,135</u>
EXPENDITURES				
Bond interest expense	280,492	297,860	277,219	20,641
Bond principal	90,000	90,000	90,000	-
Paying agent fees	7,000	7,000	-	7,000
Treasurer's fees	<u>5,140</u>	<u>5,140</u>	<u>5,156</u>	<u>(16)</u>
Total Expenditures	<u>382,632</u>	<u>400,000</u>	<u>372,375</u>	<u>27,625</u>
NET CHANGE IN FUND BALANCE	(668)	(18,036)	10,724	28,760
FUND BALANCE:				
BEGINNING OF YEAR	<u>349,268</u>	<u>349,268</u>	<u>367,170</u>	<u>17,902</u>
END OF YEAR	<u>\$ 348,600</u>	<u>\$ 331,232</u>	<u>\$ 377,894</u>	<u>\$ 46,662</u>

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

# OVERLOOK METROPOLITAN DISTRICT

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

### CAPITAL PROJECTS FUND

For the Year Ended December 31, 2022

	Original & Final <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
REVENUES			
Interest income	\$ -	\$ -	\$ -
Total Revenues	-	-	-
EXPENDITURES			
Capital improvements	-	-	-
Total Expenditures	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfers in/(out)	(1,438)	(1,438)	-
Total Other Financing Sources (Uses)	(1,438)	(1,438)	-
NET CHANGE IN FUND BALANCE	(1,438)	(1,438)	-
FUND BALANCE:			
BEGINNING OF YEAR	1,438	1,438	-
END OF YEAR	\$ -	\$ -	\$ -

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

# OVERLOOK METROPOLITAN DISTRICT

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

December 31, 2022

<b>Year Ended</b> <b><u>December 31,</u></b>	<b>Prior</b> <b>Year Assessed</b> <b>Valuation</b> <b>for Current</b> <b>Year Property</b> <b><u>Tax Levy</u></b>	<b>Mills Levied</b>		<b>Total Property Tax</b>		<b>Percent</b> <b>Collected</b> <b>to Levied</b>
		<b><u>General Fund</u></b>	<b><u>Debt Service</u></b>	<b><u>Levied</u></b>	<b><u>Collected</u></b>	
2016	\$ 221,350	42.827	0.000	\$ 9,480	\$ 9,480	100.00%
2017	\$ 1,259,940	42.827	0.000	\$ 53,959	\$ 53,960	100.00%
2018	\$ 3,594,380	9.273	38.074	\$ 170,183	\$ 170,182	100.00%
2019	\$ 3,896,330	9.273	38.074	\$ 184,480	\$ 178,170	96.58%
2020	\$ 6,117,670	6.030	41.648	\$ 291,678	\$ 291,679	100.00%
2021	\$ 7,062,430	5.224	42.454	\$ 336,722	\$ 336,723	100.00%
2022	\$ 7,985,970	4.652	43.026	\$ 380,755	\$ 380,755	100.00%
Estimated for						
year ending						
December 31,						
2023	\$ 7,803,920	4.808	44.228	\$ 382,673		

### 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.

## **EXHIBIT B**

### 2024 Budget Proceedings

**RESOLUTION NO. 2024-01-02**

**RESOLUTION TO ADOPT BUDGET AND APPROPRIATE SUMS OF MONEY**

**RESOLUTION OF THE BOARD OF DIRECTORS OF  
OVERLOOK METROPOLITAN DISTRICT, TOWN OF PARKER, DOUGLAS  
COUNTY, COLORADO, PURSUANT TO SECTION 29-1-108, C.R.S., SUMMARIZING  
EXPENDITURES AND REVENUES FOR EACH FUND, ADOPTING A BUDGET AND  
APPROPRIATING SUMS OF MONEY FOR THE BUDGET YEAR 2024**

A. The Board of Directors of Overlook Metropolitan District (the “**District**”) has appointed Simmons & Wheeler, P.C. to prepare and submit a proposed budget to said governing body at the proper time.

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

C. Upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on January 8, 2024, and interested taxpayers were given the opportunity to file or register any objections to said proposed budget.

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

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

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

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

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF  
OVERLOOK METROPOLITAN DISTRICT, TOWN OF PARKER, DOUGLAS COUNTY,  
COLORADO:**

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

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

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

RESOLUTION APPROVED AND ADOPTED on January 8, 2024.

