

**PARKER AUTOMOTIVE METROPOLITAN DISTRICT**

**2017 ANNUAL REPORT**

**TO**

**THE TOWN OF PARKER**

Pursuant to the Service Plan for Parker Automotive Metropolitan District dated April 5, 2004, First Amendment to the Service Plan dated September 16, 2013 (collectively the “Service Plan”), and Section 10.11.040 of the Town of Parker’s Municipal Code, the District is required to provide an annual report to the Town of Parker.

To the best of our actual knowledge, for the year ending December 31, 2017, the District makes the following report:

**A. A summary of the progress of the District in implementing the Service Plan:**

The District continues to implement its development schedule as contemplated in the Service Plan. All infrastructure to be completed by the District has been installed and the District remains in existence in order to discharge outstanding debt.

**B. Except when exemption from audit has been granted for the report year under the Local Government Audit Law, the audited financial statements of the District for the report year, including a statement of financial condition (i.e., balance sheet) as of December 31 of the report year and the statement of operations (i.e., revenues and expenditures) for the report year:**

A copy of the District’s 2017 audit is attached hereto as **Exhibit A**.

**C. Unless disclosed within a separate schedule to the financial statements, a summary of the capital expenditures incurred by the District in development of public improvements in the report year, as well as any capital improvements or projects proposed to be undertaken in the five (5) years following the report year:**

Summaries of the District’s capital expenditures and proposed capital improvements are contained in the 2017 audit provided in **Exhibit A**. The 2018 Budget attached hereto as **Exhibit B**. The District does not intend to undertake any capital improvements or projects in the five (5) years following the report year.

- D. Unless disclosed within a separate schedule to the financial statements, a summary of the financial obligations of the District at the end of the report year, including the amount of outstanding indebtedness, the amount and terms of any new District indebtedness or long-term obligations issued in the report year, the amount of payment or retirement of existing indebtedness of the District in the report year, the total assessed valuation of all taxable properties within the District as of January 1 of the report year and the current mill levy of the District pledged to debt retirement in the report year**

A summary of the District's financial obligations is included in the 2017 Audit provided in **Exhibit A**. The District's current mill levy pledged to general operating expenses is 7.000 mills and to debt is 47.000 mills. The assessed valuation of all taxable properties within the District is \$8,952,410.

- E. The District's budget for the calendar year in which the annual report is being submitted:**

The 2018 Budget is attached as **Exhibit B**.

- F. A summary of residential and commercial development in the District for the report year:**

The District does not have any residential development. Please see the 2017 Audit, provided in **Exhibit A**, for a summary of commercial development.

- G. A summary of all fees, charges and assessments imposed by the District as of January 1 of the report year:**

There are currently no fees, charges or assessments imposed by the District.

- H. Certification of the Board that no action, event or condition enumerated in Section 10.11.060 has occurred:**

During 2017:

- (1) There were no defaults in the payment of principal or interest of any of the District's bonds, notes, certificates, debentures, contracts or other evidences of indebtedness or borrowing issued or incurred by the District which: (i) persisted for a period of One Hundred Twenty (120) days or more; (ii) included an aggregate amount of either Fifty Thousand Dollars (\$50,000) or 10% of the outstanding principal balance of the indebtedness; or (iii) creditors have not agreed in writing with the District to forbear from pursuit of legal remedies in connection with such indebtedness.
- (2) The District has not failed to develop, cause to be developed or consented to the development by others of any capital facility proposed in the Service Plan when necessary to service approved development within the District.
- (3) The District has not failed to realize at least Seventy-Five Percent (75%) of the development revenues projected in the financial portion of the Service Plan with a

disparity between projected and realized revenue exceeding Fifty Thousand Dollars (\$50,000.00), where development revenue is defined as fees, exactions and charges imposed by the District on residential and commercial development, excluding taxes.

