

**CHERRY CREEK VISTA PARK AND
RECREATION DISTRICT**

Arapahoe County, Colorado

**FINANCIAL STATEMENTS
DECEMBER 31, 2019**

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Board of Directors
Cherry Creek Vista Park and Recreation District
Arapahoe County, Colorado

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund of the Cherry Creek Vista Park and Recreation District as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Cherry Creek Vista Park and Recreation District.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 Districts 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 policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities and each major fund of the Cherry Creek Vista Park and Recreation District as of December 31, 2019, and the respective changes in financial position, and where applicable, cash flows thereof, and the budgetary comparisons for the General and Special Revenue – Fence Funds for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted the management’s discussion and analysis that GASB requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by GASB 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 opinion on the basic financial statements is not affected by this missing information.

Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Cherry Creek Vista Park and Recreation District’s basic financial statements. The accompanying schedules of revenues, expenditures and changes in fund balances – budget and actual for the debt service fund, debt service fund – fence project, capital projects fund and enterprise fund; the schedule of debt service requirements to maturity, and the five year summary of assessed valuation, mill levy and property taxes collected, collectively comprise the District’s “supplemental information” as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental information, as listed in the table of contents, is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Logan and Associates, LLC

Aurora, Colorado
May 21, 2020

BASIC FINANCIAL STATEMENTS

CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
STATEMENT OF NET POSITION
December 31, 2019

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash and investments - unrestricted	\$ 4,863	\$ -	\$ 4,863
Cash and investments - restricted	40,763	20,654	61,417
Receivable - County treasurer	5,450	-	5,450
Grants receivable	427,886	-	427,886
Property taxes receivable	827,751	-	827,751
Prepaid expenses	14,915	5,101	20,016
Capital assets, not being depreciated	3,203,081	-	3,203,081
Capital assets, net of accumulated depreciation	2,678,610	-	2,678,610
Total assets	<u>7,203,319</u>	<u>25,755</u>	<u>7,229,074</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on bond refunding	67,255	-	67,255
Total deferred outflows of resources	<u>67,255</u>	<u>-</u>	<u>67,255</u>
LIABILITIES			
Accounts payable	73,263	1,148	74,411
Retainage payable	23,641	-	23,641
Accrued interest payable	27,240	-	27,240
Bonds payable			
Due within one year	380,000	-	380,000
Due within more than one year	1,730,968	-	1,730,968
Total liabilities	<u>2,235,112</u>	<u>1,148</u>	<u>2,236,260</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred property taxes	827,751	-	827,751
Total deferred inflows of resources	<u>827,751</u>	<u>-</u>	<u>827,751</u>
NET POSITION			
Net investment in capital assets	4,150,723	-	4,150,723
Restricted:			
Emergency reserves	15,000	-	15,000
Debt Service	550,638	-	550,638
Capital projects	3,671	-	3,671
Unrestricted	(512,321)	24,607	(487,714)
Total net position	<u>\$ 4,207,711</u>	<u>\$ 24,607</u>	<u>\$ 4,232,318</u>

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

CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
STATEMENT OF ACTIVITIES
Year Ended December 31, 2019

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes in Net Position</u>		
		<u>Charges for Services</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
Governmental Activities:						
General government	\$ 191,591	\$ -	\$ 504,521	\$ 312,930	\$ -	\$ 312,930
Park and recreation	589,358	-	-	(589,358)	-	(589,358)
Interest and fiscal charges	92,722	-	-	(92,722)	-	(92,722)
Total governmental activities	<u>\$ 873,671</u>	<u>\$ -</u>	<u>\$ 504,521</u>	<u>(369,150)</u>	<u>-</u>	<u>(369,150)</u>
Business-Type Activities						
Pool enterprise	\$ 235,781	\$ 194,645	\$ -	-	(41,136)	(41,136)
Total business-type activities	<u>\$ 235,781</u>	<u>\$ 194,645</u>	<u>\$ -</u>	<u>-</u>	<u>(41,136)</u>	<u>(41,136)</u>
General revenues:						
Taxes:						
Property taxes				832,104	-	832,104
Specific ownership taxes				65,264	-	65,264
Net investment income				12,392	2,137	14,529
Other				33,683	16,518	50,201
Total general revenues				<u>943,443</u>	<u>18,655</u>	<u>962,098</u>
				574,293	(22,481)	551,812
Change in net position				574,293	(22,481)	551,812
Net position - Beginning of year				3,633,418	47,088	3,680,506
Net position - End of year				<u>\$ 4,207,711</u>	<u>\$ 24,607</u>	<u>\$ 4,232,318</u>

