

SPRING MESA METROPOLITAN DISTRICT

8390 E. Crescent Pkwy, Suite 300

Greenwood Village, CO 80111

303-779-5710

www.springmesa.org

NOTICE OF REGULAR MEETING AND AGENDA

DATE: Thursday, June 15, 2023

TIME: 6:00 p.m.

LOCATION: West Woods Community Station
6644 Kendrick Drive
Arvada, CO 80007

You can also attend the meeting in the following ways:

1. To attend via Microsoft Teams, use the link below:

ACCESS:

https://teams.microsoft.com/l/meetup-join/19%3ameeting_ZDg2NjMyNWItN2RjYi00ZTVmLWI2OWQtZTkYn2FjMDVjZDRl%40thread.v2/0?context=%7b%22Tid%22%3a%224aaa468e-93ba-4ee3-ab9f-6a247aa3ade0%22%2c%22Oid%22%3a%227e93cd08-3bae-48d3-b32e-d8f57cd88c24%22%7d

2. To attend via telephone, dial 1-720-547-5281 and enter the following additional information:

Phone Conference ID: 744 937 757#

Board of Directors

Office

Term Expires

Wayne Harris

May 2025

Jo Gentry

May 2025

Lawrence Seidl

May 2027

Georgia Magnera

May 2027

Vacant

May 2027

I. ADMINISTRATIVE MATTERS

- A. Call to order and approval of agenda.
- B. Confirm quorum, location of meeting and posting of meeting notices.

C. Public comment.

Members of the public may express their views to the Board on matters that affect the District that are otherwise not on the agenda. Comments will be limited to three (3) minutes per person.

D. Discuss results of the May 2, 2023 Directors’ election. Discuss Board vacancy.

E. Consider appointment of officers.

President: _____

Secretary: _____

Treasurer: _____

Assistant Secretary: _____

Assistant Secretary: _____

II. CONSENT AGENDA

The items listed below are a group of items to be acted on with a single motion and vote by the Board to expedite the handling of limited routine matters. The Board has received the information on these matters prior to the meeting. An item may be removed from the Consent Agenda to the regular agenda, if desired. Items on the consent agenda are then voted on by a single motion, second, and vote by the Board.

- A. Approve Minutes of the April 6, 2023 Regular Meeting (enclosed).
- B. Ratify approval of the Interim Check List in the amount of \$21,057.06 (enclosed).
- C. Ratify approval of Work Orders for Irrigation at 72nd and Quaker Street from Nu Style Landscape and Development LLC (enclosed).

III. FINANCIAL MATTERS

- A. Review and consider acceptance of Unaudited Financial Statements for the period ending April 30, 2023 (enclosed).
- B. Consider approval of 2022 audit filing extension.

IV. DIRECTOR MATTERS

- A. Update on landscape and pond maintenance services.

- B. Update on underdrain cleaning services for 2023.
- C. Update on fire mitigation for native open space.
- D. Update on irrigation system replacement and funding.
- E. Update on internet cable installation and impact on irrigation system.

V. LEGAL MATTERS

VI. MANAGER MATTERS

VII. OTHER BUSINESS

VIII. ADJOURNMENT

The next regular meeting is scheduled for Thursday, August 10, 2023 at 6:00 p.m.

RECORD OF PROCEEDINGS

MINUTES OF A REGULAR MEETING OF
THE BOARD OF DIRECTORS OF THE
SPRING MESA METROPOLITAN DISTRICT (THE “DISTRICT”)
HELD
APRIL 6, 2023

A regular meeting of the Board of Directors of the Spring Mesa Metropolitan District (referred to hereafter as the “Board”) was convened on Thursday, April 6, 2023, at 6:00 p.m. via Microsoft Teams. The meeting was open to the public.

ATTENDANCE

Directors In Attendance Were:

Mark Entman, President
Jo Gentry, Vice President
Lawrence Seidl, Treasurer
Wayne Harris, Secretary

Also, In Attendance Were:

Lisa Johnson, Alex Clem and Yelena Primachenko; CliftonLarsonAllen LLP
Nicole Peykov; Spencer Fane LLP
Georgia Magnera; Member of the Public

ADMINISTRATIVE MATTERS

Call to order and agenda: Ms. Johnson called the meeting to order at 6:02 p.m. Following review, upon a motion duly made by Director Gentry, seconded by Director Seidl and, upon vote, unanimously carried, the Board approved the agenda, as presented.

Quorum, location of meeting and posting of meeting notices: A quorum was confirmed with the location of the meeting and posting of the meeting notice.

Public comment: None.

