

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
Douglas County, Colorado

FINANCIAL STATEMENTS
December 31, 2017

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June 27, 2018

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Independent Auditor's Report

Board of Directors
Antelope Heights Metropolitan District

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of Antelope Heights Metropolitan 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 an opinion on these financial statements based on our audits. We conducted our audits 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 the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

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

Other Matters

Management has omitted the 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 statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. 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 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The continuing disclosure as listed in the Table of Contents has not been audited and accordingly we express no opinion on it.

L. Paul Goedecke P.C.

L. Paul Goedecke, P.C.
February 26, 2018

BASIC FINANCIAL STATEMENTS

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
STATEMENT OF NET POSITION
December 31, 2017

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 33,005
Cash and investments - Restricted	29,313
Prepaid Insurance	2,256
Taxes receivable - County Treasurer	5,010
Property taxes receivable	<u>693,115</u>
Total assets	<u>762,699</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Cost of bond refunding	<u>1,198,216</u>
Total deferred outflows of resources	<u>1,198,216</u>
 LIABILITIES	
Accounts payable	17,125
Accrued interest payable on bonds	37,419
Noncurrent liabilities	
Due within one year	315,000
Due in more than one year	<u>18,052,557</u>
Total liabilities	<u>18,422,101</u>
 DEFERRED INFLOWS OF RESOURCES	
Property tax revenue	<u>693,115</u>
Total deferred inflows of resources	<u>693,115</u>
 NET POSITION	
Restricted for:	
Emergency reserves	1,600
Unrestricted	<u>(17,155,901)</u>
Total net position	<u><u>\$ (17,154,301)</u></u>

These financial statements should be read only in connection with
the accompanying notes to financial statements.

**ANTELOPE HEIGHTS METROPOLITAN DISTRICT
STATEMENT OF ACTIVITIES
Year Ended December 31, 2017**

<u>Functions/Programs</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>	
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Primary government:					
Governmental activities:					
General government	\$ 46,778	\$ -	\$ -	\$ -	\$ (46,778)
Interest and related costs on long-term debt	1,001,899	-	-	-	(1,001,899)
	<u>\$ 1,048,677</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(1,048,677)</u>
General revenues:					
Property taxes					682,747
Specific ownership taxes					74,791
Net investment income					9,442
Total general revenues					<u>766,980</u>
Change in net position					(281,697)
Net position - Beginning					<u>(16,872,604)</u>
Net position - Ending					<u>\$ (17,154,301)</u>

These financial statements should be read only in connection with
the accompanying notes to financial statements.

**ANTELOPE HEIGHTS METROPOLITAN DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2017**

	<u>General</u>	<u>Debt Service</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and investments	\$ 33,005	\$ -	\$ 33,005
Cash and investments - Restricted	1,600	27,713	29,313
Prepaid Insurance	2,256	-	2,256
Taxes receivable - County Treasurer	330	4,680	5,010
Property taxes receivable	46,727	646,388	693,115
TOTAL ASSETS	<u>\$ 83,918</u>	<u>\$ 678,781</u>	<u>\$ 762,699</u>
LIABILITIES			
Accounts payable	\$ 17,125	\$ -	\$ 17,125
Total liabilities	<u>17,125</u>	<u>-</u>	<u>17,125</u>
DEFERRED INFLOWS OF RESOURCES			
Property tax revenue	46,727	646,388	693,115
Total deferred inflows of resources	<u>46,727</u>	<u>646,388</u>	<u>693,115</u>
FUND BALANCES			
Nonspendable	2,256	-	2,256
Restricted for:			
Emergency reserves	1,600	-	1,600
Debt service	-	32,393	32,393
Assigned	10,889	-	10,889
Unassigned	5,321	-	5,321
Total fund balances	<u>20,066</u>	<u>32,393</u>	<u>52,459</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 83,918</u>	<u>\$ 678,781</u>	

Amounts reported for governmental activities in the statement of net position are different because:

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not recorded in the funds.	
Loans payable	(10,355,000)
Net cost of bond refunding	1,198,216
Accrued interest payable on bonds	(37,419)
Developer advance payable	(4,042,236)
Accrued interest on Developer advances	(3,970,321)
Net position of governmental activities	<u>\$ (17,154,301)</u>

These financial statements should be read only in connection with
the accompanying notes to financial statements.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended December 31, 2017

