

Tallgrass Metropolitan District
FINANCIAL STATEMENTS AND
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS
December 31, 2019

Table of Contents

	Page
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS	3
BASIC FINANCIAL STATEMENTS	
GOVERNMENTAL FUNDS BALANCE SHEET/ STATEMENT OF NET POSITION	6
STATEMENT OF GOVERNMENTAL FUNDS REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE/ STATEMENT OF ACTIVITIES	7
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL – GENERAL FUND	8
NOTES TO FINANCIAL STATEMENTS	9
SUPPLEMENTARY INFORMATION	
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL – DEBT SERVICE FUND	18



REPORT OF INDEPENDENT CERTIFIED
PUBLIC ACCOUNTANTS

Board of Directors
Tallgrass Metropolitan District

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and the governmental funds of the Tallgrass Metropolitan District (the "District"), as of and for the year ended December 31, 2019, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on conducting our audit in accordance with auditing standards generally accepted in the United States of America as established by the *American Institute of Certified Public Accountants* ("US GAAS").

We conducted our audit in accordance with US GAAS. Those standards require that we plan and perform our audit to obtain reasonable assurance about whether these financial statements are free of material misstatement.

An audit includes 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 District'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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions on the Financial Statements

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the governmental funds of the Tallgrass Metropolitan District, as of December 31, 2019, and the respective changes in financial position thereof, and the budgetary comparison for the general fund for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Required Supplementary Information

The Board of Directors have opted to omit the Management's Discussion and Analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such omitted information, although not part of the basic financial statements, is required by the Government Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this omitted information.

Supplementary Information

Our audit was conducted with the purpose of forming an opinion on the basic financial statements of the Tallgrass Metropolitan District taken as a whole. The supplementary information on page 18 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to our auditing procedures applied in the audit of the financial statements, and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Marc, James & Associates PC

Highlands Ranch, CO
July 21, 2020

FINANCIAL STATEMENTS

Tallgrass Metropolitan District

GOVERNMENTAL FUNDS BALANCE SHEET/STATEMENT OF NET POSITION

December 31, 2019

	Governmental Funds			Adjustments	Statement of Net Position
	General Fund	Debt Service Fund	Total		
ASSETS					
Cash and cash equivalents	\$ 2,868	\$ 1,287	\$ 4,155	\$ -	\$ 4,155
Investments	189,999	541,589	731,588	-	731,588
Property taxes receivable	78,786	949,845	1,028,631	-	1,028,631
Due from County Treasurer	308	6,536	6,844	-	6,844
Total assets	\$ 271,961	\$ 1,499,257	\$ 1,771,218	-	1,771,218
LIABILITIES					
Accounts payable	\$ 1,611	\$ -	\$ 1,611	-	1,611
Accrued interest payable	-	-	-	32,218	32,218
Long-term liabilities					
Due within one year	-	-	-	535,000	535,000
Due after one year	-	-	-	14,335,000	14,335,000
Total liabilities	1,611	-	1,611	14,902,218	14,903,829
DEFERRED INFLOWS OF RESOURCES					
Property taxes	78,786	949,845	1,028,631	-	1,028,631
FUND BALANCE/NET POSITION					
FUND BALANCE					
Restricted	1,100	549,412	550,512	(550,512)	-
Unassigned	190,464	-	190,464	(190,464)	-
Total fund balance	191,564	549,412	740,976	(740,976)	-
Total liabilities, deferred inflows of resources and fund balance	\$ 271,961	\$ 1,499,257	\$ 1,771,218		
NET POSITION					
Restricted				1,100	1,100
Debt service				517,194	517,194
Unrestricted (deficit)				(14,679,536)	(14,679,536)
Total net position				\$(14,161,242)	\$ (14,161,242)

