

APPLICATION FOR EXEMPTION FROM AUDIT

LONG FORM

NAME OF GOVERNMENT
ADDRESS

Village Center Metropolitan District
4325 N. Nevada
Suite 100
Colorado Springs, CO 80907
Tabitha Barile
719-314-4524
tabithab@diversifiedprop.com
719-578-9140

For the Year Ended
12/31/2018
or fiscal year ended:

CONTACT PERSON
PHONE
EMAIL
FAX

CERTIFICATION OF PREPARER

I certify that I am an independent accountant with knowledge of governmental accounting and that the information in the Application is complete and accurate to the best of my knowledge. I am aware that the Audit Law requires that a person independent of the entity complete the application if revenues or expenditure are at least \$100,000 but not more than \$750,000, and that independent means someone who is separate from the entity.

NAME:	Thomas G. Sistare
ROLE:	Shareholder
FIRM NAME (if applicable):	Hoelting & Company, Inc.
ADDRESS:	31 East Platte Avenue, Suite 300, Colorado Springs, CO 80903
PHONE:	719-630-1091
DATE PREPARED:	March 7, 2019
RELATIONSHIP TO ENTITY:	We provide service to the District as independent Certified Public Accountants.

PREPARER (SIGNATURE REQUIRED)

Thomas G. Sistare

Has the entity filed for, or has the district filed, a Title 32, Article 1 Special District Notice of Inactive status during the year? [Applicable to Title 32 special districts only, pursuant to Sections 32-1-103 (9.3) & 32-1-104 (3), C.R.S.]

YES	NO	If Yes, date filed:
<input type="checkbox"/>	<input checked="" type="checkbox"/>	

P

RECEIVED
March 19, 2019
Office of the State Auditor

PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

Identify Name of Fund

*E: Attach additional sheets as necessary.

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		General Fund	Fund*		Fund*	Fund*	
Assets				Assets			
-1	Cash & Cash Equivalents	\$ 162,247	\$ -	Cash & Cash Equivalents	\$ -	\$ -	
-2	Investments	\$ -	\$ -	Investments	\$ -	\$ -	
-3	Receivables	\$ 535,224	\$ -	Receivables	\$ -	\$ -	
-4	Due from Other Entities or Funds	\$ -	\$ -	Due from Other Entities or Funds	\$ -	\$ -	
	All Other Assets [specify...]			Other Current Assets	\$ -	\$ -	
-5	Prepaid insurance	\$ 1,497	\$ -				
-6		\$ -	\$ -	Total Current Assets	\$ -	\$ -	
-7		\$ -	\$ -	Capital Assets, net (from Part 6-4)	\$ -	\$ -	
-8		\$ -	\$ -	Other Long Term Assets [specify...]	\$ -	\$ -	
-9		\$ -	\$ -		\$ -	\$ -	
10		\$ -	\$ -		\$ -	\$ -	
11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 698,968	\$ -	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ -	\$ -	
12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ -	\$ -	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ -	\$ -	
13	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 698,968	\$ -	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ -	\$ -	
Liabilities				Liabilities			
14	Accounts Payable	\$ 1,532	\$ -	Accounts Payable	\$ -	\$ -	
15	Accrued Payroll and Related Liabilities	\$ -	\$ -	Accrued Payroll and Related Liabilities	\$ -	\$ -	
16	Accrued Interest Payable	\$ -	\$ -	Accrued Interest Payable	\$ -	\$ -	
17	Due to Other Entities or Funds	\$ -	\$ -	Due to Other Entities or Funds	\$ -	\$ -	
18	All Other Current Liabilities	\$ -	\$ -	All Other Current Liabilities	\$ -	\$ -	
19	TOTAL CURRENT LIABILITIES	\$ 1,532	\$ -	TOTAL CURRENT LIABILITIES	\$ -	\$ -	
20	All Other Liabilities [specify...]	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ -	\$ -	
21	Unearned revenue	\$ 1,764	\$ -	Other Liabilities [specify...]:	\$ -	\$ -	
22		\$ -	\$ -		\$ -	\$ -	
23		\$ -	\$ -		\$ -	\$ -	
24		\$ -	\$ -		\$ -	\$ -	
25		\$ -	\$ -		\$ -	\$ -	
26		\$ -	\$ -		\$ -	\$ -	
27		\$ -	\$ -		\$ -	\$ -	
28	(add lines 1-19 through 1-27) TOTAL LIABILITIES	\$ 3,296	\$ -	(add lines 1-19 through 1-27) TOTAL LIABILITIES	\$ -	\$ -	
29	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 495,493	\$ -	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ -	\$ -	
Fund Balance				Net Position			
30	Nonspendable Prepaid	\$ 1,497	\$ -	Net Investment in Capital Assets	\$ -	\$ -	
31	Nonspendable Inventory	\$ -	\$ -				
32	Restricted for TABOR	\$ 19,100	\$ -	Emergency Reserves	\$ -	\$ -	
33	Committed [specify...]	\$ -	\$ -	Other Designations/Reserves	\$ -	\$ -	
34	Assigned [specify...]	\$ -	\$ -	Restricted	\$ -	\$ -	
35	Unassigned:	\$ 179,582	\$ -	Undesignated/Unreserved/Unrestricted	\$ -	\$ -	
36	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL FUND BALANCE	\$ 200,179	\$ -	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL NET POSITION	\$ -	\$ -	
37	Add lines 1-28, 1-29 and 1-36 This total should be the same as line 1-13 TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	\$ 698,968	\$ -	Add lines 1-28, 1-29 and 1-36 This total should be the same as line 1-13 TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ -	\$ -	