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

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2019**

	<u>General</u>	<u>Special Revenue Fund</u>	<u>Debt Service</u>	<u>Debt Service Fence</u>	<u>Capital Projects</u>	<u>Total Governmental Funds</u>
ASSETS						
Cash and investments - unrestricted	\$ -	\$ 4,863	\$ -	\$ -	\$ -	\$ 4,863
Cash and investments - restricted	44	-	-	16,926	23,793	40,763
Cash with County Treasurers	4,171	1,279	-	-	-	5,450
Grants receivable	-	-	-	-	427,886	427,886
Prepaid expenses	12,076	2,839	-	-	-	14,915
Due from other funds	-	-	320,238	213,474	-	533,712
Property tax receivable	425,535	42,593	295,573	64,050	-	827,751
TOTAL ASSETS	<u>\$ 441,826</u>	<u>\$ 51,574</u>	<u>\$ 615,811</u>	<u>\$ 294,450</u>	<u>\$ 451,679</u>	<u>\$ 1,855,340</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts payable	\$ 7,888	\$ 771	\$ -	\$ -	\$ 64,604	\$ 73,263
Retainage payable	-	-	-	-	23,641	23,641
Due to other funds	-	-	-	-	533,712	533,712
Total liabilities	<u>7,888</u>	<u>771</u>	<u>-</u>	<u>-</u>	<u>621,957</u>	<u>630,616</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred tax revenues	425,535	42,593	295,573	64,050	-	827,751
Deferred grant revenue	-	-	-	-	203,618	203,618
Total deferred inflows of resources	<u>425,535</u>	<u>42,593</u>	<u>295,573</u>	<u>64,050</u>	<u>203,618</u>	<u>1,031,369</u>
FUND BALANCES						
Nonspendable for prepaid expenses	12,076	2,839	-	-	-	14,915
Restricted for emergencies	13,300	1,700	-	-	-	15,000
Restricted for debt service	-	-	320,238	230,400	-	550,638
Assigned for ongoing maintenance	-	3,671	-	-	-	3,671
Unassigned	(16,973)	-	-	-	(373,896)	(390,869)
Special revenue	-	-	-	-	-	-
TOTAL FUND BALANCES	<u>8,403</u>	<u>8,210</u>	<u>320,238</u>	<u>230,400</u>	<u>(373,896)</u>	<u>193,355</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 441,826</u>	<u>\$ 51,574</u>	<u>\$ 615,811</u>	<u>\$ 294,450</u>	<u>\$ 451,679</u>	

Amounts reported for governmental activities in the Statement of Net Position are different because:

Some assets used in governmental activities are not financial resources and, therefore, are not reported in the Balance Sheet - Governmental Funds.

Capital assets, net of accumulated depreciation	5,881,691
	<u>5,881,691</u>

Revenue deferred in the funds because it is not available to pay for current period expenditures is earned in the government-wide statements.

Deferred grant revenue	203,618
	<u>203,618</u>

Some liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and, therefore, are not reported in the Balance Sheet - Governmental Funds.

Accrued interest payable	(27,240)
General obligation refunding bonds payable	(2,100,000)
Bond premium, net of accumulated amortization	(10,968)
Loss on refunding, net of accumulated amortization	67,255
	<u>(2,070,953)</u>

Net position of governmental activities	<u>\$ 4,207,711</u>
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These financial statements should be read only in connection with
the accompanying notes to financial statements.

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES (DEFICITS) - GOVERNMENTAL FUNDS
Year Ended December 31, 2019**

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Debt Service - Fence</u>	<u>Capital Projects</u>	<u>Total Governmental Funds</u>
REVENUES						
Property tax	\$ 389,075	\$ 40,771	\$ 247,714	\$ 154,544	\$ -	\$ 832,104
Specific ownership tax	49,944	15,320	-	-	-	65,264
Conservation Trust proceeds	-	-	-	-	35,039	35,039
Net investment income	2,667	595	4,707	3,234	1,189	12,392
Insurance proceeds	2,100	-	-	-	-	2,100
Grants	-	-	-	-	265,864	265,864
Other	-	31,583	-	-	-	31,583
Total revenues	<u>443,786</u>	<u>88,269</u>	<u>252,421</u>	<u>157,778</u>	<u>302,092</u>	<u>1,244,346</u>
EXPENDITURES						
Current						
Accounting and audit	16,787	2,238	-	-	-	19,025
Legal	16,291	953	-	-	-	17,244
Director's fees	5,300	-	-	-	-	5,300
Management fees	107,965	4,320	-	-	3,072	115,357
Election costs	1,984	-	-	-	-	1,984
Insurance and bonds	10,172	2,177	-	-	-	12,349
Office expenses	7,080	762	-	-	-	7,842
County Treasurer's fees	5,840	612	3,718	2,320	-	12,490
Landscape maintenance	57,140	30,737	-	-	-	87,877
Other landscape	54,675	13,510	-	-	-	68,185
Utilities	79,046	12,617	-	-	-	91,663
Repair and maintenance	20,491	68,691	-	-	-	89,182
Other	5,817	-	-	-	-	5,817
Capital outlay	-	-	-	-	940,545	940,545
Debt service	-	-	-	-	-	-
Principal	-	-	205,000	135,000	-	340,000
Interest and fiscal charges	-	-	65,958	13,112	-	79,070
Total expenditures	<u>388,588</u>	<u>136,617</u>	<u>274,676</u>	<u>150,432</u>	<u>943,617</u>	<u>1,893,930</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	55,198	(48,348)	(22,255)	7,346	(641,525)	(649,584)
OTHER FINANCING SOURCES (USES)						
Transfers in	565	-	-	-	86,718	87,283
Transfers out	(86,718)	(565)	-	-	-	(87,283)
Total other financing sources (uses)	<u>(86,153)</u>	<u>(565)</u>	<u>-</u>	<u>-</u>	<u>86,718</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(30,955)	(48,913)	(22,255)	7,346	(554,807)	(649,584)
FUND BALANCES - BEGINNING OF YEAR						
FUND BALANCES (DEFICITS)- END OF YEAR	<u>\$ 8,403</u>	<u>\$ 8,210</u>	<u>\$ 320,238</u>	<u>\$ 230,400</u>	<u>\$ (373,896)</u>	<u>\$ 193,355</u>

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

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES (DEFICITS) OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2019**

A reconciliation reflecting the differences between the governmental funds net change in fund balances and change in net position reported for governmental activities in the Statement of Activities as follows:

