

**CENTRAL PLATTE VALLEY METRO DISTRICT
City and County of Denver, Colorado**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2020

**CENTRAL PLATTE VALLEY METRO DISTRICT
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YEAR ENDED DECEMBER 31, 2020**

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Board of Directors
Central Platte Valley Metro District
City and County of Denver, Colorado

Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities and each major fund of the Central Platte Valley Metro District, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Central Platte Valley Metro District as of December 31, 2020, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other-Matters

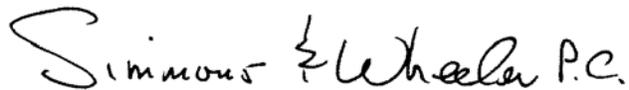
Required Supplementary Information

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

Other Information

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

The supplementary 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. Such 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Handwritten signature in cursive script that reads "Simmons & Wheeler P.C."

Englewood, CO
March 24, 2021

BASIC FINANCIAL STATEMENTS

**CENTRAL PLATTE VALLEY METRO DISTRICT
STATEMENT OF NET POSITION
DECEMBER 31, 2020**

	Governmental Activities
ASSETS	
Cash and Investments	\$ 1,496,804
Cash and Investments - Restricted	9,829,613
Receivable - County Treasurer	30,591
Property Taxes Receivable	2,612,158
Interest Receivable	9,584
Prepaid Expense	4,500
Capital Assets:	
Capital Assets not Being Depreciated	620,711
Capital Assets, Net of Accumulated Depreciation	12,728,715
Total Assets	27,332,676
LIABILITIES	
Accounts Payable	85,632
Accounts Payable - CPV Coordination MD	239,000
Property Tax Liability for Rebates	7,276
Accrued Interest Payable	246,737
Noncurrent Liabilities:	
Due Within One Year	1,745,000
Due in More than One Year	57,238,736
Total Liabilities	59,562,381
DEFERRED INFLOWS OF RESOURCES	
Property Tax Revenue	2,612,158
Total Deferred Inflows of Resources	2,612,158
NET POSITION	
Net Investment in Capital Assets	(9,872,451)
Restricted For:	
Emergency Reserves	102,000
Debt Service	3,937,053
Unrestricted	(29,008,465)
Total Net Position	\$ (34,841,863)

See accompanying Notes to Basic Financial Statements.

**CENTRAL PLATTE VALLEY METRO DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2020**

		Program Revenues			Net Revenues (Expenses) and Change in Net Position
Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
FUNCTIONS/PROGRAMS					
Primary Government:					
Governmental Activities:					
General Government	\$ 2,609,729	\$ -	\$ -	\$ -	\$ (2,609,729)
Interest and Related Costs on Long-Term Debt	3,065,263	-	-	-	(3,065,263)
Total Governmental Activities	\$ 5,674,992	\$ -	\$ -	\$ -	(5,674,992)
 GENERAL REVENUES					
Property Taxes					2,442,833
TIF Taxes					5,609,557
Specific Ownership Taxes					438,837
Net Investment Income					77,996
Other Revenue					200
Total General Revenues					8,569,423
 CHANGE IN NET POSITION					2,894,431
Net Position - Beginning of Year					(37,736,294)
 NET POSITION - END OF YEAR					\$ (34,841,863)

See accompanying Notes to Basic Financial Statements.

**CENTRAL PLATTE VALLEY METRO DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2020**

	General	Debt Service	Capital Projects	Total Governmental Funds
ASSETS				
Cash and Investments	\$ 1,496,804	\$ -	\$ -	\$ 1,496,804
Cash and Investments - Restricted	102,000	7,665,577	2,062,036	9,829,613
Receivable - County Treasurer	30,591	-	-	30,591
Property Taxes Receivable	754,572	1,857,586	-	2,612,158
Prepaid Expense	-	4,500	-	4,500
Interest Receivable	-	-	9,584	9,584
Total Assets	\$ 2,383,967	\$ 9,527,663	\$ 2,071,620	\$ 13,983,250
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 25,514	\$ -	\$ 60,118	\$ 85,632
Accounts Payable - CPV Coordination MD	239,000	-	-	239,000
Property Tax Liability for Rebates	2,910	4,366	-	7,276
Total Liabilities	267,424	4,366	60,118	331,908
DEFERRED INFLOWS OF RESOURCES				
Property Tax Revenue	754,572	1,857,586	-	2,612,158
Total Deferred Inflows of Resources	754,572	1,857,586	-	2,612,158
FUND BALANCES				
Nonspendable For:				
Prepaid Expense	-	4,500	-	4,500
Restricted For:				
Emergencies (TABOR)	102,000	-	-	102,000
Bond Reserve Funds	-	3,481,921	-	3,481,921
Debt Service	-	4,179,290	-	4,179,290
Assigned To:				
Capital Projects	-	-	2,011,502	2,011,502
Designated for Subsequent Year's Expenditures	162,960	-	-	162,960
Unassigned:				
General Government	1,097,011	-	-	1,097,011
Total Fund Balances	1,361,971	7,665,711	2,011,502	11,039,184
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,383,967	\$ 9,527,663	\$ 2,071,620	
Amounts reported for governmental activities in the statement of net position are different because:				
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.				13,349,426
Long-term liabilities are not due and payable in the current period and, therefore, are not in the funds.				
Bonds Payable				(59,190,000)
Original Issue Discount				206,264
Accrued Interest on Bonds Payable				(246,737)
Net Position of Governmental Activities				\$ (34,841,863)

See accompanying Notes to Basic Financial Statements.

