

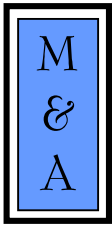
**CORDILLERA METROPOLITAN DISTRICT  
Eagle County, Colorado**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**YEAR ENDED DECEMBER 31, 2021**

**CORDILLERA METROPOLITAN DISTRICT  
TABLE OF CONTENTS  
YEAR ENDED DECEMBER 31, 2021**

<b>INDEPENDENT AUDITOR’S REPORT</b>	<b>I</b>
<b>BASIC FINANCIAL STATEMENTS</b>	
<b>GOVERNMENT-WIDE FINANCIAL STATEMENTS</b>	
STATEMENT OF NET POSITION	1
STATEMENT OF ACTIVITIES	2
<b>FUND FINANCIAL STATEMENTS</b>	
BALANCE SHEET – GOVERNMENTAL FUNDS	3
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	4
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	5
GENERAL FUND – STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	6
WILDLIFE MITIGATION FUND – STATEMENT OF FIDUCIARY NET POSITION	7
WILDLIFE MITIGATION FUND – STATEMENT OF CHANGES IN FIDUCIARY NET POSITION	8
<b>NOTES TO BASIC FINANCIAL STATEMENTS</b>	<b>9</b>
<b>SUPPLEMENTARY INFORMATION</b>	
CORDILLERA METROPOLITAN DISTRICT DEBT SERVICE FUND – SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	24
CORDILLERA MOUNTAIN METROPOLITAN DISTRICT DEBT SERVICE FUND – SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	25
DEBT SERVICE RESERVE FUND – SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	26
CAPITAL PROJECTS FUND – SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	27
WATER FUND – SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	28
<b>OTHER INFORMATION</b>	
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY	30
FIVE YEAR SUMMARY OF ASSESSED VALUATION, MILL LEVY AND PROPERTY TAXES COLLECTED	32



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## INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors  
Cordillera Metropolitan District**

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Cordillera Metropolitan District (the "District"), as of and for the year ended December 31, 2021, which collectively comprise the District's basic financial statements as listed in the Table of Contents, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of December 31, 2021 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("U.S. GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for one year after the date that the financial statements are issued.

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### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with U.S. GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with U.S. GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Required Supplementary Information***

The District has not presented Management's Discussion and Analysis that U.S. GAAP has determined is necessary to supplement, although not required to be a part of, the basic financial statement. Our opinions on the basic financial statements are not affected by the missing information.

### ***Supplementary 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 individual fund budgetary comparisons found on pages 24 - 29, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The items found on pages 24 - 29 are the responsibility of management and were 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 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 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.

**To the Board of Directors  
Cordillera Metropolitan District**

**Other Information**

Management is responsible for the other information included in the report. The other information comprises the Schedule of Debt Service Requirements to Maturity and the Five Year Summary of Assessed Valuation, Mill Levy and Property Taxes collected but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

*McMahan and Associates, L.L.C.*

**McMahan and Associates, L.L.C.  
Avon, Colorado  
July 6, 2022**

## **BASIC FINANCIAL STATEMENTS**

**CORDILLERA METROPOLITAN DISTRICT  
STATEMENT OF NET POSITION  
DECEMBER 31, 2021**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and Investments	\$ 5,364,779
Cash and Investments - Restricted	1,035,640
Accounts Receivable	
County Treasurer	28,714
Due from CPOA	232,242
Other	89,957
Property Tax	6,233,504
Prepaid Expense	17,744
Noncurrent Assets	
Capital Assets, Not Being Depreciated	7,285,224
Capital Assets, Net	6,342,009
Total Assets	<u>26,629,813</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Cost of Refunding, Net	<u>8,023</u>
	8,023
<b>LIABILITIES</b>	
Accounts Payable	194,598
Accrued Liabilities	204,144
Security Deposits	68,271
Accrued Interest Payable	3,166
Noncurrent Liabilities	
Due Within One Year	<u>1,715,000</u>
Total Liabilities	2,185,179
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Property Tax Revenue	<u>6,233,504</u>
Total Deferred Inflows of Resources	<u>6,233,504</u>
<b>NET POSITION</b>	
Net Investments in Capital Assets	11,912,233
Restricted for:	
Emergency Reserves	146,000
Debt Service	894,018
Unrestricted	5,266,902
Total Net Position	<u><u>\$ 18,219,153</u></u>

See accompanying Notes to Basic Financial Statements.

