

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2  
FORMERLY KNOWN AS  
BMP METROPOLITAN DISTRICT NO. 2  
Denver County, Colorado**

**FINANCIAL STATEMENTS  
DECEMBER 31, 2020**

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## **Independent Auditor's Report**

Board of Directors  
Broadway Park North Metropolitan District No. 2  
Denver County, Colorado

### **Report for the Financial Statements**

We have audited the accompanying financial statements of the governmental activities and the major funds of Broadway Park North Metropolitan District No. 2 (District) as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express opinions 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a 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 and the major funds of Broadway Park North Metropolitan District No. 2, as of December 31, 2020, and the respective changes in financial position and the budgetary comparison for the General Fund 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 governmental accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements.

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

The other information listed in the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

*SCHILLING & COMPANY, INC.*

Highlands Ranch, Colorado  
September 29, 2021

## **BASIC FINANCIAL STATEMENTS**

**Broadway Park North Metropolitan District No. 2  
fka BMP Metropolitan District No. 2**

BALANCE SHEET/STATEMENT OF NET POSITION  
GOVERNMENTAL FUNDS  
December 31, 2020

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Net Position</u>
<b>ASSETS</b>						
Cash and investments	\$ 110,483	\$ -	\$ -	\$ 110,483	\$ -	\$ 110,483
Cash and investments - restricted	-	4,702,380	15,697,744	20,400,124	-	20,400,124
Property taxes receivable	554	1,386		1,940	-	1,940
Property taxes receivable	321,090	820,028	-	1,141,118	-	1,141,118
Due from District No. 1	-	84,891	-	84,891	-	84,891
Due from other funds	<u>229,216</u>	<u>-</u>	<u>-</u>	<u>229,216</u>	<u>-</u>	<u>229,216</u>
Total Assets	<u>\$ 661,343</u>	<u>\$5,608,685</u>	<u>\$ 15,697,744</u>	<u>\$21,967,772</u>	<u>-</u>	<u>21,967,772</u>
<b>LIABILITIES</b>						
Due to City and County of Denver- regional mill levy	\$ 253,249	\$ -	\$ -	\$ 253,249	-	253,249
Accrued interest	-	-		-	116,502	116,502
Due to District No. 1	87,004	-	-	87,004	-	87,004
Due to District No. 3	-	18,502	-	18,502	-	18,502
Due to other funds	<u>-</u>	<u>229,216</u>	<u>-</u>	<u>229,216</u>	<u>-</u>	<u>229,216</u>
Long-term liabilities:						
Due in more than one year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	29,107,440	29,107,440
Total Liabilities	<u>340,253</u>	<u>247,718</u>	<u>-</u>	<u>587,971</u>	<u>29,223,942</u>	<u>29,811,913</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred property taxes	<u>321,090</u>	<u>820,028</u>	<u>-</u>	<u>1,141,118</u>	<u>-</u>	<u>1,141,118</u>
Total Deferred Inflows of Resources	<u>321,090</u>	<u>820,028</u>	<u>-</u>	<u>1,141,118</u>	<u>-</u>	<u>1,141,118</u>
<b>FUND BALANCES (DEFICIT)/NET POSITION</b>						
Fund Balances:						
Restricted:						
Debt service		4,540,939	-	4,540,939	(4,540,939)	-
Capital projects	-	-	15,697,744	15,697,744	(15,697,744)	-
Total Fund Balances	<u>-</u>	<u>4,540,939</u>	<u>15,697,744</u>	<u>20,238,683</u>	<u>(20,238,683)</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 661,343</u>	<u>\$5,608,685</u>	<u>\$ 15,697,744</u>	<u>\$21,967,772</u>		
Net Position:						
Restricted for:						
Debt service					-	-
Capital projects					755,299	755,299
Unrestricted					<u>(9,740,558)</u>	<u>(9,740,558)</u>
Total Net Position					<u>\$(8,985,259)</u>	<u>\$(8,985,259)</u>

The notes to the financial statements are an integral part of these statements.

**Broadway Park North Metropolitan District No. 2  
fka BMP Metropolitan District No. 2**

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (DEFICIT)/STATEMENT OF ACTIVITIES  
GOVERNMENTAL FUNDS  
For the Year Ended December 31, 2020