**CENTRAL PLATTE VALLEY METRO DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2020**

	General	Debt Service	Capital Projects	Total Governmental Funds
REVENUES				
Property Taxes	\$ 682,904	\$ 1,759,929	\$ -	\$ 2,442,833
Specific Ownership Tax	438,837	-	-	438,837
TIF Taxes	2,243,823	3,365,734	-	5,609,557
Net Investment Income	10,921	49,930	17,145	77,996
Other Revenues	-	-	200	200
Total Revenues	<u>3,376,485</u>	<u>5,175,593</u>	<u>17,345</u>	<u>8,569,423</u>
EXPENDITURES				
Current:				
Accounting	49,866	-	-	49,866
Audit	7,000	-	-	7,000
County Treasurer's Fee	6,827	17,599	-	24,426
Directors' Fees	4,900	-	-	4,900
Dues and Licenses	3,653	-	-	3,653
Election	1,969	-	-	1,969
Engineering	9,692	-	-	9,692
Insurance and Bonds	46,990	-	-	46,990
Management	58,156	-	-	58,156
Legal	62,815	-	-	62,815
Payroll Taxes	375	-	-	375
Miscellaneous	1,063	-	-	1,063
Website Maintenance	2,655	-	-	2,655
Capital Expenditures:				
Capital Outlay	-	-	978,618	978,618
Debt Service:				
Bond Principal	-	1,670,000	-	1,670,000
Bond Interest	-	3,026,096	-	3,026,096
Arbitrage Compliance	-	3,250	-	3,250
Paying Agent Fees	-	6,000	-	6,000
Total Expenditures	<u>255,961</u>	<u>4,722,945</u>	<u>978,618</u>	<u>5,957,524</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3,120,524	452,648	(961,273)	2,611,899
OTHER FINANCING SOURCES (USES)				
Payment to CPV Coordination District	(1,764,092)	-	(1,478)	(1,765,570)
Transfers from (to) Other Funds	(1,275,000)	-	1,275,000	-
Total Other Financing Sources (Uses)	<u>(3,039,092)</u>	<u>-</u>	<u>1,273,522</u>	<u>(1,765,570)</u>
NET CHANGE IN FUND BALANCES	81,432	452,648	312,249	846,329
Fund Balances - Beginning of Year	<u>1,280,539</u>	<u>7,213,063</u>	<u>1,699,253</u>	<u>10,192,855</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,361,971</u>	<u>\$ 7,665,711</u>	<u>\$ 2,011,502</u>	<u>\$ 11,039,184</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL PLATTE VALLEY METRO DISTRICT
RECONCILIATION OF THE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2020**

Net Changes in Fund Balances - Total Governmental Funds \$ 846,329

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

Governmental funds report capital outlays as expenditures. In the statement of activities, capital outlay is not reported as an expenditure. However, the statement of activities will report as depreciation expense the allocation of the cost of any depreciable assets over the estimated useful life of the asset. During the current period, this is the net amount of capital outlay.

Capital Outlay	978,618
Depreciation Expense	(588,198)

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 assets. The net effect of these differences in the treatment of long-term debt is as follows:

Current Year Bond Principal Payment	1,670,000
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Current Year Amortization of Bond Discount	(17,756)
Accrued Interest on Bonds Payable - Change in Liability	<u>5,438</u>

Change in Net Position of Governmental Activities	<u><u>\$ 2,894,431</u></u>
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**CENTRAL PLATTE VALLEY METRO DISTRICT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Property Taxes	\$ 792,007	\$ 682,904	\$ (109,103)
Specific Ownership Tax	506,040	438,837	(67,203)
TIF Taxes	2,286,726	2,243,823	(42,903)
Net Investment Income	25,800	10,921	(14,879)
Event Fees	500	-	(500)
Total Revenues	<u>3,611,073</u>	<u>3,376,485</u>	<u>(234,588)</u>
EXPENDITURES			
Accounting	53,000	49,866	3,134
Audit	7,000	7,000	-
County Treasurer's Fee	7,920	6,827	1,093
Directors' Fees	6,000	4,900	1,100
Dues and Licenses	4,500	3,653	847
Election	5,000	1,969	3,031
Engineering	12,000	9,692	2,308
Event Refund	5,000	-	5,000
Insurance and Bonds	50,000	46,990	3,010
Management	58,000	58,156	(156)
Legal	75,000	62,815	12,185
Payroll Taxes	459	375	84
Miscellaneous	1,000	1,063	(63)
Website Maintenance	1,000	2,655	(1,655)
Contingency	14,121	-	14,121
Total Expenditures	<u>300,000</u>	<u>255,961</u>	<u>44,039</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	3,311,073	3,120,524	(190,549)
OTHER FINANCING SOURCES (USES)			
Transfers from (to) Other Funds	(1,200,000)	(1,275,000)	(75,000)
Payment to CPV Coordination District	(2,230,000)	(1,764,092)	465,908
Total Other Financing Sources (Uses)	<u>(3,430,000)</u>	<u>(3,039,092)</u>	<u>390,908</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(118,927)	81,432	200,359
Fund Balances - Beginning of Year	<u>1,187,808</u>	<u>1,280,539</u>	<u>92,731</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,068,881</u>	<u>\$ 1,361,971</u>	<u>\$ 293,090</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 1 DEFINITION OF REPORTING ENTITY