**CORDILLERA METROPOLITAN DISTRICT  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2021**

	Program Revenues			Capital Grants and Contributions	Net Revenues (Expenses) and Change in Net Position
Expenses	Charges for Services	Operating Grants and Contributions	Operating Grants and Contributions	Governmental Activities	Governmental Activities
<b>FUNCTIONS/PROGRAMS</b>					
Primary Government:					
Government Activities:					
General Government	\$ 6,080,656	\$ 209,259	\$ -	\$ 1,512	\$ (5,869,885)
Public Safety	-	46,440	-	-	46,440
Equestrian Center	-	489,259	-	-	489,259
Interest on Long-Term Obligations and Related Costs	132,268	-	-	-	(132,268)
Total Governmental Activities	\$ 6,212,924	\$ 744,958	\$ -	\$ 1,512	(5,466,454)
<b>GENERAL REVENUES:</b>					
Property Taxes					6,218,374
Specific Ownership Taxes					338,984
Net Investment Income					16,431
Contributions from CPOA					558,432
Miscellaneous Income					35,822
Gain (loss) on Sale of Asset					43,650
Total General Revenues					7,211,693
<b>CHANGE IN NET POSITION</b>					1,745,239
Net Position - Beginning of Year					16,473,914
<b>NET POSITION - END OF YEAR</b>					\$ 18,219,153

See accompanying Notes to Basic Financial Statements.

**CORDILLERA METROPOLITAN DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2021**

ASSETS	General	Debt Service			Capital Project	Total Governmental Funds
		CMD	CMMD	Reserve		
Cash and Investments	\$ 4,527,530	\$ -	\$ -	\$ -	\$ 837,249	\$ 5,364,779
Cash and Investments - Restricted	146,000	263,245	294,284	332,111	-	1,035,640
Receivable - County Treasurer	21,170	4,880	2,664	-	-	28,714
Accounts Receivable	89,957	-	-	-	-	89,957
Due from CPOA	232,242	-	-	-	-	232,242
Prepaid Expense	17,744	-	-	-	-	17,744
Property Tax Receivable	4,708,019	955,492	569,993	-	-	6,233,504
Total Assets	<u>\$ 9,742,662</u>	<u>\$ 1,223,617</u>	<u>\$ 866,941</u>	<u>\$ 332,111</u>	<u>\$ 837,249</u>	<u>\$ 13,002,580</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable	\$ 130,966	\$ -	\$ -	\$ -	\$ 63,632	\$ 194,598
Accrued Liabilities	204,144	-	-	-	-	204,144
Security Deposits	68,271	-	-	-	-	68,271
Total Liabilities	<u>403,381</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,632</u>	<u>467,013</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Property Tax Revenue	4,708,019	955,492	569,993	-	-	6,233,504
Total Deferred Inflows of Resources	<u>4,708,019</u>	<u>955,492</u>	<u>569,993</u>	<u>-</u>	<u>-</u>	<u>6,233,504</u>
<b>FUND BALANCES</b>						
Nonspendable:						
Prepaid Expense	17,744	-	-	-	-	17,744
Restricted for:						
Emergency Reserve	146,000	-	-	-	-	146,000
Debt Service	-	268,125	296,948	332,111	-	897,184
Assigned:						
Subsequent Year's Expenditures	1,596,318	-	-	-	-	1,596,318
Capital Projects	-	-	-	-	773,617	773,617
Unassigned	2,871,200	-	-	-	-	2,871,200
Total Fund Balances	<u>4,631,262</u>	<u>268,125</u>	<u>296,948</u>	<u>332,111</u>	<u>773,617</u>	<u>6,302,063</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 9,742,662</u>	<u>\$ 1,223,617</u>	<u>\$ 866,941</u>	<u>\$ 332,111</u>	<u>\$ 837,249</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	13,627,233
Other long-term assets are not available to pay for current period expenditures and, therefore, are not reported in the funds	
Cost of Refunding, net	8,023
Long-term liabilities, including obligations payable, are not due and payable in the current period and, therefore, are not reported in the funds.	
Bond Payable, Net of Premium	(1,715,000)
Accrued Bond Interest Payable	(3,166)
Net Position of Governmental Activities	<u>\$ 18,219,153</u>

See accompanying Notes to Basic Financial Statements.