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

* #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		General Fund	Fund*		Fund*	Fund*	
Tax Revenue				Tax Revenue			
-1	Property (include mills levied in Question 10-6)	\$ 307,811	\$ -	Property (include mills levied in Question 10-6)	\$ -	\$ -	
-2	Specific Ownership	\$ 39,315	\$ -	Specific Ownership	\$ -	\$ -	
-3	Sales and Use Tax	\$ -	\$ -	Sales and Use Tax	\$ -	\$ -	
-4	Other Tax Revenue [specify...]:	\$ -	\$ -	Other Tax Revenue [specify...]:	\$ -	\$ -	
-5		\$ -	\$ -		\$ -	\$ -	
-6		\$ -	\$ -		\$ -	\$ -	
-7		\$ -	\$ -		\$ -	\$ -	
-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ 347,126	\$ -	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ -	\$ -	
-9	Licenses and Permits	\$ -	\$ -	Licenses and Permits	\$ -	\$ -	
10	Highway Users Tax Funds (HUTF)	\$ -	\$ -	Highway Users Tax Funds (HUTF)	\$ -	\$ -	
11	Conservation Trust Funds (Lottery)	\$ -	\$ -	Conservation Trust Funds (Lottery)	\$ -	\$ -	
12	Community Development Block Grant	\$ -	\$ -	Community Development Block Grant	\$ -	\$ -	
13	Fire & Police Pension	\$ -	\$ -	Fire & Police Pension	\$ -	\$ -	
14	Grants	\$ -	\$ -	Grants	\$ -	\$ -	
15	Donations	\$ -	\$ -	Donations	\$ -	\$ -	
16	Charges for Sales and Services	\$ 289,164	\$ -	Charges for Sales and Services	\$ -	\$ -	
17	Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -	
18	Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ -	\$ -	
19	Interest/Investment Income	\$ 431	\$ -	Interest/Investment Income	\$ -	\$ -	
20	Tap Fees	\$ -	\$ -	Tap Fees	\$ -	\$ -	
21	Proceeds from Sale of Capital Assets	\$ -	\$ -	Proceeds from Sale of Capital Assets	\$ -	\$ -	
22	All Other [specify...]:	\$ -	\$ -	All Other [specify...]:	\$ -	\$ -	
23		\$ -	\$ -		\$ -	\$ -	
24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 636,721	\$ -	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ -	\$ -	
Other Financing Sources				Other Financing Sources			
25	Debt Proceeds	\$ -	\$ -	Debt Proceeds	\$ -	\$ -	
26	Developer Advances	\$ -	\$ -	Developer Advances	\$ -	\$ -	
27	Other [specify...]:	\$ -	\$ -	Other [specify...]:	\$ -	\$ -	
28	Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	GRAND TOTALS
29	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 636,721	\$ -	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ -	\$ -	\$ 636,721

GRAND TOTAL REVENUES AND OTHER FINANCING SOURCES for all funds (Line 2-29) are GREATER than \$750,000 - STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Government Division at (303) 869-3000 for assistance.