	<u>General</u>	<u>Debt Service</u>	<u>Total Governmental Funds</u>
REVENUES			
Property taxes	\$ 44,964	\$ 637,783	\$ 682,747
Specific ownership tax	4,926	69,865	74,791
Net investment income	299	9,143	9,442
Total revenues	<u>50,189</u>	<u>716,791</u>	<u>766,980</u>
EXPENDITURES			
Current			
Accounting	17,408	-	17,408
Audit	3,740	-	3,740
County Treasurer's fees	674	9,571	10,245
Dues and membership	309	-	309
Election	-	-	-
Directors' fees	400	-	400
Sidewalk snow removal	233	-	233
Insurance	2,731	-	2,731
Legal	13,939	-	13,939
Management	6,679	-	6,679
Miscellaneous	634	-	634
Payroll taxes	31	-	31
Debt service			
Bond interest	-	503,080	503,080
Bond principal	-	1,660,000	1,660,000
Paying agent fees	-	2,500	2,500
Loan issue costs	-	141,157	141,157
Total expenditures	<u>46,778</u>	<u>2,316,308</u>	<u>2,363,086</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>3,411</u>	<u>(1,599,517)</u>	<u>(1,596,106)</u>
OTHER FINANCING SOURCES (USES)			
Loan proceeds	-	10,355,000	10,355,000
Payment to refunding escrow	-	(9,244,225)	(9,244,225)
Repay developer advance principal	-	(305,000)	(305,000)
Total other financing sources (uses)	<u>-</u>	<u>805,775</u>	<u>805,775</u>
NET CHANGE IN FUND BALANCES	3,411	(793,742)	(790,331)
FUND BALANCES - BEGINNING OF YEAR	<u>16,655</u>	<u>826,135</u>	<u>842,790</u>
FUND BALANCES - END OF YEAR	<u>\$ 20,066</u>	<u>\$ 32,393</u>	<u>\$ 52,459</u>

These financial statements should be read only in connection with
the accompanying notes to financial statements.

**ANTELOPE HEIGHTS METROPOLITAN DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2017**

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - Total governmental funds	\$ (790,331)
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The issuance of long-term debt (e.g. Developer advances, bonds payable) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond issuance	-
Bond principal payment 2007 Bonds	9,035,000
Developer advance principal payment	305,000
Payment of accrued interest 2015 Subordinate Bonds	211,958
Forgiveness of principal debt	-
Bond principal payment 2015 Subordinate Bonds	1,660,000
Proceeds from 2017A Loan	(8,255,000)
Proceeds from 2017B Loan	(2,100,000)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Accrued interest on 2015 Subordinate Bonds	(92,445)
Accrued interest on Developer advance	(298,575)
Accrued bond interest - Change in liability	111
Change in cost of refunding	173,292
Change in bond discount	<u>(130,707)</u>

Changes in net position of governmental activities	<u><u>\$ (281,697)</u></u>
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These financial statements should be read only in connection with
the accompanying notes to financial statements.

**ANTELOPE HEIGHTS METROPOLITAN DISTRICT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2017**

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Property taxes	\$ 44,964	\$ 44,964	\$ -
Specific ownership tax	4,047	4,926	879
Net investment income	100	299	199
Total revenues	<u>49,111</u>	<u>50,189</u>	<u>1,078</u>
EXPENDITURES			
Current			
Accounting	16,000	17,408	(1,408)
Audit	3,800	3,740	60
County Treasurer's fees	674	674	-
Directors' fees	400	400	-
Dues and membership	500	309	191
Sidewalk snow removal	1,500	233	1,267
Insurance	3,200	2,731	469
Legal	7,000	13,939	(6,939)
Management	13,000	6,679	6,321
Miscellaneous	500	634	(134)
Contingency	3,395	-	3,395
Payroll Taxes	31	31	-
Total expenditures	<u>50,000</u>	<u>46,778</u>	<u>3,222</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(889)</u>	<u>3,411</u>	<u>4,300</u>
OTHER FINANCING SOURCES (USES)			
Repay Developer Advance	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>
Total other financing sources (uses)	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>
NET CHANGE IN FUND BALANCES	(10,889)	3,411	14,300
FUND BALANCES - BEGINNING OF YEAR	<u>17,933</u>	<u>16,655</u>	<u>(1,278)</u>
FUND BALANCES - END OF YEAR	<u>\$ 7,044</u>	<u>\$ 20,066</u>	<u>\$ 13,022</u>

These financial statements should be read only in connection with
the accompanying notes to financial statements.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 1 - DEFINITION OF REPORTING ENTITY

Antelope Heights Metropolitan District (District), a quasi-municipal corporation, was organized by Court Order recorded on December 24, 2002, and is governed pursuant to provisions of the Colorado Special District Act (Title 32). The District operates under a service plan approved September 16, 2002 by the Town of Parker (Town) in Douglas County, Colorado. The District's service area is located entirely within the Town. The District was established to provide financing for the acquisition, construction, completion and/or installation of parks and recreation facilities, street improvements, traffic and safety controls, water systems and sanitary sewer and storm drainage systems.