**CORDILLERA METROPOLITAN DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED DECEMBER 31, 2021**

	General	Debt Service			Capital Projects	Water Fund	Total Governmental Funds
		CMD	CMMD	Reserve			
<b>REVENUES</b>							
Property Taxes	\$ 4,459,898	\$ 1,001,098	\$ 757,378	\$ -	\$ -	\$ -	\$ 6,218,374
Specific Ownership Taxes	243,374	54,948	40,662	-	-	-	338,984
Bearcat Stables	-	-	-	-	9,197	-	9,197
Community Operations Revenue	29,767	-	-	-	-	-	29,767
CPOA Administration Fees	431,432	-	-	-	-	-	431,432
Equestrian Center	485,596	-	-	-	-	-	485,596
Net Investment Income	12,228	2,008	2,185	10	-	-	16,431
Other Revenue	134,656	-	-	-	-	-	134,656
Public Safety Revenue	46,440	-	-	-	-	-	46,440
Transfers from CPOA	-	61,890	-	65,110	-	-	127,000
Water Tap Fees	-	-	-	-	36,354	40,282	76,636
Total Revenues	5,843,391	1,119,944	800,225	65,120	45,551	40,282	7,914,513
<b>EXPENDITURES</b>							
Current							
General and Administration	1,825,596	30,095	22,782	-	-	1,138	1,879,611
Public Safety	833,234	-	-	-	-	-	833,234
Community Operations	1,632,515	-	-	-	-	-	1,632,515
Equestrian Center	380,696	-	-	-	-	-	380,696
Debt Service							
Interest	-	45,309	30,372	-	-	-	75,681
Principal	-	985,000	705,000	-	-	-	1,690,000
Capital Outlay							
Capital Outlay/Expense	-	-	-	-	1,017,295	-	1,017,295
Total Expenditures	4,672,041	1,060,404	758,154	-	1,017,295	1,138	7,509,032
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	1,171,350	59,540	42,071	65,120	(971,744)	39,144	405,481
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In (Out)	1,003,628	-	-	-	1,322,635	(2,326,263)	-
Sale of Equipment	-	-	-	-	103,000	-	103,000
Total Other Financing Sources (Uses)	1,003,628	-	-	-	1,425,635	(2,326,263)	103,000
<b>NET CHANGE IN FUND BALANCES</b>	2,174,978	59,540	42,071	65,120	453,891	(2,287,119)	508,481
Fund Balances - Beginning of Year	2,456,284	208,585	254,877	266,991	319,726	2,287,119	5,793,582
<b>FUND BALANCES - END OF YEAR</b>	<b>\$ 4,631,262</b>	<b>\$ 268,125</b>	<b>\$ 296,948</b>	<b>\$ 332,111</b>	<b>\$ 773,617</b>	<b>\$ -</b>	<b>\$ 6,302,063</b>

See accompanying Notes to Basic Financial Statements.

**CORDILLERA METROPOLITAN DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2021**

Net Change in Fund Balances - Governmental Funds \$ 508,481

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

Governmental funds report capital outlays as expenditures. In the statement of activities, capital outlay is not reported as an expenditure. However, the statement of activities will report as depreciation expense the allocation of the cost of any depreciable asset over the estimated useful life of the asset. Capital outlay, the conveyance of capital assets to other governments and depreciation expense in the current period are as follows:

Current Year Capital Assets	932,356
Depreciation	(1,322,538)
Gain on Capital Assets	(59,350)

The issuance of long-term debt (e.g. bonds, leases, and other obligations) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Loan Principal	1,690,000
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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 the governmental funds.

Accrued Loan Interest - Change in Liability	3,099
Amortization of Cost of Loan Refunding	(6,809)

Changes in Net Position of Governmental Activities \$ 1,745,239

**CORDILLERA METROPOLITAN DISTRICT  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2021**

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Property Taxes	\$ 4,439,776	\$ 4,439,776	\$ 4,459,898	\$ 20,122
Specific Ownership Taxes	314,445	314,445	243,374	(71,071)
Community Operations Revenue	15,000	15,000	29,767	14,767
CPOA Administration Fees	427,739	427,739	431,432	3,693
Equestrian Center	447,762	447,762	485,596	37,834
Net Investment Income	50,000	50,000	12,228	(37,772)
Other Revenue	42,625	42,625	134,656	92,031
Public Safety Revenue	72,580	72,580	46,440	(26,140)
Total Revenues	<u>5,809,927</u>	<u>5,809,927</u>	<u>5,843,391</u>	<u>33,464</u>
<b>EXPENDITURES</b>				
Community Operations				
Wages and Benefits	1,064,679	1,064,679	944,070	120,609
Operations	715,253	715,253	688,445	26,808
Equestrian Center				
Wages and Benefits	305,959	305,959	264,551	41,408
Operations	144,812	144,812	116,145	28,667
General and Administration				
Wages and Benefits	725,810	1,156,714	1,117,122	39,592
Operations	611,074	641,530	708,474	(66,944)
Public Safety				
Wages and Benefits	827,886	827,886	752,038	75,848
Operations	60,816	60,816	81,196	(20,380)
Total Expenditures	<u>4,456,289</u>	<u>4,917,649</u>	<u>4,672,041</u>	<u>245,608</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	1,353,638	892,278	1,171,350	279,072
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In (Out)	(1,282,353)	1,003,628	1,003,628	-
Total Other Financing Sources (Uses)	<u>(1,282,353)</u>	<u>1,003,628</u>	<u>1,003,628</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	71,285	1,895,906	2,174,978	279,072
Fund Balance - Beginning of Year	<u>2,670,431</u>	<u>2,456,284</u>	<u>2,456,284</u>	<u>-</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 2,741,716</u>	<u>\$ 4,352,190</u>	<u>\$ 4,631,262</u>	<u>\$ 279,072</u>

See accompanying Notes to Basic Financial Statements.