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>	<u>Adjustments</u>	<u>Statement of Activities</u>
<b>EXPENDITURES</b>						
Miscellaneous	\$ 1,922	\$ 2,866	\$ -	\$ 4,788	\$ -	\$ 4,788
Treasurer's fees	2,636	6,591	-	9,227	-	9,227
Payment to CCOD	137,981	-	-	137,981	-	137,981
Intergovernmental expense District No. 3	-	18,502	3,406,906	3,425,408	-	3,425,408
Intergovernmental expense District No. 1	137,981	-	4,940,984	5,078,965	-	5,078,965
Bond Interest	-	236,888	-	236,888	110,147	347,035
Bond Issuance costs	-	-	834,450	834,450	-	834,450
	<u>280,520</u>	<u>264,847</u>	<u>9,182,340</u>	<u>9,727,707</u>	<u>110,147</u>	<u>9,837,854</u>
<b>GENERAL REVENUES</b>						
Property taxes	132,783	663,913	-	796,696	-	796,696
Specific ownership taxes	7,477	37,388	-	44,865	-	44,865
Property taxes - Regional	132,783	-	-	132,783	-	132,783
Specific ownership taxes - Regional	7,477	-	-	7,477	-	7,477
Interest income	-	-	5,298	5,298	-	5,298
	<u>280,520</u>	<u>701,301</u>	<u>5,298</u>	<u>987,119</u>	<u>-</u>	<u>987,119</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>						
	-	436,454	(9,177,042)	(8,740,588)	(110,147)	(8,850,735)
<b>OTHER FINANCING SOURCES (USES)</b>						
Bond Proceeds	-	-	28,370,000	28,370,000	(28,370,000)	-
Premium on bond issue	-	-	743,795	743,795	(743,795)	-
Transfers in/(out)	-	4,239,009	(4,239,009)	-	-	-
	<u>-</u>	<u>4,239,009</u>	<u>24,874,786</u>	<u>29,113,795</u>	<u>(29,113,795)</u>	<u>-</u>
<b>NET CHANGES IN FUND BALANCES</b>						
	-	4,675,463	15,697,744	20,373,207	(20,373,207)	-
<b>CHANGE IN NET POSITION</b>						
					(8,850,735)	(8,850,735)
<b>FUND BALANCES (DEFICIT)/NET POSITION:</b>						
BEGINNING OF YEAR	-	(134,524)	-	(134,524)	-	(134,524)
END OF YEAR	<u>\$ -</u>	<u>\$ 4,540,939</u>	<u>\$ 15,697,744</u>	<u>\$ 20,238,683</u>	<u>\$ (29,223,942)</u>	<u>\$ (8,985,259)</u>

The notes to the financial statements are an integral part of these statements.

**Broadway Park North Metropolitan District No. 2**  
**fka BMP Metropolitan District No. 2**

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

For the Year Ended December 31, 2020

	Original & Final		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable <u>(Unfavorable)</u>
<b>REVENUES</b>			
Property taxes	\$ 147,164	\$ 132,783	\$ (14,381)
Specific ownership taxes	11,774	7,477	(4,297)
Property taxes - Regional	147,164	132,783	(14,381)
Specific ownership taxes - Regional	<u>11,772</u>	<u>7,477</u>	<u>(4,295)</u>
Total Revenues	<u>317,874</u>	<u>280,520</u>	<u>(37,354)</u>
<b>EXPENDITURES</b>			
Miscellaneous	-	1,922	(1,922)
Intergovernmental expense District No. 1	156,731	137,981	18,750
Payment to CCOD	156,729	137,981	18,748
Treasurer's fees	<u>4,414</u>	<u>2,636</u>	<u>1,778</u>
Total Expenditures	<u>317,874</u>	<u>280,520</u>	<u>37,354</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	-	-
<b>FUND BALANCE:</b>			
BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of these statements.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
**FKA BMP METROPOLITNA DISTRICT NO. 2**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 1 – DEFINITION OF REPORTING ENTITY**

Broadway Park North Metropolitan District No. 2 (District) was organized on December 8, 2010 as BMP Metropolitan District No. 2 in Denver County as a quasi-municipal corporation and political subdivision of the State of Colorado and is governed pursuant to the provisions of the Colorado Special District Act together with Broadway Park North Metropolitan District No. 1 (District No. 1) and Broadway Park North Metropolitan District No. 3 (District No. 3). The District, District No. 1 and District No. 3 are collectively referred to as the Districts. On August 2, 2018, the Districts changed their names from BMP Metropolitan District No. 1, BMP Metropolitan District No. 2 and BMP Metropolitan District No. 3.

The Districts entered into a Facilities Funding, Construction and Operations Agreement with an effective date of January 1, 2020 (“FFCOA”) The FFCOA establishes District No. 1’s responsibility, as the Service District, to coordinate the construction, design, financing and operation and maintenance of the public improvements that benefit the Districts, establishes the District and District No. 3’s obligation, as the Consumer Districts, to pay for the services and benefit of the public improvements provided by District No. 1. Specifically, District No. 1 is responsible for providing all Actual Capital Costs and Actual Operations and Maintenance Costs (as such terms are defined in the FFCOA) for the Districts. The Consumer Districts agree to pay District No. 1 their funding obligations each year pursuant to the terms of the FFCOA.

District No. 1 coordinates with the City and County of Denver (City) regarding all regional improvements and services contributed by the Districts through the Regional Mill Levy. Upon completion of construction, District No. 1 will transfer certain improvements to the City, or other organizations. District No.1 may operate and maintain all other improvements not conveyed to other entities.

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.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
**FKA BMP METROPOLITNA DISTRICT NO. 2**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Basis of Presentation**

The accompanying financial statements are presented per GASB Statement No. 34 - Special Purpose Governments.

