



TRIVIEW METROPOLITAN DISTRICT

BASIC FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2024

BOARD OF TRUSTEES

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Vice President Anthony Sexton

Secretary/Treasurer James Barnhart

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Director Jason Gross

James McGrady - District Manager

TRIVIEW METROPOLITAN DISTRICT


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INDEPENDENT AUDITORS' REPORT



1785 West 2320 South
Salt Lake City, UT 84119

 801-972-4800

 801-972-8941

 www.HaynieCPAs.com

Independent Auditors' Report

To the Board of Directors
Triview Metropolitan District
Monument, Colorado

Opinion

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund, of Triview Metropolitan District, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of Triview Metropolitan District as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' 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 opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, 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 Triview Metropolitan District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 auditors' report that includes our opinion. 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 generally accepted auditing standards 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 generally accepted auditing standards, 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 Triview Metropolitan 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 Triview Metropolitan District's ability to continue as a going concern for a reasonable period of time.

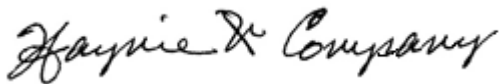
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Triview Metropolitan District's financial statements. The supplementary information section is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.



Littleton, Colorado

July 31, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS

TRIVIEW METROPOLITAN DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management Discussion and Analysis (MD&A) is presented to provide an overview of the financial activities and conditions for the fiscal year ended on December 31, 2024. The MD&A contains information currently known to management as of the date of the auditors' report. The MD&A should be read in conjunction with the District's financial statement that accompanies this report.

FINANCIAL HIGHLIGHTS

- Total Assets equaled: \$154,435,344 for 2024.
- Deferred Outflows of Resources were \$3,010,672.
- Cash, Cash Equivalents and Investments as of December 31, 2024 were \$12,613,966.
- Total Liabilities for 2024 equaled \$88,318,868.
- Deferred Inflows of Resources were \$3,707,107.
- Net Position for 2024 totaled \$65,420,041.
- Governmental change in Net Position from 2023 to 2024 was an increase of \$2,746,558.
- Business-type change in Net Position from 2023 to 2024 was an increase of \$6,127,052.

FINANCIAL STATEMENTS

The financial statements consist of three parts - management discussion and analysis, the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the district:

- The first two are government-wide statements that provide both long-term and short-term information about the District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District government, reporting the District's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of supplemental information that further explains and supports the information in the financial statements.

Government-wide Statements — The government-wide statements consist of the Statement of Net Position and the Statement of Activities. These statements report information about the District as a whole and include all assets and liabilities using the accrual basis of accounting. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

These two statements report the District's net position and changes in them. The District's net position, the difference between assets and liabilities, is one way to measure the District's financial status, or financial position. Over time increases or decreases in the District's net position is one indicator whether its financial health is improving or deteriorating. Other non-financial factors, however, such as changes in the District's property tax base (Assessed Valuation) are needed to assess the overall strength of the District.

Fund Financial Statements — The fund financial statements provide more detailed information about the District's funds, focusing on its most significant funds, not the District as a whole. The District's two kinds of funds, governmental and proprietary, use different accounting approaches.

Governmental Fund — The activity of the District's General fund is reported as a governmental fund, which focuses on how money flows into and out of the General fund. This fund is reported using the modified accrual accounting method, which measures cash and all of the other financial assets that can readily be converted to cash. The governmental fund statement provides a detailed short-term view of the District's general governmental operations and the basic services it provides. Governmental fund information helps to determine whether there are more or less financial resources that can be spent in the near future to finance the District's programs.

Proprietary (Enterprise) Fund — The activity of the District Enterprise fund is to report the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the District's Enterprise fund is the same as the business-type activities reported in the governmental-wide statements but provides more detailed and additional information, such as cash flows.

District Specific — The Triview Metropolitan District utilizes two separate financial categories of activities; one for the general district functions and one for the enterprise, or business-type functions. Each of these, in turn, is segregated into operational and capital functions. Together, these comprise the overall government-wide statements. The Governmental, or general, category covers the public functions involving: administration; streets; drainage; landscaping; traffic control; street lighting; street signage; environmental and mosquito control. The Proprietary, or Business-type, category involves the public provision of water, wastewater, reuse water, related administration, and environmental functions. The Governmental functions are funded by property taxes, sales taxes, impact fees and bond financing when required. The Proprietary functions are funded by water and sewer user charges, tap fees and, similarly, bond financing when required for capital projects.

FINANCIAL POSITION & RESULTS FROM OPERATIONS

NET POSITION:

	2024			2023		
	Governmental Activities	Proprietary Activities	Total	Governmental Activities	Proprietary Activities	Total
ASSETS						
Other	\$ 10,321,984	\$ 7,499,625	\$ 17,821,609	\$ 11,486,807	\$ 8,571,661	\$ 20,058,468
Capital	23,455,797	113,157,938	136,613,735	21,020,769	106,307,303	127,328,072
Total assets	<u>\$ 33,777,781</u>	<u>\$ 120,657,563</u>	<u>\$ 154,435,344</u>	<u>\$ 32,507,576</u>	<u>\$ 114,878,964</u>	<u>\$ 147,386,540</u>
DEFERRED OUTFLOWS OF RESOURCES	\$ 2,952,076	\$ 58,596	\$ 3,010,672	\$ 3,148,881	\$ 79,279	\$ 3,228,160

	2024			2023		
	Governmental Activities	Proprietary Activities	Total	Governmental Activities	Proprietary Activities	Total
LIABILITIES						
Current	\$ 1,891,151	\$ 3,583,770	\$ 5,474,921	\$ 2,824,061	\$ 3,826,631	\$ 6,650,692
Long-term	40,707,207	42,136,740	82,843,947	41,622,820	42,263,015	83,885,835
Total Liabilities	\$ 42,598,358	\$ 45,720,510	\$ 88,318,868	\$ 44,446,881	\$ 46,089,646	\$ 90,536,527
DEFERRED INFLOWS OF RESOURCES	\$ 3,707,107	\$ -	\$ 3,707,107	\$ 3,531,742	\$ -	\$ 3,531,742
NET POSITION						
Net investment in capital assets	\$ (15,184,334)	\$ 70,274,794	\$ 55,090,460	\$ (18,298,170)	\$ 63,353,567	\$ 45,055,397
Restricted position	153,242	-	153,242	153,242	-	153,242
Unrestricted position	5,455,484	4,720,855	10,176,339	5,822,762	5,515,030	11,337,792
Total Net Position	\$ (9,575,608)	\$ 74,995,649	\$ 65,420,041	\$ (12,322,166)	\$ 68,868,597	\$ 56,546,431

Triview Metropolitan District was formed in 1985. In 1987 debt was placed upon Triview and in 1988 the developer filed for bankruptcy. This "Old Debt" remained in place accruing interest at 12.21% annual rate with no payments being made. This is referred to as the "Inactive Period". In 1994 the majority of the land within the District was acquired by a new developer and in 1997 a development agreement was reached whereby all of the previous debt and any new debt to that developer became Limited Tax Obligation Debt, or "Unscheduled Bonds" resembling "Revenue Bonds". The point-in-time from 1998 onward is referred to as the "Active Period".

The Old Debt had paid for a portion of the sewer system, a partially constructed water tank, partial road grading and soft costs; but nothing at that stage, the Inactive Period, could provide services. In order to service the first house within Triview, additional funds had to be obtained to complete the water and sewer systems, construct streets and improve the site drainage along with other required improvements. This funding initially took the form of developer loans that were then converted into Limited Tax Liability Bonds during this Active Period.

The current financial position is the result of the District investing in infrastructure in order to provide services. That infrastructure is being depreciated. The debt in excess of that directly related to the infrastructure equates to the accruing interest costs thus resulting in the status of the net position.