CONSENT AGENDA

Minutes of the November 10, 2022 regular meeting:

Interim Check List in the Amount of \$44,206.90:

Upon a motion duly made by Director Seidl, seconded by Director Entman and, upon vote, unanimously carried, the Board approved and/or ratified approval of the Consent Agenda items.

FINANCIAL MATTERS

Unaudited Financial Statements for the period ending December 31, 2022 and February 28, 2023: Ms. Primachenko reviewed the Financial Statements with the Board. Following review, upon a motion duly made by Director Gentry, seconded by Director Seidl and, upon vote, unanimously carried, the

RECORD OF PROCEEDINGS

Board accepted the Unaudited Financial Statements for the periods ending December 31, 2022 and February 28, 2023, as presented.

Other: None.

DIRECTOR MATTERS

Pump repair at ponds: Director Harris provided an update to the Board regarding the pump repair at the ponds, noting that the pump valve was repaired on April 6th and the ponds are ready for the season.

Willow Tree West Pond: Director Gentry provided an update to the Board regarding the Willow Tree West Pond, noting that the work has been completed.

City of Arvada tree height standards: Director Gentry provided an update to the Board regarding City of Arvada tree height standards, noting she will continue to monitor tree growth and request pruning as needed.

Fire mitigation for native open space: Director Gentry provided an update to the Board regarding fire mitigation for native open space, noting that she continues to meet with the local fire department to discuss further fire mitigation efforts in addition to mowing.

Irrigation system replacement and funding: Director Gentry reviewed irrigation system replacements, noting she has requested proposals from four service providers for the capital repair and replacement of the system. She stated that the first bid received recommends the District repair and replace irrigation lines on an as-needed basis. She noted she will provide an update on additional bids received at the June meeting.

Attorney Peykov discussed the District's remaining debt authorization in relation to the irrigation system replacement with the Board, noting that the debt authorization expires in November 2023. Discussion ensued. Following discussion, the Board determined not to move forward with a new debt issuance for this project in 2023.

Internet cable installation and impact on irrigation system: Director Gentry discussed the internet cable installation and impact on irrigation system with the Board, noting that Comcast or a Comcast subcontractor has been locating the water, sewer and electrical lines in the community to install and/or upgrade current service in the area. She stated she will contact the City to seek additional information on this project to avoid any breaks in the irrigation system due to project work.

LEGAL MATTERS

Ability to issue debt related to irrigation system improvements: This item was previously discussed.

RECORD OF PROCEEDINGS

Other: The Board discussed the recent letter Attorney Peykov sent to the residents at 17497 W. 78th Drive regarding remediation of the open space area due to damage incurred by their contractor. Following discussion, it was determined that Director Seidl will reach out to the residents to discuss the necessary remediation effort and request that they rectify the issue immediately.

**MANAGER
MATTERS**

Other: None.

OTHER BUSINESS

Rescheduling June 8, 2023 regular meeting: It was noted that the June 8, 2023 regular meeting will be cancelled and a special meeting has been scheduled for June 15, 2023.

ADJOURNMENT

There being no further business to come before the Board at this time, upon a motion duly made by Director Gentry, seconded by Director Seidl and, upon vote, unanimously carried, the Board adjourned the meeting at 7:33 p.m.

Respectfully submitted,

Secretary for the Meeting

Spring Mesa Metropolitan District

Check List

INTERIM CHECKS

All Bank Accounts

March 30, 2023 - June 5, 2023

| Check Number | Check Date | Payee | Amount |
|---------------------------|------------|----------------------------------|-----------|
| Vendor Checks | | | |
| ACH | 04/07/23 | Xcel Energy | 119.13 |
| ACH | 05/08/23 | Xcel Energy | 117.68 |
| ACH | 05/03/23 | City of Arvada | 223.50 |
| Bill.com Payment | 04/19/23 | CliftonLarsonAllen LLP | 4,936.13 |
| Bill.com Payment | 05/12/23 | CliftonLarsonAllen LLP | 6,269.35 |
| Bill.com Payment | 05/12/23 | Jo Gentry | 45.69 |
| Bill.com Payment | 05/12/23 | Spencer Fane LLP | 662.00 |
| Bill.com Payment | 04/19/23 | Special District Association | 556.50 |
| Bill.com Payment | 04/19/23 | Spencer Fane LLP | 628.08 |
| Bill.com Payment | 04/19/23 | The Cutting Edge Landscaping Inc | 7,499.00 |
| Vendor Check Total | | | 21,057.06 |
| Check List Total | | | 21,057.06 |

Check count = 10

IRRIGATION WORK ORDER

2023



| | | | |
|--------------|------------------|-------|----------------|
| DATE | 5/8/2023 | PO# | |
| COMPANY | | | |
| PROJECT | Spring Mesa | | |
| ADDRESS | 72 and Quaker st | CITY | Arvada |
| REQUESTED BY | | PHONE | |
| NU STYLE REP | DJ | PHONE | (720) 440-3723 |