PART 3 - FINANCIAL STATEMENTS - OPERATING STATEMENT - EXPENDITURES

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		General Fund	Fund*		Fund*	Fund*	
	Expenditures			Expenditures			
-1	General Government	\$ 51,994	\$ -	General Operating & Administrative	\$ -	\$ -	
-2	Judicial	\$ -	\$ -	Salaries	\$ -	\$ -	
-3	Law Enforcement	\$ -	\$ -	Payroll Taxes	\$ -	\$ -	
-4	Fire	\$ -	\$ -	Contract Services	\$ -	\$ -	
-5	Highways & Streets	\$ -	\$ -	Employee Benefits	\$ -	\$ -	
-6	Solid Waste	\$ -	\$ -	Insurance	\$ -	\$ -	
-7	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	Accounting and Legal Fees	\$ -	\$ -	
-8	Health	\$ -	\$ -	Repair and Maintenance	\$ -	\$ -	
-9	Culture and Recreation	\$ 241,386	\$ -	Supplies	\$ -	\$ -	
10	Transfers to other districts	\$ -	\$ -	Utilities	\$ -	\$ -	
11	Other [specify...]:	\$ -	\$ -	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	
12		\$ -	\$ -	Other [specify...]	\$ -	\$ -	
13		\$ -	\$ -		\$ -	\$ -	
14	Capital Outlay	\$ -	\$ -	Capital Outlay	\$ -	\$ -	
	Debt Service			Debt Service			
15	Principal	\$ -	\$ -	Principal	\$ -	\$ -	
16	Interest	\$ 343,340	\$ -	Interest	\$ -	\$ -	
17	Bond Issuance Costs	\$ -	\$ -	Bond Issuance Costs	\$ -	\$ -	
18	Developer Principal Repayments	\$ -	\$ -	Developer Principal Repayments	\$ -	\$ -	
19	Developer Interest Repayments	\$ -	\$ -	Developer Interest Repayments	\$ -	\$ -	
20	All Other [specify...]:	\$ -	\$ -	All Other [specify...]:	\$ -	\$ -	
21		\$ -	\$ -		\$ -	\$ -	
22	Add lines 3-1 through 3-21	\$ 636,720	\$ -	Add lines 3-1 through 3-21	\$ -	\$ -	GRAND TOTAL
	TOTAL EXPENDITURES			TOTAL EXPENDITURES			636,720
23	Interfund Transfers (In)	\$ -	\$ -	Net Interfund Transfers (In) Out	\$ -	\$ -	
24	Interfund Transfers Out	\$ -	\$ -	Other [specify...][enter negative for expense]	\$ -	\$ -	
25	Other Expenditures (Revenues):	\$ -	\$ -	Depreciation	\$ -	\$ -	
26		\$ -	\$ -	Other Financing Sources (Uses) (from line 2-28)	\$ -	\$ -	
27		\$ -	\$ -	Capital Outlay (from line 3-14)	\$ -	\$ -	
28		\$ -	\$ -	Debt Principal (from line 3-15, 3-18)	\$ -	\$ -	
29	(Add lines 3-23 through 3-28)			(Line 3-26, plus line 3-27, less line 3-24, less line 3-25)			
	TOTAL TRANSFERS AND OTHER EXPENDITURES	\$ -	\$ -	TOTAL GAAP RECONCILING ITEMS	\$ -	\$ -	
30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures			Net Increase (Decrease) in Net Position			
	Line 2-29, less line 3-22, plus line 3-29	\$ 1	\$ -	Line 2-29, less line 3-22, plus line 3-29, plus line 3-23, less line 3-24	\$ -	\$ -	
31	Fund Balance, January 1 from December 31 prior year report	\$ 200,178	\$ -	Net Position, January 1 from December 31 prior year report	\$ -	\$ -	
32	Prior Period Adjustment (MUST explain)	\$ -	\$ -	Prior Period Adjustment (MUST explain)	\$ -	\$ -	
33	Fund Balance, December 31			Net Position, December 31			
	Sum of Line 3-30, 3-31, and 3-32	\$ 200,179	\$ -	Line 3-30 plus line 3-31	\$ -	\$ -	
	This total should be the same as line 1-36.			This total should be the same as line 1-36.	\$ -	\$ -	

