

RICHARDS FARM METROPOLITAN DISTRICT

ARVADA
JEFFERSON COUNTY, COLORADO



FINANCIAL STATEMENTS
As of and for the 12-month period ended
December 31, 2024

Table of Contents

STATEMENT OF NET POSITION 1

STATEMENT OF ACTIVITIES 2

BALANCE SHEET – GOVERNMENTAL FUNDS 3

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES 4

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES 5

GENERAL FUND – STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL 6

GENERAL FUND EXPENDITURE DETAILS– BUDGET AND ACTUAL 7

NOTES TO FINANCIAL STATEMENTS 8

SUPPLEMENTARY INFORMATION

DEBT SERVICE FUND – SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL 21

DEBT FUND EXPENDITURE DETAILS– BUDGET AND ACTUAL 22

CAPITAL PROJECTS FUND – SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL 23

OTHER SUPPLEMENTARY INFORMATION

SCHEDULE OF PLANNED DEBT SERVICE PAYMENTS TO MATURITY 25

SUMMARY OF ASSESSED VALUATION, MILL LEVY AND PROPERTY TAXES COLLECTED 26

CHANGE IN TOTAL OVERLAPPING MILL LEVY 27

HISTORICAL DEBT RATIOS 28



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors

Richards Farm Metropolitan District

Jefferson County, CO

Opinions

We have audited the accompanying financial statements of the governmental activities, and each major fund of Richards Farm Metropolitan District (the "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, and each major fund of District, as of December 31, 2024, and the respective changes in financial position and the budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (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

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 the 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.

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 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 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.

Other Matters

Required Supplementary Information

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operation, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The supplementary information, as listed in the table of contents, is presented for purposes of legal compliance and 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 combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information, as identified in the table of contents. The other information 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 provide any assurance thereon.

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 the 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.

A handwritten signature in blue ink that reads "Flynn CPA, LLC". The signature is written in a cursive style and is underlined with a single horizontal line.

Castle Pines, Colorado
May 20, 2025

RICHARDS FARM METROPOLITAN DISTRICT
STATEMENT OF NET POSITION
December 31, 2024

	Governmental Activities
ASSETS	
Cash and investments	42,414
Cash and investments – restricted	193,322
Accounts receivable	75
Accounts receivable – specific ownership taxes	2,374
Property taxes receivable	426,500
Prepaid expenses	7,188
Non-depreciable capital assets	3,970
Depreciable capital assets, net	390,347
Total Assets	1,066,190
LIABILITIES	
Accounts payable and accrued liabilities	142
Accrued interest payable	18,410
Current portion of Senior Loan payable	105,000
Senior loan payable	3,375,000
Current portion of Series 2019 Bonds	44,000
Series 2019B Bonds	239,000
Total Liabilities	3,781,552
DEFERRED INFLOWS OF RESOURCES	
Deferred property tax revenue	426,500
NET POSITION (DEFICIT)	
Restricted:	
Emergency reserves	4,800
Debt service	36,210
Capital projects	153,815
Non-spendable	7,188
Unassigned:	(3,343,875)
Net Position (Deficit)	\$ (3,141,862)

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

RICHARDS FARM METROPOLITAN DISTRICT
STATEMENT OF ACTIVITIES
For the 12-Month Period Ended
December 31, 2024

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Primary Government:					
Government Activities:					
General government activities	\$ (151,546)	\$ -	\$ -	\$ -	\$ (151,546)
Interest and related costs on long-term debt	(149,935)	-	-	-	(149,935)
Capital project activities	(99,855)	-	-	-	(99,855)
	<u>\$ (401,336)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(401,336)</u>
General Revenues					
					432,093
					27,655
					19,491
					<u>479,239</u>
					77,903
					<u>(3,219,765)</u>
					<u>\$ (3,141,862)</u>

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

**RICHARDS FARM METROPOLITAN DISTRICT
BALANCE SHEET – GOVERNMENTAL FUNDS
December 31, 2024**

	General Fund	Debt Service Fund	Capital Project Fund	Total Government Funds
ASSETS				
Cash and investments	\$ 42,414	\$ -	\$ -	\$ 42,414
Cash and investments - Restricted	4,800	34,707	153,815	193,322
Accounts receivable	75	-	-	75
Accounts receivable - specific ownership tax	871	1,503	-	2,374
Property taxes receivable	156,500	270,000	-	426,500
Prepaid expenses	7,188	-	-	7,188
TOTAL ASSETS	\$ 211,848	\$ 306,210	\$ 153,815	\$ 671,873
LIABILITIES				
Accounts payable and accrued liabilities	\$ 142	\$ -	\$ -	\$ 142
DEFERRED INFLOWS OF RESOURCES				
Deferred property tax revenue	156,500	270,000	-	426,500
FUND BALANCES				
Restricted:				
Emergencies (TABOR)	4,800	-	-	4,800
Debt service	-	36,210	-	36,210
Capital projects	-	-	153,815	153,815
Non-spendable	7,188	-	-	7,188
Unrestricted	43,218	-	-	43,218
TOTAL FUND BALANCES	55,206	36,210	153,815	245,231
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 211,848	\$ 306,210	\$ 153,815	