DESCRIPTION OF WORK

Controller #1 ① Broken Head. and 2 Round valve boxes.
 Main Entrance at Quaker and 72nd ③ Lateral ② Rotors.
 island 12 9 volts batteries 17476 island 1' valve. Controller #5 ③ 180G.
 Controller #5 Trace the main line. To locate stuck valve. (Leaking)

MATERIALS

LABOR

| QTY | DESCRIPTION | \$ / UNIT | AMOUNT | TYPE | HOURS | \$ / HOUR | AMOUNT | |
|--------------|-----------------------------|---------------------|----------------------|------------|-------|-----------|----------------------|----------------------|
| 2 | 6" Rotors. | \$23. ⁰⁰ | \$46. ⁰⁰ | TECH | 6 | \$85.00 | \$510. ⁰⁰ | |
| 3 | 6" spray Heads. | \$36. ⁰⁰ | \$108. ⁰⁰ | TECH | | \$85.00 | | |
| 12 | 9 volts batteries. | \$8 | \$96. ⁰⁰ | FOREMAN | | \$65.00 | | |
| 2 | 10" Round valve boxes w/len | \$34 | \$68. ⁰⁰ | FOREMAN | | \$65.00 | | |
| | | | | LABOR | | \$58.00 | | |
| | | | | LABOR | | \$58.00 | | |
| | | | | SUPERVISOR | | \$95.00 | | |
| TOTAL | | | | | | | | \$510. ⁰⁰ |
| NOTES | | | | | | | | |

EQUIPMENT

| TYPE | HOURS | \$ / HOUR | AMOUNT |
|--------------|-------|-----------|--------|
| BOBCAT | | \$150.00 | |
| MINI EX | | \$130.00 | |
| TRUCK | | \$120.00 | |
| TRENCHER | | \$150.00 | |
| LOCATER | 2 | \$110.00 | \$220 |
| TOTAL | | | |
| NOTES | | | |

| | | | | |
|------------------------|--------|----------------------|--------------------|-----------------------|
| MATERIALS TOTAL | \$0.00 | \$318. ⁰⁰ | GRAND TOTAL | \$1048. ⁰⁰ |
| LABOR TOTAL | | \$510. ⁰⁰ | | |
| EQUIPMENT TOTAL | | \$220. ⁰⁰ | | |

| | | | |
|-------|---------------|-----------------|--------------------------|
| DATE | 5/12/23 | APPROVED BY | <i>J. Estelle Gentry</i> |
| TITLE | SMMO DIRECTOR | PHONE / CONTACT | 303 456 6530 |

Please be advised that by signing this work order, you are authorizing Nu Style Landscape to make repairs to your system. All repairs will be done and completed as per this work order and the items listed in this work order. No other repairs will be made that are not detailed and listed in this work order. Bid assumes all "Existing" irrigation systems are and is operating properly and in good working condition. If any additional repairs due to "unforeseen" issues are needed, Nu Style will update this work order or submit a new work order to complete additional work as approved. NO work will be completed without a signed and approved work order. If work order is not approved in a timely basis, Nu Style will not be held accountable for any damage such as dry grass, dead plant material or any other items. Nu Style will follow all City and State requirements for materials, components or watering restrictions

IRRIGATION WORK ORDER

2023



| | | | |
|--------------|---------------------|-------|----------------|
| DATE | 5/9/2023 | PO# | |
| COMPANY | | | |
| PROJECT | Spring Mesa | | |
| ADDRESS | 72nd and Quaker st. | CITY | Arvada. |
| REQUESTED BY | | PHONE | |
| NU STYLE REP | Calvin Goei | PHONE | (303) 386-0036 |

DESCRIPTION OF WORK
 Replace a broken valve at the island on 78th and Ulysses.

| | | | | | | | |
|--|--|--|--|--|--|--|--|
| | | | | | | | |
| | | | | | | | |

| MATERIALS | | | | LABOR | | | |
|--------------|--------------|----------------------|----------------------|------------|-------|----------|----------------------|
| QTY | DESCRIPTION | \$/UNIT | AMOUNT | TYPE | HOURS | \$/ HOUR | AMOUNT |
| 1 | 2" valve. | \$250. ⁰⁰ | \$250. ⁰⁰ | TECH | 4 | \$85.00 | \$340. ⁰⁰ |
| | PVC Fittings | \$23 | \$23. ⁰⁰ | TECH | | \$85.00 | |
| | | | | FOREMAN | | \$65.00 | |
| | | | | FOREMAN | | \$65.00 | |
| | | | | LABOR | | \$58.00 | |
| | | | | LABOR | | \$58.00 | |
| | | | | SUPERVISOR | | \$95.00 | |
| TOTAL | | | | | | | \$340. ⁰⁰ |
| NOTES | | | | | | | |