**CORDILLERA METROPOLITAN DISTRICT  
WILDLIFE MITIGATION FUND  
STATEMENT OF FIDUCIARY NET POSITION  
YEAR ENDED DECEMBER 31, 2021**

	<u>Fiduciary</u>
<b>ASSETS</b>	
<b>CURRENT ASSETS</b>	
Cash and Investments	\$ 250,880
Total Assets	<u>\$ 250,880</u>
<b>LIABILITIES AND NET POSITION</b>	
<b>NET POSITION</b>	
Held in Trust for Wildlife Mitigation Purposes	\$ 250,880
Total Liabilities and Net Position	<u>\$ 250,880</u>

*See accompanying Notes to Basic Financial Statements.*

**CORDILLERA METROPOLITAN DISTRICT  
WILDLIFE MITIGATION FUND  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
YEAR ENDED DECEMBER 31, 2021**

	Fiduciary
<b>REVENUES</b>	
Net Investment Income	\$ 398
Total Revenues	398
<b>CHANGE IN NET POSITION</b>	398
Total Net Position - Beginning of Year	250,482
<b>TOTAL NET POSITION - END OF YEAR</b>	\$ 250,880

*See accompanying Notes to Basic Financial Statements.*

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 1 DEFINITION OF REPORTING ENTITY**

Cordillera Metropolitan District (the District) is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The District was established to provide water, streets, safety controls, fire protection, cable television system, transportation and mosquito control within its boundaries which are located in Eagle County, Colorado. An amendment to the District's service plan in 1997 gave the District powers to provide parks and recreation facilities and services. An amended and restated service plan, approved in 2005, gave the District the authority to exercise all of the powers authorized pursuant to the Colorado Special District Act.

The District's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP used by the District are discussed below.

The District is governed by an elected Board which is responsible for setting policy, appointing administrative personnel and adopting an annual budget in accordance with the provisions of the Colorado Special District Act.

The reporting entity consists of (a) the primary government; i.e., the District, and (b) organizations for which the District is financially accountable. The District is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits, to, or to impose specific financial burdens on, the District. Consideration is also given to other organizations which are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the District. Organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

Based on the criteria discussed above, the District is not financially accountable for any other entity, nor is the District a component unit of any other government.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Government-Wide and Fund Financial Statements**

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

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Government-Wide and Fund Financial Statements (Continued)**

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

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

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. All other 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 when the long-term obligation is due.

The District reports the following major governmental funds:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources not required to be accounted for in another fund.

The *Debt Service Fund – Cordillera Metropolitan District* is used to account for the accumulation of financial resources to be used for the payment of general long-term debt principal, interest, and other related costs for debt issued by the District.

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation  
(Continued)**

The *Debt Service Fund – Cordillera Mountain Metropolitan District* is used to account for the accumulation of financial resources to be used for the payment of general long-term debt principal, interest, and other related costs for debt issued by Cordillera Mountain Metropolitan District prior to the consolidation with the District.

The *Debt Service Fund – Debt Service Reserve* is used to account for the accumulation of financial resources contributed by Cordillera Property Owners Association to be used restrictively and exclusively for the payment of general long-term debt principal, interest, and other related costs for debt issued by Cordillera Metropolitan District and by Cordillera Mountain Metropolitan District prior to the consolidation with the District.

The *Capital Projects Fund* is used to account for the acquisition and construction of major capital facilities.

Additionally, the District reports the following fiduciary fund:

The *Wildlife Mitigation Trust Fund* is used to account for resources legally held in trust for use by the District for projects related solely to mitigating impacts on wildlife within the District. All investment earnings are available to be used for such projects at the direction of the District's wildlife mitigation committee. The trust agreement requires preservation of the principal balance of approximately \$170,700.

**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.

The District has amended its annual budget for the year ended December 31, 2021.

**Pooled Cash and Investments**

The District follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, all cash is deposited to and disbursed from a single bank account. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Investment earnings are allocated periodically to the participating funds based upon each fund's average equity balance in the total cash.

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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 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 unearned property tax revenues are recorded as revenue in the year they are available or collected.

**Accounts Receivable, Allowance for Doubtful Accounts**

User fees constitute a perpetual lien on or against the property served until paid. Such liens may be foreclosed upon as provided by the state of Colorado. Therefore, no provision for uncollectible receivables has been made in the financial statements.

**Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported by the District. 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 acquisition 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 fixed assets, as applicable. Depreciation expense has been computed using the straight-line method over the following estimated economic useful lives.

Infrastructure, Buildings and Improvements	30 to 40 Years
Water and Sewer Systems	20 Years
Vehicles and Equipment	5 Years

**Deposits Held**

Deposits held represent refundable deposits held until the expiration of the lease, these are reported in the government-wide financial statements. Governmental funds report the liability when due.

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. All compensated absence liabilities include salary-related payments, where applicable. The total compensated absence liability is reported on the government-wide financial statements. Governmental funds report the compensated absence liability at the fund reporting level only when due.

**Tap Fees and Contributed Assets**

Tap fees are paid for the right to connect to the District's water facilities and are recorded as capital contributions when received. Public improvements contributed to the District by other entities are recorded as capital contributions and additions to capital assets at estimated fair value when received.

**Amortization**

**Cost of Refunding**

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

**Deferred Inflow of Resources**

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category. Accordingly, the item, deferred property tax revenue, is deferred and recognized as an inflow of resources in the period that the amount becomes available.