- (4) The District has not developed any capital facility in excess of \$100,000 in cost, which is not either identified in the Service Plan or authorized by the Town in the course of a separate development approval, excluding bona fide cost projection miscalculations; and state or federally mandated improvements, particularly water or sanitation facilities.
  - (5) No event or condition has occurred which is defined under the Service Plan or intergovernmental agreement as necessitating a Service Plan amendment. It should be noted that on September 16, 2013, the First Amendment to the Service Plan was approved by the Town Council and remains in effect.
  - (6) There has been no material default by the District under any intergovernmental agreement with the Town.
  - (7) No events or conditions enumerated in Section 32-1-207(2), C.R.S., as amended, have occurred.
- I. The name, business address and telephone number of each member 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:**

Andrew Klein  
Westside Investment Partners  
4100 E. Mississippi Ave., Suite 500  
Denver, CO 80246  
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ATTORNEY:  
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Regular Meetings: The second Thursday of July and November at 10:00 a.m. at 4100 E. Mississippi Ave., Suite 500, Denver, Colorado.

**EXHIBIT A**  
**2017 Audit**

PARKER AUTOMOTIVE METROPOLITAN DISTRICT

Financial Statements

Year Ended December 31, 2017

with

Independent Auditors' Report

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Parker Automotive Metropolitan District  
Douglas County, Colorado

We have audited the accompanying financial statements of the governmental activities and each major fund of Parker Automotive Metropolitan District (the District) as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Parker Automotive Metropolitan District, as of December 31, 2017, and the respective changes in financial position thereof, and the budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Management has omitted management's discussion and analysis that 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 statement in an appropriate operation, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of legal compliance and additional analysis and is not a required part of the basic financial statements. The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The continuing disclosure annual financial information as listed in the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

A handwritten signature in black ink that reads "Fiscal Focus Partners, LLC". The signature is written in a cursive, flowing style.

Lakewood, Colorado  
April 24, 2018



**PARKER AUTOMOTIVE METROPOLITAN DISTRICT**

BALANCE SHEET/STATEMENT OF NET POSITION  
GOVERNMENTAL FUNDS  
December 31, 2017

	<u>General</u>	Debt <u>Service</u>	<u>Total</u>	<u>Adjustments</u>	Statement of Net <u>Position</u>
<b>ASSETS</b>					
Cash and investments	\$ 798,783	\$ -	\$ 798,783	\$ -	\$ 798,783
Cash and investments - restricted	1,333	283,249	284,582	-	284,582
Receivable County Treasurer	471	3,164	3,635	-	3,635
Property taxes receivable	62,667	420,763	483,430	-	483,430
Prepaid insurance	<u>2,598</u>	<u>-</u>	<u>2,598</u>	<u>-</u>	<u>2,598</u>
 Total Assets	 <u>\$ 865,852</u>	 <u>\$ 707,176</u>	 <u>\$ 1,573,028</u>	 <u>-</u>	 <u>1,573,028</u>
 <b>LIABILITIES</b>					
Accounts payable	\$ 4,548	\$ -	\$ 4,548	-	4,548
Accrued interest payable	-	-	-	5,634,794	5,634,794
Long-term liabilities					
Due within one year	-	-	-	65,000	65,000
Due in more than one year	<u>-</u>	<u>-</u>	<u>-</u>	<u>14,615,000</u>	<u>14,615,000</u>
 Total Liabilities	 <u>4,548</u>	 <u>-</u>	 <u>4,548</u>	 <u>20,314,794</u>	 <u>20,319,342</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred property taxes	<u>62,667</u>	<u>420,763</u>	<u>483,430</u>	<u>-</u>	<u>483,430</u>
 Total Deferred Inflows of Resources	 <u>62,667</u>	 <u>420,763</u>	 <u>483,430</u>	 <u>-</u>	 <u>483,430</u>
 <b>FUND BALANCES</b>					
Fund Balances:					
Nonspendable:					
Prepays	2,598	-	2,598	(2,598)	-
Restricted:					
Emergencies	1,333	-	1,333	(1,333)	-
Debt service	-	286,413	286,413	(286,413)	-
Unassigned	<u>794,706</u>	<u>-</u>	<u>794,706</u>	<u>(794,706)</u>	<u>-</u>
 Total Fund Balances	 <u>798,637</u>	 <u>286,413</u>	 <u>1,085,050</u>	 <u>(1,085,050)</u>	 <u>-</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u>\$ 865,852</u>	 <u>\$ 707,176</u>	 <u>\$ 1,573,028</u>		
 <b>NET POSITION</b>					
Restricted for:					
Emergencies				1,333	1,333
Debt service				286,413	286,413
Unrestricted				<u>(19,520,088)</u>	<u>(19,517,490)</u>
 Total Net Position				 <u>\$ (19,232,342)</u>	 <u>\$ (19,229,744)</u>