Central Platte Valley Metro District (District), a quasi-municipal corporation and political subdivision of the state of Colorado, was organized by order and decree of the District Court for the City and County of Denver, Colorado, on May 21, 1998, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District's service area is located entirely within the City and County of Denver, Colorado (City). The District was established to provide for the design, construction, installation, financing, and acquisition of certain street, safety protection, water, sanitation, and park and recreation improvements in compliance with the Service Plan approved by the City Council on January 30, 1998, and as revised on March 9, 1998, and amended on September 28, 2000.

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

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

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

After the issue date of the District's Series 2001 Bonds, the District approved an exclusion petition for the land which is a substantial portion (approximately 46%) of the land in the District. Under Colorado statutes, the excluded property remains subject to its proportionate share of the District's property tax levy for debt service on general obligation bonds outstanding on the date of exclusion, but not for future operating levies or bonds issued subsequent to the date of exclusion.

On February 19, 2013, an order and decree was filed and granted in the District Court of Denver County organizing the Central Platte Valley Coordination Metropolitan District (Coordination District). The Coordination District was organized to implement a multi-district structure to more effectively accommodate both residential and commercial development within and without the District's and the Coordination District's physical boundaries.

The Coordination District is responsible for coordinating the operation and maintenance of all public services and improvements throughout the development. The Coordination District has entered into such necessary and appropriate agreements with the District and other governmental and non-governmental entities to provide for the operation and maintenance of all of the improvements and the provision of public services not otherwise dedicated to third-party entities.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 1 DEFINITION OF REPORTING ENTITY (CONTINUED)

The Coordination District is dependent upon the District and other governmental entities and third parties for the generation and advancement of funds. The Coordination District has no power to issue any debt and no authority to impose a mill levy upon any property within or without its boundaries. Rather, the primary source of revenue available to the Coordination District is based upon its ability to enter into inter-governmental agreements with other governmental entities (IGAs). The basic nature of these IGAs would be for a governmental entity with taxing or other revenue-generating authority (such as the District) to transfer revenues to the Coordination District, which would then use the funds to the benefit of the entire development.

During 2020, the District expended \$1,764,092 of costs associated with the operation of the Coordination District.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Government-Wide and Fund Financial Statements

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

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

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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, specific ownership taxes, and TIF 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.

Budgets

In accordance with the Local Government Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures and other financing uses level and lapses at year end. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting unless otherwise indicated.

The District amended its annual budget for the year ended December 31, 2020.

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.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or, if in equal installments at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August, and generally sales of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred 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.

Capital Assets

Capital assets, which include property, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Capital assets which are anticipated to be conveyed to other governmental entities are recorded as construction in process, and are not included in the calculation of net investment in capital assets component of the District's net position.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable. Depreciation expense has been computed using the straight-line method over the estimated economic useful lives:

Bridges	50 Years
Lighting and Electrical Equipment	15 to 25 Years
Fountains	15 Years
Back-of-Curb Infrastructure/Fixtures	10 to 25 Years
Security Cameras	7 Years

Amortization

Original Issue Discount/Premium

In the government-wide financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the interest method. Unamortized amounts are netted against the outstanding balance of debt.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Amortization (Continued)

Original Issue Discount/Premium (Continued)

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of 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.

Deferred Inflows of Resources

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

Equity

Net Position

For government-wide presentation purposes when both restricted and unrestricted resources are available for use, it is the 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: nonspendable, restricted, committed, assigned, and unassigned. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

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

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

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

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Equity (Continued)

Fund Balance (Continued)

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

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

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

NOTE 3 CASH AND INVESTMENTS

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

Statement of Net Position:

Cash and Investments	\$ 1,496,804
Cash and Investments - Restricted	9,829,613
Total Cash and Investments	<u>\$ 11,326,417</u>

Cash and investments as of December 31, 2020, consist of the following:

Deposits with Financial Institutions	\$ 1,048,697
Investments	10,277,720
Total Cash and Investments	<u>\$ 11,326,417</u>

Deposits with Financial Institutions

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

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

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

Deposits with Financial Institutions (Continued)

At December 31, 2020, the District's cash deposits had a bank balance and a carrying balance as follows:

	Bank Balance	Carrying Balance
Insured Deposits	\$ 258,049	\$ 253,900
Deposits Collateralized in Single Institution Pools	794,797	794,797
Total	\$ 1,052,846	\$ 1,048,697

Investments

The District has not adopted a formal investment policy; however, the District follows state statutes regarding investments by governmental entities.