**Equity**

**Net Position**

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

**Fund Balance**

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

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Equity (Continued)**

**Fund Balance (Continued)**

*Nonspendable Fund Balance* – The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or legally or contractually required to be maintained intact.

*Restricted Fund Balance* – The portion of fund balance that is constrained to being used for a specific purpose by external parties (such as debt holders), constitutional provisions, or enabling legislation.

*Committed Fund Balance* – The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision-making authority, the Board of Directors. The constraint may be removed or changed only through formal action of the Board of Directors.

*Assigned Fund Balance* – The portion of fund balance that is constrained by the government’s intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Board of Directors to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

*Unassigned Fund Balance* – The residual portion of fund balance that does not meet any of the criteria described above.

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

**NOTE 3 CASH AND INVESTMENTS**

Cash and investments as of December 31, 2021, are classified in the accompanying financial statements as follows:

Statement of Net Position:

Cash and Investments	\$ 5,364,779
Cash and Investments - Restricted	1,035,640
Total Cash and Investments	\$ 6,400,419

Cash and investments as of December 31, 2021 consist of the following:

Deposits with Financial Institutions	\$ 596,399
Investments	6,054,900
Total Cash and Investments	\$ 6,651,299

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 3 CASH AND INVESTMENTS (CONTINUED)**

**Deposits with Financial Institutions**

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

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

**Citywide Bank Money Market Account**

The Fiduciary Fund monies that are included in the trust accounts at Citywide Bank are invested in a Public Fund Premium Money Market Account. This portfolio is a money market and each share is equal in value to \$1.00.

At December 31, 2021, the District's cash deposits had a bank balance of \$598,154 and a carrying balance of \$596,399.

**Investments**

The District has adopted a formal investment policy which follows state statutes regarding investments.

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

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

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

- . Obligations of the United States, certain U.S. government agency securities and securities of the World Bank
- . General obligation and revenue bonds of U.S. local government entities
- . Certain certificates of participation
- . Certain securities lending agreements
- . Bankers' acceptances of certain banks

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 3 CASH AND INVESTMENTS (CONTINUED)**

**Investments (Continued)**

- . 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

As of December 31, 2021, the District had the following investments:

<u>Investment</u>	<u>Maturity</u>	<u>Amount</u>
Colorado Local Government Liquid Asset Trust (COLOTRUST)	Weighted-Average Under 60 Days	\$ 6,054,900
		<u>\$ 6,054,900</u>

**COLOTRUST**

The District invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (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 and each share is equal in value to \$1.00.

The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities.

COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper, and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement.

The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's. COLOTRUST records its investments at fair value and the District records its investment in COLOTRUST at net asset value as determined by fair value. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 4 CAPITAL ASSETS**

An analysis of the changes in capital assets for the year ended December 31, 2021, follows:

	Balance at December 31, 2020	Increases	Decreases	Balance at December 31, 2021
<b>GOVERNMENTAL ACTIVITIES</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 7,285,224	\$ -	\$ -	\$ 7,285,224
Total Capital Assets, Not Being Depreciated	7,285,224	-	-	7,285,224
Capital Assets, Being Depreciated:				
Buildings	5,640,704	-	-	5,640,704
Improvements	4,842,451	30,496	-	4,872,947
Infrastructure	18,193,281	630,678	-	18,823,959
Vehicles and Equipment	3,883,145	271,182	136,357	4,017,970
Total Capital Assets, Being Depreciated	32,559,581	932,356	136,357	33,355,580
Less Accumulated Depreciation for:				
Buildings	4,798,697	221,493	-	5,020,190
Improvements	3,847,496	208,326	-	4,055,822
Infrastructure	14,365,334	445,067	-	14,810,401
Vehicles and Equipment	2,756,513	447,652	77,007	3,127,158
Total Accumulated Depreciation	25,768,040	1,322,538	77,007	27,013,571
Total Capital Assets, Being Depreciated, Net	6,791,541	(390,182)	59,350	6,342,009
Governmental Activities Capital Assets, Net	<u>\$ 14,076,765</u>	<u>\$ (390,182)</u>	<u>\$ 59,350</u>	<u>\$ 13,627,233</u>

Depreciation expense was charged to functions/programs of the District as follows:

Governmental Activities:	
General Government	<u>\$ 1,322,538</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,322,538</u>

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 5 LONG-TERM OBLIGATIONS**

The following is an analysis of changes in general long-term obligations for the year ended December 31, 2021:

	Balance at December 31, 2020	Additions	Reductions	Balance at December 31, 2021	Due Within One Year
<b>GOVERNMENTAL ACTIVITIES</b>					
General Obligation Loan/ Bonds Payable:					
CMD Series 2012	\$ 1,995,000	\$ -	\$ 985,000	\$ 1,010,000	\$ 1,010,000
CMMD Series 2015	495,000	-	255,000	240,000	240,000
CMMD Series 2017B	915,000	-	450,000	465,000	465,000
Total	<u>\$ 3,405,000</u>	<u>\$ -</u>	<u>\$ 1,690,000</u>	<u>\$ 1,715,000</u>	<u>\$ 1,715,000</u>

The detail of the District's long-term obligation is as follows:

**General Obligation Refunding Bonds, Series 2012 – Cordillera Metropolitan District**

The District issued \$6,500,000 of General Obligation Refunding Loan dated December 3, 2012 with an interest rate of 2.24%, payable on June 1 and December 1. The principal on the bonds is payable on December 1 and matures in various increments through 2022. Proceeds from the loan issuance were used to advance refund all of the Cordillera Metropolitan District Series 2002 Bonds.