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

Other long-term assets are not available or otherwise cannot be converted to cash to pay for current expenditures and, therefore, are recorded as expenditures in the funds	
Land	3,970
Property, structures and equipment, net	390,347
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:	
General obligation bonds	(3,480,000)
Loan payable	(283,000)
Accrued interest payable	(18,410)
Net position of governmental activities	\$ (3,141,862)

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

RICHARDS FARM METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
12-Month Period Ended
December 31, 2024

	General Fund	Debt Service Fund	Capital Project Fund	Total Government Funds
REVENUES				
Property taxes	\$ 158,554	\$ 273,539	\$ -	\$ 432,093
Specific ownership taxes	10,148	17,507	-	27,655
Covenant violation fine income	-	-	-	-
Net investment income	8,691	10,800	-	19,491
Total Revenues	177,393	301,846	-	479,239
EXPENDITURES				
General and administration	50,761	-	-	50,761
Landscaping maintenance	60,865	-	-	60,865
Other district expenses	18,706	-	-	18,706
Trash removal expenses	21,214	-	-	21,214
Debt service				
Direct and indirect collection costs	-	10,605	-	10,605
Interest - series 2019B bonds	-	20,763	-	20,763
Senior loan interest	-	118,075	-	118,075
Principal - series 2019B bonds	-	100,000	-	100,000
Senior loan expense	-	43,000	-	43,000
Major capital projects	-	-	66,246	66,246
Total Expenditures	151,546	292,443	66,246	510,235
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	25,847	9,403	(66,246)	(30,996)
OTHER FINANCING SOURCES (USES)				
Fund Transfers In / (Out)	(40,000)	-	40,000	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(14,153)	9,403	(26,246)	(30,996)
FUND BALANCES – BEGINNING	69,359	26,807	180,061	276,227
FUND BALANCES – END OF YEAR	\$ 55,206	\$ 36,210	\$ 153,815	\$ 245,231

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

**RICHARDS FARM METROPOLITAN DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
12-Month Period Ended
December 31, 2024**

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

Net change in fund balances – Total government funds	\$	(30,996)
--	----	----------

The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Bonds - principal payment		100,000
Loan - principal payment		43,000

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. Therefore, this is the net capital outlay activity for the year:

Depreciation expense on property, structures and equipment		(33,609)
--	--	----------

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in accrued interest on debt		(492)
------------------------------------	--	-------

Changes in net position of governmental activities	\$	77,903
---	-----------	---------------

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

**RICHARDS FARM METROPOLITAN DISTRICT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL
12-Month Period Ended
December 31, 2024**

	Original Budget	Actual Amounts	Positive / (Negative) Variance with Original Budget
REVENUES			
Property taxes	\$ 156,500	\$ 158,554	\$ 2,054
Specific ownership taxes	11,400	10,148	(1,252)
Covenant violation fine income	500	-	(500)
Net investment income	500	8,691	8,191
Total Revenues	168,900	177,393	8,493
EXPENDITURES			
General and administration	58,300	50,761	7,539
Landscaping maintenance	52,700	60,865	(8,165)
Other district expenses	19,300	18,706	594
Trash removal expenses	27,000	21,214	5,786
Total Expenditures	157,300	151,546	5,754
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	11,600	25,847	14,247
OTHER FINANCING SOURCES (USES)			
Transfers in (out)	(40,000)	(40,000)	-
Total Other Financing Sources (Uses)	(40,000)	(40,000)	-
EXCESS OF REVENUES AND OTHER FINANCIAL SOURCES OVER	(28,400)	(14,153)	14,247
FUND BALANCE – BEGINNING OF YEAR	73,400	69,359	(4,041)
FUND BALANCE – END OF YEAR	\$ 45,000	\$ 55,206	\$ 10,206

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

**RICHARDS FARM METROPOLITAN DISTRICT
GENERAL FUND
EXPENDITURE DETAILS - BUDGET AND ACTUAL
12-Month Period Ended
December 31, 2024**

	Original Budget	Actual Amounts	Positive / (Negative) Variance with Original Budget
GENERAL AND ADMINISTRATION			
District management and accounting fees	\$ 32,100	\$ 32,100	\$ -
Administrative costs	2,000	1,446	554
Audit fees	7,200	8,500	(1,300)
Collection fees – County Treasurer	2,400	2,379	21
Board of Directors’ fees	2,500	2,900	(400)
Board training and conferences	3,000	-	3,000
Insurance	4,100	3,436	664
Legal fees	3,000	-	3,000
Contingency	2,000	-	2,000
Total General and Administration	<u>\$ 58,300</u>	<u>\$ 50,761</u>	<u>\$ 7,539</u>
LANDSCAPING MAINTENANCE			
Ground maintenance fees	19,800	20,858	(1,058)
Tree maintenance & replacement	3,000	6,173	(3,173)
Backflow maintenance	-	-	-
Sprinkler repairs	5,000	10,546	(5,546)
Sprinklers – water	10,000	12,019	(2,019)
Sprinklers – electricity	300	249	51
Winter tree watering	-	66	(66)
Sidewalk maintenance	-	-	-
Detention pond maintenance	-	2,685	(2,685)
Landscaping projects	5,000	4,819	181
Perimeter fence maintenance	2,000	-	2,000
Monument sign maintenance	1,000	-	1,000
Insurance - property	1,100	1,135	(35)
Miscellaneous landscape costs	5,500	2,315	3,185
Total Landscaping Maintenance	<u>\$ 52,700</u>	<u>\$ 60,865</u>	<u>\$ (8,165)</u>
OTHER DISTRICT EXPENSES			
Snow removal	5,000	2,338	2,662
Vandalism	1,000	-	1,000
Newletter publication costs	400	-	400
Park and recreation events	3,000	758	2,242
Dumpster service	-	4,233	(4,233)
Election expenses	-	-	-
Covenant enforcement services	9,900	11,377	(1,477)
Total Other District Expenses	<u>\$ 19,300</u>	<u>\$ 18,706</u>	<u>\$ 594</u>