Net change in fund balances - Total governmental funds	<u>\$ (649,584)</u>
Revenue deferred in the funds because it is not available to pay for current period expenditures is earned in the government-wide statements.	
Change in deferred grant revenue	<u>203,618</u>
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Capital outlay	940,545
Depreciation	<u>(246,634)</u>
	<u>693,911</u>
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.	
Change in accrued interest payable	5,444
Amortization of bond premium	3,947
Amortization of loss on bond refunding	<u>(23,043)</u>
	<u>(13,652)</u>
Long-term debt (e.g. bonds, loans) provide 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 position.	
Principal payments - bonds payable	<u>340,000</u>
	<u>340,000</u>
Change in net position - Governmental activities	<u><u>\$ 574,293</u></u>

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

CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended December 31, 2019

	Original Budgeted Amounts	Final Budgeted Amounts	Actual	Variance with Final Budget - Positive (Negative)
REVENUES				
Property tax	\$ 389,241	\$ 389,075	\$ 389,075	\$ -
Specific ownership taxes	50,964	50,964	49,944	(1,020)
Net investment income	3,200	2,700	2,667	(33)
Insurance proceeds	-	2,100	2,100	-
Total revenues	<u>443,405</u>	<u>444,839</u>	<u>443,786</u>	<u>(1,053)</u>
EXPENDITURES				
Accounting and audit	14,875	17,000	16,787	213
Legal	16,250	17,000	16,291	709
Director's fees	4,000	5,300	5,300	-
Management fees	32,630	32,400	32,400	-
Management fees - special	30,000	76,000	75,565	435
Election costs	25,000	2,000	1,984	16
Insurance and bonds	8,340	10,200	10,172	28
Office expenses	3,000	7,100	7,080	20
County Treasurer's fees	5,839	5,840	5,840	-
Landscape maintenance	57,150	58,000	57,140	860
Landscape - other	15,000	46,200	46,124	76
Snowplowing	3,500	8,600	8,551	49
Utilities	80,000	80,000	79,046	954
Repair and maintenance	20,000	20,500	20,491	9
Stormwater fee	1,000	-	3,336	(3,336)
Other	306	2,500	2,481	19
Capital outlay	-	-	-	-
Total expenditures	<u>316,890</u>	<u>388,640</u>	<u>388,588</u>	<u>52</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	126,515	56,199	55,198	(1,001)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	565	565
Transfers out	(62,573)	(86,718)	(86,718)	-
Total other financing sources (uses)	<u>(62,573)</u>	<u>(86,718)</u>	<u>(86,153)</u>	<u>565</u>
NET CHANGE IN FUND BALANCE	63,942	(30,519)	(30,955)	(436)
FUND BALANCE - BEGINNING OF YEAR	(8,939)	39,358	39,358	-
FUND BALANCE - END OF YEAR	<u>\$ 55,003</u>	<u>\$ 8,839</u>	<u>\$ 8,403</u>	<u>\$ (436)</u>

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

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
SPECIAL REVENUE FUND - FENCE
For the Year Ended December 31, 2019**

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES				
Property tax	\$ 40,790	\$ 40,790	\$ 40,771	\$ (19)
Specific ownership taxes	15,633	15,633	15,320	(313)
Net investment income	800	800	595	(205)
Insurance proceeds	-	31,500	31,583	83
Total revenues	<u>57,223</u>	<u>88,723</u>	<u>88,269</u>	<u>(454)</u>
EXPENDITURES				
Accounting and audit	2,550	2,550	2,238	312
Legal	750	1,000	953	47
Management fees	4,090	4,400	4,320	80
Insurance	2,085	2,200	2,177	23
Office expense	390	770	762	8
Landscape maintenance	25,360	26,300	26,270	30
Other landscape	11,000	13,600	13,510	90
Brick wall repair and maintenance	15,000	68,700	68,691	9
Water expense	15,000	15,000	12,617	2,383
Snowplowing	1,000	4,500	4,467	33
County Treasurer's fees	612	612	612	-
Total expenditures	<u>77,837</u>	<u>139,632</u>	<u>136,617</u>	<u>3,015</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(20,614)	(50,909)	(48,348)	2,561
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	(565)	(565)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(565)</u>	<u>(565)</u>
NET CHANGE IN FUND BALANCE	(20,614)	(50,909)	(48,913)	1,996
FUND BALANCE - BEGINNING OF YEAR	86,537	86,537	57,123	(29,414)
FUND BALANCE - END OF YEAR	<u>\$ 65,923</u>	<u>\$ 35,628</u>	<u>\$ 8,210</u>	<u>\$ (27,418)</u>

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

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUND
December 31, 2019**

	Total Proprietary/ Enterprise Fund
ASSETS	
Cash and investments - restricted	\$ 20,654
Prepaid expenses	5,101
Total assets	25,755
 LIABILITIES	
Accounts payable	1,148
Total liabilities	1,148
 NET POSITION	
Unrestricted	24,607
Total net position	\$ 24,607

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

CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
Year Ended December 31, 2019

	Total Proprietary Enterprise Fund
OPERATING REVENUE	
Pool fees	\$ 169,096
Field user fees	25,549
Total operating revenue	194,645
 OPERATING EXPENSES	
Accounting and audit	3,357
Management	6,480
Insurance and bonds	3,978
Legal	2,860
Office expenses	1,142
Utilities	42,117
Pool expenses	33,830
Pool management fees	116,000
Tennis maintenance	6,421
Repairs and maintenance	1,580
Landscape maintenance	12,790
Hail damage repairs	5,025
Capital outlay	-
Miscellaneous	201
Total operating expenses	235,781
 LOSS FROM OPERATIONS	 (41,136)
 NONOPERATING REVENUES (EXPENSES)	
Other	3,080
Net investment income	2,137
Insurance proceeds	13,438
Total nonoperating revenues (expenses)	18,655
 CHANGE IN NET POSITION	 (22,481)
 NET POSITION - BEGINNING OF YEAR	 47,088
NET POSITION - END OF YEAR	\$ 24,607