PROGRAM REVENUE BY SOURCE:

	2024			2023		
	Governmental Activities	Proprietary Activities	Total	Governmental Activities	Proprietary Activities	Total
Charges of services						
User charges (rates)	\$ -	\$ 12,091,988	\$ 12,091,988	\$ -	\$ 12,455,965	\$ 12,455,965
Impact fees	973,339	-	973,339	1,721,945	-	1,721,945
Capital contributions	-	1,123,910	1,123,910	-	1,500,000	1,500,000
Water & sewer tap fees	-	-	-	-	-	-
GENERAL						
Tax revenue	7,567,333	-	7,567,333	7,003,581	-	7,003,581
Interest income	386,358	270,824	657,182	501,925	571,117	1,073,042
IGA revenue	-	1,026,253	1,026,253	-	-	-
Other	56,764	683,560	740,324	97,257	842,973	940,230
Total revenue	8,983,794	15,196,535	24,180,329	9,324,708	15,370,055	24,694,763

	2024			2023		
	Governmental Activities	Proprietary Activities	Total	Governmental Activities	Proprietary Activities	Total
FUNCTIONAL						
General government	1,054,184	-	1,054,184	855,254	-	855,254
Streets	1,709,820	-	1,709,820	1,583,996	-	1,583,996
Lighting	32,298	-	32,298	24,391	-	24,391
Drainage	51,483	-	51,483	12,554	-	12,554
Signage	12,764	-	12,764	15,423	-	15,423
Traffic control	80,370	-	80,370	85,099	-	85,099
Parks	1,523,370	-	1,523,370	1,291,558	-	1,291,558
Conservation	37,558	-	37,558	42,471	-	42,471
Debt service	1,948,188	-	1,948,188	1,984,136	-	1,984,136
Water, wastewater and reuse	-	9,869,483	9,869,483	-	7,218,452	7,218,452
Total expenditures	6,450,035	9,869,483	16,319,518	5,894,882	7,218,452	13,113,334
Developer contribution	1,012,799	-	1,012,799	362,358	-	362,358
Transfers	(800,000)	800,000	-	(900,000)	900,000	-
Change in net position	2,746,558	6,127,052	8,873,610	2,892,184	9,051,603	11,943,787
Net position- beginning of year	(12,322,166)	68,868,597	56,546,431	(15,214,350)	59,816,994	44,602,644
Net position- end of year	\$ (9,575,608)	\$ 74,995,649	\$ 65,420,041	\$ (12,322,166)	\$ 68,868,597	\$ 56,546,431

Both Governmental and Proprietary (Business Type) Activities exhibited a positive change in net position primarily attributable to monitoring appropriate expenditures in conjunction with increasing fee revenue.

ANALYSIS OF POSITION

The overall financial position of the District continued to improve during 2024, as the District continued to monitor expenditures while experiencing an increase in revenue, primarily service charges. National economic factors, rising mortgage rates and inflation, continue to impact the District's residential growth in 2024 but the District continues to be an attractive area for both home buyers and retail establishments.

The General Fund recorded revenue over and above budgeted amounts, primarily due to fees.

Capital assets for the Governmental Activities increased in 2024 due to capital outlay exceeding depreciation by \$2,435,028. Capital assets for the Business-type Activities increased due to capital outlay exceeding depreciation in 2024 by \$6,850,634 as the District invested over \$8,000,000 in water rights, land, equipment and capital improvements during the year.

CAPITAL ASSETS:

	2024			2023		
	Governmental Activities	Proprietary Activities	Total	Governmental Activities	Proprietary Activities	Total
Operating systems	\$ 35,529,167	\$ 134,068,412	\$ 169,597,579	\$ 32,091,542	\$ 125,858,826	\$ 157,950,368
Accumulated depreciation	(12,073,370)	(20,910,474)	(32,983,844)	(11,070,773)	(19,551,523)	(30,622,296)
Total capital assets, net	\$ 23,455,797	\$ 113,157,938	\$ 136,613,735	\$ 21,020,769	\$ 106,307,303	\$ 127,328,072

Long-term liabilities decreased during 2024 by \$966,888 due to principal payments on both the Revenue and G.O. Bonds.

LONG-TERM DEBT:

	2024			2023		
	Governmental Activities	Proprietary Activities	Total	Governmental Activities	Proprietary Activities	Total
Bonds payable	\$ -	\$ 42,941,740	\$ 42,941,740	\$ -	\$ 43,033,015	\$ 43,033,015
G.O. bonds payable	41,592,207	-	41,592,207	42,467,820	-	42,467,820
Total long-term debt	<u>\$ 41,592,207</u>	<u>\$ 42,941,740</u>	<u>\$ 84,533,947</u>	<u>\$ 42,467,820</u>	<u>\$ 43,033,015</u>	<u>\$ 85,500,835</u>

FUTURE TRENDS AND ECONOMIC FACTORS

As of December 31, 2024, there are 2,302 residential taps and 167 commercial taps being serviced by the District.

The District is located in a desired area for both Denver and Colorado Springs commuters. This will assist the District’s residential and commercial building activity to return to pre-inflation levels when economic factors take a positive turn.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Triview Metropolitan District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or request for additional information should be addressed to James McGrady, District Manager, PO Box 849, 16055 Old Forest Point, Suite 302, Monument, Colorado, 80132.

BASIC FINANCIAL STATEMENTS

TRIVIEW METROPOLITAN DISTRICT
STATEMENT OF NET POSITION
December 31, 2024

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 1,789,792	\$ 819,818	\$ 2,609,610
Cash and cash equivalents, restricted	582,286	-	582,286
Investments	3,555,389	3,793,536	7,348,925
Investments, restricted	2,073,145	-	2,073,145
Property taxes receivable	3,707,107	-	3,707,107
Accounts receivable	878,290	419,484	1,297,774
Prepaid expenses	101,381	101,381	202,762
Internal balances	(2,365,406)	2,365,406	-
Capital assets, net of accumulated depreciation	23,455,797	113,157,938	136,613,735
Total assets	<u>33,777,781</u>	<u>120,657,563</u>	<u>154,435,344</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amount on refunding	2,952,076	58,596	3,010,672
Total deferred outflows of resources	<u>2,952,076</u>	<u>58,596</u>	<u>3,010,672</u>
LIABILITIES			
Accounts payable	156,535	2,552,283	2,708,818
Accrued interest	289,819	178,487	468,306
Accrued settlement	-	48,000	48,000
Developer escrow	559,797	-	559,797
Long-term liabilities			
Due within one year	885,000	932,242	1,817,242
Due in more than one year	40,707,207	42,009,498	82,716,705
Total liabilities	<u>42,598,358</u>	<u>45,720,510</u>	<u>88,318,868</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred property tax revenue	3,707,107	-	3,707,107
Total deferred inflows of resources	<u>3,707,107</u>	<u>-</u>	<u>3,707,107</u>
NET POSITION			
Net investment in capital assets	(15,184,334)	70,274,794	55,090,460
Restricted			
Emergency reserve (TABOR)	153,242	-	153,242
Unrestricted	5,455,484	4,720,855	10,176,339
Total net position (deficit)	<u>\$ (9,575,608)</u>	<u>\$ 74,995,649</u>	<u>\$ 65,420,041</u>