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

**PARKER AUTOMOTIVE METROPOLITAN DISTRICT**

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE/STATEMENT OF ACTIVITIES  
GOVERNMENTAL FUNDS

For the Year Ended December 31, 2017

	<u>General</u>	<u>Debt Service</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
EXPENDITURES					
Accounting and audit	\$ 12,079	\$ -	\$ 12,079	\$ -	\$ 12,079
Insurance	2,890	-	2,890	-	2,890
Legal	17,460	7,886	25,346	-	25,346
Miscellaneous expenses	61	-	61	-	61
Treasurer's fees	826	5,544	6,370	-	6,370
Bond interest expense - Series 2010 Sub	-	250,000	250,000	857,815	1,107,815
Bond Principal - Series 2016	-	65,000	65,000	(65,000)	-
Bond Interest - Series 2016	-	212,250	212,250	17,417	229,667
Paying agent fees/trustee fees	-	3,300	3,300	-	3,300
Water/sewer impact fees	-	21,643	21,643	-	21,643
Total Expenditures	<u>33,316</u>	<u>565,623</u>	<u>598,939</u>	<u>810,232</u>	<u>1,409,171</u>
GENERAL REVENUES					
Property taxes	55,041	369,561	424,602	-	424,602
Specific ownership taxes	7,036	47,239	54,275	-	54,275
Settlement income	700,000	-	700,000	-	700,000
Extension fee income	64,160	40,000	104,160	-	104,160
Interest and other income	<u>3,380</u>	<u>2,670</u>	<u>6,050</u>	<u>-</u>	<u>6,050</u>
Total General Revenues	<u>829,617</u>	<u>459,470</u>	<u>1,289,087</u>	<u>-</u>	<u>1,289,087</u>
NET CHANGES IN FUND BALANCES	796,301	(106,153)	690,148	(690,148)	-
CHANGE IN NET POSITION				(120,084)	(120,084)
FUND BALANCES/NET POSITION:					
BEGINNING OF YEAR	<u>2,336</u>	<u>392,566</u>	<u>394,902</u>	<u>(19,504,562)</u>	<u>(19,109,660)</u>
END OF YEAR	<u>\$ 798,637</u>	<u>\$ 286,413</u>	<u>\$ 1,085,050</u>	<u>\$ (20,314,794)</u>	<u>\$ (19,229,744)</u>

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

**PARKER AUTOMOTIVE METROPOLITAN DISTRICT**

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

For the Year Ended December 31, 2017

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b>REVENUES</b>				
Property taxes	\$ 64,225	\$ 64,225	\$ 55,041	\$ (9,184)
Specific ownership taxes	4,497	4,497	7,036	2,539
Settlement income	-	-	700,000	700,000
Extension fee income	-	-	64,160	64,160
Interest and other income	-	-	3,380	3,380
	<u>68,722</u>	<u>68,722</u>	<u>829,617</u>	<u>760,895</u>
<b>Total Revenues</b>				
<b>EXPENDITURES</b>				
Accounting and audit	13,000	13,000	12,079	921
Insurance	3,000	3,000	2,890	110
Legal	10,000	10,000	17,460	(7,460)
Miscellaneous expenses	500	500	61	439
Treasurers fees	963	963	826	137
Contingency	40,607	40,607	-	40,607
Emergency reserve	824	824	-	824
	<u>68,894</u>	<u>68,894</u>	<u>33,316</u>	<u>35,578</u>
<b>Total Expenditures</b>				
<b>NET CHANGE IN FUND BALANCE</b>	(172)	(172)	796,301	796,473
<b>FUND BALANCE:</b>				
BEGINNING OF YEAR	<u>172</u>	<u>172</u>	<u>2,336</u>	<u>2,164</u>
END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 798,637</u>	<u>\$ 798,637</u>

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

# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2017

### Note 1: Summary of Significant Accounting Policies

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

#### Definition of Reporting Entity

The District was organized on June 28, 2004, as a quasi-municipal organization established under the State of Colorado Special District Act. The District was established to provide water, sewer and street improvements, safety protection, and mosquito and erosion control services. By agreement, upon completion, the District will dedicate and transfer certain facilities to the Town of Parker (Town) or to Parker Water and Sanitation District, for maintenance and operation (see Note 6). When the facilities are complete and all debt issued by the District is paid or defeased, the Town may request dissolution of 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.

# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2017

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 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 except those required to be accounted for in another fund.

# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2017

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

### 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.

During November 2017, the District amended its total appropriations in the Debt Service Fund from \$309,293 to \$750,000 primarily due to interest paid on the Subordinate General Obligation Limited Tax Refunding Bonds, Series 2010 (Note 3).

### 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, 2017, 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 six 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.

#### 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.

# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2017

### 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 does not have any items that qualify for reporting under this category.

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.

### 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.

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. During 2010 all of the District's improvements were conveyed to the Town of Parker, and no new improvements have been completed.

### 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.

# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2017

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. The nonspendable fund balance in the General Fund in the amount of \$2,598 represents prepaid insurance.

### 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 \$1,333 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 \$286,413 is restricted for the payment of the debt service costs associated with the General Obligation debt (see Note 3).

### 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.



# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2017

### 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 funds can report negative amounts.

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

### Net Position

Net Position represents the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources. The District 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 or resources related to those assets. At December 31, 2017, 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.

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.

PARKER AUTOMOTIVE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2017

Note 2: Cash and Investments

As of December 31, 2017, cash and investments are classified in the accompanying financial statements as follows:

Statement of Net Position:

Cash and investments	\$ 798,783
Cash and investments – Restricted	<u>284,582</u>
Total	<u>\$1,083,365</u>

Cash and investments as of December 31, 2017, consist of the following:

Deposits with financial institutions	\$ 98,411
Investments - COLOTRUST	703,375
Investments - CSAFE	<u>281,579</u>
	<u>\$1,083,365</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 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 investment policy requires that the District follow state statutes for 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.

# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2017

### 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.

### 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 investment in COLOTRUST is calculated using the net asset value method (NAV) per share, and the value of the investment in CSAFE is calculated using the amortized cost method.

As of December 31, 2017, the District had the following investments:

### 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 ventures established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. COLOTRUST records its investments at fair value and the District records its investment in COLOTRUST using the net asset value method. The trusts operate similarly to a money market fund with each share maintaining a value of \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both investments consist of U.S. Treasury bills and notes and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and repurchase agreements collateralized by certain obligations of U.S. government agencies. Designated custodian banks provide safekeeping and depository services to the trusts. Substantially all securities owned by the trusts are held by the Federal Reserve Bank in the accounts maintained for the custodian banks. The custodians' internal records identify the investments owned by COLOTRUST. At December 31, 2017, the District had \$703,375 invested in COLOTRUST.

### CSAFE

The local government investment pool Colorado Surplus Asset Fund Trust ("CSAFE"), is rated AAAM by Standard and Poor's with a weighted average maturity of under 60 days. CSAFE records its investments at amortized cost and the District records its investments in CSAFE using the amortized cost method. CSAFE is an investment vehicle established by state statute for local

# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2017

government entities to pool surplus assets. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust is similar to a money market fund, with each share valued at \$1.00. CSAFE may invest in U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain money market funds, and highest rated commercial paper. A designated custodial bank serves as custodian for CSAFE's portfolio pursuant to custodian agreements. The custodian acts as safekeeping agent for CSAFE's investment portfolio and provides services as the depository in connection with direct investments and withdrawals. The custodians' internal records identify the investments owned by CSAFE. At December 31, 2017, the district had \$281,579 invested in CSAFE.