The accompanying notes are an integral part of the financial statements

Tallgrass Metropolitan District

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

For the Year ended December 31, 2019

	Governmental Funds			Adjustments	Statement of Activities
	General Fund	Debt Service Fund	Total		
Expenditures/Expenses					
Operating					
Accounting and audit	\$ 7,311	\$ -	\$ 7,311	\$ -	\$ 7,311
Dues and fees	402	-	402	-	402
Directors' fees	600	-	600	-	600
Insurance	2,958	-	2,958	-	2,958
Legal	10,023	-	10,023	-	10,023
Office	218	29	247	-	247
District management	12,000	-	12,000	-	12,000
Payroll taxes	46	-	46	-	46
Treasurer's fee	707	15,003	15,710	-	15,710
Debt service					
Principal payments	-	505,000	505,000	(505,000)	-
Interest expense	-	404,192	404,192	1,126	405,318
Total expenditures/expenses	34,265	924,224	958,489	(503,874)	454,615
General Revenue					
Property taxes	47,036	998,196	1,045,232	-	1,045,232
Specific ownership taxes	3,687	78,257	81,944	-	81,944
Interest	4,350	11,159	15,509	-	15,509
Total general revenue	55,073	1,087,612	1,142,685	-	1,142,685
Excess of Revenues Over Expenditures	20,808	163,388	184,196	(184,196)	-
Change in Net Position				688,070	688,070
Fund balance/net position (deficit)					
Beginning of the year	170,756	386,024	556,780	(15,406,092)	(14,849,312)
End of the year	\$ 191,564	\$ 549,412	\$ 740,976	\$ (14,902,218)	\$ (14,161,242)

The accompanying notes are an integral part of the financial statements

Tallgrass Metropolitan District

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

For the Year ended December 31, 2019

	Original and Final Budget	Actual	Variance
Revenue			
Property taxes	\$ 47,036	\$ 47,036	\$ -
Specific ownership taxes	3,294	3,687	393
Interest	2,000	4,350	2,350
	<u>52,330</u>	<u>55,073</u>	<u>2,743</u>
Total revenue			
	52,330	55,073	2,743
Expenditures			
Operating			
Accounting and audit	7,500	7,311	189
Contingency	8,415	-	8,415
Director education	1,500	-	1,500
Directors' fees	600	600	-
Dues and fees	315	402	(87)
Insurance	3,044	2,958	86
Legal	17,000	10,023	6,977
Management fees	12,000	12,000	-
Miscellaneous	750	-	750
Office	500	219	281
Payroll taxes	-	46	(46)
Treasurer's fee	706	706	-
	<u>52,330</u>	<u>34,265</u>	<u>18,065</u>
Total expenditures			
	52,330	34,265	18,065
Excess of revenue over expenditures			
	<u>\$ -</u>	20,808	<u>\$ 20,808</u>
Fund Balance			
Beginning of the year		<u>170,756</u>	
End of the year		<u>\$ 191,564</u>	

The accompanying notes are an integral part of the financial statements

Tallgrass Metropolitan District

NOTES TO FINANCIAL STATEMENTS

December 31, 2019

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Tallgrass Metropolitan District (the “District”) conform to the accounting principles generally accepted in the United States of America (“US GAAP”) as applicable to governmental entities. The following is a summary of the more significant policies consistently applied in the preparation of the basic financial statements of the District.

1. Reporting Entity

The District was established pursuant to the provisions of Title 32 of the Colorado Revised Statutes, Colorado Special District Act on December 3, 2002 as a quasi-municipal corporation and is governed by a five-member Board of Directors.

The District was established to provide for the acquisition, construction, installation and completion of improvements within the District. The District’s service area is located in Arapahoe County, Colorado.

All operation and administrative functions of the District are performed by a contract third party.

As required by US GAAP, these financial statements present the activities of the District, which is legally separate and financially independent of other state and local government entities. The District has no component units as defined by Governmental Accounting Standards Board (“GASB”), Statement No. 14, *The Reporting Entity* and GASB No. 39, *Determining Whether Certain Organizations are Component Units*.

2. Measurement Focus and Financial Reporting Framework

Government-wide Financial Statements

The government-wide financial statements, the Statement of Net Position and the Statement of Activities, report information on the *governmental-type activities* of the District, which rely to a significant extent on property and specific ownership taxes. The Statement of Activities demonstrates the degree to which expenses of the *governmental-type activities* are supported by property and specific ownership taxes. The government-wide financial statements are prepared using the accrual basis of accounting.

Governmental Fund Financial Statements

The governmental fund financial statements are prepared 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 if the revenues are collectible within the current period or soon thereafter to pay liabilities of the current period. For that purpose, the District considers revenues to be available if they are expected to be collected within 60 days of the end of the current fiscal period.

Tallgrass Metropolitan District
NOTES TO FINANCIAL STATEMENTS

December 31, 2019

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - *continued*

Measurement Focus and Financial Reporting Framework - continued

Governmental Funds

The District maintains two individual governmental funds. The governmental funds information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balance for the General Fund and the Debt Service Fund, both which are considered to be major funds.

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the general government, except for 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 governmental funds.