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

**TRIVIEW METROPOLITAN DISTRICT
STATEMENT OF ACTIVITIES
Year Ended December 31, 2024**

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 1,054,184	\$ -	\$ -	\$ -	\$ (1,054,184)	\$ -	\$ (1,054,184)
Streets	1,709,820	375,980	-	1,012,799	(321,041)	-	(321,041)
Lighting	32,298	-	-	-	(32,298)	-	(32,298)
Drainage	51,483	150,600	-	-	99,117	-	99,117
Signage	12,764	-	-	-	(12,764)	-	(12,764)
Traffic control	80,370	-	-	-	(80,370)	-	(80,370)
Parks, landscape and open space	1,523,370	446,759	-	-	(1,076,611)	-	(1,076,611)
Conservation Trust	37,558	-	-	-	(37,558)	-	(37,558)
Interest and fiscal charges	1,948,188	-	-	-	(1,948,188)	-	(1,948,188)
General government	<u>\$ 6,450,035</u>	<u>\$ 973,339</u>	<u>\$ -</u>	<u>\$ 1,012,799</u>	<u>(4,463,897)</u>	<u>-</u>	<u>(4,463,897)</u>
Business-type activities:							
Water and Wastewater Fund	\$ 9,869,483	\$ 12,091,988	\$ -	\$ 1,123,910		3,346,415	3,346,415
Total	<u>\$ 9,869,483</u>	<u>\$ 12,091,988</u>	<u>\$ -</u>	<u>\$ 1,123,910</u>		<u>3,346,415</u>	<u>3,346,415</u>
General revenues and transfers:							
					7,567,333	-	7,567,333
					386,358	270,824	657,182
					37,558	-	37,558
					19,206	683,560	702,766
					-	1,026,253	1,026,253
					(800,000)	800,000	-
					<u>7,210,455</u>	<u>2,780,637</u>	<u>9,991,092</u>
					2,746,558	6,127,052	8,873,610
					(12,322,166)	68,868,597	56,546,431
					<u>\$ (9,575,608)</u>	<u>\$ 74,995,649</u>	<u>\$ 65,420,041</u>

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

**TRIVIEW METROPOLITAN DISTRICT
BALANCE SHEET
GOVERNMENTAL FUND
December 31, 2024**

	General
ASSETS	
Cash and cash equivalents	\$ 1,789,792
Investments	3,555,389
Restricted cash and cash equivalents	2,655,431
Property taxes receivable	3,707,107
Accounts receivable, other	878,290
Prepaid expense	101,381
Total assets	\$ 12,687,390
 LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	
Accounts payable	\$ 156,535
Developer escrow	559,797
Due to other funds	2,365,406
Total liabilities	3,081,738
 DEFERRED INFLOWS OF RESOURCES	
Deferred property tax revenue	3,707,107
TOTAL DEFERRED INFLOWS OF RESOURCES	3,707,107
 FUND BALANCE	
Nonspendable:	
Prepaid expenditures	101,381
Restricted:	
Debt service	2,073,145
Emergency reserves	153,242
Unassigned	3,570,777
Total fund balance	5,898,545
 TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE	 \$ 12,687,390
 Total fund balance, governmental funds	 \$ 5,898,545
 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.	
Capital assets	23,455,797
Deferred outflows of resources are not current financial resources, and therefore are not reported in the funds	2,952,076
Accrued interest is not due and payable in the current period, and therefore, is not reported as a liability in the funds	(289,819)
Long-term liabilities are not due and payable in the current period and are not included in the fund financial statements, but are included in the governmental activities of the Statement of Net Position	(41,592,207)
Net position (deficit) of governmental activities	\$ (9,575,608)

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

**TRIVIEW METROPOLITAN DISTRICT
STATEMENT OF REVENUE, EXPENDITURES AND CHANGE
IN FUND BALANCE - GOVERNMENTAL FUND
Year Ended December 31, 2024**

	General
REVENUES	
Taxes	\$ 7,567,333
Fees	973,339
Conservation trust funds	37,558
Interest income	386,358
Miscellaneous revenue	19,206
Total Revenue	8,983,794
 EXPENDITURES	
General government	1,009,028
Streets	2,900,616
Lighting	32,298
Signage	12,764
Traffic control	78,867
Drainage	51,483
Parks, landscape and open space	2,814,261
Conservation Trust	37,558
Debt Service:	
Interest and fiscal charges	2,634,037
Total Expenditures	9,570,912
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	(587,118)
 OTHER FINANCING SOURCES (USES)	
Developer contribution - Higby Road	1,012,799
Transfers out	(800,000)
Total other financing sources	212,799
NET CHANGE IN FUND BALANCE	(374,319)
FUND BALANCE - BEGINNING OF YEAR	6,272,864
FUND BALANCE - END OF YEAR	\$ 5,898,545

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

**TRIVIEW METROPOLITAN DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGE IN FUND BALANCE - GOVERNMENTAL
FUND TO THE STATEMENT OF ACTIVITIES
Year Ended December 31, 2024**

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

Net change in fund balance - Total governmental funds	\$ (374,319)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the costs of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation for the period.	2,435,028
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the financial resources of governmental 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.	<u>685,849</u>
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Change in net position - Governmental activities	<u><u>\$ 2,746,558</u></u>
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These financial statements should be read only in connection with the accompanying notes to financial statements.

**TRIVIEW METROPOLITAN DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUND - WATER AND WASTEWATER FUND
December 31, 2024**

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

Current assets	
Cash and cash equivalents	\$ 819,818
Investments	3,793,536
Accounts receivable	419,484
Prepaid expenses	101,381
Due from other funds	2,365,406
Total current assets	<u>7,499,625</u>
Non-current assets	
Capital assets, net of depreciation	<u>113,157,938</u>
Total non-current assets	<u>113,157,938</u>
Total assets	<u>120,657,563</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred amount on refunding	<u>58,596</u>
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TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

\$ 120,716,159

LIABILITIES AND NET POSITION

Current liabilities	
Accounts payable	\$ 2,552,283
Accrued interest	178,487
Accrued settlement	48,000
Bonds payable	805,000
Loan payable	127,242
Total current liabilities	<u>3,711,012</u>
Non-current liabilities	
Bonds payable	36,934,300
Loan payable	5,075,198
Total non-current liabilities	<u>42,009,498</u>
Total liabilities	<u>45,720,510</u>

NET POSITION

Net investment in capital assets	75,477,234
Unrestricted	(481,585)
Total net position	<u>74,995,649</u>

TOTAL LIABILITIES AND NET POSITION

\$ 120,716,159

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

TRIVIEW METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUND - WATER AND WASTEWATER FUND
Year Ended December 31, 2024

OPERATING REVENUES	
Water sales	\$ 4,839,175
Tap fees	4,565,722
Payment in lieu of fees	60,523
Sewer charges	2,626,568
Total operating revenue	12,091,988
 OPERATING EXPENSES	
Water system	2,291,289
Wastewater system	793,412
General and administrative	2,526,278
Depreciation	1,358,952
Total operating expenses	6,969,931
 OPERATING INCOME	 5,122,057
 NONOPERATING REVENUE (EXPENSE)	
Interest income	270,824
Miscellaneous income	683,560
IGA revenue	1,026,253
Loan fee	(51,509)
Tap fee credits	(1,389,125)
Interest expense	(1,458,918)
Total nonoperating expense, net	(918,915)
 INCOME BEFORE TRANSFERS AND CONTRIBUTIONS	 4,203,142
 CONTRIBUTIONS	 1,123,910
 TRANSFERS IN	 800,000
 CHANGE IN NET POSITION	 6,127,052
 NET POSITION - BEGINNING OF YEAR	 68,868,597
 NET POSITION - END OF YEAR	 \$ 74,995,649

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

**TRIVIEW METROPOLITAN DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND - WATER AND WASTEWATER FUND
Year Ended December 31, 2024**

	Water and Wastewater
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 11,722,747
Cash payments to suppliers for goods and services	(3,949,860)
Cash payments to employees for services	(1,640,858)
Net cash provided by operating activities	6,132,029
CASH FLOWS FROM INVESTING ACTIVITIES	
Sale of Investments	1,605,787
Investment income	270,824
Net cash provided (used) by investing activities	1,876,611
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Transfers in	800,000
Miscellaneous non-operating income	683,560
Change in due from other funds	51,528
Net cash used by noncapital financing activities	1,535,088
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchases of capital assets	(8,209,586)
Principal paid on debt	(770,000)
Loan proceeds	718,000
Developer contributions	1,123,910
IGA revenue/sale of asset	1,026,253
Loan fee	(51,509)
Tap fee credits	(1,389,125)
Interest and other debt-related charges	(1,549,732)
Net cash used in capital and related financing activities	(9,101,789)
NET DECREASE IN CASH AND CASH EQUIVALENTS	441,939
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	377,879
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 819,818
Cash is reflected on The Statement of Net Position as follows:	
Cash and cash equivalents	\$ 819,818
	\$ 819,818