**OVERLOOK METROPOLITAN  
DISTRICT**

By: *Jim Gibbens*  
President

Attest:

By: *Craig Sorensen*  
Secretary



## **EXHIBIT A**

### **Budget**

**OVERLOOK METROPOLITAN DISTRICT**  
**2024**  
**BUDGET MESSAGE**

Attached please find a copy of the adopted 2024 budget for Overlook Metropolitan District.

The Overlook Metropolitan District has adopted two funds, a General Fund to provide for general operating expenditures, and repayment of developer advances; and a Debt Service Fund to provide for payments on the outstanding general obligation bonds.

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

The primary source of revenue for the district in 2024 will be tax revenues. The district intends to impose a 54.208 mill levy on the property within the district in 2024, of which 3.623 mills will be dedicated to the General Fund and the balance of 50.585 mills will be allocated to the Debt Service Fund.

**Overlook Metropolitan District**  
**Adopted Budget**  
**General Fund**  
**For the Year Ended December 31, 2024**

	Actual <u>2022</u>	Adopted Budget <u>2023</u>	Actual <u>9/30/2023</u>	Estimated <u>2023</u>	Adopted Budget <u>2024</u>
Beginning fund balance	\$ (1,228)	\$ 1,059	\$ (6,320)	\$ (6,320)	\$ 16,804
Revenues:					
Property taxes	37,151	37,521	37,521	37,521	37,892
Ownership taxes	3,285	2,626	2,649	3,000	2,652
Interest income	<u>384</u>	<u>50</u>	<u>3,056</u>	<u>4,000</u>	<u>50</u>
Total revenues	<u>40,820</u>	<u>40,197</u>	<u>43,226</u>	<u>44,521</u>	<u>40,594</u>
Total funds available	<u>39,592</u>	<u>41,256</u>	<u>36,906</u>	<u>38,201</u>	<u>57,398</u>
Expenditures:					
Legal	15,526	8,000	9,227	7,500	8,000
Accounting	7,153	6,000	6,627	5,000	6,000
Audit	4,900	5,000	5,400	5,000	5,000
Insurance	2,795	3,500	2,840	2,840	3,500
Miscellaneous	895	2,000	-	500	2,000
Office supplies	-	1,500	-	-	1,500
Election expense	1,086	3,000	-	-	3,000
Treasurer's fees	557	563	563	557	568
Repay developer advances	13,000	-	-	-	15,000
Contingency	-	10,806	-	-	11,943
Emergency reserve	<u>-</u>	<u>887</u>	<u>-</u>	<u>-</u>	<u>887</u>
Total expenditures	<u>45,912</u>	<u>41,256</u>	<u>24,657</u>	<u>21,397</u>	<u>57,398</u>
Ending fund balance	\$ (6,320)	\$ -	\$ 12,249	\$ 16,804	\$ -
Assessed value		\$ 7,803,920			\$ 10,458,760
Mill levy		<u>4.808</u>			<u>3.623</u>

**Overlook Metropolitan District  
Adopted Budget  
Capital Projects Fund  
For the Year Ended December 31, 2024**

	Actual <u>2022</u>	Adopted Budget <u>2023</u>	Actual <u>9/30/2023</u>	Estimated <u>2023</u>	Adopted Budget <u>2024</u>
Beginning fund balance	\$ 1,438	\$ -	\$ -	\$ -	\$ -
Revenues:					
Miscellaneous income	-	-	-	-	-
Total revenues	-	-	-	-	-
Total funds available	1,438	-	-	-	-
Expenditures:					
Transfer to General Fund	1,438	-	-	-	-
Capital projects	-	-	-	-	-
Total expenditures	1,438	-	-	-	-
Ending fund balance	\$ -	\$ -	\$ -	\$ -	\$ -

**Overlook Metropolitan District**  
**Adopted Budget**  
**Debt Service Fund**  
**For the Year Ended December 31, 2024**