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

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
Year Ended December 31, 2019**

	Enterprise Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 194,645
Payments to suppliers	(264,510)
Net cash required by operating activities	(69,865)
 CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Other	3,080
Insurance proceeds	13,438
Net cash provided by noncapital financing activities	16,518
 CASH FLOWS FROM INVESTING ACTIVITIES	
Net investment income	2,137
Net cash required by investing activities	2,137
NET DECREASE IN CASH AND CASH EQUIVALENTS	(51,210)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	71,864
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 20,654
 Reconciliation of operating income (loss) to net cash required by operating activities	
Loss from operations	\$ (41,136)
Decrease in accounts payable	(27,518)
Increase in prepaid expense	(1,211)
Net cash required by operating activities	\$ (69,865)

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

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

NOTE 1 – DEFINITION OF REPORTING ENTITY

Cherry Creek Vista Park and Recreation District (District), a quasi-municipal corporation was organized in 1979 and is governed pursuant to provisions of the Colorado Special District Act. The District's service area is located in Arapahoe County, Colorado. The District was established to construct and maintain parks and recreation facilities.

On July 19, 2001, the District created the Cherry Creek Vista Park and Recreation District Fence Subarea located within the District for the purpose of constructing and maintaining public fence and landscape improvements. The Subarea is an independent quasi-municipal corporation with all of the rights, privileges and immunities of the District, subject to the service plan of the District and is governed by the Board of Directors of the District. The District has the power to impose different rates of levy for property tax purposes in the different areas. In 2005, the District created the Enterprise Fund to account for pool operations.

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

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 is not financially accountable for any other organization, 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. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues, and business-type activities rely to a significant extent on fees and charges for support.

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

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental and proprietary funds. Major individual governmental and enterprise 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. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. Depreciation is computed and recorded as an operating expense. Expenditures for capital assets are shown as increases in assets and redemption of bonds and notes are recorded as a reduction in liabilities.

The District has elected to follow Governmental Accounting Standards Board pronouncements in both the government-wide and proprietary fund financial statements.

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. Expenditures, other than interest on long-term obligations, are recorded when the liability is incurred or the long-term obligation paid. All other revenue items are considered to be measurable and available only when cash is received by the District.

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 *Special Revenue Fund – Fence Project* is used to account for the financial resources of the fence project and maintenance.

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

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

The *Debt Service Fund – Fence Project* accounts for the resources accumulated and payment made for the principal and interest on long-term general obligation debt of the fence project.

The *Capital Projects Fund* is used to account for financial resources to be used for the acquisition and construction of capital equipment and facilities.

The District reports the following major proprietary fund:

The *Enterprise Fund* accounts for the activities related to the pool and other park and recreation functions.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

Budgets

In accordance with the State Budget Law, 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. Supplementary appropriations were approved by the District for the General Fund, Special Revenue Fund and Capital Projects Fund.

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 funds' average equity balance in 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 normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April 1 or if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and generally

CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

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 inflows of resources in the year they are levied and measurable. The deferred property tax revenues are recorded as revenue in the year they are available or collected.

Capital Assets

Capital assets, which include land, landscape and signage, park improvements and irrigation systems are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Depreciation expense has been computed using the straight-line method over the following estimated economic useful lives:

Tennis courts	20 years
Parking lots/fence	40 years
Playground/picnic	30 years
Pool	20 years
Pedestrian bridge/trail	20 years
Equipment	5-7 years

Bond Issue Costs and Original Issue Discount/Premium

In the government-wide financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are expensed in the period incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund Equity

Fund balance for governmental funds are reported in the categories listed below to make the nature and extent of the constraints placed on a government's fund balances more transparent. 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:

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

Nonspendable fund balance—the amount of fund balance that is not in spendable form (such as inventory or prepaids) or is legally or contractually required to be maintained intact.

Restricted fund balance—the amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed fund balance—amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e., Board of Directors). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest level action to remove or change the constraint.

Assigned fund balance—amounts the District intends to use for a specific purpose. Intent can be expressed by the District Board of Directors or by an official or body to which the District Board of Directors delegates the authority.

Unassigned fund balance—amounts that are available for any purpose. Positive amounts are reported only in the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the District Board of Directors has provided otherwise in its commitment or assignment actions.

NOTE 3 - CASH AND INVESTMENTS

Cash and investments as of December 31, 2019 are classified in the accompanying financial statements as follows:

Statement of Net Position:

Cash and investments – unrestricted	\$ 4,863
Cash and investments – restricted	<u>61,417</u>
Total cash and investments	<u><u>\$ 66,280</u></u>

Cash and investments as of December 31, 2019 consist of the following:

Deposits with financial institutions	\$ 32,404
Investments	<u>33,876</u>
Total cash and investments	<u><u>\$ 66,280</u></u>

Cash Deposits

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

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

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 equal to 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, 2019, the District's cash deposits had a bank balance of \$201,662 and carrying balance of \$32,404.

Investments

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

The District follows Colorado State Statutes which specify investment instruments meeting defined rating and risk criteria in which local governments may invest which include:

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

Interest Rate Risk

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Directors.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rate by a nationally recognized statistical rating organization.