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

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

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

- . Obligations of the United States, certain U.S. government agency securities, and securities of the World Bank
- . General obligation and revenue bonds of U.S. local government entities
- . Certain certificates of participation
- . Certain securities lending agreements
- . Bankers' acceptances of certain banks
- . Commercial paper
- . Written repurchase agreements and certain reverse repurchase agreements collateralized by certain authorized securities
- . Certain money market funds
- . Guaranteed investment contracts
- * Local government investment pools

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

Investments (Continued)

As of December 31, 2020, the District had the following investments:

<u>Investment</u>	<u>Maturity</u>	<u>Amount</u>
Colorado Surplus Asset Fund Trust (CSAFE)	Weighted Average Under 60 Days	\$ 9,890,183
Colorado Local Government Liquid Asset Trust (COLOTRUST)	Weighted Average Under 60 Days	387,537
Total		<u>\$ 10,277,720</u>

CSAFE

The District invested in the Colorado Surplus Asset Fund Trust (CSAFE) (the Trust), 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 the Trust. The Trust is similar to a money market fund, with each share valued at \$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. 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. CSAFE is rated AAAM by Standard & Poor's. CSAFE records its investments at amortized cost and the District records its investments in CSAFE at net asset value as determined by amortization cost. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

COLOTRUST

The District invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all state statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST is rated AAAM by Standard & Poor's. COLOTRUST records its investments at fair value and the District records its investment in COLOTRUST at net asset value as determined by fair value. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 4 CAPITAL ASSETS

An analysis of the changes in capital assets for the year ended December 31, 2020, follows:

<u>By Classification</u>	Balance at December 31, 2019	Additions	Transfers and Retirements	Balance at December 31, 2020
Capital Assets, Not Being Depreciated:				
Landscape Improvements	\$ 152,359	\$ -	\$ -	\$ 152,359
Construction in Process	235,442	232,910	-	468,352
Total Capital Assets, not Being Depreciated	387,801	232,910	-	620,711
Capital Assets, Being Depreciated:				
Millennium Bridge	11,192,874	686,620	-	11,879,494
Union Gateway Bridge	5,037,796	-	-	5,037,796
Fountain	300,000	-	-	300,000
Pedestrian Lights	474,586	-	-	474,586
Transformer Housing	16,000	-	-	16,000
Irrigation System	105,061	-	-	105,061
Granite	1,835,440	-	-	1,835,440
Sidewalks/Back of Curb Landscaping	978,182	23,141	-	1,001,323
Security Cameras	53,379	-	-	53,379
17th Street Garden Lighting	-	35,947	-	35,947
Back-of-curb Infrastructure/Fixtures	185,386	-	-	185,386
Total Capital Assets, Being Depreciated	20,178,704	745,708	-	20,924,412
Less Accumulated Depreciation For:				
Millennium Bridge	(4,006,457)	(332,164)	-	(4,338,621)
Union Gateway Bridge	(1,011,086)	(101,438)	-	(1,112,524)
Fountain	(300,000)	-	-	(300,000)
Pedestrian Lights	(401,386)	(8,400)	-	(409,786)
Transformer Housing	(13,600)	(800)	-	(14,400)
Irrigation System	(75,195)	(6,116)	-	(81,311)
Granite	(1,183,395)	(73,854)	-	(1,257,249)
Sidewalks/Back of Curb Landscaping	(460,808)	(49,488)	-	(510,296)
Security Cameras	(25,140)	(7,626)	-	(32,766)
17th Street Garden Lighting	-	(1,198)	-	(1,198)
Back-of-curb Infrastructure/Fixtures	(130,432)	(7,114)	-	(137,546)
Total Accumulated Depreciation	(7,607,499)	(588,198)	-	(8,195,697)
Total Capital Assets, Being Depreciated, Net	12,571,205	157,510	-	12,728,715
Governmental Activities - Capital Assets, Net	<u>\$ 12,959,006</u>	<u>\$ 390,420</u>	<u>\$ -</u>	<u>\$ 13,349,426</u>

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 4 CAPITAL ASSETS (CONTINUED)

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

Governmental Activities:

General Government	<u>\$ 588,198</u>
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Certain assets (primarily the Millennium Bridge, Union Gateway pedestrian bridge, 17th Street Gardens, and the 16th Street Mall plaza/fountain area) are to remain with the District for ownership and maintenance. The District is responsible for the maintenance of back-of-curb landscaping within the District and within the land previously excluded from the District.

NOTE 5 LONG-TERM OBLIGATIONS

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

	Balance at December 31, 2019	Additions	Retirements	Balance at December 31, 2020	Amount Due Within One Year
General Obligation Refunding Bond Series 2013 A	\$ 40,290,000	\$ -	\$ 1,205,000	\$ 39,085,000	\$ 1,265,000
General Obligation Refunding Bond Series 2014	20,570,000	-	465,000	20,105,000	480,000
Subtotal	60,860,000	-	1,670,000	59,190,000	1,745,000
Series 2013 A Bond Discount	(224,020)	-	(17,756)	(206,264)	(17,340)
Total	\$ 60,635,980	\$ -	\$ 1,652,244	\$ 58,983,736	\$ 1,727,660

General Obligation Bonds

On October 1, 2013, the District issued \$43,025,000 in General Obligation Refunding Bonds, Series 2013A. The bonds are term bonds and bear interest of 4.010% to 6.000% per annum, payable semiannually on June 1 and December 1 of each year, commencing December 1, 2013. Annual mandatory sinking fund principal payments are due on December 1 of each year beginning on December 1, 2016. The bonds are subject to redemption prior to maturity at the option of the District on or after December 1, 2023, at a redemption price equal to the principal amount of each bond or portion thereof redeemed, plus accrued interest thereon to the date of redemption, without premium or penalty. The final maturity on the bonds is December 1, 2038.

