

**POMPONIO TERRACE METROPOLITAN DISTRICT ADAMS COUNTY, STATE OF  
COLORADO**

**ANNUAL REPORT FOR FISCAL YEAR 2019**

Pursuant to the Service Plan for Pomponio Terrace Metropolitan District, the District is required to provide an annual report to Adams County (the "County"). Section VII of the District's annual report states that the District shall be responsible for submitting the annual report to the County in the form of a survey mailed out to the District by April 1 of each year and returned to the County by June 1 of each year. The District did not receive a form survey for the 2019 Annual Report, and, therefore, is submitting a form containing information concerning certain matters which occurred during the prior fiscal year.

1. Boundary changes made or proposed to the District's boundaries as of December 31 of the prior year.

No boundary changes were made or proposed in 2019.

2. Intergovernmental Agreements with other governmental entities, either entered into or proposed as of December 31 of the prior year.

The District did not enter into any Intergovernmental Agreements in 2019.

3. A summary of any litigation which involves the District's Public Improvements as of December 31 of the prior year.

There is no litigation, pending or threatened, that involves the District's Public Improvements as of December 31, 2019, of which we are aware.

4. Status of the District's construction of the Public Improvements as of December 31 of the prior year.

No Public Improvements were constructed by the District as of December 31, 2019. The developer within the District is responsible for construction of all public improvements.

5. A list of all facilities and improvements constructed by the District that have been dedicated to and accepted by another governmental entity as of December 31 of the prior year.

No facilities or improvements were constructed by the District that were dedicated to and accepted by another governmental entity as of December 31, 2019. The developer within the District is construction all public improvements and such developer is responsible for dedication to the County or other governmental entity.

6. Current year budget.

The 2020 budget for the District is attached hereto as **Exhibit A**.

7. Audit of the District's financial statements, for the year ending December 31 of the previous year, prepared in accordance with generally accepted accounting principles or audit exemption, if applicable.

The District filed for an Audit extension, and is currently in the process of completing the Audit. The Audit will be made available in a supplemental report once available.

8. Notice of any uncured events of default by the District, which continue beyond a ninety (90) day period, under any Debt instrument.

There were no events of default for the year ending December 31, 2019.

9. Any inability of the District to pay its obligations as they come due, in accordance with the terms of such obligations, which continue beyond a ninety (90) day period.

The District is not aware of any inability to pay its's obligations as they become due, in accordance with the terms of such obligations, which continue beyond a ninety (90) day period.

**EXHIBIT A**  
**2020 Budget**

**POMPONIO TERRACE METROPOLITAN DISTRICT**  
**2020**  
**BUDGET MESSAGE**

Attached please find a copy of the adopted 2020 budget for the Pomponio Terrace Metropolitan District.

The Pomponio Terrace Metropolitan District has adopted budgets for three funds, a General Fund to provide for operating and maintenance expenditures; a Capital Projects Fund to provide for the improvements that are to be built for the benefit of the District; and a Debt Service Fund to account for the repayment of principal and interest on the outstanding general obligation bonds.

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

The primary sources of revenue for the District in 2020 will be property taxes, specific ownership taxes district fees and developer advances. The District intends to impose a 52.174 mill levy on property within the District for 2020, of which 11.722 mills are dedicated to the General Fund and the balance of 40.452 mills will be allocated to the Debt Service Fund.

**Pomponio Terrace Metropolitan District**  
**Adopted Budget**  
**General Fund**  
**For the Year ended December 31, 2020**