### Note 3: Long Term Debt

A description of the long-term obligations as of December 31, 2017, is as follows:

#### General Obligation Refunding Bonds, Series 2016

On June 1, 2016, the District issued General Obligation Refunding Bonds, Series 2016 ("Series 2016 Bonds") in the amount of \$4,275,000 to refund the District's outstanding Series 2005 Bonds, fund the 2016 Reserve Fund in the amount of \$278,500, and pay the costs of issuance of the 2016 Bonds and the costs of refunding the 2005 Bonds. The Bonds bear interest at of 5% and are payable on June 1 and December 1, each year, commencing December 1, 2016 and mature on December 1, 2045.

The Series 2016 Bonds are payable from the ad valorem property taxes levied by the District pursuant to the Indenture, amounts on deposit in the Bond Fund and the Reserve Fund and all other moneys, securities, revenues and funds from time to time held by the Trustee under the Indenture and any other legally available moneys of the District made available for the payment of principal and interest on the Bonds. The Series 2016 Bonds are subject to a mandatory sinking fund redemption commencing on December 1, 2016 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 December 1, 2026, upon payment of par and accrued interest, without redemption premium.

#### Subordinate General Obligation Limited Tax Refunding Bonds, Series 2010

On December 30, 2010, the District issued \$10,500,000 Subordinate General Obligation Limited Tax Refunding Bonds, Series 2010 as explained above. The Series 2010 Bonds carry a fixed coupon rate of 7.4%, pay interest and principal annually on December 15 through 2040. The Series 2010 Bonds are secured by a required mill levy of 47.00 mills. As of December 31, 2017, the unpaid accrued interest on the Series 2010 Bonds was \$5,617,377.

PARKER AUTOMOTIVE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2017

The following is an analysis of changes in long-term debt for the period ending December 31, 2017:

	Balance 1/1/2017	Additions	Deletions	Balance 12/31/2017	Current Portion
Series 2016 Bonds	\$ 4,245,000	\$ -	\$ 65,000	\$ 4,180,000	\$ 65,000
Series 2010 Bonds	<u>10,500,000</u>	-	-	<u>10,500,000</u>	-
	<u>\$ 14,745,000</u>	<u>\$ -</u>	<u>\$ 65,000</u>	<u>\$ 14,680,000</u>	<u>\$ 65,000</u>

The following is a summary of the annual long-term debt principal and interest requirements for the Series 2016 Bonds.

	Principal	Interest	Total
2018	\$ 65,000	\$ 209,000	\$ 274,000
2019	70,000	205,750	275,750
2020	75,000	202,250	277,250
2021	75,000	198,500	273,500
2022	80,000	194,750	274,750
2023-2027	475,000	908,750	1,383,750
2028-2032	600,000	777,500	1,377,500
2033-2037	770,000	611,750	1,381,750
2038-2042	975,000	400,000	1,375,000
2043-2045	<u>995,000</u>	<u>114,750</u>	<u>1,109,750</u>
	<u>\$ 4,180,000</u>	<u>\$ 3,823,000</u>	<u>\$ 8,003,000</u>

Due to the uncertainty of the timing of payments on the Series 2010 Bonds, a summary of annual principal and interest requirements is not provided.

As of December 31, 2017, the District had remaining voted debt authorization of \$80,420,000 for funding Public Improvements and \$38,500,000 for refunding District debt. In the future, the District may issue a portion or all of the remaining authorized, but unissued general obligation debt for purposes of providing public improvements to support development as it occurs within the District's service area. Per the District's Service Plan, debt cannot be issued in excess of \$16,500,000. The District did not budget any debt issuances for 2018.

# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## Notes to Financial Statements December 31, 2017

### Note 4: Agreements

#### Service Agreement

During 2004, the District and Parker Water and Sanitation District (PWSD) entered into a service agreement pursuant to which PWSD is to provide water and sanitation services to the properties within the District. The District agrees to provide necessary easements and to construct all facilities necessary for property within the District to connect to PWSD. Ownership of all water and sanitation facilities will be transferred to PWSD after completion of construction.