The government-wide financial statements (i.e. the governmental funds balance sheet/statement of net position and the governmental funds statement of revenues, expenditures, and changes in fund balances/statement of activities) report information on all of the governmental activities of the District. The statement of net position reports all financial and capital resources of the District. The difference between the (a) assets and deferred outflows of resources and the (b) liabilities and deferred inflows of resources of the District is reported as net position. The statement of activities demonstrates the degree to which expenditures /expenses of the governmental funds are supported by general revenues. For the most part, the effect of interfund activity has been removed from these statements.

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 funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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 loans and notes are recorded as a reduction in liabilities.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
**FKA BMP METROPOLITNA DISTRICT NO. 2**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

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

The District reports the following major governmental funds:

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

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

The Capital Projects Fund is used to account for all financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other assets.

### **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.

### **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 30 or if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and generally 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.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
**FKA BMP METROPOLITNA DISTRICT NO. 2**  
**NOTES TO FINANCIAL STATEMENTS**  
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**Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has no items that qualifies for reporting in this category

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualify for reporting in this category. Deferred property taxes are deferred and recognized as an inflow of resources in the period that the amounts become available.

**Fund Balances – Governmental Funds**

The District's governmental fund balances may consist of five classifications based on the relative strength of the spending constraints:

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.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
**FKA BMP METROPOLITNA DISTRICT NO. 2**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2020**

**NOTE 3 - CASH DEPOSITS**

Cash deposits as of December 31, 2020 are classified in the accompanying financial statements as follows:

Cash and investments	\$ 110,483
Cash and investments – restricted	<u>20,400,124</u>
	<u>\$ 20,510,607</u>

Cash deposits as of December 31, 2020 consist of the following:

Deposits with financial institutions	\$ 110,483
Investments - COLOTRUST	<u>20,400,124</u>
	<u>\$ 20,510,607</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 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, 2020, the District's deposits had a bank balance and a carrying balance of \$110,483.

**Restricted Cash**

At December 31, 2020, cash in the amount of \$20,400,124 is restricted for debt service and capital projects in accordance with the Series 2020 Bonds.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
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**NOTES TO FINANCIAL STATEMENTS**  
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**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 the World Bank
- . General obligation and revenue bonds of U.S. local government entities
- . Bankers' acceptances of certain banks
- . Commercial paper
- . Certain reverse repurchase agreements
- . Certain securities lending agreements
- . Certain corporate bonds
- . Written repurchase agreements collateralized by certain authorized securities
- . Certain money market funds
- . Guaranteed investment contracts
- . Local government investment pools

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

**Credit Risk**

The District has not adopted a formal investment policy; however, the District follows state statutes regarding investments. Colorado statutes specify the types of investments meeting defined rating and risk criteria in which local governments may invest. These investments include obligations of the United States and certain U.S. Government agency entities, certain money market funds, guaranteed investment contracts, and local government investment pools.

**Custodial and Concentration of Credit Risk**

None of the District's investments are subject to custodial or concentration of credit risk.

**Interest Rate Risk**

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

**Investment Valuation**

Certain investments are measured at fair value within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. 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. The District's investment is not required to be categorized within the fair value hierarchy. This investment's value is calculated using the net asset value method ("NAV") per share.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
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As of December 31, 2020, the District had the following investments:

**COLOTRUST**

The local government investment pool, Colorado Local Government Liquid Asset Trust (“COLOTRUST” or the “Trust”) is rated AAAM by Standard & Poor’s with a weighted average maturity of under 60 days. COLOTRUST is an investment trust/joint venture established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. COLOTRUST records its investments at fair value and the District records its investment in COLOTRUST using the net asset value method. The Trust operates similarly to a money market fund with each share maintaining a value of \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both investments consist of U.S. Treasury bills and notes 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 U.S. government agencies. Designated custodian banks provide safekeeping and depository services to the trusts. Substantially all securities owned by the Trust are held by the Federal Reserve Bank in the accounts maintained for the custodian banks. The custodians’ internal records identify the investments owned by COLOTRUST. At December 31, 2020, the District had \$20,400,124 invested in 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 in determining 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.