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

RICHARDS FARM METROPOLITAN DISTRICT
NOTES TO FINANCIAL STATEMENTS
12-Month Period Ended December 31, 2024

NOTE 1 – DEFINITION OF REPORTING ENTITY

Richards Farm Metropolitan District (District), a quasi-municipal corporation and political subdivision of the State of Colorado, was organized on September 03, 2015, and is governed pursuant to provisions of the Colorado Special District Act (Title 32). The District operates under a service plan approved by City of Arvada (City) on April 06, 2015. The District's service area is located in Jefferson County, Colorado entirely within the boundaries of the City. The District was established to provide financing for the design, acquisition, construction and installation of streets, traffic and safety controls, park and recreation, sanitary sewer, storm drainage and other improvements (Public Improvements) within and without the District boundaries for the benefit of the taxpayers and inhabitants of the District. The District was also established to (1) maintain various open spaces within the District (not otherwise owned and maintained by the City), (2) maintain perimeter fencing, and (3) provide covenant enforcement and architectural review services.

The District follows the Governmental Accounting Standards Board (GASB) accounting pronouncements, which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organizations elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organizations governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

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

The District is not financially accountable for any other organization, nor is the District a component unit of any other primary governmental entity.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies of the District are 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 property taxes.

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

These notes are an integral part of the accompanying financial statements.

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 District 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 and specific ownership 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 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 of the general government, except those required to be accounted for in another fund.

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

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

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

Budgets

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate 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 established by State law. The budget includes each fund on its basis of accounting unless otherwise indicated.

Actual expenditures in the Capital Projects Fund exceeded budgeted amounts. This may be a violation of State law.

These notes are an integral part of the accompanying financial statements.

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.

Investments are carried at net asset value.

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 inflow 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.

Specific Ownership Taxes

Beginning in 1937, the State of Colorado began assessing a tax annually on motor vehicles (aka Specific Ownership Tax). The Specific Ownership Tax is graduated based on a vehicle's age and original value. Specific Ownership Tax revenue collected by the State is apportioned among the 64 counties based on the number of state highway miles within each county. Each county allocates its respective share of specific ownership tax revenue proportionally among the various property-taxing governmental entities on the basis of total property taxes assessed by each entity in relation to total property taxes assessed by all entities within the county. In 2024, the District's share of Specific ownership taxes was equal to approximately 6.4% of property taxes collected.

Specific ownership tax is allocated proportionally between each fund based on the ratio of property tax revenue collected for each fund compared to total property revenue collected by the District.

Property Maintenance Fines

Covenant violation fines are assessed, in accordance with the District's covenant enforcement policy, on properties that the District deems to be in violation of the restrictive covenants provided in the Covenants and Restrictions of Richards Farm filed with the Jefferson County Clerk & Recorder's Office on January 14, 2016 at reception number 2016004460 (the Declaration). Covenant violation fines are recognized as income after the violation has been identified, the homeowner has been notified and the period has expired for the homeowner to request a hearing to dispute the violation. Pursuant to 32-1-1001(1)(j)(I) CRS, fines and reimbursable costs are secured on and against each respective property by a perpetual lien.

These notes are an integral part of the accompanying financial statements.

Reimbursable Costs

Legal fees and other costs incurred by the District related to covenant enforcement actions and other services provided to specific properties within the District are charged back to the respective property owners. The District presents reimbursable costs on a net basis. Factors considered by the District in determining whether to present reimbursable cost chargeback revenue on a gross or net basis include whether risks exist that the District will be unable to recover such costs from property owners. Pursuant to 32-1-1001(1)(j)(l) CRS, fines and reimbursable costs are secured on and against each respective property by a perpetual lien, which has priority over all other encumbrances on a property.

Capital Assets

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 costs or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

When purchased or constructed, the District classifies newly acquired property, equipment and structures by functional area. The depreciable lives assigned to each functional area is as follows: perimeter fencing (20 years), monument signage (20 years), landscaping including sprinkler systems (15 years), and roads, curbs and sidewalks (40 years). The estimated depreciable lives assigned to each asset class are based on the assumption that such assets are reasonably and regularly maintained and used for their intended purpose.