3. *Cash and Cash Equivalents*

The District considers cash and cash equivalents to include cash on hand, demand deposits, savings accounts and money market accounts.

4. *Fair Value of Financial Instruments*

The District's financial instruments include cash and cash equivalents, property taxes receivable, accounts payable, accrued liabilities and deferred inflows of resources. The District estimates that the fair value of these financial instruments as of December 31, 2019, do not differ materially from the aggregate carrying values used in the accompanying financial statements. The carrying amount of these financial instruments approximates the fair value due to the short maturity of these financial instruments.

5. *Use of Estimates*

The preparation of financial statements in conformity with US GAAP may involve the use of management estimates that could affect the reported amounts of assets and liabilities as of the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. These estimates would be based upon management's best judgment, after considering past events and assumptions about future events. Actual results could differ from those estimates.

6. *Property Taxes Receivable*

Property taxes are levied on December 15 of each year, and attach as an enforceable lien on subject property as of January 1 of the following year. The property taxes are payable in full on April 30 or if paid in two installments, due on February 28 and June 15. Property taxes are considered to be delinquent as of August 1. Arapahoe County bills and collects the property taxes on behalf of the District and remits the collections, less the Treasurer's fees, to the District on a monthly basis. As of December 31, the District has recorded the levied property taxes and the related deferred inflow of resources.

As the property taxes result in an enforceable lien on the subject property, in the event the property taxes are not paid, the subject property will be sold at public auction to collect the delinquent property taxes. Accordingly, no provision is deemed necessary for uncollected property taxes.

Tallgrass Metropolitan District

NOTES TO FINANCIAL STATEMENTS

December 31, 2019

NOTE B – BUDGET INFORMATION

The District's annual budget is prepared on a Non-GAAP basis for the District's General Fund and Debt Service Fund. An annual appropriated budget is adopted at the total fund expenditure level and the annual appropriations lapse at the end of the District's fiscal year.

The District conforms to the following procedures, in accordance with the State of Colorado Revised Statutes, in the establishment of the budgetary information reflected in the accompanying financial statements.

Prior to October 15, the District's Manager submits a proposed operating budget for the subsequent fiscal year to the District's Board of Directors. The Board of Directors may change the proposed budget prior to the publication of the notice of budget. Within ten days of the submission, a notice of the proposed budget is published. The operating budget includes proposed expenditures and the means of financing the expenditures.

A public hearing is held at a regular District Board of Directors' meeting to allow public input on the proposed operating budget.

On or before December 15, the operating budget is adopted by the Board of Directors through passage of a budget resolution. Upon adoption, the District's Treasurer is authorized by the Board of Directors to transfer the budgeted amounts within the function and objects of the Fund(s). The District's Board of Directors must approve revisions that change the total expenditures of the Fund(s). Appropriations are controlled and the budget can be only amended in accordance with the State of Colorado Revised Statutes that allows the District to amend the budget and adopt a supplemental appropriation in certain circumstances.

The State of Colorado Revised Statutes requires balanced budgets. For 2019, the budgeted expenditures exceeded the budgeted revenues in the Debt Service Fund by \$55,872. It was anticipated that in 2019, the District would make \$200,000 of additional principal prepayments on the outstanding note payable further discussed in NOTE D.

NOTE C – CASH AND INVESTMENTS

The Colorado Public Deposit Protection Act ("PDPA") requires that all units of local government deposit cash in eligible public depositories. State regulators determine the eligibility. Amounts on deposit in excess of the Federal Deposit Insurance Corporation ("FDIC") insurance levels must be collateralized. The eligible collateral is determined by the PDPA. The PDPA allows institutions to create a single collateral pool for all public funds. The pool is to be maintained by another institution, or held in trust for all uninsured public deposits. The market value of the collateral must be equal to 102% of the aggregate uninsured public deposits.

As of December 31, 2019, all of the District's deposits were either insured by the FDIC or held in eligible depositories.

Tallgrass Metropolitan District

NOTES TO FINANCIAL STATEMENTS

December 31, 2019

NOTE C – CASH AND INVESTMENTS – *continued*

At December 31, 2019, the District had \$731,588 invested in the Colorado Local Government Liquid Trust (“COLOTRUST”), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and repurchase agreements collateralized by certain obligations of the U.S. government agencies. The District’s investments are in the COLOTRUST PLUS+ portfolio. COLOTRUST is rated AAAM by Standard & Poor’s.