The bonds were issued for the purpose of refunding, paying at maturity, and redeeming the District's outstanding Tax Exempt Loans Series 2009A1 in the outstanding principal amount of \$28,995,000, and Tax Exempt Loans Series 2009A2, in the outstanding principal amount of \$9,505,000, and paying amounts under the Interest Rate Exchange Agreements due as a result of the payment in full of the Refunding Obligations. Proceeds of the bonds were also used to fund the Reserve Fund and pay costs in connection with the issuance of the Bonds.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)

General Obligation Bonds (Continued)

The bonds are secured by and payable from pledged revenue consisting of: 1) the Required Mill Levy, which is an ad valorem property tax revenue derived from the mill levy certified and levied on the original taxing area, which is the original boundaries of the District established pursuant to the service plan and order and decree as existing prior to the effective date of any orders of exclusion in an amount sufficient when combined with other Pledged Revenues to pay the principal of, premium if any, and interest on the bonds as the same become due, and to replenish the Reserve Fund to the Reserve Fund Requirement, within twelve months of any withdrawal therefore in accordance with the Indenture, without limitation of rate and in amounts sufficient to make such payment and replenishments when due; and 2) any other legally available monies which the District determines to be treated as Pledged Revenue. The bonds are also secured by amounts held by the Trustee in the Reserve Fund, which was funded with proceeds in the amount of the Reserve Requirement of \$1,636,493. The balance in the Reserve Fund at December 31, 2020, was \$1,636,814.

On October 15, 2014, the District issued \$22,280,000 in General Obligation Refunding Bonds, Series 2014. The bonds are term bonds and bear interest of 3.640% to 5.000% per annum, payable semiannually on June 1 and December 1 of each year, commencing December 1, 2014. Annual mandatory sinking fund principal payments are due on December 1 of each year beginning December 1, 2016. The bonds are subject to redemption prior to maturity at the option of the District on or after December 1, 2023, on any interest payment date at the redemption price equal to the principal amount of each Series 2014 Bond or portion thereof redeemed, plus accrued interest thereon to the date of redemption. The final maturity on the bonds is December 1, 2043.

The bonds were issued for the purpose of refunding, paying at maturity, and redeeming the District's outstanding Tax Exempt Loan Series 2009B in the outstanding principal amount of \$19,480,000, and paying amounts under the Interest Rate Exchange Agreements due as a result of the payment in full of the Refunding Obligations. Proceeds of the bonds were also used to fund the Reserve Fund and pay costs in connection with the issuance of the Bonds.

The Bonds are general obligations of the District secured by the District's covenant to levy an ad valorem property tax on all of the taxable property in the District's Operating District without limitation of rate and in amounts sufficient to pay the Bonds and the interest thereon as the same become due. The Bonds are also secured by the amount held by the Trustee in the Reserve Fund, which was funded with the proceeds in the amount of the Reserve Requirement of \$1,845,428. The balance in the Reserve Fund at December 31, 2020, was \$1,845,791.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)

General Obligation Bonds (Continued)

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

<u>Year Ending December 31,</u>	<u>General Obligation Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2021	\$ 1,745,000	\$ 2,960,850	\$ 4,705,850
2022	1,830,000	2,892,651	4,722,651
2023	1,915,000	2,821,118	4,736,118
2024	2,000,000	2,746,250	4,746,250
2025	2,100,000	2,668,030	4,768,030
2026-2030	12,370,000	11,932,154	24,302,154
2031-2035	16,055,000	8,411,668	24,466,668
2036-2040	15,690,000	3,487,775	19,177,775
2041-2043	5,485,000	646,750	6,131,750
Total	<u>\$ 59,190,000</u>	<u>\$ 38,567,246</u>	<u>\$ 97,757,246</u>

Authorized Debt

On May 5, 1998, a majority of the qualified electors of the District authorized the issuance of indebtedness in an amount not to exceed \$12,000,000 for special obligation revenue bonds at an interest rate not to exceed 9.15% per annum and \$57,000,000 for general obligation bonds at an interest rate not to exceed 18% per annum. On November 7, 2000, a majority of the qualified electors of the District authorized the issuance of additional general obligation indebtedness of \$65,000,000 at an interest rate not to exceed 18% per annum. On November 2, 2004, a majority of the qualified electors of the District authorized the issuance of additional general obligation indebtedness of \$65,000,000 at an interest rate not to exceed 18% per annum. On November 1, 2005, a majority of the qualified electors of the District authorized the issuance of additional general obligation indebtedness of \$10,000,000 at an interest rate not to exceed 18% per annum. On November 5, 2013, a majority of the qualified electors of the District authorized the issuance of additional general obligation indebtedness of \$223,515,000 at an interest rate not to exceed 18% per annum.