Deferred Outflows of Resources and Deferred Inflows of Resources

A deferred inflow of resources is an acquisition of net position by a government that is applicable to a future reporting period and a deferred outflow of resources is a consumption of net position by a government that is applicable to a future reporting period. Both deferred inflows and outflows are reported in the statement of net position but are not recognized in the financial statement as revenues and expenses until the period(s) to which they relate. Deferred inflows of resources in the governmental fund financial statements of the District for the 12-month period ended December 31, 2024 are comprised of property taxes due from Jefferson County that will not be collected within 60 days of the end of the current calendar year. Deferred inflows of resources in the government-wide financial statements represents property taxes for which an enforceable legal claim to assets exists, but for which the levy pertains to the subsequent year.

Equity

Net Position

For government-wide presentation purposes when both restricted and unrestricted resources are available for use, it is the government'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: non-spendable, restricted, committed, assigned, and unassigned. Because circumstances differ among governments, not every government or every governmental

These notes are an integral part of the accompanying financial statements.

fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

- ***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 a fund balance that is constrained to being used for a specific purpose by external parties (such as bondholders), constitutional provisions, or enabling legislation.
- ***Committed fund balance*** – The portion of a 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 a 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 a 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 policy to use the most restrictive classification first.

NOTE 3 – CASH AND INVESTMENTS

Cash and investments as of December 31, 2024 are classified in the accompanying financial statements as follows:

Statement of net position:

Cash and investments – unrestricted	\$ 42,414
Cash and investments – restricted	193,322
Total cash and investments	\$ 235,736

Cash and investments as of December 31, 2024 consist of the following:

Deposits with financial institutions	\$ 29,864
Investments	205,872
Total cash and investments	\$ 235,736

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

These notes are an integral part of the accompanying financial statements.

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.

At December 31, 2024, the District's cash deposits had a bank balance and carrying balance of \$29,864.

Investments

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

The District generally limits its concentration of investments to those listed 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 disclosure requirements or subject to 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.

Revenue bonds of local government securities, corporate and bank securities, and guaranteed investment contracts not purchased with bond proceeds, are limited to maturities of three years or less.

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 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
- Commercial paper
- Written repurchase agreements and certain reverse purchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

As of December 31, 2024, the District's investments were comprised of the following:

Investment	Maturity	Amortized Cost
Colorado Surplus Asset Fund Trust (CSAFE)	Weighted Average Under 60 Days	\$ 205,872

These notes are an integral part of the accompanying financial statements.

CSAFE

The District holds investments in the Colorado Surplus Asset Fund Trust (CSAFE), which is an investment vehicle established by state statute for local government entities to pool surplus assets. The State Securities Commissioner administers and enforces all State statutes governing CSAFE. CSAFE operates similarly to a money market fund and each share is equal in value to \$1.00. CSAFE may invest in U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain money market funds and highest rated commercial paper. CSAFE measures its investments at amortized cost, which value is not materially different (less than 0.005% difference) than the fair value measurement of such investments. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption period notice. A designated custodial bank serves as custodian for CSAFE's portfolio pursuant to a custodian agreement. The custodian acts as safekeeping agent for CSAFE's investment portfolio and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by CSAFE. No limitations exist on the District's ability to withdraw funds invested in CSAFE. CSAFE is rated AAmmf by Fitch Group.

NOTE 4 – CAPITAL ASSETS

An analysis of the changes in capital assets for the 12-month period ended December 31, 2024, follows:

	Balance at Dec. 31, 2023	Additions	Deletions	Balance at Dec. 31, 2024	Accumulated Depreciation
Perimeter fencing	\$ 197,000	\$ -	\$ -	\$ 197,000	(\$ 59,100)
Landscaping in open spaces	250,000	-	-	250,000	(100,002)
Trees in landscaping	31,000	-	-	31,000	(12,401)
Monument sign	87,000	-	-	87,000	(26,100)
W 72 nd Ave road and curb	27,000	-	-	27,000	(4,050)
Capital assets, net	\$ 592,000	\$ -	\$ -	\$ 592,000	(\$ 201,653)

The District has recorded all land owned by the District at a nominal value of \$3,970.

NOTE 5 – LONG-TERM DEBT

The following is a summary of the changes in the District's long-term debt for the 12-month period ended December 31, 2024:

	Balance at Dec. 31, 2023	Additions	Retirements	Balance at Dec. 31, 2024	Due within one year
Senior Loan Payable	\$ 3,580,000	\$ -	(\$ 100,000)	\$ 3,480,000	\$ 105,000
Accrued Interest – Senior Loan Payable	16,893	118,502	(118,075)	17,320	-
Series 2019B G.O Bonds	326,000	-	(43,000)	283,000	44,000
Accrued Interest – Series 2019B G.O. Bonds	1,025	20,828	(20,763)	1,090	-
Total	\$ 3,923,918	\$ 140,314	(\$ 282,822)	\$ 3,781,410	\$ 149,000

These notes are an integral part of the accompanying financial statements.