| EQUIPMENT | | | | |
|--------------|----------|-------|----------|--------|
| | TYPE | HOURS | \$/ HOUR | AMOUNT |
| | BOBCAT | | \$150.00 | |
| | MINI EX | | \$130.00 | |
| | TRUCK | | \$120.00 | |
| | TRENCHER | | \$150.00 | |
| | LOCATER | | \$110.00 | |
| TOTAL | | | | |
| NOTES | | | | |

| | | | | | | | | |
|--|--|------------------------|--|--------|----------------------|------------------------|--|----------------------|
| | | MATERIALS TOTAL | | \$0.00 | \$273. ⁰⁰ | EQUIPMENT TOTAL | | |
| | | LABOR TOTAL | | | | | | \$340. ⁰⁰ |
| | | GRAND TOTAL | | | | | | \$613. ⁰⁰ |

| | | | |
|-------|----------------|-----------------|------------------|
| DATE | 5/12/23 | APPROVED BY | <i>John Goei</i> |
| TITLE | SMM D DIRECTOR | PHONE / CONTACT | 303 486 6530 |

Please be advised that by signing this work order, you are authorizing Nu Style Landscape to make repairs to your system. All repairs will be done and completed as per this work order and the items listed in this work order. No other repairs will be made that are not detailed and listed in this work order. Bid assumes all "Existing" irrigation systems are and is operating properly and in good working condition. If any additional repairs due to "unforeseen" issues are needed, Nu Style will update this work order or submit a new work order to complete additional work as approved. NO work will be completed without a signed and approved work order. If work order is not approved in a timely basis, Nu Style will not be held accountable for any damage such as dry grass, dead plant material or any other items. Nu Style will follow all City and State requirements for materials, components or watering restrictions

SPRING MESA METROPOLITAN DISTRICT
FINANCIAL STATEMENTS
APRIL 30, 2023

Spring Mesa Metro District
Balance Sheet - Governmental Funds
 April 30, 2023

| | General Fund | Debt Service Fund | Capital Projects Fund | Total Funds |
|--------------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Assets | | | | |
| Cash and Cash Equivalents | | | | |
| Checking Account | \$ 51,892 | \$ - | \$ - | \$ 51,892 |
| Colostrust | 226,701 | 274,273 | 102,680 | 603,654 |
| UMB Bond Fund | - | 489 | - | 489 |
| Total Cash and Cash Equivalents | <u>\$ 278,593</u> | <u>\$ 274,762</u> | <u>\$ 102,680</u> | <u>\$ 656,035</u> |
| Accounts Receivable | | | | |
| Receivable from County Treasurer | 39,582 | 47,031 | - | 86,613 |
| Total Accounts Receivable | <u>39,582</u> | <u>47,031</u> | <u>-</u> | <u>86,613</u> |
| Total Assets | <u>\$ 318,175</u> | <u>\$ 321,793</u> | <u>\$ 102,680</u> | <u>\$ 742,648</u> |
| Liabilities and Fund Balances | | | | |
| Accounts Payable | \$ 17,751 | \$ - | \$ - | \$ 17,751 |
| Total Current Liabilities | <u>17,751</u> | <u>-</u> | <u>-</u> | <u>17,751</u> |
| Fund Balances | <u>300,424</u> | <u>321,793</u> | <u>102,680</u> | <u>724,897</u> |
| Liabilities and Fund Balances | <u>\$ 318,175</u> | <u>\$ 321,793</u> | <u>\$ 102,680</u> | <u>\$ 742,648</u> |

No assurance is provided on these financial statements. Substantially all required disclosures, the government-wide financial statements, and the statement of revenues, expenditures and changes in fund balances – governmental funds have been omitted.

Spring Mesa Metro District
General Fund Statement of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
For the Period Ending April 30, 2023