At December 31, 2020, the District had authorized, but unissued general obligation indebtedness in the following amounts for the following purposes:

	<u>Authorized May 5, 1998 Election</u>	<u>Authorized November 7, 2000 Election</u>	<u>Authorized November 2, 2004 Election</u>	<u>Authorized November 1, 2005 Election</u>	<u>Authorized November 5, 2013 Election</u>	<u>Total Authorization</u>
Streets	\$ 41,920,000	\$ 25,870,000	\$ 25,870,000	\$ -	\$ 50,675,000	\$ 144,335,000
Traffic Controls	1,830,000	930,000	930,000	-	1,990,000	5,680,000
Water	11,100,000	5,100,000	5,100,000	-	14,985,000	36,285,000
Sanitary Sewer	500,000	200,000	200,000	-	250,000	1,150,000
Parks and Recreation	1,400,000	400,000	400,000	-	1,200,000	3,400,000
Operations and Maintenance	250,000	-	-	10,000,000	9,415,000	19,665,000
Debt Refunding	-	32,500,000	32,500,000	-	145,000,000	210,000,000
Total	<u>\$ 57,000,000</u>	<u>\$ 65,000,000</u>	<u>\$ 65,000,000</u>	<u>\$ 10,000,000</u>	<u>\$ 223,515,000</u>	<u>\$ 420,515,000</u>

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)

Authorized Debt (Continued)

	Authorization Used						Remaining Authorization
	Series 1998 Bonds	Series 1999 Bonds	Series 2001 Bonds	Series 2005 Bonds	Series 2006 Bonds	Series 2009 Loans	
Streets	\$ 1,500,000	\$ 14,550,000	\$ 8,200,000	\$ -	\$ 18,735,000	\$ 30,000,000	\$ 71,350,000
Traffic Controls	-	900,000	800,000	-	-	1,000,000	2,980,000
Water	-	6,000,000	-	-	315,000	4,000,000	25,970,000
Sanitary Sewer	-	300,000	-	-	350,000	-	500,000
Parks and Recreation	1,000,000	-	-	-	-	1,000,000	1,400,000
Operations and Maintenance	-	250,000	-	585,000	-	-	18,830,000
Debt Refunding	-	-	29,905,000	2,165,000	-	22,835,000	155,095,000
Total	\$ 2,500,000	\$ 22,000,000	\$ 38,905,000	\$ 2,750,000	\$ 19,400,000	\$ 58,835,000	\$ 276,125,000

The issuance of the 2013 and 2014 bonds for the purpose of refunding the District's Series 2009A-1, 2009A-2 and 2009B loans did not use any debt authorization because the financing was from a high to low refunding.

For so long as any of the Bonds remain outstanding, the District will not issue any debt which is on a parity lien status with the Bonds or expressly stated to be junior and subordinate to the lien and encumbrance upon the trust estate of the bonds. In addition, the District may not have any amounts due and owing by it under any capital leases in an aggregate amount at any one time greater than \$100,000. The District's Service Plan places further restrictions on the District's ability to issue general obligation bonds and other indebtedness.

NOTE 6 NET POSITION

The District has net position consisting of three components – net investment in capital assets, restricted, and unrestricted.

The net investment in capital assets component of net position consists of capital assets that will be owned by the District, net of accumulated depreciation and reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets. As of December 31, 2020, the District's net investment in capital assets was calculated as follows:

	<u>Governmental Activities</u>
Net Investment in Capital Assets:	
Capital Assets, Net	\$ 13,349,426
Less Capital Related Debt:	
Current Portion of Long-Term Obligations	(692,805)
Noncurrent Portion of Long-Term Obligations	(22,806,988)
Plus:	
Unspent Bond Proceeds	<u>277,916</u>
Net Investment in Capital Assets	<u>\$ (9,872,451)</u>

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 6 NET POSITION (CONTINUED)

The restricted component of net position includes assets that are restricted for use either externally by creditors, grantors, contributors, or laws and regulations of other governments; or imposed by law through constitutional provisions or enabling legislation. The District had restricted net position of \$102,000 for emergency reserves and \$3,937,053 for debt service requirements as of December 31, 2020.

The unrestricted component of net position is the net amount of the 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 has a deficit in unrestricted net position as of December 31, 2020. This deficit amount is the result of the District being responsible for the payment of debt issued for public improvements which were conveyed to other governmental entities and which costs were removed from the District's financial records.

NOTE 7 INTERGOVERNMENTAL AGREEMENTS

Infrastructure/Open Space Agreement

On September 22, 1998, the District, City and Trillium Corporation (Trillium) signed the Infrastructure/Open Space Agreement, which was amended on September 11, 2001. This Agreement provides for the cost sharing for approximately \$40,133,000 of infrastructure improvements within the Central Platte Valley project area. The Agreement details the procedures and administration with a bank trustee in order to fund the design and complete the construction of improvements with bond proceeds.