The District follows the Governmental Accounting Standards Board (GASB) accounting pronouncements which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set 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 District has no employees and all operations and administrative functions are contracted.

The District is not financially accountable for any other entity, nor is the District a component unit of any other primary governmental entity.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The more significant accounting policies of the District are described as follows:

Government-wide and Fund Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These financial statements include all of the activities of the District. The effect of interfund activity has been removed from these statements. Governmental activities are normally supported by property taxes and intergovernmental revenues.

The statement of net position reports all financial and capital resources of the District. The difference between the sum of assets and deferred outflows and the sum of liabilities and deferred inflows is reported as net position.

The statement of activities demonstrates the degree to which the direct 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.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Separate financial statements are provided for the governmental funds. 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 related cash flows.

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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The major sources of revenue susceptible to accrual are property taxes and specific ownership taxes. All other revenue items are considered to be measurable and available only when cash is received by the District. The District determined that Developer Advances are not considered as revenue susceptible to accrual. Expenditures, other than interest on long-term obligations, are recorded when the liability is incurred or the long-term obligation is due.

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term debt of the governmental funds.

Budgets

In accordance with the Local Government Budget Law of Colorado, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures level and lapses at year end. 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 District amended its annual budget for the year ended December 31, 2017.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Pooled Cash and Investments

The District follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, all cash is deposited to and disbursed from a single bank account. 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.

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 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 taxes during the ensuing calendar year. The taxes are payable by April or in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and sales of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred inflow of resources in the year they are levied and measurable. The unearned property tax revenues are recorded as revenue in the year they are available or collected.

Amortization

Cost of Bond Refunding

In the government-wide financial statements, the deferred cost of bond refunding is being amortized using the interest method over the life of the new bonds. The amortization amount is a component of interest expense and the unamortized deferred costs is reflected as a deferred outflow of resources.

Deferred Inflow/Outflow of Resources

In addition to assets, the statement of net position reports 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 and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The District has one item that qualifies for reporting in this category. Accordingly, the item, cost of bond refunding, is deferred and recognized as an outflow of resources in the period that the amount is incurred.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In addition to liabilities, the statement of net position reports 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 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. Accordingly, the item, *deferred property tax revenue*, is deferred and recognized as an inflow of resources in the period that the amount becomes available.

Equity

Net Position

For government-wide presentation purposes when both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

Fund Balance

Fund balance for governmental funds should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned, and unassigned. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

- *Nonspendable fund balance* – The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or legally or contractually required to be maintained intact.
- *Restricted fund balance* – The portion of fund balance that is constrained to being used for a specific purpose by external parties (such as bondholders), constitutional provisions, or enabling legislation.
- *Committed fund balance* – The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Directors. The constraint may be removed or changed only through formal action of the Board of Directors.
- *Assigned fund balance* – The portion of fund balance that is constrained by the government's intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Board of Directors to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.
- *Unassigned fund balance* – The residual portion of fund balance that does not meet any of the criteria described above.

If more than one classification of fund balance is available for use when an expenditure is incurred, it is the District's practice to use the most restrictive classification first.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 3 - CASH AND INVESTMENTS

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

Statement of net position:

Cash and investments	\$ 33,005
Cash and investments - Restricted	<u>29,313</u>
Total cash and investments	<u>\$ 62,318</u>

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

Deposits with financial institutions	\$ 1,530
Investments	<u>60,788</u>
Total cash and investments	<u>\$ 62,318</u>

Deposits with Financial Institutions

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. 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 for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least 102% of the aggregate uninsured deposits.

The State Commissioners for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

At December 31, 2017, the District's cash deposits had a bank balance and a carrying balance of \$1,530.

Investments

The District has not adopted a formal investment policy; however, the District follows state statutes regarding investments.

The District generally limits its concentration of investments to those noted with an asterisk (*) below, which are believed to have minimal credit risk, minimal interest rate risk and no foreign currency risk. Additionally, the District is not subject to concentration risk or investment custodial risk disclosure requirements for investments that are in the possession of another party.

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Directors. Such actions are generally associated with a debt service reserve or sinking fund requirements.

**ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017**

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest which include:

- . Obligations of the United States, certain U.S. government agency and securities of the World Bank
- . General obligation and revenue bonds of U.S. local government entities
- . Certain certificates of participation
- . Certain securities lending agreements
- . Bankers' acceptances of certain banks
- . Commercial paper
- . Written repurchase agreements collateralized by certain authorized securities
- . Certain money market funds
- . Guaranteed investment contracts
- * Local government investment pools

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

Investments	Maturity	Amount
Colorado Surplus Asset Fund Trust (CSAFE)	Weighted average under 60 days	<u>\$ 60,788</u>

CSAFE

The District invested in the Colorado Surplus Asset Fund Trust (CSAFE) (the Trust), which is an investment vehicle established by state statute for local 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 a custodian agreement. 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 custodian's internal records segregate investments owned by CSAFE. CSAFE is rated AAAM by Standard & Poor's. CSAFE records its investments at amortized cost and the District records its investments in CSAFE using the amortized cost method. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

**ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017**

NOTE 4 - LONG-TERM OBLIGATIONS

The following is an analysis of changes in long-term obligations for the year ended December 31, 2017:

	<u>Balance December 31, 2016</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance December 31, 2017</u>	<u>Due Within One Year</u>
General Obligations					
Bonds - Series 2007	\$ 9,035,000	\$ -	\$ 9,035,000	\$ -	\$ -
Bond discount	(130,707)	-	(130,707)	-	-
Subordinate Bonds - Series 2015:					
Principal	1,660,000	-	1,660,000	-	-
Accrued interest	119,513	92,445	211,958	-	-
Series 2017A Loan	-	8,255,000	-	8,255,000	315,000
Series 2017B Loan	-	2,100,000	-	2,100,000	-
Total bonds payable	<u>10,683,806</u>	<u>10,447,445</u>	<u>10,776,251</u>	<u>10,355,000</u>	<u>315,000</u>
Developer advance payable	4,347,236	-	305,000	4,042,236	-
Accrued interest on					
Developer advances	<u>3,671,746</u>	<u>298,575</u>	<u>-</u>	<u>3,970,321</u>	<u>-</u>
Total Developer advance	<u>8,018,982</u>	<u>298,575</u>	<u>305,000</u>	<u>8,012,557</u>	<u>-</u>
	<u>\$ 18,702,788</u>	<u>\$ 10,746,020</u>	<u>\$ 11,081,251</u>	<u>\$ 18,367,557</u>	<u>\$ 315,000</u>

The details of the District's long-term obligation are as follows:

General Obligation Bonds

\$10,035,000 General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding and Improvement Bonds, dated September 20, 2007, Series 2007 Bonds, with interest rates of 4.125% to 5.000%, consisting of serial bonds issued in the amount of \$1,185,000 due annually through 2017 and term bonds issued in the original amounts of \$1,135,000 due December 1, 2022; \$1,620,000 due December 1, 2027; and \$6,095,000 due December 1, 2037. Such term bonds are subject to mandatory redemption. The Series 2007 Bonds are subject to redemption prior to maturity and in whole or partial maturities at the option of the District, on December 1, 2017, and on any date thereafter, upon payment of par plus accrued interest without redemption premium. The principal and interest of these bonds are insured as to repayment by the District.

The Series 2007 Bonds are secured by and payable from the Pledged Revenue consisting of monies derived by the District from the following sources, net of any collection costs: 1) the Required Mill Levy, 2) the portion of the Specific Ownership Tax which is collected as a result of the imposition of the Required Mill Levy, and 3) any other legally available monies which the District determines to be treated as Pledged Revenue. The Series 2007 Bonds are also secured by amounts held by the Trustee in the Reserve Fund. The Required Mill Levy is defined as an ad valorem mill levy imposed upon all taxable property of the District each year in an amount sufficient to pay the principal, premium if any, and interest on the Series 2007 Bonds as the

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 4 - LONG-TERM OBLIGATIONS (CONTINUED)

same become due and payable and to make up any deficiencies in the Reserve Fund, but not in excess of 32.695 mills reduced by the number of mills necessary to pay unlimited general obligation debt of the District, and adjusted for changes in the ratio of actual value to assessed value of property within the District. At such time as the total assessed value of the District is not less than \$8,000,000 and the District's debt to assessed value ratio is 50% or less, the Required Mill Levy will no longer be limited as to rate. As of December 31, 2017, the adjusted maximum mill levy was 42.553 mills for debt service. For collection year 2017, the District levied 42.553 mills for debt service.

The District issued Subordinate Limited Tax Bonds, Series 2015, in the original principal amount of \$1,660,000 on December 17, 2015. The Subordinate Bonds bear interest at the rate of 7%, payable annually on December 15 commencing on December 15, 2016. Interest not paid when due compounds annually on December 15 in each applicable year. The Subordinate Bonds are structured as cash flow bonds meaning that there are no scheduled payments of principal prior to the final maturity date of December 15, 2040. The Bonds are subject to redemption prior to maturity, at the option of the District, as a whole or in integral multiples of \$1,000, on any date, without premium or penalty.

The proceeds of the Subordinate Bonds were used to reimburse JF Companies for capital advances, and interest thereon, owed to JF Companies from the District.