NOTE D – LONG -TERM DEBT

Note Payable – BBVA USA

In 2016, the District entered into a Loan Agreement with BBVA USA (the "Lender") and issued a Note Payable in the amount of \$16,835,000 the proceeds of which were used to refund the District’s previously issued Series 2007 Bonds, and to fund the issuance and closing costs associated with the issuance of the Note Payable.

The Note Payable has a final maturity date of December 1, 2026 and requires annual principal payments beginning on December 1, 2016. In addition, the Note Payable may be prepaid in whole or in part only in accordance with the terms of the Loan Agreement. Specifically, on December 1, 2017, and on any date thereafter, the District may prepay the principal of the Note Payable in amounts up to \$200,000 annually, at a price of par plus any accrued interest. On December 1, 2023, and on any date thereafter, the District may prepay the principal of the Note Payable in whole or in any part, at a price of par plus any accrued interest, without prepayment fees, premiums or penalties.

The Note Payable requires semi-annual interest payments on June 1 and December 1 at a rate of 2.6%. Interest is to be calculated on the basis of a 360-day year and the actual number of days elapsed in the applicable period.

The Note Payable is to be paid solely from Pledged Revenue as defined in the Loan Agreement.

In accordance with the terms of the Loan Agreement, the Lender created and established a separate Loan Payment Fund account into which the District is required to transfer and deposit all amounts comprising the Pledged Revenue and from which solely the Lender shall pay the principal and interest. First, to the payment of interest due and, second, to the extent that money is remaining after payment of interest, to the payment of the principal of the Note Payable.

Tallgrass Metropolitan District
NOTES TO FINANCIAL STATEMENTS

December 31, 2019

NOTE D – LONG -TERM DEBT - *continued*

Note Payable – BBVA USA - continued

The following is an analysis of changes in the long-term debt as of December 31, 2019:

	<u>Balance December 31, 2018</u>	<u>Borrowings</u>	<u>Payments</u>	<u>Balance December 31, 2019</u>
Note Payable	\$ 15,375,000	\$ -	\$ 505,000	14,870,000
Due in one year				<u>(535,000)</u>
Due in more than one year				<u>\$ 14,335,000</u>

The following is a summary of the future annual principal and interest requirements for the Note Payable as of December 31, 2019:

<u>Year(s) Ended</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 535,000	\$ 386,620	\$ 921,620
2021	550,000	372,710	922,710
2022	580,000	358,410	938,410
2023	600,000	343,330	943,330
2024	630,000	327,730	957,730
2025 -2026	<u>11,975,000</u>	<u>605,800</u>	<u>12,580,800</u>
Total	<u>\$ 14,870,000</u>	<u>\$ 2,397,600</u>	<u>\$ 17,267,600</u>

In June 2020, the Board of Directors approved a prepayment in the amount of \$100,000 which will impact the future annual principal and interest requirements as shown above.

Debt Authorization

In 2002, the majority of the qualified electors of the District authorized the issuance of general obligation indebtedness in the amount not to exceed \$28,200,000 for providing public improvements. As of December 31, 2019, the District has \$11,708,387 of authorization remaining. 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, the amount and timing of any debt issuances, if any, are not determinable.

Tallgrass Metropolitan District

NOTES TO FINANCIAL STATEMENTS

December 31, 2019

NOTE E – FUND BALANCE/NET POSITION

The District utilizes the fund balance presentation as required under GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Fund balances are categorized as non-spendable, restricted, committed, assigned or unassigned.

Non-spendable – represents amounts that cannot be spent because they are either in non-spendable form or legally required to remain intact,

Restricted – represents amounts with external constraints placed on the use of these resources or imposed by enabling legislation,

Committed – represents amounts that can only be used for specific purposes imposed by a formal action of the District’s highest level of decision-making authority, the District’s Board of Directors. Committed resources cannot be used for any other purpose unless the District’s Board of Directors removes or changes the specific use by the same type of action used to commit those amounts, either by resolution or by ordinance,

Assigned – represents amounts that the District intends to use for specific purposes as expressed by the District’s Board of Directors or a District official delegated the authority to assign amounts,

Unassigned – represents the residual classification for the general fund or deficit balances in other funds, as applicable.

Amounts are considered to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available. Unrestricted amounts are considered to have been spent when an expenditure is incurred for purposes for which amounts in any of these unrestricted fund balances classifications could be used.