Details regarding the District's long-term obligations are as follows:

Senior Loan Payable (Senior Loan)

On November 26, 2019, the District entered into an agreement with Academy Bank, N.A. to borrow \$3,900,000 (Senior Loan). Senior Loan bore interest at an annual rate of 4.35% until the Series 2015A and Series 2015B bonds are defeased (which occurred on September 17, 2020). After the Series 2015A and Series 2015B bonds were defeased, the Senior Loan then bore interest at the annual rate of 3.30%. Interest payments are payable semi-annually on June 1 and December 1, beginning on June 01, 2020. Annual mandatory principal payments are due on December 1, beginning on December 01, 2020. The Senior Loan matures on December 01, 2045. The District may prepay any additional principal payments due on the Senior Loan without penalty.

The proceeds from the Senior Loan were used to repay the Series 2015A and Series 2015B bonds in full and fund a portion of the costs related to completing this refinancing transaction.

The Senior Loan is secured by and payable solely from Senior Pledged Revenue, net of any costs of collection, which is comprised of the following:

- a) all property tax revenues generated by the imposition of the Senior Required Debt Mill Levy;
- b) all specific ownership taxes attributable to the Senior Required Debt Mill Levy;
- c) any other legally available amounts that the District determines, in its sole discretion, to credit to the Senior Loan.

The Senior Required Mill Levy is defined in the Senior Loan Agreement as a rate that is sufficient to pay the principal of and interest on the Senior Loan, but such rate cannot exceed the Maximum Mill Levy (see "Debt Authorization – Service Plan" below) as established in the District's Service Plan.

The minimum annual principal payments and related interest payments due on the Senior Loan is as follows:

	Minimum Principal Payments	Planned Payments		
		Principal	Interest	Total
2025	\$ 45,000	\$ 105,000	\$ 114,840	\$ 219,840
2026	50,000	115,000	111,375	226,375
2027	55,000	115,000	107,850	222,850
2028	60,000	125,000	103,785	228,785
2029	65,000	130,000	99,660	229,660
2030 to 2034	420,000	750,000	429,495	1,179,495
2035 to 2039	615,000	950,000	293,205	1,243,205
2040 to 2044	875,000	1,190,000	121,110	1,311,110
2045	450,000	-	-	-
		\$3,480,000	\$ 1,381,320	\$ 4,861,320

The District's anticipates actual annual principal payments on the Senior Loan will exceed the minimum annual required principal payments. The District's schedule of planned debt service payments to maturity is provided on page 25.

These notes are an integral part of the accompanying financial statements.

Events of Default – Senior Loan Payable

The following events are considered events of default under the Senior Loan Agreement: (1) the principal of or interest on the Senior Loan is not paid when due, (2) the District fails to observe or perform any of the covenants, agreements, duties or conditions on the part of the District in the Indenture of Trust and such failure is not remedied to the satisfaction of the Lender within 30 days after the date on which the District receives notice from the Lender of such failure, (3) any representation or warranty made by the District in the Senior Loan Agreement proves to have been untrue or incomplete in any material respect when made or deemed made, (4) the District fails or refuses to impose the Required Mill Levy or to pay the Property Tax Revenue and Debt Service Specific Ownership Tax Revenue to the Trustee, (5) the occurrence and continuance of an event of non-compliance under the Authorizing Resolution, the Custodial Agreement, or the Tax Certificate after the expiration of any grace period or (ii) the occurrence and continuance of an event of default, event of termination or event of nonperformance under any Financing Document, (6) any judgment or court order for the payment of money exceeding any applicable insurance coverage by more than \$10,000 in the aggregate is rendered against the District and the District fails to vacate, bond, stay, contest, pay or satisfy such judgment or court order for sixty (60) days, (7) the District initiates, acquiesces or consents to any proceedings to dissolve the District or to consolidate the District with other similar entities into a single entity or the District shall otherwise cease to exist, (8) a change occurs in the financial or operating conditions of the District, or the occurrence of any other event that, in the Bank's reasonable judgment, will have a materially adverse impact on the sufficiency of the Pledged Revenue to satisfy the District's obligations under this Agreement or its other obligations, and the District fails to cure such condition within six months after receipt by the District of written notice thereof from the Bank, (9) the District commences any case, proceeding or other action (A) under any existing or future law of any jurisdiction relating to bankruptcy, insolvency, reorganization or relief of debtors, seeking to have an order for relief entered with respect to it or seeking to adjudicate it insolvent or a bankrupt or seeking reorganization, arrangement, adjustment, winding-up, liquidation, dissolution, composition or other relief with respect to it or its debts; or (B) seeking appointment of a receiver, trustee, custodian or other similar official for itself or for any substantial part of its property, or the District shall make a general assignment for the benefit of its creditors, (10) the Senior Loan Agreement, or any material provision hereof or thereof, (i) ceases to be valid and binding on the District or is declared null and void, or the validity or enforceability thereof is contested by the District (unless being contested by the District in good faith), or the District denies it has any or further liability under any such document to which it is a party; or (ii) any pledge or security interest created hereunder fails to be fully enforceable with the priority required hereunder, (11) the auditor for the District delivers a qualified opinion with respect to the District's status as an on-going concern or (12) any funds or investments on deposit in, or otherwise to the credit of the Senior Loan Fund established in the Loan Agreement shall become subject to any writ, judgment, warrant or attachment, execution or similar process.