**NOTE 4 – LONG-TERM OBLIGATIONS**

**Limited Tax General Obligation Refunding and Improvement Bonds, Series 2020**

The District issued \$28,370,000 of Limited Tax General Obligation Refunding and Improvement Bonds, Series 2020 (Series 2020 Bonds”), on September 30, 2020 to fund: 1) a portion of the costs or acquiring, constructing, and/or installing certain public improvements to serve the development, 2) the repayment of all of the principal and accrued interest on the Series 2013 Loan, 3) a portion of the interest to accrue on the Series 2020 Bonds, 4) a deposit to the Reserve Fund, and 5) pay issuance and other costs in connection with the Series 2020 Bonds. The Series 2020 bonds carry a fixed rate ranging from 3.375% to 5.000% . Interest is payable semi-annually on June 1 and December 1. Principal is due on each December 1 beginning December 1, 2024. and mature on December 1, 2049. The Series 2020 Bonds are subject to redemption prior to maturity at the option of District in whole or in integral multiples of \$1,000, in any order determined by the District and by lot within a maturity, at any time on and after December 1, 2025, upon payment of par and accrued interest, with a redemption premium ranging from 1.000% to 3.000%.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
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The Series 2020 Bonds are secured by a required maximum debt service mill levy of 50.000 mills (subject to adjustment), the Specific Ownership Taxes attributable to the Debt Service Fund mill levy imposed, capitalized interest in the estimated amount of \$3,571,630, a reserve fund in the amount of \$1,398,025 and to the extent excess pledged revenues are available, deposits will be made to a Surplus Fund, up to a maximum amount of \$2,000,000. The District is required to impose a minimum required mill levy of 38.000 mills (subject to adjustment) as long as the Surplus Fund is less than the maximum required amount. Further the District is required to impose up to the maximum mill levy to replenish the Reserve Fund should it fall below \$1,398,025. As of December 31, 2020, the Reserve Fund balance was \$1,398,030.

**Events of Default**

The occurrence or existence of any one or more of the following events shall be an Event of Default under each of the District's bonds:

The District fails or refuses to impose the Required Mill Levy or apply the Pledged Revenue as required by the Indenture;

The District defaults in the performance of any other of its covenants in this Bond Resolution, and such default continues for sixty (60) days after written notice specifying such default and requiring the same to be remedied is given to the District by the Owners of twenty- five percent (25%) in aggregate principal amount of the Bonds then outstanding; or

The District files a petition under the federal bankruptcy laws or other applicable bankruptcy laws seeking to adjust the debt represented by the Bonds.

However due to the limited nature of the Pledged Revenue, prior to the Unlimited Tax Receipt Date, the failure to pay principal or interest on the Bonds when due shall not, of itself, constitute an Event of Default hereunder.

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**Remedies of Default**

- (a) Upon the occurrence and continuance of an Event of Default, the Trustee shall have the following rights and remedies which may be pursued:
- (i) *Receivership.* Upon the filing of a bill in equity or other commencement of judicial proceedings to enforce the rights of the Trustee and of the Owners, the Trustee shall be entitled as a matter of right to the appointment of a receiver or receivers of the Trust Estate, and of the revenues, income, product, and profits thereof pending such proceedings, subject however, to constitutional limitations inherent in the sovereignty of the District; but notwithstanding the appointment of any receiver or other custodian, the Trustee shall be entitled to the possession and control of any cash, securities, or other instruments at the time held by, or payable or deliverable under the provisions of this Indenture to, the Trustee.
  - (ii) *Suit for Judgment.* The Trustee may proceed to protect and enforce its rights and the rights of the Owners under the Act, the Bonds, the Bond Resolution, the Indenture, and any provision of law by such suit, action, or special proceedings as the Trustee, being advised by Counsel, shall deem appropriate.
  - (iii) *Mandamus or Other Suit.* The Trustee may proceed by mandamus or any other suit, action, or proceeding at law or in equity, to enforce all rights of the Owners.
- (b) No recovery of any judgment by the Trustee shall in any manner or to any extent affect the lien of this Indenture or any rights, powers, or remedies of the Trustee hereunder, or any lien, rights, powers, and remedies of the Owners of the Bonds, but such lien, rights, powers, and remedies of the Trustee and of the Owners shall continue unimpaired as before.
- (c) If any Event of Default under the Indenture shall have occurred and if requested by the Owners of 25% in aggregate principal amount of the Bonds then Outstanding, the Trustee shall be obligated to exercise such one or more of the rights and powers conferred by this Section 8.02 as the Trustee, being advised by Counsel, shall deem most expedient in the interests of the Owners, subject to the Indenture, provided that the Trustee at its option shall be indemnified.
- (d) Notwithstanding anything herein to the contrary, acceleration of the Bonds shall not be an available remedy for an Event of Default.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
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The following is a summary of the annual long-term debt principal and interest requirements for all bonds of the District:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ -	\$ 1,398,025	\$ 1,398,025
2022	-	1,398,025	1,398,025
2023	-	1,398,025	1,398,025
2024	10,000	1,398,025	1,408,025
2025	615,000	1,397,688	2,012,688
2026-2030	3,455,000	6,596,181	10,051,181
2031-2035	4,390,000	5,654,750	10,044,750
2036-2040	5,610,000	4,441,500	10,051,500
2041-2045	7,160,000	2,891,500	10,051,500
2046-2049	7,130,000	913,000	8,043,000
	<u>\$ 28,370,000</u>	<u>\$ 27,486,719</u>	<u>\$ 55,856,719</u>

**Taxable (Convertible to Non-Taxable) Loan**

On December 12, 2013, District No. 3 entered into a Loan Agreement for the issuance of a Taxable (Convertible to Tax-Exempt) 2013 Revenue Loan (Loan Agreement) with BOKF, NA dba Colorado State Bank and Trust in the principal amount of \$3,795,000. The purpose of the Loan is to fund the shortfall for the Dakota Outfall Project as obligated by District No. 1 under the Amended and Restated Project Funding Agreement (see Note 5). The District's and District No.3's tax increment and property tax revenues are pledged to the repayment of the Loan. During 2020 the 2013 Loan was paid in full with the issuance of the Series 2020 Bonds.