#### Settlement Agreement and Release

On April 17<sup>th</sup>, 2017, the District entered into the Settlement Agreement and Release with Connie D. Gerdes and Patty Gerdes (collectively “Gerdes”) in regards to the Impact Area Agreement under which Gerdes was required to reimburse the District for certain costs related to the construction of a water main and sanitary sewer improvements. The Settlement Agreement and Release stated that upon the closing of the sale of any portion of the Gerdes Property the District shall receive from the title company, on behalf of the purchaser of any such portion of the Gerdes Property, \$700,000. These funds were received by the District as required during 2017. Concurrent with this agreement, Extension fees due from Gerdes were also assigned to the District and remitted in the amount of \$104,160.

### 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.

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.

PARKER AUTOMOTIVE METROPOLITAN DISTRICT

Notes to Financial Statements  
December 31, 2017

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 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, 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: Related Parties

During 2017, a majority of the members of the Board of Directors had contractual relations with DRA Advisors, the current owners of the vacant property, and may have conflicts of interest in dealing with the District. Management believes that all potential conflicts, if any, have been disclosed.

Note 8: 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) Long-term liabilities such as bonds payable, accrued bond interest payable, are not due and payable in the current period and, therefore, are not in the funds.

The 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 interest expense on the modified accrual basis; however, interest expense is reported on the full accrual method on the Statement of Activities; and
- 2) 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.

SUPPLEMENTAL INFORMATION



**PARKER AUTOMOTIVE METROPOLITAN DISTRICT**

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

For the Year Ended December 31, 2017

	Original <u>Budget</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b>REVENUES</b>				
Property taxes	\$ 431,229	\$ 431,229	\$ 369,561	\$ (61,668)
Specific ownership taxes	20,000	45,000	47,239	2,239
Extension fee income	-	-	40,000	40,000
Interest income	<u>1,000</u>	<u>2,500</u>	<u>2,670</u>	<u>170</u>
Total Revenues	<u>452,229</u>	<u>478,729</u>	<u>459,470</u>	<u>(19,259)</u>
<b>EXPENDITURES</b>				
Legal	-	10,899	7,886	3,013
Bond interest expense - Series 2010 Sub	18,075	426,240	250,000	176,240
Bond Principal - Series 2016	65,000	65,000	65,000	-
Bond interest -Series 2016	212,250	212,250	212,250	-
Paying agent fees/trustee fees	7,500	7,500	3,300	4,200
Water/sewer impact fees	-	21,643	21,643	-
Treasurers' fees	<u>6,468</u>	<u>6,468</u>	<u>5,544</u>	<u>924</u>
Total Expenditures	<u>309,293</u>	<u>750,000</u>	<u>565,623</u>	<u>184,377</u>
 NET CHANGE IN FUND BALANCE	 142,936	 (271,271)	 (106,153)	 165,118
<b>FUND BALANCE:</b>				
BEGINNING OF YEAR	<u>365,258</u>	<u>392,566</u>	<u>392,566</u>	<u>-</u>
END OF YEAR	<u>\$ 508,194</u>	<u>\$ 121,295</u>	<u>\$ 286,413</u>	<u>\$ 165,118</u>

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

**PARKER AUTOMOTIVE METROPOLITAN DISTRICT**

SUMMARY OF ASSESSED VALUATION, MILL LEVY  
AND PROPERTY TAXES COLLECTED

December 31, 2017

<b>Year Ended December 31,</b>	<b>Prior Year Assessed Valuation for Current Year Property Tax Levy</b>	<b>Mills Levied</b>		<b>Total Property Tax</b>		<b>Percent Collected to Levied</b>
		<b>General Fund</b>	<b>Debt Service</b>	<b>Levied</b>	<b>Collected</b>	
2008	\$ 9,507,420	3.000	35.000	\$ 361,282	\$ 386,125	106.88%
2009	\$ 10,441,880	3.000	47.000	\$ 522,094	\$ 522,223	100.02%
2010	\$ 9,207,730	3.000	47.000	\$ 460,386	\$ 459,499	99.81%
2011	\$ 8,817,680	3.000	47.000	\$ 440,884	\$ 425,755	96.57%
2012	\$ 6,748,490	3.000	47.000	\$ 337,425	\$ 307,201	91.04%
2013	\$ 6,599,787	3.000	47.000	\$ 329,989	\$ 139,219	42.19%
2014	\$ 4,307,283	7.000	58.000	\$ 279,973	\$ 278,083	99.32%
2015	\$ 4,273,980	7.000	58.000	\$ 277,809	\$ 277,809	100.00%
2016	\$ 4,639,000	7.000	58.000	\$ 301,535	\$ 279,265	92.61%
2017	\$ 9,175,080	7.000	58.000	\$ 596,380	\$ 424,602	71.20%
Estimated for year ending December 31, 2018	\$ 8,952,410	7.000	47.000	\$ 483,430		