Available remedies to the Lender for an Event of Default are (1) apply all amounts as Collateral to the Senior Loan, (2) initiating a lawsuit against the District and (3) compelling the District to cure the default via mandamus or any other suit, action, or proceeding at law or in equity. Acceleration of the repayment of the Senior Loan is not an available remedy for an Event of Default.

Series 2019B Subordinate Limited Tax G.O. Bonds (Series 2019B Bonds)

On December 12, 2019, the District issued Subordinate Limited Tax G.O. Bonds, Series 2019B in the amount of \$464,000. The Series 2019B Bonds were issued at the compounding annual rate of 6.50% and are payable annually on December 15, beginning December 15, 2020, from, and to the extent of, Subordinate Pledged Revenue available, if any, and mature on December 15, 2049. The Subordinate Bonds are structured as cash flow bonds meaning that there are no scheduled payments of principal or interest prior to the final maturity date. Unpaid interest on the Subordinate Bonds compounds annually on each December 15.

These notes are an integral part of the accompanying financial statements.

The Series 2019B Bonds are secured by and payable from Subordinate Pledged Revenue, net of any costs of collection, which includes:

- a) all property taxes revenues generated by the imposition of the Subordinate Required Mill Levy;
- b) all specific ownership taxes attributable to the Subordinate Required Mill Levy;
- c) any other legally available moneys which the District determines, in its sole discretion, to credit to the Series 2019B Bonds.

The Subordinate Required Mill Levy is defined in the Series 2019B Bond Offering Document as the Maximum Mill Levy (see “Debt Authorization – Service Plan” below) less the Senior Required Mill Levy.

The Series 2019B are subject to redemption prior to maturity, at the option of the District on December 01, 2024, and on any date thereafter, upon payment of par, accrued interest, and a redemption premium equal to a percentage of the principal amount so redeemed, as follows:

Date of Redemption	Redemption Premium (%)	Redemption Premium (\$)
December 15, 2024, to December 14, 2025	3.0%	\$ 8,520
December 15, 2025, to December 14, 2026	2.0%	\$ 4,800
December 15, 2026, to December 14, 2027	1.0%	\$ 1,420
December 15, 2027, and thereafter	0.0%	\$ -

Events of Default – Series 2019B Bonds

The following events are considered events of default under the bond indenture of trust: (1) The District fails or refuses to impose the Subordinate Required Mill Levy or to apply the Subordinate Pledged Revenue as required by the Indenture of Trust, (2) the District defaults in the performance or observance of any of the covenants, agreements, or conditions on the part of the District in the Indenture or the Bond Resolution and fails to remedy the same after notice thereof is provided to the District by the Trustee, Bond Insurer or Bond Owners or (3) the District files a petition under the federal bankruptcy laws or other applicable bankruptcy laws seeking to adjust the obligation represented by the Bonds. Failure to pay the principal of or interest on the Bonds when due shall not, of itself, constitute an Event of Default if the District has levied the Required Mill Levy, complied with all covenants and conditions of the Indenture of Trust and remitted all Pledged Revenues to the Trustee. Available remedies for an Event of Default are (1) placing the district in receivership, (2) Trustee initiating a lawsuit against the District and (3) compelling the District to cure the default via mandamus or any other suit, action, or proceeding at law or in equity. Acceleration of the repayment of the Bonds is not an available remedy for an Event of Default.

Debt Authorization

Debt Authorization – Service Plan

The District’s Service Plan authorizes the District to issue up to \$7 million in debt over a term not to exceed 40 years. The repayment of the District’s debt can exceed 40 years if the majority of the District’s Board are residents of the District and the District’s Board has voted in favor of refunding a part or all of the District’s debt (which must result in a net present value savings).

These notes are an integral part of the accompanying financial statements.

The District's Service Plan also establishes a Maximum Mill levy the District is permitted to impose on taxable property within the District for the payment of debt. As long as the District's total outstanding debt exceeds 50% of the assessed valuation of all taxable property within the District, the Maximum Debt Mill Levy is 40 mills, as adjusted by the State of Colorado for changes in the ratio of taxable valuation to assessed valuation of real property since January 1, 2004. As of January 1, 2004, the ratio was 7.96%. The ratio for 2024 was 6.70%, which caused the District's Maximum Mill Levy for debt service for 2024 to be 47.522.

As of December 31, 2024, total remaining debt issuance authorization under the District's Service Plan is \$2,876,970.

Debt Authorization – TABOR

The District has no unused borrowing power granted by the District's eligible electors to the District. The District is unable to issue additional debt without first obtaining approval from the District's eligible electors.

NOTE 6 – NET POSITION (DEFICIT)

Restricted Net Position

The District's restricted net position as of December 31, 2025 in the general fund, debt service fund and capital projects fund totaled \$4,800, \$36,210 and \$153,815, respectively. The restricted net position within the general fund is due to spending restrictions established by TABOR. See Note 9 for further details. The restricted net position within the debt service fund is comprised of funds that are restricted to servicing the District's debt obligations. The restricted net position within the capital project fund is comprised of funds restricted for funding the construction of public infrastructure.

Non-Spendable Net Position

The District's non-spendable net position as of December 31, 2024 in the general fund, debt service fund and capital project fund totaled \$7,188, \$0, and \$0, respectively. These balances were created due to the District prepaying certain 2025 expenses in 2024.