COLOTRUST

At December 31, 2019, the District has invested \$33,876 in the Colorado Local Government Liquid Asset Trust (the Trust), 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. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S.

CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019

Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain obligations of U.S. government agencies and instrumentalities, and repurchase agreements collateralized with certain U.S. government agencies or instrumentalities. COLOTRUST PLUS+ may also invest in the highest rated commercial paper. Both the COLOTRUST PRIME and COLOTRUST PLUS+ portfolios are rated AAAM by Standard and Poor's.

Investment Valuation

Certain investments are measured at fair value on a recurring basis are categorized within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

However, the investments held by the District are not required to be categorized within the fair value hierarchy. These investments are measured at amortized cost or in certain circumstances the value is calculated using the net asset value (NAV) per share, or its equivalent of the investment. These investments include 2a7-like external investment pools and money market investments such as COLOTRUST.

COLOTRUST

COLOTRUST determines the NAV of the shares of each portfolio as of the close of business of each day. The NAV per share of each portfolio is computed by dividing the total value of the securities and other assets of the portfolios, less any liabilities, by the total outstanding shares of the portfolios. Liabilities, which include all expenses and fees of COLOTRUST, are accrued daily. The NAV is calculated at fair value using various inputs to determine the value in accordance with FASB guidance. It is the goal of the Trust to maintain a NAV of \$1.00 per share, however changes in interest rates may affect the fair value of the securities held by COLOTRUST and there can be no assurance that the NAV will not vary from \$1.00 per share.

Restricted Cash and Investments

At December 31, 2019, the District reports restricted cash and investments in the amount of \$44 in the General Fund as designated by the Board of Directors as a Reserve Fund, \$16,826 held by the Debt Service Fund – Fence for debt service expenditures, \$23,793 in the Capital Projects Fund to be used for expenditures allowed by the Conservation Trust Fund and \$20,654 held by the Proprietary Fund, as designated by the Board of Directors.

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

NOTE 4 - CAPITAL ASSETS

An analysis of the changes in capital assets for the year ended December 31, 2019 follows:

Governmental Activities:	Balance at December 31, 2018	Increases	Decreases	Balance at December 31, 2019
Capital assets, not being depreciated				
Land/parks	\$ 2,049,538	\$ -	\$ -	\$ 2,049,538
Construction in progress	212,998	940,545	-	1,153,543
Total capital assets not being depreciated	<u>2,262,536</u>	<u>940,545</u>	<u>-</u>	<u>3,203,081</u>
Capital assets, being depreciated:				
Tennis courts (6)	572,269	-	-	572,269
Parking lots (3)	95,000	-	-	95,000
Sidewalks at parks	121,809	-	-	121,809
Playgrounds (4)	437,220	-	-	437,220
Picnic shelter	20,390	-	-	20,390
Pool	2,470,598	-	-	2,470,598
Equipment	12,690	-	-	12,690
Fence	1,950,000	-	-	1,950,000
Pedestrian bridge/trail	533,038	-	-	533,038
Total capital assets, being depreciated	<u>6,213,014</u>	<u>-</u>	<u>-</u>	<u>6,213,014</u>
Less accumulated depreciation for:				
Tennis courts (6)	383,975	25,168	-	409,143
Parking lots (3)	92,625	2,375	-	95,000
Sidewalks at parks	46,378	4,061	-	50,439
Playgrounds (4)	132,613	14,574	-	147,187
Picnic shelter	17,676	680	-	18,356
Pool	1,653,133	124,375	-	1,777,508
Equipment	12,690	-	-	12,690
Fence	828,750	48,750	-	877,500
Pedestrian bridge/trail	119,930	26,651	-	146,581
Total accumulated depreciation	<u>3,287,770</u>	<u>246,634</u>	<u>-</u>	<u>3,534,404</u>
Total capital assets, being depreciated, net	<u>2,925,244</u>	<u>(246,634)</u>	<u>-</u>	<u>2,678,610</u>
Governmental activities capital assets, net	<u>\$ 5,187,780</u>	<u>\$ 693,911</u>	<u>\$ -</u>	<u>\$ 5,881,691</u>

Depreciation expense is charged to the park and recreation function in the Statement of Activities.

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

NOTE 5 – LONG-TERM OBLIGATIONS

The following is an analysis of the changes in the District's long-term obligations for the year ended December 31, 2019.

Governmental Activities:	Balance December 31, 2018	Additions	Retirements	Balance December 31, 2019	Current Portion
General obligation bonds payable:					
2004 Bonds	\$ 205,000	\$ -	\$ 205,000	\$ -	\$ -
2011 Bonds	2,235,000	-	135,000	2,100,000	380,000
Bond premium	14,915	-	3,947	10,968	-
	<u>\$ 3,733,989</u>	<u>\$ -</u>	<u>\$ 343,947</u>	<u>\$ 2,110,968</u>	<u>\$ 380,000</u>

General Obligation Bonds

On March 1, 2004, the District issued \$3,425,000 of General Obligation Improvement Bonds to finance the costs of reconstruction and improvement of park and recreation assets. The bonds bear interest at rates of 3.70% - 5.00% and mature serially in annual installments on August 1 of each year beginning in 2007. Interest will be paid semiannually February 1 and August 1 of each year. The bonds were paid in full during 2019.

On December 29, 2011, the District issued \$2,985,000 of General Obligation Refunding Bonds, Series 2011, to advance refund and defease \$1,235,000 of the 2002 Bonds and \$1,725,000 of the 2004 Bonds. The bonds bear interest at rates ranging from 2.00% to 3.25%. These bonds mature serially in annual installments on August 1 of each year beginning in 2013. Interest will be paid semiannually on February 1 and August 1 of each year, commencing August 1, 2012.