Continued

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

**TRIVIEW METROPOLITAN DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND - WATER AND WASTEWATER FUND
Year Ended December 31, 2024**

**RECONCILIATION OF OPERATING INCOME TO CASH FLOWS
PROVIDED BY OPERATING ACTIVITIES**

Operating income	\$ 5,122,057
Adjustments to reconcile operating income to net cash used in operating activities:	
Depreciation	1,358,952
Effects of changes in operating assets and liabilities:	
Accounts receivable	(369,241)
Prepaid expense	41,697
Accounts payable	(21,436)
	<hr/>
Total adjustments	1,009,972
	<hr/>
Net cash provided by operating activities	\$ 6,132,029
	<hr/> <hr/>

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

NOTES TO BASIC FINANCIAL STATEMENTS

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Triview Metropolitan District (the "District") is a quasi-municipal political subdivision of the State of Colorado organized to develop and provide certain services to the residents of the District. The District was formed by order of the District Court for the County of El Paso, Colorado, entered in Civil Action No. 85 CV 0893 on May 13, 1985, following the favorable outcome of an organizational election held on May 10, 1985. The District, as a metropolitan district, derives its power from state statutes. Among the express statutory powers of the District are the powers of taxation and eminent domain, and the power to borrow money and issue both general obligation bonds and revenue bonds. The District has purchased water rights, and has constructed a water distribution system, a sanitary and storm sewer collection system, roadways, signs and other improvements.

The District's financial statements are prepared in accordance with U.S. 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). A summary of the significant accounting policies used in the preparation of these financial statements follows.

Reporting Entity — The District has no component units for which either discrete or blended presentation is required. The inclusion or exclusion of component units is based on a determination of the elected official's financial accountability to their constituents, and whether the financial reporting entity follows the same accountability. Further, the financial statements of the reporting entity should enable the reader to distinguish between the primary government (including its blended component units, which are in substance, part of the primary government) and discretely presented component units. The criteria used for determining whether an entity should be included, either blended or discretely presented, includes but is not limited to fiscal dependency, imposition of will, legal standing, and the primary recipient of services.

Government-Wide and Fund Financial Statements — The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the government. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between *governmental* and *business-type* activities of the District. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities are financed to a significant extent by fees and charges.

The statement of activities demonstrates the degree to which direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. *Program revenues* include 1) fees and 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. Revenues that are not classified as program revenues, including all taxes, are reported as *general revenues*.

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*, as are the proprietary fund financial statements.

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flow. On an accrual basis, property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue in the fiscal year in which all eligibility requirements imposed by the provider have been met.

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 period or soon enough thereafter to pay liabilities of the current fiscal 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. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

The District considers property taxes as available if they are collected within 30 days after year-end. Property taxes are recognized as revenue in the fiscal period for which they are levied, providing the available criteria are met.

Those revenues susceptible to accrual are property taxes, sales taxes, interest revenue and charges for services. Specific ownership taxes collected and held by the county at year-end on behalf of the District are also recognized as revenue.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the accrual criteria are met. Expenditure-driven grants recognize revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds maintained is consistent with legal and managerial requirements.

The District reports the following major governmental fund:

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

Additionally, the District reports the following major proprietary fund:

Enterprise Fund – The enterprise fund is used to account for those operations financed and operated in a manner similar to private business or where the board has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability. The District has one enterprise fund-the Water and Wastewater Fund. The intent of the District is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges. As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements.

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

Amounts reported as *program revenues* include 1) charges to customers for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's enterprise fund are charges for services. Operating expenses for enterprise funds include cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

Receivables — All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Prepaid Expenses — Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Due To and From Other Funds — Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. In the fund financial statements, these receivables and payable are classified as "due from other funds" or "due to other funds". In the government-wide financial statements, all internal balances have been substantially eliminated.

Restricted Cash and Investments — The use of certain cash and investments of the District is restricted. These cash and investment items are classified as restricted assets on the balance sheet because they are maintained in separate accounts and their use is limited by debt agreements.

Investments — Investments are stated at fair value. Fair value is the amount the District can reasonably expect to receive to sell an investment in an orderly transaction between market participants. See Note 4 for further information on the fair values of investments.

Capital Assets — Capital assets, which include property, plant, equipment and infrastructure assets (e.g. roads, traffic, and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are valued at their estimated fair market value on the date received. Major outlays for capital assets and improvements are capitalized as projects are constructed.

The costs of normal maintenance and repairs that do not add to the value of the asset, or materially extend asset lives, are not capitalized. Improvements are capitalized and are depreciated over the remaining useful lives of the related capital assets, as applicable.

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

Buildings, improvements, vehicles, and equipment of the government are depreciated using the straight-line method over the following estimated useful lives:

Roads and streets	2 – 40 years
Wells	20 years
Water storage tank	40 years
Wastewater treatment facility	40 years
Water distribution system and treatment facility	40 years
Equipment	3 – 7 years

When depreciable property is acquired, depreciation is included in expense for the year of acquisition for the number of months during the year the asset was in service. When depreciable property is retired or otherwise disposed of, depreciation is included in expense for the number of months in service during the year of retirement and the related costs and accumulated depreciation are removed from the accounts with any gain or loss reflected in the statement of revenue, expenses and changes in fund net assets.

Accumulated Employee Benefit Amounts — Accumulated unpaid vacation, sick pay, and other employee benefit amounts are not material. Therefore, a liability of these benefits has not been reflected in these financial statements.

Long-Term Liabilities — In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the debt using the straight-line method. Bonds payable are reported net of the applicable premium or discount. Issue costs are reported as deferred charges and amortized over the term of the related debt.

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

Fund Balance Classification — The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications available to be used in the governmental fund financial statements are as follows:

Non-spendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted - This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Directors. These amounts cannot be used for any other purpose unless the Board of Directors removes or changes the specified use by taking the same type of action that was used when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

Assigned – This classification includes amounts that are constrained by the District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Directors or through the Board of Directors delegating this responsibility to management through the budgetary process. This classification also includes the remaining positive fund balance for any governmental funds except for the General Fund.

Unassigned – This classification includes the residual fund balance for the General Fund. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The District would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

Statement of Cash Flows — For purposes of the Statement of Cash Flows, the District's cash and cash equivalents are considered to be cash on hand, demand deposits, government pools, and short-term investments with original maturities of three months or less from the date of acquisition, including restricted cash and cash equivalents. Funds held in escrow are excluded from the District's definition of cash and cash equivalents.

Estimates — The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Subsequent Events — The District has evaluated subsequent events for recognition or disclosure through the date of the Independent Auditors' Report, which is the date of issuance of the financial statements.

**2. RECONCILIATION OF GOVERNMENT-WIDE AND
FUND FINANCIAL STATEMENTS**

Explanation of certain differences between the general fund balance sheet and the government-wide statement of net position:

The general fund balance sheet includes reconciliation between *fund balance-governmental fund* and *net position-governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that "capital assets used in governmental

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

activities are not financial resources and, therefore, are not reported in the funds". The details of this difference are as follows:

Capital assets	\$ 35,529,167
Accumulated depreciation	<u>(12,073,370)</u>
Net adjustment to fund balance – governmental fund to arrive at net position – governmental activities	<u>\$ 23,455,797</u>

Explanation of certain differences between the governmental fund statement of revenues, expenditures and change in fund balance and the government-wide statement of activities:

The governmental fund statement of revenues, expenditures, and change in fund balance includes a reconciliation of *net changes in fund balance-governmental fund* and *change in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that governmental funds report outlays for capital assets as expenditures. In contrast in the Statement of Activities the cost of capital assets is allocated over their estimated useful lives as depreciation expense. The details of this difference are as follows:

Depreciation	\$ (1,002,597)
Capital outlays	<u>3,437,625</u>
Net adjustment to net change in fund balance – governmental fund to arrive at change in net position – governmental activities	<u>\$ 2,435,028</u>

Another element of the reconciliation states that "The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental 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". The details of this difference are as follows:

Amortization of advance refunding difference	\$ (117,644)
Amortization of discount/premium	30,613
Repayment of bonds	845,000
Change in accrued interest	<u>(72,120)</u>
Net adjustment to net change in fund balance – governmental funds to arrive at change in net position of governmental activities	<u>\$ 685,849</u>

3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budget Information — The District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. In the fall, the District Manager submits to the Board of Directors, a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted by the District to obtain taxpayer comments.
3. Prior to December 15, the budget is legally approved.