**Capital Pledge Agreement**

On December 12, 2013, the District and District No. 3 entered into the Capital Pledge Agreement with BOKF, NA dba Colorado State Bank and Trust. The District agrees to levy the Required Mill Levy on all taxable property within the District to pay debt scheduled payments. The required mill levy is limited to 30.000 mills, until the ratio of the District's debt to assessed valuation value is 50% or less and at that time becomes unlimited to a maximum of 99.000 mills. This Capital Pledge Agreement was terminated concurrent with the issuance of the Series 2020 Bonds.

The following is an analysis of changes in long-term debt for the year ending December 31, 2020:

	<u>Balance</u> <u>1/1/2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/2020</u>	<u>Current</u> <u>Portion</u>
G.O. Bonds 2020	\$ -	\$ 28,370,000	\$ -	\$ 28,370,000	\$ -
Premium on Bonds	-	743,795	6,355	737,440	-
	<u>\$ -</u>	<u>\$ 29,113,795</u>	<u>\$ 6,355</u>	<u>\$ 29,107,440</u>	<u>\$ -</u>

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
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At December 31, 2020, the District had authorized but unissued indebtedness in the following amount allocated for the following purposes:

**Debt Authorization**

	<b>Total Authorized</b>	<b>Authorization Used</b>	<b>Remaining at December 31, Authorized</b>
Street improvements	\$ 300,000,000	\$ 28,370,000 *	\$ 271,630,000
Park and Recreation facilities	300,000,000	-	300,000,000
Traffic and safety improvements	300,000,000	-	300,000,000
Water supply improvements	300,000,000	-	300,000,000
Sanitary sewer system	300,000,000	-	300,000,000
Transportation system	300,000,000	-	300,000,000
Mosquito control	300,000,000	-	300,000,000
Fire protection	300,000,000	-	300,000,000
TV relay	300,000,000	-	300,000,000
Operations & Maintenance	300,000,000	-	300,000,000
Refunding	300,000,000	-	300,000,000
IGA's	300,000,000	-	300,000,000
	<u>\$ 3,600,000,000</u>	<u>\$ 28,370,000</u>	<u>\$ 3,571,630,000</u>

\* Allocations will be determined when bond proceeds are expended.

Pursuant to the Districts' Service Plan, collectively, the Districts are permitted to issue bond indebtedness of up to \$300,000,000.

In the future, the District may issue a portion or all of the remaining authorized but unissued general obligation debt for purposes of providing public improvements to support development as it occurs within the District's service area. As of the date of this report (as noted on the Independent Auditor's Report on page I), the amount and timing of any debt issuance is not determinable.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
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**NOTE 5 – AGREEMENTS**

**Cooperation Agreement**

On January 24, 2012, the District, along with District No.1, District No. 3 and DURA, entered into a Cooperation Agreement which sets forth the parties' intent to cooperate in providing certain public improvements and to assure that taxes levied by the District and District No. 3 are made available to District No. 1 for purposes of implementing their respective service plans. DURA agrees that the portion of revenues which it receives as a result of tax increment revenues (TIF) attributable to the District's and District No. 3's future levy of ad valorem taxes on real property within the area encompassed by the Urban Renewal Plan, upon receipt by DURA, shall be remitted to District No. 1 directly. DURA covenants that so long as the Cooperation Agreement is in effect, it will not pledge or encumber the revenues resulting from the ad valorem mill taxes levied by the District and District No. 3. On December 5, 2013, the BMP Districts approved an Assignment of TIF Revenues under the Cooperation Agreement. As of the date of the assignment, District No. 1 assigns to the District No. 3, all of its rights, title and interest in the District's debt revenue for the purpose of paying principal of and interest on the Loan (see Note 4) and refundings and any other costs of the debt financing thereof. In addition, the Assignment of TIF Revenues acknowledges that District No. 3 has assigned all of its right, title and interest in the District debt revenue to the lender in accordance with the Loan Agreement.

**Regional Mill Levy Intergovernmental Agreement**

On December 10, 2010, the District together with District No. 1 and District No. 3, entered into the Regional Mill Levy Intergovernmental Agreement (IGA) with the City. The Districts have agreed to impose a Regional Mill Levy and pledge all revenues from such Regional Mill Levy to the City to be used for regional projects selected by the City. The Districts will impose a Regional Mill Levy of 5.000 mills on all property within their respective boundaries at the same time as each District first imposes either an operating or debt service mill levy. For residential property only, the 5.000 mill levy rate may be adjusted by the Board of Directors to take into account legislative or constitutionally imposed adjustments in assessed values or the method of their calculation occurring after January 1, 2010. The Districts covenant to impose the Regional Mill Levy as long as the IGA and Service Plans for the Districts are in place. As of December 31, 2020, the District levied 5.000 mills for regional improvements.