Unassigned Net Position

The District's unassigned net position as of December 31, 2024 totaled (\$3,343,875). This deficit amount was a result of the District being responsible for the repayment of bonds issued for public improvements conveyed to the City of Arvada and the District.

NOTE 7 – RELATED PARTIES

For the 12-month period ended December 31, 2024, all five directors serving on the District's board were residents of the District and reported no conflicts of interest arising from their participation on the District's board.

NOTE 8 – RISK MANAGEMENT

Except as provided in the Colorado Governmental Immunity Act, the District may be 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.

These notes are an integral part of the accompanying financial statements.

The District is a member of the Colorado Special Districts Property and Liability Pool (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.

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 9 – TAX, SPENDING AND DEBT LIMITATIONS

Article X, Section 20 of the Colorado Constitution—referred to as the Taxpayer's Bill of Rights (TABOR)—contains tax, spending, revenue and debt limitations which apply to the State of Colorado and all local governments.

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

On November 7, 2023, District voters authorized the District to assess property taxes up to \$600,000 annually, without limitation to rate, to pay the District's operations, maintenance and other expenses. Additionally, the District voters approved a revenue change to allow the District to retain and spend all revenue, other than ad valorem taxes, in excess of TABOR spending, revenue raising or other limitations.

The \$600,000 voter-approved property tax limit may be adjusted to reflect changes in the Denver-Boulder CPI. As of December 31, 2023, the United States Bureau of Labor Statistics Consumer Price Index (CPI) for Denver-Boulder was 320.300. As of December 31, 2024, the CPI for Denver-Boulder was 327.572. Based on the December 31, 2024 CPI, the voter-approved property tax limit adjusted for changes in the CPI since 2023 is \$613,600.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). TABOR prohibits the District from using its emergency reserves to compensate for economic conditions and revenue shortfalls.

TABOR is complex and subject to legal interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits, may require judicial interpretation.

These notes are an integral part of the accompanying financial statements.

SUPPLEMENTARY INFORMATION

**RICHARDS FARM METROPOLITAN DISTRICT
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL
12-Month Period Ended
December 31, 2024**

	Original Budget	Actual Amounts	Positive / (Negative) Variance with Original Budget
REVENUES			
Property taxes	\$ 270,000	\$ 273,539	\$ 3,539
Specific ownership taxes	19,700	17,507	(2,193)
Net investment income	10,000	10,800	800
Total Revenues	299,700	301,846	2,146
EXPENDITURES			
Direct and indirect collection costs	12,000	10,605	1,395
Debt service			
Interest - Series 2019B bonds	21,200	20,763	437
Interest - Senior bank loan	118,200	118,075	125
Principal - Senior bank loan	100,000	100,000	-
Principal - Series 2019B bonds	42,000	43,000	(1,000)
Total Expenditures	293,400	292,443	957
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	6,300	9,403	3,103
OTHER FINANCING SOURCES (USES)			
Transfers in (out)	-	-	-
Total Other Financing Sources (Uses)	-	-	-
EXCESS OF REVENUES AND OTHER FINANCIAL SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	6,300	9,403	3,103
FUND BALANCE – BEGINNING	27,200	26,807	(393)
FUND BALANCE – END OF YEAR	\$ 33,500	\$ 36,210	\$ 2,710

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

**RICHARDS FARM METROPOLITAN DISTRICT
DEBT SERVICE FUND
COLLECTION COST DETAILS - BUDGET AND ACTUAL
12-Month Period Ended
December 31, 2024**

	Original Budget	Actual Amounts	Positive / (Negative) Variance with Original Budget
DIRECT AND INDIRECT COLLECTION COSTS			
Collection fees – County Treasurer	\$ 12,000	\$ 4,105	\$ 7,895
Indirect collection cost allocation	-	-	-
Legal fees	-	-	-
Bond paying agent fees	-	6,500	(6,500)
Miscellaneous	-	-	-
Total Direct and Indirect Collection Costs	\$ 12,000	\$ 10,605	\$ 1,395

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

**RICHARDS FARM METROPOLITAN DISTRICT
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL
12-Month Period Ended
December 31, 2024**

	Original Budget	Actual Amounts	Positive / (Negative) Variance with Original Budget
REVENUES			
Net investment income	\$ 5,000	\$ -	\$ (5,000)
Other	-	-	-
Total Revenues	5,000	-	(5,000)
EXPENDITURES			
General and administrative fees	-	-	-
Capital projects			
Major capital projects	25,000	66,246	(41,246)
Total Expenditures	25,000	66,246	(41,246)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(20,000)	(66,246)	(46,246)
OTHER FINANCING SOURCES (USES)			
Transfers In (Out)	40,000	40,000	-
Total Other Financing Sources (Uses)	40,000	40,000	-
EXCESS OF REVENUES AND OTHER FINANCIAL SOURCES	20,000	(26,246)	(46,246)
FUND BALANCE – BEGINNING OF YEAR	180,600	180,061	(539)
FUND BALANCE – END OF YEAR	\$ 200,600	\$ 153,815	\$ (46,785)