The Subordinate Bonds are secured by and payable from Subordinate Pledged Revenue consisting of monies derived by the District from the imposition of the Subordinate Required Mill Levy, net of collection costs, to the extent of the Senior Bonds Pledged Revenue available after the Senior Bonds debt requirements and replenishment of the Senior Reserve Fund to the Required Reserve Amount.

The Subordinate Required Mill Levy is defined as an ad valorem mill levy imposed upon all taxable property of the District each year equal to 42.553 mills less the number of mills necessary to generate tax revenue in an amount equal to the Senior Bond Debt Requirements *after* taking into account all other Senior Bond Pledged Revenue other than ad valorem tax revenue legally available for payment of the Senior Bonds; provided however, that in the event the method of calculating assessed valuation is changed after the date of issuance of the Bonds, the mill levy will be increased or decreased so that, to the extent possible, the actual tax revenues generated by the mill levy, as adjusted, are neither diminished nor enhanced as a result of such changes.

2017A Loan and 2017B Loan

The District entered into a General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding and Improvement Loan, Series 2017A (the 2017A Loan) and a Taxable (Convertible to Tax-Exempt) General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding and Improvement Loan, Series 2017B (the 2017B Loan and together with the 2017A Loan, the 2017 Loan) in the amounts of \$8,255,000 and \$2,100,000, respectively, with Guaranty Bank and Trust Company on September 29, 2017. The proceeds from the Loans were used to:

- (a) Pay and cancel the then outstanding Subordinate Limited Tax Bonds, Series 2015;

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 4 - LONG-TERM OBLIGATIONS (CONTINUED)

- (b) Defeasement of the then outstanding General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding and Improvement Bonds, Series 2007;
- (c) Reimburse a portion of the costs of acquiring, constructing, and installing public facilities; and
- (d) Pay the costs of issuing the 2017 Loan.

The 2017A Loan bears interest at a fixed rate equal to 3.15% per annum. Commencing on the date of closing on the 2017 Loan, the 2017B Loan bears interest at a fixed rate of 5.85% per annum until the Tax-Exempt Reissuance Date, if any. After the Tax-Exempt Reissuance Date, if it occurs, the 2017B Loan balance will bear interest at a fixed rate equal to 3.80%. For purposes of the 2018 budget, the Tax-Exempt Reissuance is assumed to occur on January 2, 2018.

Interest payments on the 2017 Loan are payable semi-annually on June 1 and December 1 each year, beginning on December 1, 2017. Principal payments on the 2017 Loan are payable on December 1 of each year, commencing on December 1, 2017 through and including the Maturity Date of December 1, 2037.

The 2017A Loan may be prepaid prior to the Maturity Date at the option of the District, on December 1, 2022 and on any 2017A Principal Payment Date thereafter, with no prepayment fee or penalty. The 2017B Loan may be prepaid prior to the Maturity Date at the option of the District, on any 2017B Principal Payment Date thereafter, with no prepayment fee or penalty.

The 2017A Loan may also be prepaid prior to the Maturity Date at the option of the District, on or prior to December 1, 2021 on any 2017A Principal Payment Date, at a prepayment price equal to the sum of the 2017A Loan Balance plus accrued interest thereon to the date of prepayment, together with a prepayment fee computed as a percentage of the 2017A Loan Balance on the date of such prepayment, such percentage being computed as $(N-1)/2$, where N is equal to the number of years remaining between the date of prepayment and the Maturity Date.

The 2017 Loan is secured by and payable solely from and to the extent of Pledged Revenue, defined as moneys derived from the following sources, net of any costs of collection:

- (a) the Required Mill Levy;
- (b) the Specific Ownership Tax Revenues (attributable to the Required Mill Levy);
- (c) all other legally available moneys which the District, in its sole discretion, has deposited with the Custodian with instructions to apply such amounts as Pledged Revenue.

Prior to the Conversion Date, the Required Mill Levy means a mill levy imposed in an amount sufficient to pay principal and interest on the 2017 Loan for the relevant year, but not in excess of 35 mills less the number of mills necessary to pay unlimited mill levy general obligation debt of the District and less the amount necessary to pay operations and maintenance expenses of the District. Such mill levy will be increased or decreased to reflect changes in the method of calculating assessed valuation with tax year 1996 as the base year for calculation of any such adjustments. Such increases or decreases to be determined by the Board of Directors in good faith (such determination to be binding and final) so that to the extent possible, the actual tax revenues generated by the mill levy, as adjusted, are neither diminished nor enhanced as a result of such changes. The mill levy of 35 mills, as adjusted pursuant to the foregoing, is currently 50.361 mills.

**ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017**

NOTE 4 - LONG-TERM OBLIGATIONS (CONTINUED)

The Conversion Date means the first date on which:

- (a) the Debt to Assessed Ratio is 50% or less;
- (b) no amounts of principal or interest on the 2017 Loans are due but unpaid; and
- (c) the District's assessed valuation is not less than \$8,000,000.