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

4. Any revisions that alter the total expenditures of any fund must be approved by the Board of Directors.
5. Formal budgetary integration is employed as a management control device during the year for the governmental and proprietary funds.
6. The budget for the General Fund is adopted on a basis consistent with generally accepted accounting principles (GAAP).
7. The budget for the Water and Wastewater Fund is prepared on a basis of accounting other than generally accepted accounting principles, which is normal for proprietary funds. The primary differences are that bond proceeds are treated as a budget source, capital expenditures and principal payments are treated as a budget use, and accrued unpaid interest and the amortization and depreciation expense are not budgeted.
8. Budgeted amounts are as originally adopted or amended.
9. All annual appropriations lapse at the end of the year.

4. DEPOSITS AND INVESTMENTS

The District's deposits and investments consist of the following at December 31, 2024:

	<u>Deposits</u>	<u>COLOTRUST</u>	<u>Total</u>
Cash and cash equivalents	\$ 2,609,610	\$ -	\$ 2,609,610
Restricted cash and cash equivalents	582,286	-	582,286
Investments	-	7,348,925	7,348,925
Restricted investments	-	2,073,145	2,073,145
Total	<u>\$ 3,191,896</u>	<u>\$ 9,422,070</u>	<u>\$ 12,613,966</u>

Reconciliation of cash and cash equivalents to the government-wide financial statements at December 31, 2024:

	<u>Governmental</u>	<u>Business-type</u>	<u>Total</u>
	<u>Activities</u>	<u>Activities</u>	
Cash and cash equivalents	\$ 1,789,792	\$ 819,818	\$ 2,609,610
Restricted cash and cash equivalents	582,286	-	582,286
Investments	3,555,389	3,793,536	7,348,925
Restricted investments	2,073,145	-	2,073,145
Total	<u>\$ 8,000,612</u>	<u>\$ 4,613,354</u>	<u>\$ 12,613,966</u>

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 regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits.

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

At December 31, 2024, the carrying amount of the District's deposits, including certificates of deposits and money markets, was \$3,191,896 the bank balances were \$3,269,825. Of the total bank balance, \$500,000 was covered by FDIC insurance and \$2,769,824 falls under the provision of the Colorado Public Deposit Protection Act which is collateralized in single institution pools.

Investments — The District is authorized by Colorado statutes to invest in the following:

- Obligations of the United States and certain U.S. government agencies' securities
- Certain international agencies' securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Certain commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certificates of deposits
- Certain money market fund
- Guaranteed investment contracts

As of December 31, 2024, 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	\$9,422,070

Fair Value Measurements – The District categorizes its fair value measurements 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 and give the highest level to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest level to unobservable inputs (level 3) as follows:

Level 1 Unadjusted quoted prices for identical instruments in active markets.

Level 2 Observable inputs other than quoted market prices.

Level 3 Valuation derived from valuation techniques in which significant inputs are unobservable.

Investments that are measured at fair value using the net asset value (NAV) per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy.

Colorado Government Liquid Asset Trust (COLOTRUST) is an investment vehicle established for local government entities in Colorado to pool surplus funds for investment purposes by state statutes. 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 currently offers three portfolios, COLOTRUST PRIME, COLOTRUST PLUS+ and COLOTRUST EDGE. COLOTRUST PRIME and COLOTRUST PLUS+, which operate

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

similarly to a money market fund and each share is equal in value to \$1.00, offer daily liquidity. 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. COLOTRUST EDGE, a variable Net Asset Value (NAV) Local Government Investment Pool, offers weekly liquidity and is managed to approximate a \$10.00 transactional share price. COLOTRUST EDGE may invest in securities authorized by CRS 24-75-601, including U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, 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 PRIME and COLOTRUST PLUS+ are rated AAAM by Standard & Poor's. COLOTRUST EDGE is rated AAAs/S1 by Fitch Ratings. 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 or weekly, and there is no redemption notice period.

Investments with maturities of less than 90 days are classified as cash and cash equivalents on the financial statements.

The District's investments are subject to interest rate risk and credit risk as described below:

Interest Rate Risk: The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses from increasing interest rates.

Credit Risk. State law limits investments to those described above. The District does not have an investment policy that would further limit its investment choices.

5. ACCOUNTS RECEIVABLE

Accounts receivable consisted of the following at December 31, 2024:

GENERAL FUND	
Cash with County Treasurer	\$ 27,123
Taxes from town	717,938
Tap fee receivable	86,504
Other	<u>46,725</u>
Total general fund	<u>\$ 878,290</u>
WATER AND WASTEWATER FUND	
User fees receivable	\$ 91,237
Tap fee receivable	284,431
Other	<u>43,816</u>
Total water and wastewater fund	<u>\$ 419,484</u>
Total accounts receivables	<u>\$ 1,297,774</u>

**TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

6. INTERFUND BALANCES AND TRANSFERS

Interfund balances consisted of the following at December 31, 2024:

Receivable	Payable	Amount
Enterprise fund	General fund	<u>\$ 2,365,406</u>

The enterprise fund has a receivable from the general fund, the purpose of this interfund balance is to be a mechanism to track the proper allocation of payments and receipts. During the year ended December 31, 2024 the General Fund transferred \$800,000 to the Enterprise Fund.

7. PROPERTY TAX

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on January 1 and are payable in two installments due February 28 and June 15, or in one installment due April 30. El Paso County bills and collects property taxes for the District. District property tax revenues are recognized when levied to the extent that they result in current receivables. The tax rate for the year ended December 31, 2024 was 35.000 mills, 20.500 mills less a temporary mill reduction of 14.500 mills. The District's assessed valuation for 2024, for taxes collected in 2024, was \$172,266,940.

8. ESCROW FUNDS HELD

In 2022, an Escrow account was established in the District's name to accumulate funds for the Monument Industrial Park. The balance in the account at December 31, 2024 was \$245,760. Escrow funds of \$559,797 are being held in the General Fund for the construction of Higby Road.

9. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2024 was as follows:

	Balance at December 31, 2023	Additions	Disposals/ Retirements	Balance at December 31, 2024
Governmental activities:				
Capital assets, not being depreciated:				
Construction in process	\$ 717,773	\$ 1,252,661	\$ -	\$ 1,970,434
Total capital assets not being depreciated	<u>717,773</u>	<u>1,252,661</u>	<u>-</u>	<u>1,970,434</u>
Capital assets, being depreciated:				
Road and streets	25,540,131	945,045	-	26,485,176
Traffic control	453,073	11,153	-	464,226
Parks, landscape and open space	2,619,737	1,170,180	-	3,789,917
Equipment	1,361,566	48,973	-	1,410,539
Office space	1,399,262	9,613	-	1,408,875
Total capital assets being depreciated	<u>31,373,769</u>	<u>2,184,964</u>	<u>-</u>	<u>33,558,733</u>
Less accumulated depreciation for:				
Road and streets	(9,204,993)	(709,447)	-	(9,914,440)
Traffic control	(438,302)	(1,503)	-	(439,805)
Parks, landscape and open space	(728,607)	(86,527)	-	(815,134)
Equipment	(654,983)	(159,964)	-	(814,948)
Office space	(43,888)	(45,156)	-	(89,043)
Total accumulated depreciation	<u>(11,070,773)</u>	<u>(1,002,597)</u>	<u>-</u>	<u>(12,073,370)</u>
Total capital assets, net	<u>\$ 21,020,769</u>	<u>\$ 2,435,028</u>	<u>\$ -</u>	<u>\$ 23,455,797</u>

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

	Balance at December 31, 2023	Additions	Disposals/ Retirements	Balance at December 31, 2024
Business-type activities:				
Capital assets, not being depreciated:				
Water rights and land	\$ 24,530,651	\$ 2,197,356	\$ -	\$ 26,728,007
Construction in process	54,547,918	5,773,665	-	60,321,583
Total capital assets not being depreciated	<u>79,078,569</u>	<u>7,971,021</u>	<u>-</u>	<u>87,049,590</u>
Capital assets, being depreciated:				
Wells	5,735,698	182,073	-	5,917,771
Water storage tank	1,065,456	-	-	1,065,456
Wastewater treatment facility	12,064,302	-	-	12,064,302
Water distribution system and treatment facility	22,030,224	432	-	22,030,656
Sanctuary Pointe	4,378,959	-	-	4,378,959
Building	112,816	-	-	112,816
Equipment	1,392,802	56,060	-	1,448,862
Total capital assets being depreciated	<u>46,780,257</u>	<u>238,565</u>	<u>-</u>	<u>47,018,822</u>
Less accumulated depreciation for:				
Wells	(1,600,213)	(155,830)	-	(1,756,043)
Water storage tank	(691,625)	(26,636)	-	(718,261)
Wastewater treatment facility	(5,200,085)	(301,607)	-	(5,501,692)
Water distribution system and treatment facility	(10,650,031)	(564,591)	-	(11,214,621)
Sanctuary Pointe	(706,610)	(109,474)	-	(816,084)
Building	(941)	(11,282)	-	(12,223)
Equipment	(702,018)	(189,532)	-	(891,550)
Total accumulated depreciation	<u>(19,551,523)</u>	<u>(1,358,952)</u>	<u>-</u>	<u>(20,910,474)</u>
Total capital assets, net	<u>\$ 106,307,303</u>	<u>\$ 6,850,634</u>	<u>\$ -</u>	<u>\$ 113,157,938</u>

10. LONG-TERM LIABILITIES

Changes In Long-Term Liabilities

	Balance at December 31, 2023	Additions	Reductions	Balance at December 31, 2024	Amounts Due Within One Year
<u>Governmental Activities:</u>					
Series 2016 GO Bonds	\$ 41,765,000	\$ -	\$ 845,000	\$ 40,920,000	\$ 885,000
Bond Issuance Premium	702,820	-	30,613	672,207	30,613
Total - Governmental Activities	<u>\$ 42,467,820</u>	<u>\$ -</u>	<u>\$ 875,613</u>	<u>\$ 41,592,207</u>	<u>\$ 915,613</u>
<u>Business-Type Activities:</u>					
<u>Revenue Bonds</u>					
Revenue Bonds - 2018	\$ 10,190,000	\$ -	\$ 225,000	\$ 9,965,000	\$ 235,000
Revenue Bonds - 2020	15,285,000	-	315,000	14,970,000	330,000
Revenue Bonds - 2020B	10,720,000	-	230,000	10,490,000	240,000
Bond Issuance Premium - 2018 Bonds	272,229	-	10,889	261,340	10,889
Bond Issuance Premium - 2020 Bonds	741,928	-	28,086	713,842	28,086
Bond Issuance Premium - 2020B Bonds	1,390,955	-	51,837	1,339,118	51,837
Total - Revenue Bonds	<u>\$ 38,600,112</u>	<u>\$ -</u>	<u>\$ 860,812</u>	<u>\$ 37,739,300</u>	<u>\$ 895,812</u>
<u>Loans</u>					
CWCB Loan - 2022	\$ 4,432,903	\$ 769,537	\$ -	\$ 5,202,440	\$ 127,242
	<u>\$ 4,432,903</u>	<u>\$ 769,537</u>	<u>\$ -</u>	<u>\$ 5,202,440</u>	<u>\$ 127,242</u>
Total - Business-Type Activities	<u>\$ 43,033,015</u>	<u>\$ 769,537</u>	<u>\$ 860,812</u>	<u>\$ 42,941,740</u>	<u>\$ 1,023,054</u>

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
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General Obligation Bonds — The District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. Voters of the District authorized the issuance of \$50,840,800 of debt at special elections held in November 1986 and November 1987. General obligation bonds have been issued for governmental activities.

On December 15, 2016, the District issued \$46,215,000 in general obligation bonds with interest rates ranging from 4.0% to 5.0%. The District issued the bonds to advance refund \$42,740,000 of the outstanding Series 2009 general obligation bonds. The refunding was undertaken to lock in interest rates which were being remarketed weekly with the refunded bonds. The reacquisition price exceeded the net carrying amount of the old debt by \$4,526,516. This amount is netted against the new debt and amortized over the life of the refunded debt, which is shorter than the life of the new debt issued. The 2009 Series Bonds were redeemed in November 2019 when the remaining bonds became callable.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. General obligation bonds currently outstanding are as follows:

Series 2016 General Obligation Refunding Bonds bearing interest rates ranging from 4.00% to 5.00% until maturity on November 1, 2046.	<u>\$ 40,920,000</u>
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Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>December 31,</u>	<u>Governmental Activities.</u>	
	<u>Principal</u>	<u>Interest</u>
2025	\$ 885,000	\$ 1,738,913
2026	980,000	1,694,663
2027	1,030,000	1,645,663
2028	1,130,000	1,594,162
2029	1,190,000	1,537,663
2030-2034	7,355,000	6,745,462
2035-2039	9,700,000	5,052,162
2040-2044	12,630,000	2,858,624
2045-2046	6,020,000	376,200
Total	<u>\$ 40,920,000</u>	<u>\$ 23,243,512</u>

Revenue Bonds — On November 29, 2018 the District issued Water and Wastewater Enterprise Revenue and Refunding and Improvement Bonds in the amount of \$11,165,000. The bonds were issued to retire existing debt consisting of a Tax Exempt Revenue Note issued in 2014 through Northstar/Independent Bank and the refunding of the Water and Wastewater Enterprise Revenue

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
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Bonds issued in 2016. In addition, the issuance of the bonds provided \$416,000 for the purchase of water rights. The bonds are payable semiannually on June 1 and December 1 each year commencing June 1, 2019 with the final payment due December 1, 2048. The bonds are pledged by water and sewer revenue and have a variable interest rate of 4% to 5%. Annual debt service requirements to maturity for business-type activities for the 2018 bonds are as follows:

<u>December 31,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 235,000	\$ 428,100
2026	245,000	416,350
2027	260,000	404,100
2028	270,000	391,100
2029	285,000	377,600
2030-2034	1,655,000	1,659,250
2035-2039	2,080,000	1,243,000
2040-2044	2,525,000	793,000
2045-2048	2,410,000	246,000
Total	<u>\$ 9,965,000</u>	<u>\$ 5,958,500</u>

On May 27, 2020 the District issued Water and Wastewater Enterprise Revenue Bonds-Series 2020 in the amount of \$16,140,000. The bonds were issued to partially fund the purchase of water rights and land known as Stonewall Springs. The bonds are payable semiannually on June 1 and December 1 each year commencing December 1, 2020 with the final payment due December 1, 2050. The bonds are pledged by water and sewer revenue and have a variable interest rate of 3.375% to 5%. Annual debt service requirements to maturity for business-type activities for the 2020 bonds are as follows:

<u>December 31,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 330,000	\$ 559,744
2026	345,000	543,244
2027	365,000	525,994
2028	380,000	507,744
2029	400,000	488,744
2030-2034	2,300,000	2,150,920
2035-2039	2,770,000	1,685,370
2040-2044	3,315,000	1,134,382
2045-2049	3,905,000	548,368
2049-2050	860,000	29,025
Total	<u>\$ 14,970,000</u>	<u>\$ 8,173,531</u>