On January 9, 2014, the First Amendment to the Regional Mill levy Intergovernmental Agreement was approved by all parties. The amendment allows District No. 3 to utilize up to a maximum of \$400,000 of the revenues derived from the imposition of the Regional Mill Levy on certain property as described in the amendment, for the purposes of fund the Dakota Outfall Project. Once District No. 3 has received \$400,000 of Regional mill levy revenues from the certain property, all other amounts collected are to be remitted to the City in accordance with the original IGA.

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**Joint Development Escrow and Reimbursement Agreement**

On March 9, 2018, the District entered into a Joint Development Escrow and Reimbursement Agreement with BMP Northwest LLC (BMP LLC), TI- Grand Crossings, LLC, PDG Denver Design LLC, TGI – Denver Design District L.L.C., tenants in common (collectively, Price) and Land Title Guarantee Company (Escrow Agent) for the purposes of funding costs associated with the design and construction of Improvements. The District, BMP LLC and Price are each responsible for its share of the cost of the construction of the Improvements including but not limited to certain sanitary sewer and storm water infrastructure, private access roads, paving, curb, gutter, lighting, and landscaping improvements. The District is to engage a general contractor for the District Improvements to administer, coordinate and oversee the construction of the District Improvements. Likewise, BMP LLC and Price are each responsible for engaging a general contractor to administer, coordinate and oversee the construction of the BMP LLC Improvements and the Price Improvements. Upon completion of construction of the improvements, it is contemplated that the District, the City of Denver, or the applicable utility provider will accept conveyance or dedication of the applicable improvements.

Contemporaneously with the execution of this agreement by the parties, each party shall deposit into an escrow account, with the Escrow Agent, cash in the amount equal to and not less than its share of the allocation of construction costs as reflected in Exhibit C to the agreement. The District's allocation of construction costs is \$457,948.51 which was funded into the escrow in 2018.

On August 27, 2018, the First Amendment to Joint Development Escrow and Reimbursement Agreement was approved by all parties ("Amendment"). The Amendment terminates and releases the funds held in escrow back to the party(ies) who originally funded the escrow. Under the Amendment, each party shall be responsible for its share of the cost of construction of the Improvements (as defined in the original agreement). To the extent the cost of any specific item is a shared expense by two or more parties, the parties agree that the applicable constructing party will provide payment requests to the non-constructing party(ies), as set forth in the Amendment, and upon satisfaction of the conditions for payment set forth in the Amendment, the non-constructing parties will remit payment to the constructing party, to cover the costs associated with their respective work.

**NOTE 6- FUND EQUITY**

At December 31, 2020, the District reported the following classifications of fund equity.

**Restricted Fund Balance**

The restricted fund balance in the amount of \$4,540,939 and \$15,697,744 in the Debt Service Fund and Capital Projects Fund, respectively is to be used exclusively for debt service requirements and capital projects (see Note 5).

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**NOTE 7 - NET POSITION**

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

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. At December 31, 2020, the District has restricted net position for capital projects of \$755,299.

The District's unrestricted net position deficit at December 31, 2020 is a result of the District's issuance of the 2020 Bonds.

**NOTE 8 – RELATED PARTY**

The members of the Board of Directors of the District are owners or employees of CFPM, D4 Urban, LLC (D4), BMP Northwest, LLC and/or are owners of property within the boundaries of the District. CFPM, D4 and BMP Northwest, LLC have outstanding funding agreements with District No. 1 as of December 31, 2020.

**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, 2020. 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, public officials' liability and workers compensation coverage. In the event aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds which the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula.

**NOTE 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. 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.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
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The District's electors approved the following ballot issues during its November 2, 2010 election:

*Ballot Issue 5A:* Shall BMP Metropolitan District No. 2 taxes be increased \$300,000,000 annually or such lesser amount as necessary to pay the District's administration and operations and maintenance expenses, by the imposition of ad valorem property taxes levied in any year, without limitation as to rate or amount or any other condition to pay such expenses and shall the proceeds of such taxes and any investment income thereon be collected, retained and spent by the District in fiscal year 2011 and in each fiscal year thereafter as a voter-approved revenue change without regard to any spending, revenue-raising, or other limitation contained within Article X, Section 20 of the Colorado Constitution, the limits imposed on increases in property taxation by Section 29-1-301, C.R.S. in any year, or any other law which purports to limit the District's revenues or expenditures as it currently exists or as it may be amended in the future, all without limiting in any year the amount of other revenues that may be collected, retained and spent by the District?