The defeased 2002 and 2004 Bonds are not considered a liability of the District since sufficient funds were deposited with a trustee and invested in U.S. government securities for the purpose of paying the principal and interest of the defeased bonds when due. The outstanding principal balance of \$1,725,000 was called and paid in full on August 1, 2014.

The District's long-term obligations will mature as follows:

	Principal	Interest	Total
2020	\$ 380,000	\$ 65,375	\$ 445,375
2021	405,000	53,975	458,975
2022	420,000	40,500	460,500
2023	440,000	27,987	467,987
2024	455,000	14,788	469,788
	<u>\$ 2,100,000</u>	<u>\$ 202,625</u>	<u>\$ 2,302,625</u>

As of December 31, 2019, the District had no authorized but unissued debt.

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

NOTE 6- FUND EQUITY

At December 31, 2019, the District reported the following classifications of fund equity.

Nonspendable Fund Balance

The nonspendable fund balance in the General Fund in the amount of \$12,076 and in the Special Revenue Fund in the amount of \$2,839 is comprised of prepaid amounts which are not in spendable form.

Restricted Fund Balance

The restricted fund balance in the amount of \$13,300 and \$1,700 in the General Fund and Special Revenue Fund, respectively is comprised of the Emergency Reserves that have been provided for as required by Article X, Section 20 of the Constitution of the State of Colorado (see Note 10).

The restricted fund balances in the Debt Service Fund and Debt Service Fund - Fence in the amounts of \$320,238 and \$230,400, respectively, is to be used exclusively for debt service requirements (see Note 5).

Assigned Fund Balance

The assigned fund balance in the Special Revenue Fund is to be used for ongoing maintenance of the fence.

Deficit Fund Balance

The District reported a fund balance deficit of \$373,896 in the Capital Projects Fund. The District anticipates that grant funding and transfers from the General Fund will remove the deficit fund balance in 2020.

NOTE 7 - NET POSITION

The District has net position consisting of three components – net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. As of December 31, 2019, the District had net investment in capital assets calculated as follows:

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

	Governmental Activities
Net investment in capital assets:	
Capital assets, net	\$ 5,881,691
Noncurrent portion of long-term obligations	(2,100,000)
Current portion of long-term obligations	380,000
Bond premium (net of accumulated amortization)	(10,968)
Net investment in capital assets	\$ 4,150,723

Restricted net position includes amounts 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, 2019 as follows:

Restricted:	
Emergencies	\$ 15,000
Debt Service	550,638
	\$ 569,309

NOTE 8 – INTERFUND TRANSFERS

The Capital Projects Fund received a transfer of \$86,718 from the General Fund to assist with the Lakeview park project and Vista II Park project grants.

NOTE 9 – 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) as of December 31, 2019. 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 and public officials' liability. 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 10 - 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 that apply to the State of Colorado and all local governments.

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

In November 2001, a majority of the District's voters approved the District to increase taxes \$25,000 annually plus the rate of inflation, as necessary to pay the District's operations, maintenance and other expenses. Such taxes are to be levied within the Fence Subarea to be in addition to any other taxes imposed by the District.

On May 6, 2014, a majority of the District's voters approved the District to increase taxes by \$114,286 in 2014 and by whatever amount of revenue is generated annually in 2014 and every year thereafter, through an increase in the District's operations and maintenance mill levy of 1.8 mills for a maximum mill levy for operations and maintenance not to exceed 4.273 mills. The maximum mill levy of 4.273 may be adjusted up or down to account for legislative or constitutional changes in the method or percentage for calculating District assessed values. In addition, the District shall be authorized to collect, retain and expend for public purposes the full amount received by the District from state and local grants and any other revenue sources other than assessments, notwithstanding any spending, revenue raising or other limits in Article X, Section 20 of the Colorado Constitution or Section 29-1-301, Colorado Revised Statutes.

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.

NOTE 11 – ARAPAHOE COUNTY GRANTS

Vista II Park Project Grant

In 2017, the District was awarded a project grant from Arapahoe County Open Space in the amount of \$300,000. The District is using the grant for improvements to the Vista II Park (renamed Prairie Vista Park). The project includes a re-designed playground, basketball court, tennis courts, signage, seating, bike racks, ADA parking curb and accessibility to the park. The District recorded grants receivable as of December 31, 2019 in the amount of \$193,122; of this amount \$169,477 has been recorded as deferred grant revenue as the District did not receive the funds within 60 days of December 31, 2019. The project is expected to be completed during 2020.

Lakeview Park Fields and Playground Renovation Recreation Grant

In 2017, the District was awarded a project grant from Arapahoe County Open Space in the amount of \$327,000. The District is using the grant for improvements to the Lakeview

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2019**

Park. The project includes a re-designed playground to meet ADA access and safety requirements, landscaping, trees, seating, paint and signage, total renovation of irrigation system in the sports fields, ADA portable toilet installation, parking lot resurfacing/re-striping. The District recorded grants receivable as of December 31, 2019 in the amount of \$234,764; of this amount \$34,141 has been recorded as deferred grant revenue as the District did not receive the funds within 60 days of December 31, 2019. The project is expected to be completed during 2020.