	Actual <u>2022</u>	Adopted Budget <u>2023</u>	Actual <u>9/30/2023</u>	Estimated <u>2023</u>	Adopted Budget <u>2024</u>
Beginning fund balance	\$ 367,170	\$ 348,600	\$ 377,894	\$ 377,894	\$ 390,893
Revenues:					
Property taxes	343,604	345,152	345,152	345,152	529,057
Specific ownership taxes	30,385	34,515	24,364	30,000	52,905
Interest income	9,110	2,500	16,772	20,000	2,500
Total revenues	<u>383,099</u>	<u>382,167</u>	<u>386,288</u>	<u>395,152</u>	<u>584,462</u>
Total funds available	<u>750,269</u>	<u>730,767</u>	<u>764,182</u>	<u>773,046</u>	<u>975,355</u>
Expenditures:					
Interest expense - Series 2021A	-	196,300	98,150	196,300	196,300
Principal - Series 2021A	99,050	95,000	-	95,000	100,000
Interest expense - Series 2021B(3)	268,169	78,690	-	78,690	315,519
Treasurer's fees	5,156	5,177	5,149	5,163	7,936
Trustee / paying agent fees	-	7,000	7,000	7,000	7,000
Total expenditures	<u>372,375</u>	<u>382,167</u>	<u>110,299</u>	<u>382,153</u>	<u>626,755</u>
Ending fund balance	<u>\$ 377,894</u>	<u>\$ 348,600</u>	<u>\$ 653,883</u>	<u>\$ 390,893</u>	<u>\$ 348,600</u>
Assessed valuation		<u>\$ 7,803,920</u>			<u>\$ 10,458,760</u>
Mill Levy		<u>44.228</u>			<u>50.585</u>
Total Mill Levy		<u>49.036</u>			<u>54.208</u>

I, Craig Sorensen, hereby certify that I am the duly appointed Secretary of the Overlook Metropolitan District, and that the foregoing is a true and correct copy of the budget for the budget year 2024, duly adopted at a meeting of the Board of Directors of the Overlook Metropolitan District held on January 8, 2024.

*Craig Sorensen*

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Secretary

**RESOLUTION NO. 2024-01-03**

**RESOLUTION TO SET MILL LEVIES**

**RESOLUTION OF THE OVERLOOK METROPOLITAN DISTRICT LEVYING  
GENERAL PROPERTY TAXES, PURSUANT TO SECTION 39-1-111, C.R.S., FOR THE  
YEAR 2023, TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE 2024  
BUDGET YEAR**

A. The Board of Directors of the Overlook Metropolitan District (the “**District**”) adopted an annual budget in accordance with the Local Government Budget Law, on January 8, 2024.

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

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

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

NOW, THEREFORE, PURSUANT TO SECTIONS 39-1-111(5) and 39-5-128(1), C.R.S., BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE OVERLOOK METROPOLITAN DISTRICT, TOWN OF PARKER, DOUGLAS COUNTY, COLORADO, THAT:

1. For the purpose of meeting all general operating expenses of the District during the 2024 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

2. That for the purpose of meeting all debt retirement expenses of the District during the 2024 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 Secretary is hereby authorized and directed to immediately certify to the Board of 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 1** and incorporated herein by reference, recalculated as needed upon receipt of the final certification of valuation from the County Assessor in order to comply with any applicable revenue and other budgetary limits.

**[SIGNATURE PAGE FOLLOWS]**

**[SIGNATURE PAGE TO RESOLUTION TO SET MILL LEVIES]**

RESOLUTION APPROVED AND ADOPTED on January 8, 2024.

**OVERLOOK METROPOLITAN  
DISTRICT**

By: *Phil Gibbens*  
President

Attest:

By: *Craig Sorensen*  
Secretary



## **EXHIBIT 1**

### **Certification of Tax Levies**

**CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments**

**TO The County Commissioners of Douglas County, Colorado  
On behalf of the Overlook Metro District  
the Board of Directors  
of the Overlook Metropolitan District**

Hereby officially certifies the following mills to be levied against the taxing entity's **GROSS** assessed valuation of: **\$10,458,760** Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area 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: **\$10,458,760**

**Submitted: Diane Wheeler for budget/fiscal year 2024**

<b>PURPOSE</b>	<b>LEVY</b>	<b>REVENUE</b>
1. General Operating Expenses	3.623 mills	\$37,892
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction	-0.000 mills	-\$0
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	<b>3.623 mills</b>	<b>\$37,892</b>
3. General Obligation Bonds and Interest	50.585 mills	\$529,057
4. Contractual Obligations	0.000 mills	\$0
5. Capital Expenditures	0.000 mills	\$0
6. Refunds/Abatements	0.000 mills	\$0
7. Other	0.000 mills	\$0
8. Judgment	0.000 mills	\$0
<b>TOTAL:</b>	<b>54.208 mills</b>	<b>\$566,949</b>

**THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.).** Taxing entities that are Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.). Use additional pages as necessary.