Through 2020, the District has funded \$2,151,422 from the Series 1998 General Obligation Bonds, \$15,152,181 from the Series 1999 General Obligation Bonds, and \$11,746,186 from the Special Obligation Revenue Bonds under the Agreement. Project funding from the Series 2001B (\$6,732,454) and Series 2006 (\$14,231,319) General Obligation Bonds are not subject to the Agreement. The District completed all remaining capital improvements in accordance with its Service Plan with available capital funds. The projects completed were street construction and back of curb improvements for 18th Street, 19th Street, and Chestnut Place, as well as back of curb improvements for Wewatta Street and the 19th and Wewatta Street traffic signal. These projects were completed in 2016 and transferred to the City for acceptance.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 7 INTERGOVERNMENTAL AGREEMENTS (CONTINUED)

Infrastructure/Open Space Agreement (Continued)

The Agreement required the City to make annual payments to the Trustee, subject to the City's annual appropriations to authorize the expenditure, in order to fund the debt service required by the Special Obligation Revenue Bonds. This obligation was satisfied in 2005.

On April 14, 2010, the District entered into second amendment to the Infrastructure/Open Space Agreement. The second amendment is between the District, the City, Trillium, WODO, LLC (WODO) (an affiliate of Trillium), and the Denver Union Station Project Authority (DUSPA). During 2009, a portion of the District was included within the Denver Union Station (DUS) Project area. Several financing and coordinating entities have been formed to address the public infrastructure that will be designed, constructed, and installed as part of the DUS Project. The second amendment transfers a portion of the capital infrastructure obligations of the District to DUSPA. The second amendment also acknowledges that Trillium and WODO have fulfilled all their duties and obligations in connection with the Agreement and the First Amendment.

The third amendment to this agreement occurred on October 8, 2013. The purpose of the third amendment was to acknowledge an IGA with the Regional Transportation District (RTD) (see below) and to reapportion the responsibility to maintain certain improvements located upon and underneath 17th Street from the District to RTD.

IGA – RTD – 17th Street Public Improvements

The District entered into an IGA with the Regional Transportation District (RTD) on May 28, 2013. Under the original Infrastructure/Open Space Agreement, the District was responsible for the construction of public infrastructure and maintenance of back of curb improvements on 17th Street. As part of the Denver Union Station (DUS) Project, a subterranean transit bus terminal has been constructed underneath 17th Street between the historic Denver Union Station building and the Consolidated Main Line (CML), as well as associated appurtenant facilities, including a fire command center room, skylights, waterproofing materials, and other related improvements, which are known as the RTD Facility.

The DUS Project also constructed a pedestrian plaza and façade on 17th Street between Chestnut Place and the CML (Light Rail Plaza) and a pedestrian plaza and façade on 17th Street between Chestnut Place and Wewatta Street (the Gardens), including appurtenances related to the RTD Facility, such as seven above-ground skylights, egress and ingress stairways, and a fire command center room.

The purpose of the IGA with RTD is to identify the various public infrastructure and facilities that the District and RTD will each be responsible for maintaining, repairing, and replacing. RTD shall be responsible for the Light Rail Plaza and the RTD Facility and appurtenances related to the RTD Facility. The District shall be responsible for the back of curb improvements on the north and south sides of 17th Street within the Gardens between Chestnut Place and Wewatta Street at grade and to a depth of four feet.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 7 INTERGOVERNMENTAL AGREEMENTS (CONTINUED)

Cooperation Agreement

On May 1, 2009, the District entered into a cooperation agreement with the Denver Downtown Development Authority (DDA). The DDA was created to undertake the development of the DUS Project and to utilize Incremental Property Tax Revenue and Incremental Sales Tax Revenue as a funding source for payment of the development. A portion of the District's property is also included within the DUS Plan area. In consideration of the District's long-term debt currently outstanding and the District providing future services within its boundaries, the DDA agrees to remit or cause to be remitted to the District the incremental property tax revenues collected on property within the District. The revenues thus remitted shall be used in accordance with the terms of the District's long-term debt and related obligations and its Service Plan.

IGA Funding and Cooperation Agreement

On October 8, 2013, the District entered into an Intergovernmental Funding and Cooperation Agreement with the Coordination District. The Coordination District shall manage, administer, and supervise the operational aspects of both Districts' responsibilities for landscaping, infrastructure replacement, maintenance and repair, and coordination with other private and governmental entities, including negotiation of easements, licenses, and contracts. Both Districts shall work diligently to manage the operational costs through a coordinated budget process. All operations and maintenance expenditures of the Coordination District shall be funded by the District with an operations and maintenance mill levy not to exceed 20.000 mills, unless agreed upon by both Districts through a joint resolution.

NOTE 8 RELATED PARTIES

Some members of the Board of Directors are employees of, owners of, or associated with the Developers of the property within the District and may have conflicts of interest in dealing with the District.

NOTE 9 INTERFUND TRANSFERS

The transfer of \$1,275,000 from the General Fund to the Capital Projects Fund was an annual contribution to a capital reserve established for the replacement or enhancement of major capital structures/improvements within the District based upon amounts specified in a District-wide reserve study completed in 2018.

**CENTRAL PLATTE VALLEY METRO DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2020**

NOTE 10 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.