The District's general obligation loan principal and interest on the Series 2017A and 2017B Loans will mature as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 315,000	\$ 356,216	\$ 671,216
2019	325,000	329,910	654,910
2020	330,000	319,673	649,673
2021	340,000	309,278	649,278
2022	350,000	298,568	648,568
2023-2027	2,275,000	1,307,295	3,582,295
2028-2032	2,950,000	878,271	3,828,271
2033-2037	3,470,000	354,309	3,824,309
	<u>\$ 10,355,000</u>	<u>\$ 4,153,520</u>	<u>\$ 14,508,520</u>

Authorized Debt

On November 5, 2002, a majority of the qualified electors of the District authorized the issuance of indebtedness in an amount not to exceed \$24,500,000, at an interest rate not to exceed 12% per annum. At December 31, 2017, the District had authorized but unissued indebtedness from this election in the following amounts allocated for the following purposes:

	Amount Authorized on November 5, 2002	Authorization Used		Authorized But Unissued
		Previously Used	Series 2017 Loans	
Streets	\$ 2,895,000	\$ 2,224,530	\$ -	\$ 670,470
Water	1,680,000	1,370,250	-	309,750
Sanitation	4,365,000	2,877,507	310,650	1,176,843
Parks and recreation	3,060,000	2,931,340	-	128,660
Operations and maintenance	500,000	63,630	-	436,370
Refunding financial obligations	12,000,000	3,735,000	-	8,265,000
	<u>\$ 24,500,000</u>	<u>\$ 13,202,257</u>	<u>\$ 310,650</u>	<u>\$ 10,987,093</u>

Pursuant to the Service Plan, the District is permitted to issue bond indebtedness of up to \$12,000,000.

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, however, as of the date of this audit, the amount and timing of any debt issuances is not determinable.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 5 - NET POSITION

The District has net position consisting of two components - restricted and unrestricted.

The restricted component of net position consists of assets that are restricted for use either externally imposed by creditors, grantors, contributors, or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The District had restricted net position as of December 31, 2017, as follows:

	<u>Governmental Activities</u>
Restricted net position:	
Emergencies	\$ <u>1,600</u>

The District has a deficit in unrestricted net position. This deficit amount is a result of the District being responsible for the repayment of bonds issued for the public improvements which were conveyed to other governmental entities and which costs were removed from the District's financial records.

NOTE 6 - RELATED PARTY

The members of the Board of Directors are employees, owners or are otherwise associated with JF Companies and/or MDR and may have conflicts of interest in dealing with the District. JF Companies is the current developer of property within the District. JF Companies and MDR are the current holders of the Capital Reimbursement Agreement and/or the Acquisition Agreement.

Capital Reimbursement Agreement

On December 17, 2015 the District entered into a Capital Reimbursement Agreement with JF Companies and MDR. The District issued the 2015 Subordinate Bonds to JF Companies to reimburse advances for capital costs owed to JF Companies. JF Companies also waived its right to reimbursement for any advances made for operations and interest thereon. Upon issuance of the 2015 Subordinate Bonds, the District's obligation to reimburse JF Companies for operating advances was forgiven.

The purpose of the Capital Reimbursement Agreement is to re-establish MDR's right to reimbursement for all remaining unpaid advances for capital costs and to acknowledge payment in full of amounts owed by the District to JF Companies.

Pursuant to the Advance and Reimbursement Agreement, terminated on December 17, 2015, the District approved reimbursement of advances in the total principal amount of \$5,533,832. Of this amount, JF Companies was entitled to reimbursement of \$1,101,597 for capital costs and \$75,000 for operating costs. The District issued 2015 Subordinate Bonds in the amount of \$1,660,000 to JF Companies in full satisfaction of outstanding principal and interest associated with advances for capital costs. Concurrently with the issuance of the 2015 Subordinate Bonds and repayment of the capital advances, JF Companies waived its right to reimbursement of any portion of the operating advances.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 6 - RELATED PARTY (CONTINUED)

MDR is entitled to reimbursement of \$3,886,992 in principal amount of capital advances and \$155,244 in principal amount of operating advances. As of December 31, 2017 the outstanding principal amounts of capital advances and operating advances was \$3,886,992 and \$155,244, respectively. Interest on all advances accrues at 7% per annum. As of December 31, 2017, accrued interest on the capital and operating advances was \$3,545,996 and \$125,750, respectively.

The District's obligation to reimburse the advances is subordinate to any bonded indebtedness of the District. No payment is required of the District for advances unless and until the District issues bonds in an amount sufficient to reimburse all or a portion of the advances. The term of the Capital Reimbursement Agreement expires on December 31, 2040, unless terminated earlier by the mutual agreement of the Parties. In the event the District has not reimbursed MDR or JF Companies pursuant to this Agreement on or before December 31, 2040, any amount of principal and accrued interest outstanding on such date shall be deemed to be forever discharged and satisfied in full.