**General Obligation Refunding Bonds, Series 2015 – Cordillera Mountain Metropolitan District**

The District issued \$1,650,000 of General Obligation Refunding Bonds dated May 18, 2015 with interest rate of 2.05%, payable on June 1 and December 1. The principal on the bonds is payable on December 1 and matures in various increments through 2022. Proceeds from the Bond issuance were used to advance refund the Series 2002A Bonds with a present value savings of \$212,384.

**General Obligation Refunding Loan Series 2017B – Colorado Mountain Metropolitan District**

The District issued \$3,470,000 of General Obligation Refunding Loan dated September 12, 2017 with and interest rate of 2.18%. The principal on the Loan is payable on December 1 of each year and matures in 2022. The proceeds from the Loan issue were used to advance refund Series 2006A Bonds.

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

<u>Year Ending December 31,</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	<u>\$ 1,715,000</u>	<u>\$ 37,995</u>	<u>\$ 1,752,995</u>
Total	<u>\$ 1,715,000</u>	<u>\$ 37,995</u>	<u>\$ 1,752,995</u>

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 6 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, 2021, the District had net investments in capital assets as follows:

	Governmental Activities
Net Investment in Capital Assets	
Capital Assets, Net	\$ 13,627,233
Current Portion of Long-Term Obligations	(1,715,000)
Total	\$ 11,912,233

Restricted assets include net position that is 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, 2021, as follows:

	Governmental Activities
Restricted Net Position:	
Emergency Reserves	\$ 146,000
Debt Service Reserve	894,018
Total Restricted Net Position	\$ 1,040,018

The District's unrestricted net position as of December 31, 2021 is \$5,266,902.

**NOTE 7 AGREEMENTS**

**Water Service Agreement**

The District, the Edwards Metropolitan District and the Upper Eagle Regional Water District are parties to an Amended and Restated Water Service Agreement dated March 25, 2004 (the Water Service Agreement), concerning the provision of treated water to the area within the District. The Water Service Agreement provides that the Water District shall provide water service to the property within the District up to a maximum of 1,685 single family equivalent units, comprised of 1,522 residential units and 135 commercial units. Water rights and system infrastructure serving the District were originally owned by the Squaw Creek Metropolitan District and were transferred to the District in 2003. These assets were further transferred to the Water District in 2004. Water users within the District pay periodic water service charges to the Water District. Under the Water Services Agreement, in 2004, the District paid to the Water District \$882,500 to be used by the Water District for the purchase and/or lease of water rights sufficient to augment current rights held to extent necessary to accommodate future growth within the District. In 2007 the District received a refund of \$520,340 from the Water District pursuant to the agreement.

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 7 AGREEMENTS (CONTINUED)**

**Retirement Plan**

The District participates in the Security Benefit, multiple-employer public employee retirement systems that are qualified plans as defined by IRS Code Section 401(A) and 457 and Colorado Revised Statutes (CRS) 24.54. The plans provide retirement benefits through a defined contribution plan to participating counties, municipalities, and special districts. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. There are no unfunded past service liabilities. All full-time and part-time regular employees are required to participate in the 401(A) plan after approximately one month of service. The District contributes 6.2% of employee compensation, excluding overtime and bonuses. The employee is required to contribute an amount at least equal to the District's contribution. District employees may also choose to participate in the 457 plan. The District provides a match of 100% of employee contributions up to 5% of compensation, to the 457 plan up to the annual IRS limits on individual contributions. Actual Contributions amounted to 61,601 during 2021.

The District and employees each made the required 6.2% minimum contributions to the 401(A) plan in 2021 of \$139,870. Required contribution rates may be amended within the statutory limits by the Board of Directors of the District.

**NOTE 8 CORDILLERA PROPERTY OWNERS ASSOCIATION**

Effective January 1, 2020, the District entered into an agreement with Cordillera Property Owners Association (the Association) to provide general administrative, management, design review services, public safety, covenant enforcement and other such services for the Association. The agreement has an initial term expiring December 31, 2020 and is annually renewable, for a 12-month term, unless terminated by either party.

The District received cash of \$222,727 for services under the agreement during 2021.

The Association owes the District \$232,242 at December 31, 2021.

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

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 9 RISK MANAGEMENT (CONTINUED)**

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**

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20; commonly known as the Taxpayer's Bill of Rights (TABOR). TABOR contains revenue, spending, tax and debt limitations which apply to the state of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

Further, the District's operations and maintenance mill levy may be adjusted to: (i) account for changes in law or the method by which assessed valuations are calculated, and (ii) offset any property tax cut or limit which is mandated by the State constitution.