| | <u>Annual Budget</u> | <u>Actual</u> | <u>Variance</u> |
|--------------------------------------|----------------------|----------------------|------------------------|
| Revenues | | | |
| Property taxes | \$ 329,061.00 | \$ 188,430.57 | \$ 140,630.43 |
| Specific ownership taxes | 23,034.00 | 7,832.91 | 15,201.09 |
| Interest income | 2,900.00 | 3,033.07 | (133.07) |
| Total Revenue | <u>354,995.00</u> | <u>199,296.55</u> | <u>155,698.45</u> |
| Expenditures | | | |
| Accounting | 20,600.00 | 7,695.77 | 12,904.23 |
| Auditing | 4,700.00 | - | 4,700.00 |
| County Treasurer's fee | 4,936.00 | 2,826.54 | 2,109.46 |
| Dues and membership | 700.00 | 556.50 | 143.50 |
| Insurance | 6,719.00 | 6,588.00 | 131.00 |
| District management | 35,500.00 | 10,112.49 | 25,387.51 |
| Legal | 9,700.00 | 2,505.00 | 7,195.00 |
| Miscellaneous | 500.00 | 45.69 | 454.31 |
| Irrigation repair | 20,000.00 | - | 20,000.00 |
| Election | 5,000.00 | 1,470.68 | 3,529.32 |
| Landscaping | 67,600.00 | 7,499.00 | 60,101.00 |
| Underdrain maintenance | 5,000.00 | - | 5,000.00 |
| Landscape projects | 40,000.00 | - | 40,000.00 |
| Pond maintenance | 8,800.00 | 1,443.00 | 7,357.00 |
| Open space maintenance | 49,500.00 | - | 49,500.00 |
| Snow removal | 15,000.00 | 40.55 | 14,959.45 |
| Utilities | 40,000.00 | 917.64 | 39,082.36 |
| Contingency | 5,745.00 | - | 5,745.00 |
| Total Expenditures | <u>340,000.00</u> | <u>41,700.86</u> | <u>298,299.14</u> |
| Other Financing Sources (Uses) | | | |
| Transfers to other fund | (50,000.00) | - | (50,000.00) |
| Total Other Financing Sources (Uses) | <u>(50,000.00)</u> | <u>-</u> | <u>(50,000.00)</u> |
| Net Change in Fund Balances | (35,005.00) | 157,595.69 | (192,600.69) |
| Fund Balance - Beginning | 93,524.00 | 142,828.46 | (49,304.46) |
| Fund Balance - Ending | <u>\$ 58,519.00</u> | <u>\$ 300,424.15</u> | <u>\$ (241,905.15)</u> |

No assurance is provided on these financial statements. Substantially all required disclosures, the government-wide financial statements, and the statement of revenues, expenditures and changes in fund balances - governmental funds have been omitted.

SUPPLEMENTARY INFORMATION

Spring Mesa Metro District
Debt Service Fund Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
For the Period Ending April 30, 2023

| | <u>Annual Budget</u> | <u>Actual</u> | <u>Variance</u> |
|-----------------------------|----------------------|----------------------|------------------------|
| Revenues | | | |
| Property taxes | \$ 390,984.00 | \$ 223,889.62 | \$ 167,094.38 |
| Specific ownership taxes | 27,368.00 | 9,306.74 | 18,061.26 |
| Interest income | 3,100.00 | 2,448.40 | 651.60 |
| Total Revenue | <u>421,452.00</u> | <u>235,644.76</u> | <u>185,807.24</u> |
| Expenditures | | | |
| County Treasurer's fee | 5,865.00 | 3,358.44 | 2,506.56 |
| Paying agent fees | 3,500.00 | 3,500.00 | - |
| Bond interest | 251,700.00 | - | 251,700.00 |
| Bond Principal | 185,000.00 | - | 185,000.00 |
| Contingency | 435.00 | - | 435.00 |
| Total Expenditures | <u>446,500.00</u> | <u>6,858.44</u> | <u>439,641.56</u> |
| Net Change in Fund Balances | (25,048.00) | 228,786.32 | (253,834.32) |
| Fund Balance - Beginning | 92,901.00 | 93,006.57 | (105.57) |
| Fund Balance - Ending | <u>\$ 67,853.00</u> | <u>\$ 321,792.89</u> | <u>\$ (253,939.89)</u> |

No assurance is provided on these financial statements. Substantially all required disclosures, the government-wide financial statements, and the statement of revenues, expenditures and changes in fund balances - governmental funds have been omitted.

Spring Mesa Metro District
Capital Projects Fund Schedule of Revenues, Expenditures and Changes in
Fund Balances - Budget and Actual
For the Period Ending April 30, 2023

| | <u>Annual Budget</u> | <u>Actual</u> | <u>Variance</u> |
|--------------------------------------|----------------------|----------------------|----------------------|
| Revenues | | | |
| Interest income | \$ 3,900.00 | \$ 1,736.81 | \$ 2,163.19 |
| Total Revenue | <u>3,900.00</u> | <u>1,736.81</u> | <u>2,163.19</u> |
| Expenditures | | | |
| Pond Project | 56,607.00 | - | 56,607.00 |
| Total Expenditures | <u>56,607.00</u> | <u>-</u> | <u>56,607.00</u> |
| Other Financing Sources (Uses) | | | |
| Transfers from other funds | 50,000.00 | - | 50,000.00 |
| Total Other Financing Sources (Uses) | <u>50,000.00</u> | <u>-</u> | <u>50,000.00</u> |
| Net Change in Fund Balances | (2,707.00) | 1,736.81 | (4,443.81) |
| Fund Balance - Beginning | 100,859.00 | 100,942.88 | (83.88) |
| Fund Balance - Ending | <u>\$ 98,152.00</u> | <u>\$ 102,679.69</u> | <u>\$ (4,527.69)</u> |