GRAND TOTAL EXPENDITURES for all funds (Line 3-22) are GREATER than \$750,000 -STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at 3) 869-3000 for assistance.

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.

YES NO

Please use this space to provide any explanations or comments:

- 1 Does the entity have outstanding debt? YES NO
- 2 Is the debt repayment schedule attached? If no, MUST explain: YES NO
- 3 Is the entity current in its debt service payments? If no, MUST explain: YES NO

District has been making interest only payments under the terms of the bond issue.

-4 Please complete the following debt schedule, if applicable: (please only include principal amounts)

	Outstanding at beginning of year*	Issued during year	Retired during year	Outstanding at year-end
General obligation bonds	\$ 8,235,000	\$ -	\$ -	\$ 8,235,000
Revenue bonds	\$ -	\$ -	\$ -	\$ -
Notes/Loans	\$ -	\$ -	\$ -	\$ -
Leases	\$ -	\$ -	\$ -	\$ -
Developer Advances	\$ -	\$ -	\$ -	\$ -
Other (specify):	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 8,235,000	\$ -	\$ -	\$ 8,235,000

*must agree to prior year ending balance

Please answer the following questions by marking the appropriate boxes.

YES NO

- 5 Does the entity have any authorized, but unissued, debt? YES NO
- es: How much? \$ -
- es: Date the debt was authorized: 2008
- 6 Does the entity intend to issue debt within the next calendar year? YES NO
- es: How much? \$ -
- 7 Does the entity have debt that has been refinanced that it is still responsible for? YES NO
- es: What is the amount outstanding? \$ -
- 8 Does the entity have any lease agreements? YES NO
- es: What is being leased? _____
- What is the original date of the lease? _____
- Number of years of lease? _____
- Is the lease subject to annual appropriation? YES NO
- What are the annual lease payments? \$ -

PART 5 - CASH AND INVESTMENTS

Please provide the entity's cash deposit and investment balances.

AMOUNT TOTAL

Please use this space to provide any explanations or comments:

-1 YEAR-END Total of ALL Checking and Savings accounts	\$ 162,247			
-2 Certificates of deposit	\$ -			
TOTAL CASH DEPOSITS		\$ 162,247		

Investments (if investment is a mutual fund, please list underlying investments):

	\$ -			
	\$ -			
	\$ -			
	\$ -			
TOTAL INVESTMENTS		\$ -		
TOTAL CASH AND INVESTMENTS		\$ 162,247		

Please answer the following question by marking in the appropriate box

YES NO N/A

- 4 Are the entity's Investments legal in accordance with Section 24-75-601, et. seq., C.R.S.? YES NO N/A
- 5 Are the entity's deposits in an eligible (Public Deposit Protection Act) public depository (Section 11-10.5-101, et seq. C.R.S.)? If no, MUST explain: YES NO N/A

PART 6 - CAPITAL ASSETS

Please answer the following question by marking in the appropriate box

YES NO

Please use this space to provide any explanations or comments:

- 1 Does the entity have capitalized assets? YES NO
- 2 Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-506, C.R.S.? If no, MUST explain: YES NO

-3 Complete the following Capital Assets table for GOVERNMENTAL FUNDS:	Balance - beginning of the year*	Additions	Deletions	Year-End Balance
Land	\$ -	\$ -	\$ -	\$ -
Buildings	\$ -	\$ -	\$ -	\$ -
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ 7,835,960	\$ -	\$ -	\$ 7,835,960
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ (1,723,701)	\$ (195,899)	\$ -	\$ (1,919,600)
TOTAL	\$ 6,112,259	\$ (195,899)	\$ -	\$ 5,916,360