On November 4, 2003, the District's electors approved a ballot question which permits the District to impose a mill levy for operations, maintenance and other expenses sufficient to generate a maximum of \$2,700,000 in revenues in collection year 2004 and every year thereafter. Such taxes may increase as allowed by Sections 29-1-301 of the Colorado Revised Statutes, which generally permits annual increases of no more than 5.5%. Further, the District's operations and maintenance mill levy may be adjusted to: (i) account for changes in law or the method by which assessed valuations are calculated, and (ii) offset any property tax cut or limit which is mandated by the State constitution.

On November 4, 2008 the District's electors approved a ballot question authorizing the district to collect, retain and spend the full amount of all taxes, tax increment revenues, tap fees, park fees, facility fees, service charges, inspection charges, administrative charges, contract payments, grants or any other fee, rate, toll, penalty or charge authorized by law or contract to be imposed collected received by the district in 2008 and each fiscal year thereafter without regard to any spending, revenue-raising or other limitations imposed by TABOR or Colorado law.

**CORDILLERA METROPOLITAN DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2021**

**NOTE 10 TAX, SPENDING, AND DEBT LIMITATIONS (CONTINUED)**

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

The District's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits, will require judicial interpretation.

## **SUPPLEMENTARY INFORMATION**

**CORDILLERA METROPOLITAN DISTRICT  
CORDILLERA METROPOLITAN DISTRICT DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2021**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>			
Property Taxes	\$ 1,002,395	\$ 1,001,098	\$ (1,297)
Specific Ownership Taxes	-	54,948	54,948
Transfer from CPOA	61,890	61,890	-
Net Investment Income	46,667	2,008	(44,659)
Total Revenues	<u>1,110,952</u>	<u>1,119,944</u>	<u>8,992</u>
<b>EXPENDITURES</b>			
Bond Interest	45,308	45,309	(1)
Bond Principal	985,000	985,000	-
County Treasurer's Fees	30,702	30,095	607
Total Expenditures	<u>1,061,010</u>	<u>1,060,404</u>	<u>606</u>
<b>NET CHANGE IN FUND BALANCE</b>	49,942	59,540	9,598
Fund Balance - Beginning of Year	<u>73,730</u>	<u>208,585</u>	<u>134,855</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ 123,672</u></u>	<u><u>\$ 268,125</u></u>	<u><u>\$ 144,453</u></u>

**CORDILLERA METROPOLITAN DISTRICT  
CORDILLERA MOUNTAIN METROPOLITAN DISTRICT DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2021**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>			
Property Taxes	\$ 741,910	\$ 757,378	\$ 15,468
Specific Ownership Taxes	-	40,662	40,662
Net Investment Income	15,670	2,185	(13,485)
Total Revenues	<u>757,580</u>	<u>800,225</u>	<u>42,645</u>
<b>EXPENDITURES</b>			
Bond Interest	30,372	30,372	-
Bond Principal	705,000	705,000	-
County Treasurer's Fees	22,257	22,782	(525)
Total Expenditures	<u>757,629</u>	<u>758,154</u>	<u>(525)</u>
<b>NET CHANGE IN FUND BALANCE</b>	(49)	42,071	42,120
Fund Balance - Beginning of Year	<u>201,609</u>	<u>254,877</u>	<u>53,268</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ 201,560</u></u>	<u><u>\$ 296,948</u></u>	<u><u>\$ 95,388</u></u>

**CORDILLERA METROPOLITAN DISTRICT  
DEBT SERVICE RESERVE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2021**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>			
Transfer from CPOA	\$ 65,110	\$ 65,110	\$ -
Net Investment Income	-	10	10
Total Revenues	<u>65,110</u>	<u>65,120</u>	<u>10</u>
<b>EXPENDITURES</b>	-	-	-
<b>NET CHANGE IN FUND BALANCE</b>	65,110	65,120	10
Fund Balance - Beginning of Year	<u>267,667</u>	<u>266,991</u>	<u>(676)</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ 332,777</u></u>	<u><u>\$ 332,111</u></u>	<u><u>\$ (666)</u></u>

**CORDILLERA METROPOLITAN DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2021**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>			
Bearcat Stables	\$ 12,197	\$ 9,197	\$ (3,000)
Water Tap Fees	-	36,354	36,354
Total Revenues	<u>12,197</u>	<u>45,551</u>	<u>33,354</u>
<b>EXPENDITURES</b>			
Accounting Software	40,000	3,825	36,175
Building	14,500	10,620	3,880
Equipment	52,000	47,484	4,516
Flower Beds Xeriscaping	10,000	2,538	7,462
Grenada Glen Pavilion	-	8,870	(8,870)
Healthy Forest	25,000	24,980	20
Heavy Equipment Replacement	225,700	183,598	42,102
Horses and Tack	-	15,181	(15,181)
IT - Security Systems Improvements	19,200	24,667	(5,467)
Lift and Salt Shed	-	(3,227)	3,227
Paddock Fencing/Jumps	48,000	24,952	23,048
Ponds Repair/Improvements	7,000	-	7,000
Road Program	634,000	630,678	3,322
Synexsis	-	2,324	(2,324)
Traffic Calming	40,000	40,805	(805)
Total Expenditures	<u>1,115,400</u>	<u>1,017,295</u>	<u>98,105</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	(1,103,203)	(971,744)	131,459
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In (Out)	1,282,353	1,322,635	40,282
Sale of Equipment	-	103,000	103,000
Total Other Financing Sources (Uses)	<u>1,282,353</u>	<u>1,425,635</u>	<u>143,282</u>
<b>NET CHANGE IN FUND BALANCE</b>	179,150	453,891	274,741
Fund Balance - Beginning of Year	<u>320,204</u>	<u>319,726</u>	<u>(478)</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 499,354</u>	<u>\$ 773,617</u>	<u>\$ 274,263</u>