No assurance is provided on these financial statements. Substantially all required disclosures, the government-wide financial statements, and the statement of revenues, expenditures and changes in fund balances - governmental funds have been omitted.

SPRING MESA METROPOLITAN DISTRICT
Schedule of Cash Position
April 30, 2023
Updated as of June 05, 2023

| | <u>General Fund</u> | <u>Debt Service Fund</u> | <u>Capital Projects Fund</u> | <u>Total</u> |
|--|-----------------------------|------------------------------|----------------------------------|-----------------------------|
| <u>First Bank - Checking Account</u> | | | | |
| Balance as of 4/30/2023 | \$ 51,891.81 | \$ - | \$ - | \$ 51,891.81 |
| Subsequent activities: | | | | |
| 5/3/2023 - City of Arvada autopay | (223.50) | - | - | (223.50) |
| 5/9/2023 - Xcel Energy autopay | (117.68) | - | - | (117.68) |
| 5/12/2023 - Bill.com Payments | (6,977.04) | - | - | (6,977.04) |
| May Voucher Payables | (15,732.68) | - | - | (15,732.68) |
| Anticipated Balance | <u>28,840.91</u> | <u>-</u> | <u>-</u> | <u>28,840.91</u> |
| <u>60-day Cash Forecast</u> | | | | |
| Emergency Reserve (per 2023 Budget) | (17,700.00) | - | - | (17,700.00) |
| <i>Est. Cash disbursement - June</i> | <i>(20,000.00)</i> | - | - | <i>(20,000.00)</i> |
| <i>Est. Transfer from CT - Plus</i> | <i>50,000.00</i> | - | - | <i>50,000.00</i> |
| <i>Est. Cash disbursement - July</i> | <i>(40,000.00)</i> | - | - | <i>(40,000.00)</i> |
| <i>Estimated cash available</i> | <u><i>1,140.91</i></u> | <u><i>-</i></u> | <u><i>-</i></u> | <u><i>1,140.91</i></u> |
| <u>CT - Plus</u> | | | | |
| Balance as of 4/30/2023 | \$ 226,701.52 | \$ 274,273.09 | \$ 102,679.69 | 603,654.30 |
| Subsequent activities: | | | | |
| 5/10/2023 - April P/SO Tax | 39,582.12 | 47,030.68 | - | 86,612.80 |
| 5/30/2023 - Transfer to UMB | - | (125,850.00) | - | (125,850.00) |
| 5/31/2023 - Interest income | 1,081.21 | 1,308.40 | 489.79 | 2,879.40 |
| Anticipated Balance | <u>267,364.85</u> | <u>196,762.17</u> | <u>103,169.48</u> | <u>567,296.50</u> |
| <u>60-day Cash Forecast</u> | | | | |
| <i>Est. Transfer to 1st Bank</i> | <i>(50,000.00)</i> | - | - | <i>(50,000.00)</i> |
| <i>Est. Cash receipts - June, Property/Specific Ownership Taxes, net of fees</i> | <i>112,749.54</i> | <i>133,966.86</i> | - | <i>246,716.40</i> |
| <i>Estimated cash available</i> | <u><i>330,114.39</i></u> | <u><i>330,729.03</i></u> | <u><i>103,169.48</i></u> | <u><i>764,012.90</i></u> |
| <u>UMB 2015 Bond Fund</u> | | | | |
| Balance as of 4/30/2023 | - | 489.12 | - | 489.12 |
| Subsequent activities: (none) | | | | |
| 5/30/2023 - Transfer from CT - Plus | - | 125,850.00 | - | 125,850.00 |
| 5/31/2023 - Interest income | - | 20.17 | - | 20.17 |
| 6/01/2023 - DS Payment | - | (125,850.00) | - | (125,850.00) |
| Anticipated Balance | <u>-</u> | <u>509.29</u> | <u>-</u> | <u>509.29</u> |
| Anticipated Balances | <u>\$ 331,255.30</u> | <u>\$ 331,238.32</u> | <u>\$ 103,169.48</u> | <u>\$ 765,663.10</u> |
| <u>Yield information at 4/30/23:</u> | | | | |
| CT - PLUS - 5.0273% | | | | |

No assurance is provided on these financial statements. Substantially all required disclosures, the government-wide financial statements, and the statement of revenues, expenditures and changes in fund balances – governmental funds have been omitted.