**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.

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

CONTINUING DISCLOSURE ANNUAL FINANCIAL INFORMATION - UNAUDITED

# PARKER AUTOMOTIVE METROPOLITAN DISTRICT

## TEN LARGEST OWNERS OF TAXABLE PROPERTY WITHIN THE DISTRICT

12/31/2017  
UNAUDITED

<u>Taxpayer Name</u>	<u>2017 Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Car Parker Land LLC		
CarMax Auto Superstores West Coast, Inc.	\$ 3,764,110	42.05%
Parker Lincoln Retail LLC	1,086,650	12.14%
19201 E Lincoln LLC	779,450	8.71%
19185 E Lincoln Ave LLC	652,040	7.28%
Lincoln Parker Auto LLC	585,440	6.54%
EVT Parker Colorado LLC	510,970	5.71%
Faris Properties LLC	314,520	3.51%
18225 Ponderosa Drive LLC	295,800	3.30%
Education Capital Solutions LLC	259,260	2.90%
Greufe Properties LLC	105,870	1.18%
Total	<u>\$ 8,354,110</u>	<u>93.32%</u>

### NOTE

Assessed Valuations were obtained from the Douglas County Assessor's Office.

**PARKER AUTOMOTIVE METROPOLITAN DISTRICT**

ESTIMATED OVERLAPPING GENERAL OBLIGATION DEBT

12/31/2017

UNAUDITED

<u>Overlapping Public Entity</u>	<u>2017 Assessed Valuation</u>	<u>Outstanding General Obligation Debt</u>	<u>Estimated Net Debt Chargeable to Properties in the District</u>	
			<u>Percent</u>	<u>Amount</u>
<b><u>District No. 2</u></b>				
Douglas County Re-1 School District	\$6,361,633,430	\$ 272,435,000	0.1407%	383,384
Parker Water & Sanitation District	664,927,690	84,720,000	1.3464%	<u>1,140,648</u>
Total				<u><u>1,524,032</u></u>

**EXHIBIT B**  
**2018 Budget**

**PARKER AUTOMOTIVE METROPOLITAN DISTRICT  
2018  
BUDGET MESSAGE**

Attached please find a copy of the adopted 2018 budget for the Parker Automotive Metropolitan District.

The Parker Automotive Metropolitan District has adopted two separate funds, a General Fund to provide for the payment of general operating expenditures; and a Debt Service Fund to provide for payments on the outstanding general obligation debt.

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 sources of revenue for the District in 2018 will be property and specific ownership taxes. The District intends to impose a 54.000 mill levy on property within the District for 2018, of which 7.000 mills will be dedicated to the General Fund and the balance of 47.000 mills will be allocated to the Debt Service Fund.

**Parker Automotive Metropolitan District**  
**Adopted Budget**  
**General Fund**  
**For the Year ended December 31, 2018**