Facilities Acquisition Agreement

On December 10, 2007, the District entered into a Facilities Acquisition Agreement (Acquisition Agreement) with JF Companies whereby, subject to availability of funding, the District agreed to acquire from JF Companies up to \$800,000 in improvements to serve the commercial property within the District. The District's obligation to acquire the improvements from JF Companies under this agreement is: 1) subject to the District's issuance of bonds in an amount sufficient to acquire all or a portion of the improvements, 2) subordinate to the repayment of any bonds issued by the District, and 3) subordinate to the District's obligation to reimburse JF Companies pursuant to the Reimbursement Agreement. The District's obligation to acquire the improvements under the Acquisition Agreement is, however, superior to the District's obligation to reimburse MDR under the Reimbursement Agreement.

Interest accrues under the Acquisition Agreement at the rate of prime plus 1% per annum based upon the prime interest rate for Wells Fargo Bank and is in no event greater than 12%, from the date costs of the improvements are incurred by the Developer until paid. As of December 31, 2017, the Developer had not submitted a request for reimbursement for the District's acquisition of any improvements under the Acquisition Agreement.

Construction Management Agreement

The District and JF Companies entered into an Agreement for Construction Management Services, dated January 15, 2003, whereby JF Companies is to provide construction management services during the construction of certain improvements. The management fee is 4% of the amount of the construction work excluding engineering. During the year, no payments were made for management fees.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 7 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees; or acts of God.

The District is a member of the Colorado Special Districts Property and Liability Pool (Pool). The Pool is an organization created by intergovernmental agreement to provide property, liability, public officials' liability, boiler and machinery and workers compensation coverage to its members. Settled claims have not exceeded this coverage in any of the past three fiscal years.

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

NOTE 8 - TAX, SPENDING AND DEBT LIMITATIONS

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's 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.

On November 5, 2002, a majority of the District's electors authorized the District to collect and spend or retain in reserve taxes of \$500,000 annually and other revenue without regard to any limitations under TABOR.

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.

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2017

NOTE 9 - SUBSEQUENT EVENT

The 2017B Loan was originally issued as an obligation the interest on which was taxable for federal and state purposes. The Board of Directors of the District (the Board) subsequently made a determination to reissue the 2017B Loan as an obligation the interest on which is tax exempt for federal and state income tax purposes within the meaning of the Internal Revenue Code of 1986 (the Code), and to designate the 2017B Loan as a “qualified tax-exempt obligation” for purposes of Section 265(b)(3) of the Code. Accordingly, on April 17, 2018, the Board approved a Resolution Providing for Deemed Reissuance by the Antelope Heights Metropolitan District of its Taxable (Convertible to Tax-Exempt) General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding and Improvement Loan, Series 2017B, in the Aggregate Principal Amount of \$2,100,000, For the Purpose of Reissuing Such Loan as a Tax Exempt Obligation; Providing for Certain Details in Connection Therewith; and Approving Documents Related Thereto. Effective as of April 17, 2018, the 2017B Loan will be thereafter identified, known as and referred to as the General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding and Improvement Loan, Series 2017B.

This information is an integral part of the accompanying financial statements.

SUPPLEMENTARY INFORMATION

**ANTELOPE HEIGHTS METROPOLITAN DISTRICT
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
Year Ended December 31, 2017**

	<u>Original</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Property taxes	\$ 637,783	\$ 636,351	\$ 637,783	\$ 1,432
Specific ownership tax	57,400	68,738	69,865	1,127
Net investment income	3,800	10,000	9,143	(857)
Total revenues	<u>698,983</u>	<u>715,089</u>	<u>716,791</u>	<u>1,702</u>
EXPENDITURES				
County Treasurer's fees	9,567	9,545	9,571	(26)
Bond interest	542,764	503,080	503,080	-
Bond principal	185,000	1,660,000	1,660,000	-
Loan issue costs	-	146,104	141,157	4,947
Paying agent fees	2,700	3,000	2,500	500
Contingency	4,094	9,987	-	9,987
Total expenditures	<u>744,125</u>	<u>2,331,716</u>	<u>2,316,308</u>	<u>15,408</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(45,142)</u>	<u>(1,616,627)</u>	<u>(1,599,517)</u>	<u>17,110</u>
OTHER FINANCING SOURCES (USES)				
Loan proceeds	-	10,355,000	10,355,000	-
Payment to refunding escrow	-	(9,244,225)	(9,244,225)	-
Repay developer advances	-	(305,000)	(305,000)	-
Total other financing sources (uses)	<u>-</u>	<u>805,775</u>	<u>805,775</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(45,142)	(810,852)	(793,742)	17,110
FUND BALANCES - BEGINNING OF YEAR	<u>827,109</u>	<u>826,135</u>	<u>826,135</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 781,967</u>	<u>\$ 15,283</u>	<u>\$ 32,393</u>	<u>\$ 17,110</u>