**Spring Mesa Metropolitan District
Property Taxes Reconciliation
2023**

| | Current Year | | | | | | Prior Year | | | | |
|-----------|----------------------|--|--------------------------|-----------------|----------------------|----------------------|------------------------------------|---------------|----------------------|------------------------------------|---------------|
| | Property Taxes | Delinquent Taxes, Rebates and Abatements | Specific Ownership Taxes | Interest | Treasurer's Fees | Net Amount Received | % of Total Property Taxes Received | | Total Cash Received | % of Total Property Taxes Received | |
| | | | | | | | Monthly | Y-T-D | | Monthly | Y-T-D |
| January | \$ 2,607.57 | \$ - | \$ 4,571.63 | \$ - | \$ (39.11) | \$ 7,140.09 | 0.36% | 0.36% | \$ 13,246.54 | 1.24% | 1.24% |
| February | 305,930.39 | - | 4,315.12 | - | (4,588.96) | 305,656.55 | 42.49% | 42.85% | 284,750.41 | 39.87% | 41.11% |
| March | 19,637.54 | - | 4,522.62 | 12.06 | (294.74) | 23,877.48 | 2.73% | 45.58% | 45,774.96 | 5.89% | 47.00% |
| April | 84,144.69 | - | 3,730.28 | - | (1,262.17) | 86,612.80 | 11.69% | 57.26% | 83,219.79 | 11.29% | 58.29% |
| May | - | - | - | - | - | - | 0.00% | 57.26% | 52,576.43 | 6.89% | 65.18% |
| June | - | - | - | - | - | - | 0.00% | 57.26% | 237,186.56 | 33.18% | 98.36% |
| July | - | - | - | - | - | - | 0.00% | 57.26% | 12,479.02 | 1.17% | 99.53% |
| August | - | - | - | - | - | - | 0.00% | 57.26% | 8,348.87 | 0.42% | 99.95% |
| September | - | - | - | - | - | - | 0.00% | 57.26% | 4,218.47 | 0.00% | 99.96% |
| October | - | - | - | - | - | - | 0.00% | 57.26% | 4,399.94 | 0.00% | 99.96% |
| November | - | - | - | - | - | - | 0.00% | 57.26% | 4,048.41 | 0.00% | 99.96% |
| December | - | - | - | - | - | - | 0.00% | 57.26% | 3,160.42 | 0.00% | 99.96% |
| | \$ 412,320.19 | \$ - | \$ 17,139.65 | \$ 12.06 | \$ (6,184.98) | \$ 423,286.92 | 57.26% | 57.26% | \$ 753,409.82 | 99.96% | 99.96% |

| Taxes Levied | % of Levied | Property Taxes Collected | % Collected to Amount Levied | |
|-------------------|-------------------|--------------------------|------------------------------|---------------|
| General Fund | \$ 329,061 | 45.70% | \$ 188,430.58 | 57.26% |
| Debt Service Fund | \$ 390,984 | 54.30% | 223,889.61 | 57.26% |
| | \$ 720,045 | 100.00% | \$ 412,320.19 | 57.26% |

| Mills Levied | Assessed Value |
|---------------|----------------|
| 20.464 | \$ 16,079,975 |
| 44.779 | |

Property Tax

General Fund
Debt Service Fund

Specific Ownership Tax

General Fund
Debt Service Fund

Treasurer's Fees

General Fund
Debt Service Fund

No assurance is provided on these financial statements. Substantially all required disclosures, the government-wide financial statements, and the statement of revenues, expenditures and changes in fund balances – governmental funds have been omitted.

SPRING MESA METROPOLITAN DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

The District was originally formed as the Eldorado Hills Metropolitan District on April 16, 1991, as a quasi-municipal organization established under the State of Colorado Special District Act. The District legally changed its name to Spring Mesa Metropolitan District in September 2003.

The District is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District operates under a Service Plan approved by the City on October 9, 1990, and as amended in March 2003. The District's service area is located in the City of Arvada, in Jefferson County, Colorado.

The District was established to finance and construct certain public infrastructure improvements that benefit the citizens of the District. Public improvements are to be dedicated to the City or retained by the District for the use and benefit of the District's inhabitants and taxpayers. The District consists of 272 residential units.