	Actual	Adopted	Actual	Estimate	Adopted
	<u>2018</u>	<u>2019</u>	<u>8/31/2019</u>	<u>2019</u>	<u>2020</u>
Beginning fund balance	\$ (5,319)	\$ 39,803	\$ 10,135	\$ 10,135	\$ 34,744
Revenues:					
Property taxes	81,236	108,496	83,708	108,496	40,400
Specific ownership taxes	6,603	7,595	4,661	8,000	3,232
Other income	1,749	16,700	5,111	10,000	16,620
Operations fee	-	53,460	16,928	25,000	53,460
Interest income	2,258	-	206	500	500
Transfer from debt service		40,000	-	-	-
Developer advances	<u>15,784</u>	<u>18,298</u>	<u>-</u>	<u>-</u>	<u>52,903</u>
Total revenues	<u>107,630</u>	<u>244,549</u>	<u>110,614</u>	<u>151,996</u>	<u>167,115</u>
Total funds available	<u>102,311</u>	<u>284,352</u>	<u>120,749</u>	<u>162,131</u>	<u>201,859</u>
Expenditures:					
Accounting/audit	17,086	20,000	-	3,500	15,000
Dues and licenses	342	1,000	-	-	1,000
Engineering cost verification	2,190	-	-	-	-
Landscaping	9,530	15,000	28,924	30,000	25,000
Utilities - gas electric	630	3,000	926	2,000	3,000
Management fees	3,649	11,160	7,625	11,160	14,760
Utilities - water sewer	4,533	15,000	11,148	15,000	15,000
Water sewer maintenance	-	12,000	-	-	12,000
Snow removal	-	14,500	8,047	14,500	25,000
Pest control	-	1,000	-	-	1,000
Winter water	-	1,000	-	-	2,000
Irrigation repairs	-	3,000	-	-	4,000
Tree shrub replacement	-	3,000	-	-	3,000
Planting beds	-	5,000	-	-	5,000
Backflow testing	-	950	-	-	950
General contract maintenance	-	950	1,694	2,500	950
Lighting electrical repairs	-	1,000	6,716	10,000	1,000
Concrete/alley maintenance	-	1,000			1,000
Design review fee	-	2,300	200	500	2,300
Trash Removal	220	11,088	3,072	7,000	21,168
Bond Issue costs	3,156	-	-	-	-
Election	-	-	-	-	3,500
Insurance/ SDA Dues	1,364	3,000	-	3,000	3,000
Legal	37,707	35,000	19,931	22,000	25,000
Miscellaneous	10,524	4,600	1,683	4,600	5,600
Treasurer's Fees	1,245	1,627	1,258	1,627	606
Contingency	-	-	-	-	5,300
Emergency Reserve	<u>-</u>	<u>3,500</u>	<u>-</u>	<u>-</u>	<u>5,725</u>
Total expenditures	<u>92,176</u>	<u>169,675</u>	<u>91,224</u>	<u>127,387</u>	<u>201,859</u>
Ending fund balance	<u>\$ 10,135</u>	<u>\$ 114,677</u>	<u>\$ 29,525</u>	<u>\$ 34,744</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 2,169,920</u>			<u>\$ 3,446,620</u>
Mill Levy		<u>50.000</u>			<u>11.722</u>

**Pomponio Terrace Metropolitan District**  
**Adopted Budget**  
**Capital Projects Fund**  
**For the Year ended December 31, 2020**

	Actual <u>2018</u>	Adopted Budget <u>2019</u>	Actual <u>8/31/2019</u>	Estimate <u>2019</u>	Adopted Budget <u>2020</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Developer advance	-	6,780,973	-	-	-
Bond Proceeds Series 2019	-	<u>5,900,000</u>	<u>6,697,677</u>	<u>6,697,677</u>	-
Total revenues	<u>-</u>	<u>12,680,973</u>	<u>6,697,677</u>	<u>6,697,677</u>	<u>-</u>
Total funds available	<u>-</u>	<u>12,680,973</u>	<u>6,697,677</u>	<u>6,697,677</u>	<u>-</u>
Expenditures:					
Contingency	-	62,800	-	-	-
Capital expenditures	-	6,718,180	-	-	-
Repay developer advances	-	4,491,400	5,381,107	5,381,107	-
Issuance Costs	-	400,800	447,980	447,980	-
Transfer to Debt Service	-	<u>1,007,793</u>	<u>868,590</u>	<u>868,590</u>	-
Total expenditures	<u>-</u>	<u>12,680,973</u>	<u>6,697,677</u>	<u>6,697,677</u>	<u>-</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Pomponio Terrace Metropolitan District**  
**Adopted Budget**  
**Debt Service Fund**  
**For the Year ended December 31, 2020**

	Actual <u>2018</u>	Adopted Budget <u>2019</u>	Actual <u>8/31/2019</u>	Estimate <u>2019</u>	Adopted Budget <u>2020</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ 741,000
Revenues:					
Property taxes	-	-	-	-	139,423
Specific ownership taxes	-	-	-	-	11,154
Transfer from Capital Projects	-	1,007,793	868,590	868,590	-
Interest income	-	20,000	-	-	-
	<u>-</u>	<u>1,027,793</u>	<u>868,590</u>	<u>868,590</u>	<u>-</u>
Total revenues	<u>-</u>	<u>1,027,793</u>	<u>868,590</u>	<u>868,590</u>	<u>150,577</u>
Total funds available	<u>-</u>	<u>1,027,793</u>	<u>868,590</u>	<u>868,590</u>	<u>891,577</u>
Expenditures:					
Bond interest expense	-	279,680	124,590	124,590	291,250
Bond principal	-	-	-	-	-
Treasurer's fees	-	-	-	-	2,091
Transfer to GF	-	40,000	-	-	-
Contingency	-	20,000	-	-	-
Trustee / paying agent fees	-	-	-	3,000	6,000
	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,000</u>	<u>6,000</u>
Total expenditures	<u>-</u>	<u>339,680</u>	<u>124,590</u>	<u>127,590</u>	<u>299,341</u>
Ending fund balance	<u>\$ -</u>	<u>\$ 688,113</u>	<u>\$ 744,000</u>	<u>\$ 741,000</u>	<u>\$ 592,236</u>
Assessed valuation		<u>\$ 2,169,920</u>			<u>\$ 3,446,620</u>
Mill Levy		<u>0.000</u>			<u>40.452</u>
Total Mill Levy		<u>50.000</u>			<u>52.174</u>