NOTE 12 – SUBSEQUENT EVENTS

On May 5, 2020, a majority of the District’s voters approved the following ballot question:

SHALL CHERRY CREEK VISTA PARK AND RECREATION DISTRICT DEBT BE INCREASED UP TO \$7.25 MILLION (\$4.95 MILLION OF WHICH IS TO FUND PROJECTS AND \$2.3 MILLION OF WHICH MAY REFINANCE EXISTING DEBT), WITH A MAXIMUM REPAYMENT COST OF UP TO \$9.5 MILLION, AND SHALL DISTRICT TAXES BE INCREASED UP TO \$550,000 ANNUALLY FOR THE PURPOSE OF FINANCING OR REFINANCING THE COSTS OF CONSTRUCTING, REPAIRING, REPLACING AND IMPROVING THE DISTRICT’S PARK, RECREATION, TENNIS, POOL AND RIGHT-OF-WAY FACILITIES, INCLUDING A COMMUNITY CENTER, SUCH DEBT TO CONSIST OF THE ISSUANCE AND PAYMENT OF GENERAL OBLIGATION BONDS OR NOTES WHICH SHALL BEAR INTEREST AT A MAXIMUM NET EFFECTIVE INTEREST RATE NOT TO EXCEED 6.5% PER ANNUM AND BE ISSUED AT SUCH TIMES AND PRICES (AT, ABOVE OR BELOW PAR) AND IN SUCH MANNER AND CONTAINING SUCH TERMS INCLUDING CAPITALIZED INTEREST, IF NECESSARY, TO ENABLE THE CONTINUITY OF SUBSTANTIALLY LEVEL ANNUAL TAXES, NOT INCONSISTENT HERewith, AS THE BOARD OF DIRECTORS MAY DETERMINE; SHALL AD VALOREM PROPERTY TAXES BE LEVIED WITHOUT LIMIT AS TO THE MILL RATE TO GENERATE AMOUNTS, NOT TO EXCEED THE AMOUNTS SET FORTH ABOVE, SUFFICIENT IN EACH YEAR TO PAY THE PRINCIPAL OF, PREMIUM IF ANY, AND INTEREST ON SUCH DEBT AND TO FUND ANY RESERVES FOR THE PAYMENT THEREOF; AND SHALL THE EARNINGS FROM INVESTMENT OF THE PROCEEDS OF SUCH TAXES AND DEBT CONSTITUTE A VOTER-APPROVED REVENUE CHANGE?

On January 30, 2020, the World Health Organization declared the coronavirus outbreak a “Public Health Emergency of International Concern” and on March 10, 2020, declared it to be a pandemic. Actions taken around the world to help mitigate the spread of the coronavirus include restrictions on travel, quarantines in certain areas, and forced closures of certain types of public places and businesses. The coronavirus and actions taken to mitigate it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the geographical area in which the District is located. It is unknown how long these conditions will last and what the complete financial effect will be to the District.

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

SUPPLEMENTAL INFORMATION

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
For the Year Ended December 31, 2019**

	Original and Final Budgeted Amounts	Actual	Variance with Final Budget - Positive (Negative)
REVENUES			
Property tax	\$ 247,819	\$ 247,714	\$ (105)
Net investment income	5,000	4,707	(293)
Total revenues	<u>252,819</u>	<u>252,421</u>	<u>(398)</u>
EXPENDITURES			
Bond principal	205,000	205,000	-
Bond interest	65,333	65,333	-
Debt service fees	500	625	(125)
County Treasurer's fees	3,717	3,718	(1)
Contingency	2,000	-	2,000
Total expenditures	<u>276,550</u>	<u>274,676</u>	<u>1,874</u>
NET CHANGE IN FUND BALANCE	(23,731)	(22,255)	1,476
	-		
FUND BALANCE - BEGINNING OF YEAR	339,957	342,493	2,536
FUND BALANCE - END OF YEAR	<u>\$ 316,226</u>	<u>\$ 320,238</u>	<u>\$ 4,012</u>

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND - FENCE PROJECT
For the Year Ended December 31, 2019**

	Original and Final Budgeted Amounts	Actual	Variance with Final Budget - Positive (Negative)
REVENUES			
Property tax	\$ 154,618	\$ 154,544	\$ (74)
Net investment income	3,000	3,234	234
Total revenues	<u>157,618</u>	<u>157,778</u>	<u>160</u>
EXPENDITURES			
Bond principal	135,000	135,000	-
Bond interest	13,112	13,112	-
Debt service fees	200	-	200
County Treasurer's fees	2,319	2,320	(1)
Contingency	2,000	-	2,000
Total expenditures	<u>152,631</u>	<u>150,432</u>	<u>2,199</u>
NET CHANGE IN FUND BALANCE	4,987	7,346	2,359
	-		
FUND BALANCE - BEGINNING OF YEAR	221,580	223,054	1,474
FUND BALANCE - END OF YEAR	<u>\$ 226,567</u>	<u>\$ 230,400</u>	<u>\$ 3,833</u>

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL
CAPITAL PROJECTS FUND
For the Year Ended December 31, 2019**