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

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

Property Taxes

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or, if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and, generally, sale of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

Senate Bill 21-293 among other things, designates multi-family residential real property (defined generally, as property that is a multi-structure of four or more units) as a new subclass of residential real property. For tax collection year 2023, the assessment rate for single family residential property decreases to 6.95% from 7.15%. The rate for multifamily residential property, the newly created subclass, decreases to 6.80% from 7.15%. Agricultural and renewable energy production property decreases to 26.4% from 29.0%. Producing oil and gas remains at 87.5%. All other nonresidential property stays at 29%.

The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District.

SPRING MESA METROPOLITAN DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues – (continued)

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 7% of the property taxes collected.

Interest Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 4%.

Expenditures

Administrative and Operating Expenditures

Operating and administrative expenditures include the estimated services necessary to maintain the District's administrative viability such as legal, management, accounting, insurance and meeting expense. Operational expenditures in 2023 include open space, landscape, pond and underdrain maintenance, irrigation repair, utilities, snow removal and other maintenance/replacement projects. These expenditures are based on estimates of the District's Board of Directors and consultants.

County Treasurer's Fees

County Treasurer's fees have been computed at 1.5% of property tax collections.

Capital Outlay

The District anticipates infrastructure improvements as noted in the Capital Projects Fund.

Debt and Leases

General Obligation Refunding Bonds, Series 2015

On December 11, 2015, the District issued \$7,420,000 of General Obligation Refunding Bonds, Series 2015 ("Bonds") for the purpose of refunding all of the District's outstanding Convertible Capital Appreciation Limited Tax General Obligation Bonds, Series 2006, and the Subordinate Limited Tax General Obligation Bonds, Series 2010 ("Refunded Bonds"), and paying the cost of issuing the Series 2015 Bonds. The Bonds bear interest between the rates of 2.00% - 4.25%, payable semiannually on each June 1 and December 1, commencing on June 1, 2016. The Bonds are due December 1, 2044, and are subject to a mandatory sinking fund redemption commencing on December 1, 2023.

The Bonds maturing on or after December 1, 2026 are subject to an early redemption at the option of the District, in whole or in integral multiples of \$5,000, in any order of maturity and in whole or partial maturities on December 1, 2025, and on any date thereafter, at the redemption price equal to the principal amount to be redeemed plus accrued interest thereon to the date of redemption. The

SPRING MESA METROPOLITAN DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Debt and Leases – (continued)

Bonds constitute general obligations of the District. All of the taxable property in the District is subject to the levy of an ad valorem tax to pay the principal of, interest, and premium, if any, on the Bonds without limitation as to rate and in an amount sufficient to pay the Bonds when due, subject to limitations imposed at the election authorizing the issuance of the Bonds.

The District has no operating or capital leases.

Reserve Funds

Emergency Reserve

The District has provided for an emergency reserve fund equal to 5% of fiscal year spending. TABOR requires a 3% (of fiscal year spending) emergency reserve.

**SPRING MESA METROPOLITAN DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2022**

\$7,420,000

General Obligation Refunding Bonds, Series 2015

Dated December 11, 2015

Interest Rate Between 2.00% and 4.25%

Interest Payable June 1 and December 1

Principal Due December 1

| | Principal | | Interest | | Total |
|------|---------------------|----|------------------|----|------------------|
| 2023 | \$ 185,000 | \$ | 251,700 | \$ | 436,700 |
| 2024 | 190,000 | | 244,300 | | 434,300 |
| 2025 | 200,000 | | 236,700 | | 436,700 |
| 2026 | 205,000 | | 228,700 | | 433,700 |
| 2027 | 215,000 | | 220,500 | | 435,500 |
| 2028 | 220,000 | | 211,900 | | 431,900 |
| 2029 | 230,000 | | 203,100 | | 433,100 |
| 2030 | 240,000 | | 193,900 | | 433,900 |
| 2031 | 250,000 | | 184,300 | | 434,300 |
| 2032 | 260,000 | | 173,675 | | 433,675 |
| 2033 | 270,000 | | 162,624 | | 432,624 |
| 2034 | 285,000 | | 151,149 | | 436,149 |
| 2035 | 295,000 | | 139,038 | | 434,038 |
| 2036 | 310,000 | | 126,500 | | 436,500 |
| 2037 | 320,000 | | 114,400 | | 434,400 |
| 2038 | 330,000 | | 101,925 | | 431,925 |
| 2039 | 345,000 | | 89,050 | | 434,050 |
| 2040 | 360,000 | | 75,588 | | 435,588 |
| 2041 | 370,000 | | 61,538 | | 431,538 |
| 2042 | 385,000 | | 47,088 | | 432,088 |
| 2043 | 400,000 | | 32,050 | | 432,050 |
| 2044 | 420,000 | | 16,425 | | 436,425 |
| | \$ 6,285,000 | \$ | 3,266,150 | \$ | 9,551,150 |