-4 Complete the following Capital Assets table for PROPRIETARY FUNDS:	Balance - beginning of the year*	Additions	Deletions	Year-End Balance
Land	\$ -	\$ -	\$ -	\$ -
Buildings	\$ -	\$ -	\$ -	\$ -
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ -	\$ -	\$ -	\$ -

*must agree to prior year ending balance

PART 7 - PENSION INFORMATION

Please answer the following question by marking in the appropriate box

YES NO

Please use this space to provide any explanations or comments:

- 1 Does the entity have an "old hire" firemen's pension plan? YES NO
- 2 Does the entity have a volunteer firemen's pension plan? YES NO

es: Who administers the plan?

Indicate the contributions from:

Tax (property, SO, sales, etc.):	\$ -
State contribution amount:	\$ -
Other (gifts, donations, etc.):	\$ -
TOTAL	\$ -
What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?	\$ -

PART 8 - BUDGET INFORMATION

Please answer the following question by marking in the appropriate box

YES NO N/A

Please use this space to provide any explanations or comments:

-1 Did the entity file a current year budget with the Department of Local Affairs, in accordance with Section 29-1-113 C.R.S.? If no, MUST explain:

YES NO N/A

-2 Did the entity pass an appropriations resolution in accordance with Section 29-1-108 C.R.S.? If no, MUST explain:

YES NO N/A

es: Please indicate the amount budgeted for each fund for the year reported

Fund Name	Budgeted Expenditures
General Fund	\$ 696,200
	\$ -
	\$ -
	\$ -

PART 9 - TAX PAYER'S BILL OF RIGHTS (TABOR)

Please answer the following question by marking in the appropriate box

YES NO

Please use this space to provide any explanations or comments:

-1 Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]? government from the 3 percent emergency reserve requirement. All governments should determine if they meet this

YES NO

PART 10 - GENERAL INFORMATION

Please answer the following question by marking in the appropriate box

YES NO

Please use this space to provide any explanations or comments:

1-1 Is this application for a newly formed governmental entity?

YES NO

es: Date of formation:

1-2 Has the entity changed its name in the past or current year?

YES NO

es: NEW name

PRIOR name

1-3 Is the entity a metropolitan district?

YES NO

1-4 Please indicate what services the entity provides:

1-5 Does the entity have an agreement with another government to provide services?

YES NO

es: List the name of the other governmental entity and the services provided:

1-6 Does the entity have a certified mill levy?

YES NO

es: Please provide the number of mills levied for the year reported (do not enter \$ amounts):

Bond Redemption mills	35.000
General/Other mills	0.000
Total mills	35.000

Please use this space to provide any additional explanations or comments not previously included:

OSA USE ONLY

City Wide:		General Fund		Governmental Funds		Notes		
Restricted Cash & Investments	\$	162,247	Unrestricted Fund Balan	\$	179,582	Total Tax Revenue	\$	347,126
Unrestricted Liabilities	\$	1,532	Total Fund Balance	\$	200,179	Revenue Paying Debt Service	\$	636,721
Deferred Inflow	\$	495,493	PY Fund Balance	\$	200,178	Total Revenue	\$	636,721
			Total Revenue	\$	636,721	Total Debt Service Principal	\$	-
			Total Expenditures	\$	636,720	Total Debt Service Interest	\$	343,340
			Interfund In	\$	-			
Governmental			Interfund Out	\$	-	Enterprise Funds		
Total Cash & Investments	\$	162,247	Proprietary			Net Position	\$	-
Transfers In	\$	-	- Current Assets	\$		- PY Net Position	\$	-
Transfers Out	\$	-	Deferred Outflow	\$		- Government-Wide		
Property Tax	\$	307,811	- Current Liabilities	\$		- Total Outstanding Debt	\$	8,235,000
Debt Service Principal	\$	-	Deferred Inflow	\$		- Authorized but Unissued	\$	-
Total Expenditures	\$	636,720	- Cash & Investments	\$		- Year Authorized		2008
Total Developer Advances	\$	-	- Principal Expense	\$				
Total Developer Repayments	\$	-						

PART 12 - GOVERNING BODY APPROVAL

Please answer the following question by marking in the appropriate box

YES

NO

1-1 If you plan to submit this form electronically, have you read the new Electronic Signature Policy?