	Actual <u>2016</u>	Adopted Budget <u>2017</u>	Actual <u>8/31/2017</u>	Estimate <u>2017</u>	Adopted Budget <u>2018</u>
Beginning fund balance	\$ 3,279	\$ 172	\$ 2,336	\$ 2,336	\$ 837,588
Revenues:					
Property taxes	30,075	64,225	53,404	64,225	62,667
Specific ownership taxes	2,988	4,497	4,615	6,500	4,387
Settlement income			700,000	700,000	
Extension fee income			104,160	104,160	
Interest income	33		350	500	500
Other income	-	-	-	20	-
Total revenues	<u>33,096</u>	<u>68,722</u>	<u>862,529</u>	<u>875,405</u>	<u>67,554</u>
Total funds available	<u>36,375</u>	<u>68,894</u>	<u>864,865</u>	<u>877,741</u>	<u>905,142</u>
Expenditures:					
Accounting	6,074	8,000	5,068	8,000	8,000
Audit	-	5,000	-	5,000	5,000
Election expense	861	-	-	-	1,500
Insurance	3,089	3,000	2,890	2,890	3,500
Legal	23,321	10,000	11,617	23,000	25,000
Miscellaneous	242	500	59	300	500
Treasurer's fees	452	963	801	963	940
Emergency reserve (3%)	-	824	-	-	1,333
Contingency	-	40,607	-	-	859,369
Total expenditures	<u>34,039</u>	<u>68,894</u>	<u>20,435</u>	<u>40,153</u>	<u>905,142</u>
Ending fund balance	<u>\$ 2,336</u>	<u>\$ -</u>	<u>\$ 844,430</u>	<u>\$ 837,588</u>	<u>\$ -</u>
Assessed Valuation	<u>\$ 4,639,000</u>	<u>\$ 9,175,080</u>			<u>\$ 8,952,410</u>
Mill levy	<u>7.000</u>	<u>7.000</u>			<u>7.000</u>



**Parker Automotive Metropolitan District**  
**Adopted Budget**  
**Debt Service Fund**  
**For the Year ended December 31, 2018**

	Actual <u>2016</u>	Adopted Budget <u>2017</u>	Actual <u>8/31/2017</u>	Estimate <u>2017</u>	Adopted Budget <u>2018</u>
Beginning fund balance	\$ 83,497	\$ 365,258	\$ 392,566	\$ 392,566	\$ 297,535
Revenues:					
Property taxes	249,190	431,229	358,569	431,229	420,763
Specific ownership taxes	24,755	20,000	30,984	45,000	20,000
Interest income	1,392	1,000	1,572	2,500	1,000
Bond proceeds	4,275,000	-	-	-	-
Total revenues	<u>4,550,337</u>	<u>452,229</u>	<u>391,125</u>	<u>478,729</u>	<u>441,763</u>
Total funds available	<u>4,633,834</u>	<u>817,487</u>	<u>783,691</u>	<u>871,295</u>	<u>739,298</u>
Expenditures:					
Bond principal - Series 2005	3,785,000	-	-	-	-
Bond interest - Series 2005	3,292	-	-	-	-
Bond principal - Series 2016	30,000	65,000	-	65,000	65,000
Bond interest - Series 2016	106,875	212,250	106,125	212,250	209,000
Bond principal - Series 2010 Sub Bonds	-	-	-	-	-
Bond interest - Series 2010 Sub Bonds	-	18,075	-	250,000	143,952
Cost of Issuance	220,000	-	-	-	-
Restructuring costs	-	-	-	-	-
LOC Fees	57,245	-	-	-	-
Extension fee	-	-	-	-	-
Remarketing fees	4,757	-	-	-	-
Paying agent/trustee fees	5,800	7,500	3,150	7,500	7,500
Accounting	1,142	-	-	-	-
Audit	5,303	-	-	-	-
Water/sewer impact fees	-	-	21,643	21,643	-
Legal expense	18,112	-	7,886	10,899	10,000
Treasurer fees	3,742	6,468	5,379	6,468	6,311
Total expenditures	<u>4,241,268</u>	<u>309,293</u>	<u>144,183</u>	<u>573,760</u>	<u>441,763</u>
Ending fund balance	<u>\$ 392,566</u>	<u>\$ 508,194</u>	<u>\$ 639,508</u>	<u>\$ 297,535</u>	<u>\$ 297,535</u>
Reserve Fund remaining	\$ -	\$ -	-	\$ -	\$ -
Reserve Fund required	<u>\$ 278,500</u>	<u>\$ 278,500</u>	-	<u>\$ 278,500</u>	<u>\$ 278,500</u>
Assessed Valuation	<u>\$ 4,639,000</u>	<u>\$ 9,175,080</u>	-	-	<u>\$ 8,952,410</u>
Mill Levy	<u>58.000</u>	<u>47.000</u>	-	-	<u>47.000</u>
Total Mill Levy	<u>65.000</u>	<u>54.000</u>	-	-	<u>54.000</u>