	<u>Original Budgeted Amounts</u>	<u>Final Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES				
Conservation Trust Fund	\$ 30,000	\$ 35,000	\$ 35,039	\$ 39
Net investment income	1,500	-	1,189	1,189
Arapahoe County - Fields grant	261,470	327,000	242,220	(84,780)
Vista II Park project grant	120,000	193,122	23,644	(169,478)
Total revenues	<u>412,970</u>	<u>555,122</u>	<u>302,092</u>	<u>(253,030)</u>
EXPENDITURES				
Current				
Management - Special	5,000	3,100	3,072	28
Capital Outlay				
Vista II Park - project	223,000	595,000	594,583	417
Lakeview Park - project	296,189	346,000	345,962	38
Total expenditures	<u>524,189</u>	<u>944,100</u>	<u>943,617</u>	<u>483</u>
EXCESS OF REVENUES OVER EXPENDITURES	(111,219)	(388,978)	(641,525)	(252,547)
OTHER FINANCING SOURCES (USES)				
Transfers in	62,573	208,067	86,718	(121,349)
Total other financing sources (uses)	<u>62,573</u>	<u>208,067</u>	<u>86,718</u>	<u>(121,349)</u>
NET CHANGE IN FUND BALANCE	(48,646)	(180,911)	(554,807)	(373,896)
FUND BALANCE - BEGINNING OF YEAR	48,646	180,911	180,911	-
FUND BALANCE (DEFICIT) - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (373,896)</u>	<u>\$ (373,896)</u>

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUNDS AVAILABLE - BUDGET AND ACTUAL
ENTERPRISE FUND
For the Year Ended December 31, 2019**

	Original and Final Budgeted Amounts	Actual	Variance with Final Budget - Positive (Negative)
REVENUES			
Pool fees	\$ 160,000	\$ 169,096	\$ 9,096
Field user fees	39,480	25,549	(13,931)
Insurance proceeds	50,000	13,438	(36,562)
Net investment income	1,500	2,137	637
Other	5,000	3,080	(1,920)
Total revenues	<u>255,980</u>	<u>213,300</u>	<u>(42,680)</u>
EXPENDITURES			
Tennis expenses			
Tennis maintenance	2,000	3,524	(1,524)
Tennis key purchases	2,000	2,897	(897)
Pool maintenance			
Chemicals and supplies	16,800	17,850	(1,050)
Pool complex maintenance	15,000	13,011	1,989
Pool-membership	4,000	469	3,531
Swim team expense	2,500	2,500	-
Utilities			
Gas and electric	19,000	15,086	3,914
Telephone	900	1,544	(644)
Water expense	30,000	25,487	4,513
Administration			
Accounting and audit	3,075	3,357	(282)
District management	6,480	6,480	-
Insurance	3,475	3,978	(503)
Legal	3,000	2,860	140
Office expenses	600	1,142	(542)
Repairs and maintenance	-	1,580	(1,580)
Landscape maintenance - contract	11,880	12,790	(910)
Pool management fees	115,000	116,000	(1,000)
Other	1,000	201	799
Hail damage repair	50,000	5,025	44,975
Pool furniture and fixtures	2,000	-	2,000
Total expenditures	<u>288,710</u>	<u>235,781</u>	<u>52,929</u>
NET CHANGE IN FUNDS AVAILABLE	(32,730)	(22,481)	10,249
FUNDS AVAILABLE - BEGINNING OF YEAR	58,617	47,088	(11,529)
FUNDS AVAILABLE - END OF YEAR	<u>\$ 25,887</u>	<u>\$ 24,607</u>	<u>\$ (1,280)</u>

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2019**

**\$2,985,000 General Obligation Refunding
Bonds, Series 2011
Dated December 29, 2011
Interest Rate 2.00% - 3.25%
Principal Due August 1
Interest Due February 1 and August 1**

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 380,000	\$ 65,375	\$ 445,375
2021	405,000	53,975	458,975
2022	420,000	40,500	460,500
2023	440,000	27,987	467,987
2024	455,000	14,788	469,788
	<u>\$ 2,100,000</u>	<u>\$ 202,625</u>	<u>\$ 2,302,625</u>

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
 FIVE YEAR SUMMARY OF ASSESSED VALUATION , MILL LEVY
 AND PROPERTY TAXES COLLECTED
 FENCE SUBDISTRICT
 December 31, 2019**

Year Ended December 31,	Prior Year Assessed Valuation for Current Year Property Tax Levy	Mills Levied	Property Taxes		Percentage Collected to Levied
			Levied	Collected	
2015	\$ 56,447,190	3.459	\$ 195,251	\$ 196,223	100.5%
2016	\$ 69,030,904	2.853	\$ 196,945	\$ 196,909	100.0%
2017	\$ 69,072,568	2.801	\$ 193,472	\$ 193,448	100.0%
2018	\$ 73,606,389	2.653	\$ 195,277	\$ 195,226	100.0%
2019	\$ 73,627,684	2.654	\$ 195,408	\$ 195,315	100.0%
Estimated for year ending December 31, 2020	\$ 80,062,409	1.332	\$ 106,643		

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

**CHERRY CREEK VISTA PARK AND RECREATION DISTRICT
 FIVE YEAR SUMMARY OF ASSESSED VALUATION , MILL LEVY
 AND PROPERTY TAXES COLLECTED
 TOTAL DISTRICT
 December 31, 2019**

<u>Year Ended December 31,</u>	<u>Prior Year Assessed Valuation for Current Year Property Tax Levy</u>	<u>Mills Levied</u>	<u>Property Taxes</u>		<u>Percentage Collected to Levied</u>
			<u>Levied</u>	<u>Collected</u>	
2015	\$ 63,478,933	8.767	\$ 556,519	\$ 556,449	100.0%
2016	\$ 77,332,064	7.873	\$ 608,835	\$ 608,735	100.0%
2017	\$ 77,273,163	7.873	\$ 608,371	\$ 608,306	100.0%
2018	\$ 82,166,735	8.014	\$ 658,484	\$ 658,331	100.0%
2019	\$ 82,606,334	7.712	\$ 637,060	\$ 636,789	100.0%
Estimated for year ending December 31, 2020	\$ 89,567,540	8.051	\$ 721,108		

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