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

OTHER SUPPLEMENTARY INFORMATION

RICHARDS FARM METROPOLITAN DISTRICT
SCHEDULE OF PLANNED DEBT SERVICE PAYMENTS TO MATURITY
 December 31, 2024

The District's planned repayment schedule for its 2019 Loan and Series 2019B bonds is as follows:

Year Ended Dec. 31,	2019 Loan (Academy Bank) Original Amount: \$3,900,000			Series 2019B Bonds Original Amount: \$464,000			Total Planned Debt Payments		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2025	\$ 105,000	\$ 114,840	\$ 219,840	\$ 44,000	\$ 18,460	\$ 62,460	\$ 149,000	\$ 133,300	\$ 282,300
2026	115,000	111,375	226,375	45,000	15,600	60,600	160,000	126,975	286,975
2027	115,000	107,580	222,580	53,000	12,675	65,675	168,000	120,255	288,255
2028	125,000	103,785	228,785	55,000	9,230	64,230	180,000	113,015	293,015
2029	130,000	99,660	229,660	58,000	5,655	63,655	188,000	105,315	293,315
2030	140,000	95,370	235,370	29,000	1,885	30,885	169,000	97,255	266,255
2031	140,000	90,750	230,750	-	-	-	140,000	90,750	230,750
2032	150,000	86,130	236,130	-	-	-	150,000	86,130	236,130
2033	155,000	81,180	236,180	-	-	-	155,000	81,180	236,180
2034	165,000	76,065	241,065	-	-	-	165,000	76,065	241,065
2035	170,000	70,620	240,620	-	-	-	170,000	70,620	240,620
2036	185,000	65,010	250,010	-	-	-	185,000	65,010	250,010
2037	190,000	58,905	248,905	-	-	-	190,000	58,905	248,905
2038	200,000	52,635	252,635	-	-	-	200,000	52,635	252,635
2039	205,000	46,035	251,035	-	-	-	205,000	46,035	251,035
2040	220,000	39,270	259,270	-	-	-	220,000	39,270	259,270
2041	225,000	32,010	257,010	-	-	-	225,000	32,010	257,010
2042	240,000	24,585	264,585	-	-	-	240,000	24,585	264,585
2043	245,000	16,665	261,665	-	-	-	245,000	16,665	261,665
2044	260,000	8,580	268,580	-	-	-	260,000	8,580	268,580
	<u>\$3,480,000</u>	<u>\$1,381,050</u>	<u>\$4,861,050</u>	<u>\$ 284,000</u>	<u>\$63,505</u>	<u>\$347,505</u>	<u>\$3,764,000</u>	<u>\$1,444,555</u>	<u>\$5,208,555</u>

RICHARDS FARM METROPOLITAN DISTRICT
**SUMMARY OF ASSESSED VALUATION,
MILL LEVY AND PROPERTY TAXES COLLECTED**
December 31, 2024

Year Ended December 31,	Prior Year Assessed Valuation for Current Year tax Levy	Mills Levied		Total Property Taxes		Percent Collected to Levied
		Operations	Debt	Levied	Collected (Note A)	
2020	\$ 5,864,004	32.530	44.531	\$ 451,964	\$ 451,104	99.80%
2021	5,896,431	27.644	44.298	424,200	424,188	99.99%
2022	6,508,150	23.693	41.486	424,200	424,195	99.99%
2023	6,329,585	24.725	42.656	426,500	426,501	100.0%
2024	7,493,587	20.885	36.031	426,500	432,093	101.3%
2025	7,504,406	20.854	35.979	426,500	[TBD]	[TBD]

NOTE A: Property taxes collected in any one year may include collection of delinquent property taxes levied in prior years.

RICHARDS FARM METROPOLITAN DISTRICT
CHANGE IN TOTAL OVERLAPPING MILL LEVY
 December 31, 2024

	2023 Mill Levy *	2024 Mill Levy **	Change
Richards Farm Metropolitan District	56.916	56.833	(0.083)
Jefferson County School District	44.526	44.488	(0.038)
Jefferson County	26.978	26.978	-
Arvada Fire Protection District	15.728	15.669	(0.059)
Apex Park & Recreation District	4.454	4.424	(0.030)
City of Arvada	4.310	4.310	-
Urban Drainage and Flood Control	0.900	0.900	-
Urban Drainage and Flood Control – South Platte	0.100	0.100	-
Total Mill Levy	153.912	153.702	(0.210)

* -- For property tax collections in 2024

** -- For property tax collections in 2025

RICHARDS FARM METROPOLITAN DISTRICT
HISTORICAL DEBT RATIOS
 December 31, 2024

	2020	2021	2022	2023	2024
General Obligation Bonds	\$ 430,000	\$ 399,000	\$ 363,000	\$ 326,000	\$ 283,000
Other TABOR debt	\$ 3,850,000	\$ 3,765,000	\$ 3,675,000	\$ 3,580,000	\$ 3,480,000
Combined assessed property values within the District	\$ 5,896,431	\$ 6,508,150	\$ 6,329,585	\$ 7,493,587	\$ 7,504,406
Ratio of debt to assessed property values	72.6%	64.0%	63.8%	52.1%	50.1%