The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

**CERTIFY A SEPARATE MILL LEVY FOR EACH BOND, CONTRACT, OTHER, AND/OR JUDGMENT:**

**BONDS**

1. Purpose of Issue: \$5,925,000 G O (Limited Tax Convertible to Unlimited Tax) Refunding Bonds  
Series: Series 2021A  
Date of Issue: 2021-09-16

Coupon Rate:	2.00% to 4.00%
Maturity Date:	2051-12-01
Levy:	24.498
Revenue:	\$256,219
2. Purpose of Issue:	\$2,036,000 Subordinate GO Limited Tax Refunding Bonds
Series:	Series 2021B(3)
Date of Issue:	2021-09-16
Coupon Rate:	5.50%
Maturity Date:	2045-12-15
Levy:	26.087
Revenue:	\$272,838

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**CONTRACTS**

No Contracts Available

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**OTHER**

No Other Available

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**JUDGMENT**

No Judgment Available

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**Explanation of Change:**

Generated On Tue, 09 Jan 2024

I, Craig Sorensen, hereby certify that I am the duly appointed Secretary of the Overlook Metropolitan District, and that the foregoing is a true and correct copy of the Certification of Tax Levies for the budget year 2024, duly adopted at a meeting of the Board of Directors of the Overlook Metropolitan District held on January 8, 2024.

*Craig Sorensen*

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Secretary

## **EXHIBIT C**

### **Contact Information / Board Meeting Schedule**

#### **Board Members:**

Jill Gibbens, President  
10945 Ledges Rd.  
Parker, CO 80134  
Phone: 303-995-8991

Stacey Hedrington, Treasurer  
10893 Endeavor Dr.  
Parker, CO 80134  
Phone: 303-981-5678

There are currently three (3) vacancies on the Board of Directors.

#### **Administrative Officer:**

Craig Sorensen, District Secretary  
McGeady Becher Cortese Williams P.C.  
450 E. 17<sup>th</sup> Ave., Suite 400  
Denver, CO 80203  
Phone: 303-592-4380

#### **General Counsel:**

Paula J. Williams  
McGeady Becher Cortese Williams P.C.  
450 E. 17<sup>th</sup> Ave., Suite 400  
Denver, CO 80203  
Phone: 303-592-4380

**2024 Board Meeting Schedule:** The Board has scheduled regular meetings for July 17, 2024 (rescheduled to August 8, 2024) and November 20, 2024, at 5:30 p.m., such meetings to be held virtually.

## **EXHIBIT D**

Notice Pursuant to Section 32-1-809, C.R.S.

Notice Completed By
Name: Craig Sorensen
Title: Paralegal
Notice Dated: January 12, 2024
Some information herein may be subject to change.

## 2024 SPECIAL DISTRICT "TRANSPARENCY NOTICE"

*Notice to Electors 32-1-809 C.R.S.*

**Legal Name of Special District:** **Overlook Metropolitan District**

This information must be provided<sup>1</sup> annually to the eligible electors of the district between November 16, and January 15.

Address and Telephone Number of District's Principal Business Office	c/o McGeady Becher P.C. 450 E. 17 <sup>th</sup> Ave., Suite 400 Denver, CO 80203-1254 303-592-4380
Name and Telephone of Manager or Other Primary Contact Person for District	Paula J. Williams 303-592-4380
Email address of primary contact (optional, but needed for access to DLG E-Filing Portal)	csorensen@specialdistrictlaw.com
District's website address (Required if choosing to post meeting notices online per HB 19-1087)	<a href="https://overlookmetropolitandistrict.specialdistrict.net">https://overlookmetropolitandistrict.specialdistrict.net</a>
Time and Place Designated for Regular Board Meetings [per C.R.S. 32-1-903]	July 17, 2024 and November 20, 2024 at 5:30 p.m., to be held virtually.
Posting Place Designated for Meeting Place [per C.R.S. 24-6-402(2)(c)]	On District website. If website unavailable, at the northeast corner of Union Creek Drive and Endeavor Drive, Parker, Colorado.