*Ballot Issue 5B:* Shall BMP Metropolitan District No. 2 taxes be increased \$300,000,000 annually (first full fiscal year increase) and by additional amounts that are raised annually thereafter by the imposition of an ad valorem property tax mill levy each year on all taxable property of the District of 5 mills, provided that such mill levy rate, may be adjusted by the Board of Directors to take into account legislative or constitutionally imposed adjustments in assessed values or the method of their calculation occurring after January 1, 2010 so that, to the extent possible, the actual revenues generated by such mill levy are neither diminished nor enhanced as a result of such changes, for the purpose of paying costs associated with regional infrastructure improvements and services as required by the City and County of Denver for the District's taxpayers, residents and inhabitants and shall the revenue from such taxes and any investment income thereon be collected, retained and spent by the District in fiscal year 2011 and in each fiscal year thereafter as a voter-approved revenue change without regard to any spending, revenue-raising, or other limitation contained within Article X, Section 20 of the Colorado Constitution, the limits imposed on increases in property taxation by Section 29-1-301, C.R.S. in any year, or any other law which purports to limit the District's revenues or expenditures as it currently exists or as it may be amended in the future, all without limiting in any year the amount of other revenues that may be collected, retained and spent by the District?

*Ballot Issue 5C:* Shall BMP Metropolitan District No. 2 taxes be increased \$300,000,000 annually or such lesser amount as necessary to pay the District's administration and operations and maintenance expenses, by the imposition of a fee or fees imposed, without limitation as to rate or amount or any other condition to pay such expenses and shall the proceeds of such fees and any investment income thereon be collected, retained and spent by the District in fiscal year 2011 and in each fiscal year thereafter as a voter-approved revenue change without regard to any spending, revenue-raising, or other limitation contained within Article X, Section 20 of the Colorado Constitution, the limits imposed on increases in property taxation by Section 29-1-301, C.R.S. in any year, or any other law which purports to limit the District's revenues or expenditures as it currently exists or as it may be amended in the future, all without limiting in any year the amount of other revenues that may be collected, retained and spent by the District?

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
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Ballot Issue 5D: Shall BMP Metropolitan District No. 2 taxes be increased \$300,000,000 annually or such lesser amount as necessary for the payment of such amounts due pursuant to one or more intergovernmental agreements or other contracts, by the imposition of ad valorem property taxes levied in any year, without limitation as to rate or amount or any other condition to pay such expenses and shall the proceeds of such taxes and any investment income thereon be collected, retained and spent by the District in fiscal year 2011 and in each fiscal year thereafter as a voter-approved revenue change without regard to any spending, revenue-raising, or other limitation contained within Article X, Section 20 of the Colorado Constitution, the limits imposed on increases in property taxation by Section 29-1-301, C.R.S. in any year, or any other law which purports to limit the District's revenues or expenditures as it currently exists or as it may be amended in the future, all without limiting in any year the amount of other revenues that may be collected, retained and spent by the District?

Ballot Issue 5E: Shall BMP Metropolitan District No. 2 be authorized to collect, retain, and spend the full amount of all taxes, tax increment revenues, tap fees, park fees, facility fees, services charges, inspection charges, administrative charges, grants or any other fee, rate, toll, penalty, or charge authorized by law or contract to be imposed, collected or received by the District during 2011 and each fiscal year thereafter, such amounts to constitute a voter-approved revenue change and be collected, retained and spent by the District without regard to any spending, revenue-raising, or other limitation contained within Article X, Section 20 of the Colorado Constitution, the limits imposed on increases in property taxation by Section 29-1-301, C.R.S. in any year, or any other law which purports to limit the District's revenues or expenditures as it currently exists or as it may be amended in the future, and without limiting in any year the amount of other revenues that may be collected, retained and spent by the District?

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 – INTERFUND TRANSFER**

The Transfer of \$4,239,009 from the Capital Projects Fund to the Debt Service Fund was transferred primarily to fund Bond related accounts for the Series 2020 Bonds.

**NOTE 12 – RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS**

The Governmental Funds Balance Sheet/Statement of Net Position includes an adjustments column. The adjustments have the following elements:

- 1) capital improvements used in government activities are not financial resources and, therefore are not reported in the funds; and
- 2) long-term liabilities such as bonds payable and accrued bond interest payable are not due and payable in the current period and, therefore, are not in the funds.

**BROADWAY PARK NORTH METROPOLITAN DISTRICT NO. 2**  
**FKA BMP METROPOLITNA DISTRICT NO. 2**  
**NOTES TO FINANCIAL STATEMENTS**  
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The Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances/Statement of Activities includes an adjustments column. The adjustments have the following elements:

- 1) governmental funds report interest expense on the modified accrual basis; however, interest expense is reported on the full accrual method on the Statement of Activities;
- 2) governmental funds report developer advances and/or bond proceeds as revenue; however in the the issuance is reported as an increase in long-term obligations on the Statement of Net Position and,
- 3) governmental funds report long-term debt payments as expenditures, however, in the statement of activities, the payment of long-term debt is recorded as a decrease of long-term liabilities.