On November 5, 2020 the District issued Water and Wastewater Enterprise Revenue Bonds – Series 2020B in the amount of \$10,940,000. The bonds were issued to fund the purchase of water rights and land. The bonds are payable semiannually on June 1 and December 1 each year commencing December 1, 2021 with the final payment due December 1, 2050. The bonds are pledged by water and sewer revenue and have an interest rate of 4%. Annual debt service requirements to maturity

**TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024**

for business-type activities for the 2020B bonds are as follows:

<u>December 31,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 240,000	\$ 403,650
2026	255,000	394,050
2027	255,000	383,850
2028	275,000	373,650
2029	280,000	362,650
2030-2034	1,585,000	1,635,050
2035-2039	1,895,000	1,305,800
2040-2044	2,250,000	964,050
2045-2049	2,785,000	481,000
2050	670,000	26,800
Total	<u>\$ 10,490,000</u>	<u>\$ 6,330,550</u>

Loans payable

\$5,202,440 Loan Agreement, Colorado Water Conservation Board

On March 15, 2022, the District entered into a loan agreement with CWCB for a maximum principal amount of \$4,731,000. The loan proceeds are to be utilized in the District's efforts to replace its nonrenewable Denver Basin groundwater supplies with renewable surface water supplies. In 2024, the loan was amended to a maximum principal amount of \$5,202,440, which includes a 1% loan service fee of \$51,509.

Annual payments of \$233,892, comprised of principal and interest, will be due annually beginning June 1, 2025. The loan bears interest at the rate of 2.05% per annum. The District has the option to repay the loan, in whole or in part, without penalty upon prior written notice of not less than 30 days to CWCB. Annual debt service requirements to maturity for business-type activities for the CWCB loan are as follows:

<u>December 31,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 127,242	\$ 106,650
2026	129,850	104,041
2027	132,512	101,380
2028	135,229	98,663
2029	138,001	95,891
2030-2034	733,617	435,842
2035-2039	811,960	357,498
2040-2044	898,668	270,791
2045-2049	994,637	174,822
2050-2054	1,100,724	68,605
Total	<u>\$ 5,202,440</u>	<u>\$ 1,814,183</u>

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
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11. 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, reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets and increased by unamortized deferred amounts on refunding. If there are significant unspent related debt proceeds, the portion of the debt attributable to the unspent proceeds is not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.

As of December 31, 2024, the District had net investment in capital assets as follows:

Net investment in capital assets:	
Capital assets, net of depreciation	\$ 136,613,735
Deferred outflow related to debt refunding	3,010,672
Long-term liabilities due within one year	(1,817,242)
Long-term liabilities due in more than one year	<u>(82,716,705)</u>
Total net investment in capital assets	<u>\$ 55,090,460</u>

Restricted assets are reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets are assets which have restrictions placed on the use of the assets through external constraints imposed by creditors (such as through debt covenants), contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported:

As of December 31, 2024, the District had restricted net position as follows:

Emergency reserve (TABOR)	<u>\$ 153,242</u>
Total restricted	<u>\$ 153,242</u>

Unrestricted net position consists of the net amount of assets, deferred outflows of resources, liabilities and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position. The District utilizes unrestricted net position before using restricted net position. As of December 31, 2024, the District had unrestricted net position of \$10,176,339.

12. RISK MANAGEMENT

The District is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The District carries commercial insurance for these risks of loss, including worker's compensation and employee health and accident insurance. Settlements have not exceeded coverage during the

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

past three fiscal years.

13. COMMITMENTS AND CONTINGENCIES

Litigation — The District is involved in pending or threatened lawsuits and claims. The District and its legal counsel estimate that the potential claims against the District not covered by insurance or accrued for, resulting from such litigation, would not materially affect the financial statements of the District.

Tap fees — In 2007, the District settled a condemnation proceeding with a developer by agreeing to provide the developer with a credit for sewer and water tap fees in the cumulative amount of \$436,000. As of December 31, 2024 the developer had a remaining credit for sewer and water tap fees in the amount of \$48,000.

Commitments - On January 23, 2015 the District entered into an agreement with certain developers to expand the District's infrastructure to provide water, sewer and other standard services to a new area, Phase I of Sanctuary Pointe (Phase I) within the District's boundaries. The expansion of the District's services to this new area will require additional infrastructure estimated to cost approximately \$4,850,000.

A separate escrow account was set up for a portion of the tap fees to be used to fund the additional infrastructure improvements. The District pledged to escrow \$8,000 from each single family and \$6,000 from each multi-family tap fee from Phase I. The agreement required the Developers in Phase I to pay a Water Impact Fee of \$3,000, in excess of the standard District tap fees.

The agreement committed funding of approximately \$2,400,000 from escrowed tap fees and an additional \$250,000 from the District. The additional funding of approximately \$2,200,000 will be provided by the Developers. The contribution from the Developers will be repaid by the District from additional escrowed tap fees based on the schedule above. The estimated remaining funding of \$250,000 not supplied by the tap fees was required from the District within 90 days of the installation of the final residential meter in Phase I. As of December 31, 2024, the District had expended \$2,650,000 for infrastructure improvements in accordance with the Agreement.

Should the Developers fail to complete the development within two years after filing their intent to proceed the District will not be obligated to reimburse the Developers for all sewer infrastructure estimated to be approximately \$1,355,000.

14. INTERGOVERNMENTAL AGREEMENTS

Intergovernmental Agreement with Forest Lakes Metropolitan District and Donala Water and Sanitation District — The District entered into an agreement dated November 11, 1999, subsequently amended on October 25, 2001, with Forest Lakes Metropolitan District and Donala Water and Sanitation District to define ownership rights in the wastewater treatment plant. Under the amended agreement, the District and Forest Lakes transferred part ownership to Donala.

In 2009 the District completed an expansion of the plant to 1.75 million gallons per day (MGD). Under the terms of the above agreements, the three Districts reallocated ownership. Ownership was also modified under a 2009 agreement between the District and Donala, with the District deeding ownership of 6.7% of the 1.75 MGD capacity to Donala. The current ownership is 37.3% owned by the District, 17.1% by Forest Lakes, and 45.6% by Donala. The plant is currently being operated by Donala and all parties are responsible for their respective share of operations and

TRIVIEW METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2024

maintenance costs, based on the relative share of actual flows.

In 2009 the District deeded 6.7% of the 1.75 MGD total plant treatment capacity to Donala. The District expects the 6.7% of plant ownership to be deeded back to the District pursuant to the intergovernmental agreement to fund the completion of the wastewater treatment plant.

In addition, in accordance with the November 11, 1999 agreement, an ownership interest in a 24" interceptor was transferred to the Forest Lakes Metropolitan District. As a result of the transfer, the interceptor is owned 50% by the District, 25% by Forest Lakes, and 25% by Donala.

Intergovernmental Agreement with Forest Lakes Metropolitan — On March 28, 2002, the District entered into an intergovernmental agreement with Forest Lakes Metropolitan District for the design, construction, operation and ownership of the Monument Creek Interceptor.

Intergovernmental Agreements with the Town of Monument — The 1987-1999 IGA with the Town of Monument is part of (appendix to) the 1987 Annexation Agreement which brought the property into the Town. This IGA sets out how the District and the Town will interact as two separate public entities. Additionally, the IGA contains various requirements for Triview Metropolitan District to follow, including the collection of certain fees and the methods for infrastructure construction as well as the maintenance of said facilities.

15. SUBDISTRICT A AND SUBDISTRICT B

On November 3, 2020, electors approved the formation of Triview Metropolitan Subdistricts A and B for the purpose of providing additional services to specific areas of the Triview Metropolitan District. SubDistrict B was dissolved in 2024. As of December 31, 2024, the SubDistrict A is financially inactive.