Office of the State Auditor — Local Government Division - Exemption Form Electronic Signatures Policy and Procedures

Policy - Requirements

The Office of the State Auditor Local Government Audit Division may accept an electronic submission of an application for exemption from audit that includes governing board signatures obtained through a program such as DocuSign or Echosign. Required elements and safeguards are as follows:

The preparer of the application is responsible for obtaining board signatures that comply with the requirement in Section 29-1-604 (3), C.R.S., that states the application shall be personally reviewed, approved, and signed by a majority of the members of the governing body.

The application must be accompanied by the signature history document created by the electronic signature software. The signature history document must show when the document was created and when the document was emailed to the various parties, and include the dates the individual board members signed the document. The signature history must also show the individuals' email addresses and IP address.

The Office of the State Auditor staff will not coordinate obtaining signatures.

The application for exemption from audit form created by our office includes a section for governing body approval. Local governing boards note their approval and submit the application through one of the following three methods:

1. Submit the application in hard copy via the US Mail including original signatures.

2. Submit the application electronically via email and either,

3. Include a copy of an adopted resolution that documents formal approval by the Board, or

4. Include electronic signatures obtained through a software program such as DocuSign or Echosign in accordance with the requirements noted above.

This form is the certification and approval of the governing board. By signing this form the board member is certifying they are a duly elected or appointed officer of the local government. Governing board members may be verified. Also by signing, the board member certifies that the Application for Exemption from Audit has been prepared consistent with Section 29-1-604, C.R.S., which states that a governmental agency with revenue and expenditures of \$750,000 or less must have an application prepared by an independent accountant with knowledge of governmental accounting; completed to the best of their knowledge and is accurate and true. Use additional pages if needed.

Print the names of all current governing board members below.

A MAJORITY of the governing board members must complete and sign in the column below.

Board Member	Print Board Member's Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
1	Deena Hartje	Signed _____ Date: _____ My term Expires: _____
2	Dustin Sparks	I, <u>Dustin R. Sparks</u> , attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed <u>Dustin R. Sparks</u> Date: <u>2019-03-12</u> My term Expires: <u>2020</u>
3	Dale Newhart	I, <u>Dale Newhart</u> , attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed <u>Dale Newhart</u> Date: <u>11 MAR 2019</u> My term Expires: <u>2020</u>
4	Sam Hastings	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____
5	Forrest Hindley	I, <u>FORREST HINDLEY</u> , attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed <u>Forrest Hindley</u> Date: <u>3/8/19</u> My term Expires: <u>2020</u>
6	Print Board Member's Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____
7	Print Board Member's Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____

CONVERTIBLE CAB DEBT SERVICE
VILLAGE CENTER METROPOLITAN DISTRICT
SERIES 2008 G.O. BONDS
Non-Rated, 2038 Final Maturity
(4.00% Dev'r Bonds; Convertible CABs sized on all development)