Names and Contact Information of Board Members  <i>Check applicable boxes for a Board Member whose seat will be on the ballot at the next regular election.</i>	(1) Board Chair Name: Jill Gibbens Contact Info: 450 E. 17 <sup>th</sup> Ave., Suite 400 Denver, CO 80203-1254  <input checked="" type="checkbox"/> This office included on next regular election ballot for a <input checked="" type="checkbox"/> Two-year term <input type="checkbox"/> Four-year term	(2) Name: Stacey Hedrington Contact Info: 450 E. 17 <sup>th</sup> Ave., Suite 400 Denver, CO 80203-1254  <input checked="" type="checkbox"/> This office included on next regular election ballot for a <input checked="" type="checkbox"/> Two-year term <input type="checkbox"/> Four-year term
	(3) Name: VACANT Contact Info: 450 E. 17 <sup>th</sup> Ave., Suite 400 Denver, CO 80203-1254  <input checked="" type="checkbox"/> This office included on next regular election ballot for a <input type="checkbox"/> Two-year term <input checked="" type="checkbox"/> Four-year term	(4) Name: VACANT Contact Info: 450 E. 17 <sup>th</sup> Ave., Suite 400 Denver, CO 80203-1254  <input checked="" type="checkbox"/> This office included on next regular election ballot for a <input type="checkbox"/> Two-year term <input checked="" type="checkbox"/> Four-year term
	(5) Name: VACANT Contact Info: 450 E. 17 <sup>th</sup> Ave., Suite 400 Denver, CO 80203-1254  <input checked="" type="checkbox"/> This office included on next regular election ballot for a <input type="checkbox"/> Two-year term <input checked="" type="checkbox"/> Four-year term	

Date of Next Regular Election	May 6, 2025
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Self-nomination forms to be a candidate for district board member may be obtained from and should be returned to the Designated Election Official (or Board Chair or Secretary if no DEO). [per C.R.S. 1-13.5-303]:

**For information contact:  
District General Counsel  
McGeady Becher P.C.  
450 E. 17<sup>th</sup> Ave., Suite 400  
Denver, CO 80203-1254  
(303) 592-4380**

Self-nomination forms for the next regular election must be received by the District by

**February 28, 2025, no later than 5:00 p.m.**

Applications for absentee voting or for permanent absentee voter status are available from and must be returned to the Designated Election Official. [per C.R.S. 1-13.5-1003]

District Election Results will be posted on these websites:	Department of Local Affairs <a href="https://dola.colorado.gov/lgis">https://dola.colorado.gov/lgis</a>	District or other website: <a href="https://overlookmetropolitandistrict.specialdistrict.net">https://overlookmetropolitandistrict.specialdistrict.net</a>
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District Mill Levy	54.208 mills, for collection in 2024
Total ad valorem tax revenue received in the previous year (Note if unaudited or otherwise incomplete)	\$382,673 (estimated; unaudited)

File copy of this Notice with:

- ☐ Clerk and Recorder of each county in which district is wholly or partially located
- ☐ Assessor of each county in which the district is wholly or partially located
- ☐ Treasurer of each county in which the district is wholly or partially located
- ☐ Board of commissioners of each county in which the district is wholly or partially located
- ☐ Governing body of any municipality in which the district is wholly located
- ☐ Division of Local Government
- ☐ District's principal business office where it shall be available for public inspection

<sup>1</sup>Notice must be provided in one or more of the following manners:

- a) Mail Notice separately to each household where one or more eligible electors of the special district resides (Note: Districts with overlapping boundaries may combine mailed Notices, so long as the information regarding each district is separately displayed and identified);
- b) Include Notice as a prominent part of a newsletter, annual report, billing insert, billing statement, letter, voter information card or other Notice of election, or other informational mailing sent by the district to the eligible electors;
- c) Post Notice on district's official website (Note: You must also provide the Division of Local Government (<http://www.colorado.gov/dola>) with the address of your district's website in order to establish a link on the DLG's site). (Please use our Contact Update form available on our website or by request);
- d) Post Notice on website of the Special District Association of Colorado (<http://www.sdaco.org>) (Note: Your district must be an SDA member. Send Notice to SDA by mail or electronic transmission); or
- e) For a special district with less than one thousand eligible electors that is wholly located within a county with a population of less than thirty thousand, posting the Notice in at least three public places within the limits of the special district and, in addition, posting a Notice in the office of the county clerk and recorder of the county in which the special district is located. Such Notices shall remain posted until the Tuesday succeeding the first Monday of the following May.