As of December 31, 2019, the District’s fund balance consisted of the following:

	<u>General</u>	<u>Debt Service</u>	<u>Total</u>
Fund balances:			
Restricted			
TABOR reserve	1,100	-	1,100
Debt service	-	549,412	549,412
Unassigned	<u>190,464</u>	<u>-</u>	<u>190,464</u>
Total fund balances	\$ <u>191,564</u>	\$ <u>549,412</u>	\$ <u>740,976</u>

Tallgrass Metropolitan District

NOTES TO FINANCIAL STATEMENTS

December 31, 2019

NOTE E – FUND BALANCE/NET POSITION - *continued*

Net Position

The District's net position represents the difference between the District's assets, liabilities, and deferred inflows of resources. The District may report three categories of net position, as follows:

Restricted net position – net position is considered restricted if its use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets.

Unrestricted net position – consists of all other net position that does not meet the definition of the above two components and is available for general use by the District.

When an expense is incurred for purposes for which both restricted and unrestricted net positions are available, the District will use the most restrictive net position first.

NOTE F – 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 and debt limitations which apply to the State of Colorado and all local governments.

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 calculation of the fiscal year spending limits will require judicial interpretation.

NOTE G – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft, damage to, or destruction of assets; errors or omissions; injuries to volunteers; or acts of God for which the District carries commercial insurance. The District's claims, if any, have not exceeded its coverage during the preceding three years.

NOTE H – COMMITMENTS

District Management

The District outsources the management of the District which includes overall management, accounting and administrative services. The service contract renews annually each year on January 1, unless notice of non-renewal is provided by either party as described in the service contract. Under the service contract, the monthly fee for services is not to exceed \$1,000.

Tallgrass Metropolitan District

NOTES TO FINANCIAL STATEMENTS

December 31, 2019

NOTE I – RECONCILIATION OF GOVERNMENT-WIDE AND GOVERNMENTAL FUND FINANCIAL STATEMENTS

The Governmental Funds Balance Sheet/Statement of Net Position includes an adjustments column which reconciles the differences between the government-wide and fund financial statements as follows:

Long-term liabilities such as the note payable and the associated accrued interest payable are not due and payable in the current period and, therefore, are not reflected in the governmental funds.	\$	14,870,000
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The Statements of Governmental Funds Revenues, Expenditures and Changes in Fund Balance/Statement of Net Activities includes an adjustment column which reconciles the differences between the government-wide and fund financial statements as follows:

The principal repayments of long-term liabilities consume the current resources of the government funds,	\$	505,000
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Changes in other expenses reported in the Statement of Activities such as accrued interest on the note payable do not require the use of current financial resources and, therefore are not reflected in the governmental funds.		1,126
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NOTE J – MANAGEMENT’S EVALUATION OF SUBSEQUENT EVENTS

The preparation of the District’s financial statements and accompanying notes in conformity with US GAAP requires management of the District to evaluate transactions and events subsequent to the balance sheet date involving the District. Management has evaluated the subsequent transactions and events of the District through July 21, 2020, which is the date the financial statements and accompanying footnotes were available for issuance.

- In December 2019, an outbreak of a novel strain of coronavirus (“COVID-19”) originated in Wuhan, China and has since spread world-wide. In March 2020, the World Health Organization characterized COVID-19 as a pandemic.

COVID-19 could adversely affect the economies and financial markets of the United States, including Colorado, resulting in an economic downturn that could affect property taxes and other sources of revenue to the District. The District continues to monitor and assess the effects of the COVID-19 pandemic on the District; however, the ultimate impact of the COVID-19 outbreak or a similar health epidemic is highly uncertain and subject to change.

SUPPLEMENTARY INFORMATION

Tallgrass Metropolitan District

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

For the Year ended December 31, 2019

	Original Budget	Actual	Variance
Revenues			
Property taxes	\$ 998,196	\$ 998,196	\$ -
Specific ownership taxes	60,000	78,257	18,257
Interest	15,207	11,159	(4,048)
	<u>1,073,403</u>	<u>1,087,612</u>	<u>14,209</u>
Expenditures			
Operating			
Office	-	29	(29)
Treasurer's fee	14,973	15,003	(30)
Debt service			
Principal payments	705,000	505,000	200,000
Interest expense	405,302	404,192	1,110
Paying agent	1,000	-	1,000
Continuing disclosures	3,000	-	3,000
	<u>1,129,275</u>	<u>924,224</u>	<u>205,051</u>
Excess of revenue over (under) expenditures	<u>\$ (55,872)</u>	163,388	<u>\$ 219,260</u>
Fund Balance			
Beginning of the year		<u>386,024</u>	
End of the year		<u>\$ 549,412</u>	