**CORDILLERA METROPOLITAN DISTRICT  
WATER FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2021**

	Budget		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Water Tap Fees	\$ -	\$ 90,133	\$ 40,282	\$ (49,851)
Total Revenues	-	90,133	40,282	(49,851)
<b>EXPENDITURES</b>				
Printing	-	-	1,138	(1,138)
Total Expenditures	-	-	1,138	(1,138)
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	-	90,133	39,144	(50,989)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In (Out)	-	(2,350,000)	(2,326,263)	23,737
Total Other Financing Sources (Uses)	-	(2,350,000)	(2,326,263)	23,737
<b>NET CHANGE IN FUND BALANCE</b>	-	(2,259,867)	(2,287,119)	(27,252)
Fund Balance - Beginning of Year	2,259,867	2,259,867	2,287,119	27,252
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 2,259,867</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

## **OTHER INFORMATION**

**CORDILLERA METROPOLITAN DISTRICT  
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY  
DECEMBER 31, 2021**

	\$6,500,000		\$1,650,000
	Cordillera Metropolitan District G.O. Refunding Loan Dated December 3, 2012	Cordillera Mountain Metropolitan District G.O. Refunding Bonds Dated May 18, 2015	
	Series 2012	Series 2015	
	Interest Rate of 2.24%	Interest Rate of 2.05%	
	Interest Due June 1 and December 1	Interest Due June 1 and December 1	
Bonds/Loans and Interest Maturing in the Year Ending December 31,	Principal Due December 1	Principal Due December 1	Principal Due December 1
	Interest	Interest	Total
2022	\$ 1,010,000	\$ 22,938	\$ 1,032,938
Total	<u>\$ 1,010,000</u>	<u>\$ 22,938</u>	<u>\$ 1,032,938</u>
	Principal	Interest	Total
	\$ 240,000	\$ 4,920	\$ 244,920
	<u>\$ 240,000</u>	<u>\$ 4,920</u>	<u>\$ 244,920</u>



**CORDILLERA METROPOLITAN DISTRICT  
FIVE YEAR SUMMARY OF ASSESSED VALUATION, MILL LEVY AND PROPERTY TAXES COLLECTED  
DECEMBER 31, 2021**

Year Ended December 31,	Prior Year Assessed Valuation for Current Year Property Tax Levy	Mills Levied		Total Property Taxes		Percent Collected to Levied
		General Fund	Debt Service Fund	Levied	Collected	
<u>Cordillera Metropolitan District</u>						
2017	\$ 80,935,260	-	20.797	\$ 1,683,211	\$ 1,679,357	99.77%
2018	76,792,530	-	21.919	1,683,215	1,675,077	99.52
2019	76,496,570	-	24.733	1,891,990	1,864,434	98.54
2020	73,789,960	-	13.552	1,000,002	990,684	99.07
2021	73,966,590	-	13.552	1,002,395	1,001,098	99.87
Estimate for Year Ending December 31, 2022	\$ 84,993,090	-	11.242	\$ 955,492		
<u>Cordillera Mountain Metropolitan District</u>						
2017	\$ 19,146,270	-	41.478	\$ 794,149	\$ 785,630	98.93%
2018	19,864,220	-	39.979	794,152	793,152	99.87
2019	19,913,790	-	45.195	900,004	900,003	100.00
2020	19,027,630	-	39.154	745,008	717,536	96.31
2021	18,948,510	-	39.154	741,910	757,378	102.08
Estimate for Year Ending December 31, 2022	\$ 19,039,100	-	29.938	\$ 569,993		
<u>Cordillera Metropolitan District (Consolidated)</u>						
2017	\$ 98,333,990	38.034	-	\$ 3,740,035	\$ 3,725,010	99.60%
2018	94,856,760	41.598	-	3,945,852	3,929,061	99.57
2019	94,611,250	44.284	-	4,189,765	4,168,492	99.49
2020	90,695,930	48.736	-	4,420,157	4,439,776	100.44
2021	91,098,490	48.736	-	4,439,776	4,459,898	100.45
Estimate for Year Ending December 31, 2022	\$ 102,261,540	46.039	-	\$ 4,708,019		

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