ANTELOPE HEIGHTS METROPOLITAN DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2017

Bonds and Interest Maturing in the Year Ending December 31,	\$8,255,000			\$2,100,000					
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
	General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding and Improvement Loan Dated September 29, 2017 Series 2017A Interest Rate of 3.15% Payable June 1 and December 1 Principal Due December 1			Taxable (Convertible to Tax-Exempt) General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding and Improvement Loan Dated September 29, 2017 Series 2017B Interest Rate of 5.85%, Convertible to 3.80% Payable June 1 and December 1 Principal Due December 1					
2018	\$ 315,000	\$ 260,033	\$ 575,033	\$ -	\$ 96,183	\$ 96,183	\$ 315,000	\$ 356,216	\$ 671,216
2019	325,000	250,110	575,110	-	79,800	79,800	325,000	329,910	654,910
2020	330,000	239,873	569,873	-	79,800	79,800	330,000	319,673	649,673
2021	340,000	229,478	569,478	-	79,800	79,800	340,000	309,278	649,278
2022	350,000	218,768	568,768	-	79,800	79,800	350,000	298,568	648,568
2023	360,000	207,743	567,743	-	79,800	79,800	360,000	287,543	647,543
2024	370,000	196,403	566,403	-	79,800	79,800	370,000	276,203	646,203
2025	380,000	184,748	564,748	120,000	79,800	199,800	500,000	264,548	764,548
2026	390,000	172,778	562,778	125,000	75,240	200,240	515,000	248,018	763,018
2027	400,000	160,493	560,493	130,000	70,490	200,490	530,000	230,983	760,983
2028	415,000	147,893	562,893	135,000	65,550	200,550	550,000	213,443	763,443
2029	425,000	134,820	559,820	145,000	60,420	205,420	570,000	195,240	765,240
2030	435,000	121,433	556,433	155,000	54,910	209,910	590,000	176,343	766,343
2031	450,000	107,730	557,730	160,000	49,020	209,020	610,000	156,750	766,750
2032	460,000	93,555	553,555	170,000	42,940	212,940	630,000	136,495	766,495
2033	475,000	79,065	554,065	175,000	36,480	211,480	650,000	115,545	765,545
2034	490,000	64,103	554,103	180,000	29,830	209,830	670,000	93,933	763,933
2035	500,000	48,668	548,668	195,000	22,990	217,990	695,000	71,658	766,658
2036	515,000	32,918	547,918	200,000	15,580	215,580	715,000	48,498	763,498
2037	530,000	16,695	546,695	210,000	7,980	217,980	740,000	24,675	764,675
	<u>\$ 8,255,000</u>	<u>\$ 2,967,307</u>	<u>\$ 11,222,307</u>	<u>\$ 2,100,000</u>	<u>\$ 1,186,213</u>	<u>\$ 3,286,213</u>	<u>\$ 10,355,000</u>	<u>\$ 4,153,520</u>	<u>\$ 14,508,520</u>

**ANTELOPE HEIGHTS METROPOLITAN DISTRICT
SUMMARY OF ASSESSED VALUATION,
MILL LEVY AND PROPERTY TAXES COLLECTED
December 31, 2017
(Unaudited)**

<u>Year Ended December 31,</u>	<u>Prior Year Assessed Valuation for Current Year Property Tax Levy</u>	<u>Mills Levied</u>		<u>Total Property Taxes</u>		<u>Percentage Collected to Levied</u>
		<u>General</u>	<u>Debt Service</u>	<u>Levied</u>	<u>Collected</u>	
2013	\$ 12,388,100	3.500	42.053	\$ 564,315	\$ 563,643	99.9%
2014	\$ 12,574,581	3.500	42.053	\$ 572,810	\$ 561,085	98.0%
2015	\$ 12,567,670	3.000	42.553	\$ 572,495	\$ 572,810	100.1%
2016	\$ 14,835,450	3.000	42.553	\$ 675,799	\$ 675,106	99.9%
2017	\$ 14,987,960	3.000	42.553	\$ 682,747	\$ 682,747	100.0%
Estimated for year ending December 31, 2018	\$ 15,575,610	3.000	41.500	\$ 693,115		

NOTE:

Property taxes collected in any one year include collection of delinquent property taxes levied in prior years. Information received from the County Treasurer does not permit identification of specific year of levy.