This information is an integral part of the accompanying financial statements

## **SUPPLEMENTAL INFORMATION**

**Broadway Park North Metropolitan District No. 2**  
**fka BMP Metropolitan District No. 2**

SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE (DEFICIT) - BUDGET AND ACTUAL -  
 DEBT SERVICE FUND

For the Year Ended December 31, 2020

	Original & Final		Variance
	<u>Budget</u>	<u>Actual</u>	Favorable <u>(Unfavorable)</u>
<b>REVENUES</b>			
Property taxes	\$ 735,819	\$ 663,913	\$ (71,906)
Specific ownership taxes	<u>44,149</u>	<u>37,388</u>	<u>(6,761)</u>
Total Revenues	<u>779,968</u>	<u>701,301</u>	<u>(78,667)</u>
<b>EXPENDITURES</b>			
Bond Interest	-	236,888	(236,888)
Treasurer's fees	11,037	6,591	4,446
Intergovernmental expense District No. 3	768,831	18,502	750,329
Trustee / paying agent fees	100	-	100
Miscellaneous	<u>-</u>	<u>2,866</u>	<u>(2,866)</u>
Total Expenditures	<u>779,968</u>	<u>264,847</u>	<u>515,121</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	-	436,454	436,454
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in/(out)	<u>4,000,000</u>	<u>4,239,009</u>	<u>239,009</u>
Total Other Financing Sources (Uses)	<u>4,000,000</u>	<u>4,239,009</u>	<u>239,009</u>
<b>NET CHANGE IN FUND BALANCE</b>	4,000,000	4,675,463	675,463
<b>FUND BALANCE (DEFICIT):</b>			
BEGINNING OF YEAR	-	(134,524)	(134,524)
END OF YEAR	<u>\$ 4,000,000</u>	<u>\$ 4,540,939</u>	<u>\$ 540,939</u>

The notes to the financial statements are an integral part of these statements.

## Broadway Park North Metropolitan District No. 2

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - CAPITAL PROJECTS FUND

For the Year Ended December 31, 2020

	Original/Final <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b>REVENUES</b>			
Interest income	\$ -	\$ 5,298	\$ 5,298
Total Revenues	<u>-</u>	<u>5,298</u>	<u>5,298</u>
<b>EXPENDITURES</b>			
Intergovernmental expense District No. 1	16,117,376	4,940,984	11,176,392
Intergovernmental expense District No. 3	2,507,624	3,406,906	(899,282)
Bond Issuance costs	750,000	834,450	(84,450)
Bond Interest	<u>1,625,000</u>	<u>-</u>	<u>1,625,000</u>
Total Expenditures	<u>21,000,000</u>	<u>9,182,340</u>	<u>11,817,660</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(21,000,000)</b>	<b>(9,177,042)</b>	<b>11,822,958</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Bond Proceeds	25,000,000	28,370,000	3,370,000
Premium on bond issue	-	743,795	743,795
Transfers in/(out)	<u>(4,000,000)</u>	<u>(4,239,009)</u>	<u>(239,009)</u>
Total Other Financing Sources (Uses)	<u>21,000,000</u>	<u>24,874,786</u>	<u>3,874,786</u>
<b>NET CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>15,697,744</b>	<b>15,697,744</b>
<b>FUND BALANCE:</b>			
BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
END OF YEAR	<u>\$ -</u>	<u>\$ 15,697,744</u>	<u>\$ 15,697,744</u>

The notes to the financial statements are an integral part of these statements.

## **OTHER INFORMATION**

**Broadway Park North Metropolitan District No. 2**  
**fka BMP Metropolitan District No. 2**  
SUMMARY OF ASSESSED VALUATION, MILL LEVY  
AND PROPERTY TAXES COLLECTED  
December 31, 2020

Year Ended December 31,	Prior Year Assessed Valuation for Current Year Property Tax Levy	Prior Year Assessed Valuation for Current Year Property Tax Levy (Debt Only)	Mills Levied			Total Property Tax		Percent Collected to Levied
			General Fund	Regional	Debt Service	Levied	Collected	
2015	\$ 9	\$ 3,900,084	0.000	5.000	18.400	\$ 71,762	\$ 71,741	99.97%
2016	\$ 348,288	\$ 3,720,958	0.000	5.000	15.000	\$ 57,556	\$ 55,977	97.26%
2017	\$ -	\$ 3,510,507	0.000	0.000	15.200	\$ 53,360	\$ 53,360	100.00%
2018	\$ 906,460	\$ 26,564,240	0.000	0.000	15.200	\$ 417,555	\$ 414,798	99.34%
2019	\$ 24,707,740	\$ 24,707,740	0.000	5.000	15.200	\$ 499,097	\$ 303,861	** 60.88%
2020	\$ 29,432,740	\$ 29,432,740	5.000	5.000	25.000	\$ 1,030,147	\$ 929,479	*** 90.23%
Estimated for year ending December 31, 2021	\$ 21,319,330	\$ 21,319,330	10.000	5.061	38.464	\$ 1,141,118		

**NOTE**

Property taxes collected in any one year include collection of delinquent property taxes levied and/or abatements or valuations in prior years. Information received from the County Treasurer does not permit identification of specific year assessment.

\*\* During 2019, the City and County abated \$155,125 of property taxes.

\*\*\* During 2020, the City and County abated \$83,810 of property taxes.