16. AMENDMENT TO COLORADO CONSTITUTION

Colorado voters passed an amendment to the *State Constitution*, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. Fiscal year spending and revenue limits are determined based on the prior year's spending adjusted for inflation and local growth. Revenue in excess of the limit must be refunded unless the voters approve retention of such revenue.

On November 6, 2006 District residents voted to exempt the District from the revenue limits of the Amendment. This revenue change was effective from January 1, 2007 through December 31, 2017. On November 7, 2017 District residents voted to continue the exemption of the revenue limits indefinitely. The Amendment is complex and subject to judicial interpretation. The entity believes it is in compliance with the requirements of the amendment. However, the entity has made certain interpretations of the amendment language in order to determine its compliance.

REQUIRED SUPPLEMENTAL INFORMATION

TRIVIEW METROPOLITAN DISTRICT
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGE IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended December 31, 2024

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original & Final</u>	<u>Actual</u>	
REVENUE			
Taxes	\$ 7,220,139	\$ 7,567,333	\$ 347,194
Fees	421,500	973,339	551,839
Conservation trust funds	40,000	37,558	(2,442)
Interest income	135,000	386,358	251,358
Miscellaneous revenue	28,000	19,206	(8,794)
Total Revenue	<u>7,844,639</u>	<u>8,983,794</u>	<u>1,139,155</u>
EXPENDITURES			
General government	816,748	1,009,028	(192,280)
Streets	886,450	920,391	(33,941)
Capital	2,551,500	1,980,225	571,275
Lighting	23,000	32,298	(9,298)
Signage	15,000	12,764	2,236
Traffic control	105,000	78,867	26,133
Drainage	20,000	51,483	(31,483)
Parks, landscape & open space	1,131,450	1,356,861	(225,411)
Capital	1,454,500	1,457,400	(2,900)
Conservation trust	40,000	37,558	2,442
Debt Service:			
Interest and fiscal charges	2,634,163	2,634,037	126
Total Expenditures	<u>9,677,811</u>	<u>9,570,912</u>	<u>106,899</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>(1,833,172)</u>	<u>(587,118)</u>	<u>1,246,054</u>
OTHER FINANCING SOURCES (USES)			
Developer contribution - Higby Road	1,600,000	1,012,799	(587,201)
Transfers out	(800,000)	(800,000)	-
Total other financing sources	<u>800,000</u>	<u>212,799</u>	<u>(587,201)</u>
NET CHANGE IN FUND BALANCE	(1,033,172)	(374,319)	658,853
FUND BALANCE - BEGINNING OF YEAR	<u>3,336,260</u>	<u>6,272,864</u>	<u>2,936,604</u>
FUND BALANCE - END OF YEAR	<u>\$ 2,303,088</u>	<u>\$ 5,898,545</u>	<u>\$ 3,595,457</u>

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

SUPPLEMENTAL INFORMATION

TRIVIEW METROPOLITAN DISTRICT
SCHEDULE OF REVENUE, EXPENSES AND CHANGE IN
NET POSITION (NON-GAAP BUDGETARY BASIS)
WATER AND WASTEWATER ENTERPRISE FUND
For the Year Ended December 31, 2024

	<u>Budgeted Amounts</u>	<u>Budgeted Amounts</u>		<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUE				
Water assessments	\$ 5,627,511	\$ 4,850,000	\$ 4,839,175	\$ (10,825)
Sewer assessments	2,814,980	2,630,000	2,626,568	(3,432)
Interest income	200,000	270,000	270,824	824
Water and sewer tap fees	1,428,000	4,565,000	4,565,722	722
Payment in lieu of water	100,000	100,000	60,523	(39,477)
Fees	525,400	550,000	549,847	(153)
ARPA Grant	250,000	-	-	-
NDS - Forest Lakes/Purchase Participation Agreement	798,025	1,026,250	1,026,253	3
AGRA-Excelsior Culvert	84,000	-	-	-
Developer contributions	-	878,150	878,150	-
Miscellaneous income	60,000	134,000	133,713	(287)
Total Revenue	<u>11,887,916</u>	<u>15,003,400</u>	<u>14,950,775</u>	<u>(52,625)</u>
EXPENSES				
General & administrative:				
Salaries & wages	1,190,430	1,260,000	1,258,945	1,055
Employee benefits	377,683	382,000	381,913	87
Engineering	60,000	122,000	122,009	(9)
Legal	170,000	262,000	261,858	142
Communications	40,000	40,000	37,915	2,085
Accounting and auditing	78,000	81,000	81,217	(217)
Conference/training/class	11,500	11,000	10,892	108
Dues, publications & subscriptions	9,000	9,000	7,972	1,028
IT support	51,700	46,000	45,840	160
Office supplies & equipment	2,000	5,800	5,754	46
Postage	1,500	1,000	925	75
Publications - legal notice	200	200	-	200
Telephone service	17,000	19,650	19,645	5
Travel & meetings	2,000	2,000	420	1,580
Office overhead	14,000	14,000	12,687	1,313
Insurance	60,000	60,000	59,752	248
Billing expense	120,000	136,000	135,880	120
Miscellaneous	13,000	28,000	27,763	237
Vehicle repair and maintenance	70,000	55,000	54,891	109
Total General & Administrative	<u>2,288,013</u>	<u>2,534,650</u>	<u>2,526,278</u>	<u>8,372</u>
Water system	1,431,935	2,291,900	2,291,289	611
Wastewater system	1,047,338	793,500	793,412	88
Principal payments on capital debt	770,000	770,000	770,000	-
Interest and bond expense	1,522,694	1,595,000	1,549,732	45,268
Cost of issuance - CWCB Loan	-	-	51,509	(51,509)
Tap fee credits	-	1,390,000	1,389,125	875
Capital expenditures	9,912,895	9,600,000	9,598,711	1,289
Total Expenses	<u>16,972,875</u>	<u>18,975,050</u>	<u>18,970,056</u>	<u>4,994</u>
EXCESS OF REVENUE OVER (UNDER)				
EXPENSES	<u>(5,084,959)</u>	<u>(3,971,650)</u>	<u>(4,019,281)</u>	<u>(47,631)</u>
OTHER FINANCING SOURCES (USES)				
Loan proceeds	450,000	718,000	769,537	51,537
Transfer from (to) other funds	800,000	800,000	800,000	-
MI-PB-Escrow	226,002	246,000	245,760	(240)
Total other financing sources	<u>1,476,002</u>	<u>1,764,000</u>	<u>1,815,297</u>	<u>51,297</u>
EXCESS OF REVENUE OVER EXPENSES	<u>(3,608,957)</u>	<u>(2,207,650)</u>	<u>(2,203,984)</u>	<u>3,666</u>
NET POSITION - BEGINNING OF YEAR	<u>7,242,650</u>	<u>4,651,602</u>	<u>4,651,602</u>	<u>-</u>
NET POSITION - END OF YEAR	<u>\$ 3,633,693</u>	<u>\$ 2,443,952</u>	<u>\$ 2,447,618</u>	<u>\$ 3,666</u>

**TRIVIEW METROPOLITAN DISTRICT
RECONCILIATION OF BUDGETARY BASIS TO STATEMENT OF
REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION - PROPRIETARY FUND
Year Ended December 31, 2024**

Excess of revenues over expenses	<u>\$ (2,203,984)</u>
Reconciling Items:	
Expenses included in statement of revenues, expenses and changes in net position, but not included with expenses on a budgetary basis:	
Depreciation	(1,358,952)
Expenses included under budgetary basis, but not included in statement of revenues, expenses and changes in net position	
Capital outlay	9,598,711
Debt paid	770,000
Loan proceeds	(718,000)
Loan fee	(51,535)
Amortization of Bond Premium	<u>90,812</u>
Change in net position per statement of revenues, expenses and changes in net position	<u><u>\$ 6,127,052</u></u>