Date	Amount at Issue	Accreted Amount	Total Value At Maturity	Yield to Conversion/ Interest Rate from Conversion Date	Current Interest after Conversion Date	Debt Service	Annual Debt Service
06/01/2013					164,700.00	164,700.00	
12/01/2013					164,700.00	164,700.00	329,400.00
06/01/2014					164,700.00	164,700.00	
12/01/2014					164,700.00	164,700.00	329,400.00
06/01/2015					164,700.00	164,700.00	
12/01/2015	21,405.25	3,594.75	25,000.00	4.000%	164,700.00	189,700.00	354,400.00
06/01/2016					164,200.00	164,200.00	
12/01/2016	59,934.70	10,065.30	70,000.00	4.000%	164,200.00	234,200.00	398,400.00
06/01/2017					162,800.00	162,800.00	
12/01/2017	89,902.05	15,097.95	105,000.00	4.000%	162,800.00	267,800.00	430,600.00
06/01/2018					160,700.00	160,700.00	
12/01/2018	128,431.50	21,568.50	150,000.00	4.000%	160,700.00	310,700.00	471,400.00
06/01/2019					157,700.00	157,700.00	
12/01/2019	154,117.80	25,882.20	180,000.00	4.000%	157,700.00	337,700.00	495,400.00
06/01/2020					154,100.00	154,100.00	
12/01/2020	184,085.15	30,914.85	215,000.00	4.000%	154,100.00	369,100.00	523,200.00
06/01/2021					149,800.00	149,800.00	
12/01/2021	209,771.45	35,228.55	245,000.00	4.000%	149,800.00	394,800.00	544,600.00
06/01/2022					144,900.00	144,900.00	
12/01/2022	235,457.75	39,542.25	275,000.00	4.000%	144,900.00	419,900.00	564,800.00
06/01/2023					139,400.00	139,400.00	
12/01/2023	244,019.85	40,980.15	285,000.00	4.000%	139,400.00	424,400.00	563,800.00
06/01/2024					133,700.00	133,700.00	
12/01/2024	261,144.05	43,855.95	305,000.00	4.000%	133,700.00	438,700.00	572,400.00
06/01/2025					127,600.00	127,600.00	
12/01/2025	273,987.20	46,012.80	320,000.00	4.000%	127,600.00	447,600.00	575,200.00
06/01/2026					121,200.00	121,200.00	
12/01/2026	295,392.45	49,607.55	345,000.00	4.000%	121,200.00	466,200.00	587,400.00
06/01/2027					114,300.00	114,300.00	
12/01/2027	303,954.55	51,045.45	355,000.00	4.000%	114,300.00	469,300.00	583,600.00
06/01/2028					107,200.00	107,200.00	
12/01/2028	325,359.80	54,640.20	380,000.00	4.000%	107,200.00	487,200.00	594,400.00
06/01/2029					99,600.00	99,600.00	
12/01/2029	342,484.00	57,516.00	400,000.00	4.000%	99,600.00	499,600.00	599,200.00
06/01/2030					91,600.00	91,600.00	
12/01/2030	359,608.20	60,391.80	420,000.00	4.000%	91,600.00	511,600.00	603,200.00
06/01/2031					83,200.00	83,200.00	
12/01/2031	376,732.40	63,267.60	440,000.00	4.000%	83,200.00	523,200.00	606,400.00
06/01/2032					74,400.00	74,400.00	
12/01/2032	398,137.65	66,862.35	465,000.00	4.000%	74,400.00	539,400.00	613,800.00
06/01/2033					65,100.00	65,100.00	
12/01/2033	410,980.80	69,019.20	480,000.00	4.000%	65,100.00	545,100.00	610,200.00
06/01/2034					55,500.00	55,500.00	
12/01/2034	432,386.05	72,613.95	505,000.00	4.000%	55,500.00	560,500.00	616,000.00
06/01/2035					45,400.00	45,400.00	
12/01/2035	453,791.30	76,208.70	530,000.00	4.000%	45,400.00	575,400.00	620,800.00
06/01/2036					34,800.00	34,800.00	
12/01/2036	475,196.55	79,803.45	555,000.00	4.000%	34,800.00	589,800.00	624,600.00
06/01/2037					23,700.00	23,700.00	
12/01/2037	496,601.80	83,398.20	580,000.00	4.000%	23,700.00	603,700.00	627,400.00
06/01/2038					12,100.00	12,100.00	
12/01/2038	518,007.05	86,992.95	605,000.00	4.000%	12,100.00	617,100.00	629,200.00
	7,050,889.35	1,184,110.65	8,235,000.00		5,834,200.00	14,069,200.00	14,069,200.00



INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Village Center Metropolitan District

Management is responsible for the accompanying financial statements of Village Center Metropolitan District (a Colorado local government), which comprise the balance sheet as of December 31, 2018, and the related operating statement for the year then ended, included in the accompanying prescribed form in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements included in the accompanying prescribed form.

Other Matter

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of the Colorado State Auditor, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

Hoelting & Company, Inc.

Colorado Springs, Colorado
March 7, 2019