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

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 11 TAX, SPENDING AND DEBT LIMITATIONS

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR), contains tax, spending, revenue and debt limitations 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 5, 2013, a majority of the District's electors authorized tax levies to produce taxes of an additional \$9,415,000 annually without regard to any limitations under TABOR.

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

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

SUPPLEMENTARY INFORMATION

**CENTRAL PLATTE VALLEY METRO DISTRICT
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Property Taxes	\$ 1,925,151	\$ 1,759,929	\$ (165,222)
TIF Taxes	3,430,089	3,365,734	(64,355)
Net Investment Income	114,100	49,930	(64,170)
Total Revenues	<u>5,469,340</u>	<u>5,175,593</u>	<u>(293,747)</u>
EXPENDITURES			
G.O. Bonds - Interest:			
Series 2013 A Bond	2,063,556	2,063,556	-
Series 2014 Bond	962,540	962,540	-
G.O. Bonds - Principal:			
Series 2013 A Bond	1,205,000	1,205,000	-
Series 2014 Bond	465,000	465,000	-
Paying Agent Fees	7,500	6,000	1,500
Arbitrage Compliance	-	3,250	(3,250)
County Treasurer's Fees	19,250	17,599	1,651
Contingency	2,154	-	2,154
Total Expenditures	<u>4,725,000</u>	<u>4,722,945</u>	<u>2,055</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	744,340	452,648	(291,692)
Fund Balances - Beginning of Year	<u>7,235,948</u>	<u>7,213,063</u>	<u>(22,885)</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 7,980,288</u></u>	<u><u>\$ 7,665,711</u></u>	<u><u>\$ (314,577)</u></u>

**CENTRAL PLATTE VALLEY METRO DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2020**

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Net Investment Income	\$ 28,000	\$ 17,000	\$ 17,145	\$ 145
Other Income	-	200	200	-
Total Revenues	<u>28,000</u>	<u>17,200</u>	<u>17,345</u>	<u>145</u>
EXPENDITURES				
Miscellaneous Engineering	25,000	-	-	-
Capital Outlay:				
17th Street Gardens Lighting	-	35,000	35,947	(947)
Holiday Lighting - Design and Construction	200,000	5,000	4,108	892
Millennium Bridge - Deck Resealing	-	-	248	(248)
Millennium Bridge - Elevator Rehabilitation	175,000	230,000	228,802	1,198
Millennium Bridge - West Steps	-	690,000	686,372	3,628
Union Gateway Bridge - Lighting and Rehabilitation	150,000	-	-	-
Wewatta	-	25,000	23,141	1,859
Contingency	10,000	13,000	-	13,000
Total Expenditures	<u>560,000</u>	<u>998,000</u>	<u>978,618</u>	<u>19,382</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(532,000)	(980,800)	(961,273)	19,527
OTHER FINANCING SOURCES (USES)				
Transfer from (to) Other Funds	1,200,000	1,275,000	1,275,000	-
Payment to CPV Coordination District	(370,000)	(2,000)	(1,478)	522
Total Other Financing Sources (Uses)	<u>830,000</u>	<u>1,273,000</u>	<u>1,273,522</u>	<u>522</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	298,000	292,200	312,249	20,049
Fund Balances - Beginning of Year	<u>1,720,915</u>	<u>1,699,253</u>	<u>1,699,253</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 2,018,915</u>	<u>\$ 1,991,453</u>	<u>\$ 2,011,502</u>	<u>\$ 20,049</u>

OTHER INFORMATION

**CENTRAL PLATTE VALLEY METRO DISTRICT
SCHEDULE OF ASSESSED VALUATION, MILL LEVY, AND PROPERTY TAXES COLLECTED
DECEMBER 31, 2020**

Year Ended <u>December 31,</u>	Prior Year Assessed Valuation for Current Year Property Tax Levy		Mills Levied		Total Property Taxes		Percentage Collected to Levied
	Operating District	Excluded Area (A)	General	Debt Service	Levied	Collected	
2016	\$ 58,895,686	\$ 74,209,360	9.000	15.000/ 12.000	\$ 3,233,385	\$ 3,109,554	(B) 96.17 %
2017	56,346,084	74,896,050	11.750	10.000/ 10.000	2,537,949	2,514,375	99.07
2018	67,271,185	75,445,350	10.000	10.250/ 8.000	2,673,726	2,558,327	(B) 95.68
2019	64,138,946	78,509,280	10.250	10.000/ 8.000	2,597,018	2,581,160	99.39
2020	99,000,931	92,142,470	8.000	8.000/ 4.000	2,717,158	2,442,833	(B) 89.90
Estimated for the Year Ending December 31, 2021	\$ 94,321,548	\$ 90,715,900	8.000	8.000/ 4.000	\$ 2,612,158		

NOTES:

Property taxes collected in any one year include collection of delinquent property taxes assessed in prior years, as well as reductions for property tax refunds or abatements. Information received from the County Treasurer does not permit identification of specific year of assessment.

(A) Property excluded from the District is subject to the G.O. debt on the property at the date of exclusion. After exclusion, those properties excluded are not subject to the general fund mill levy, while the property within the District is subject to both the general fund and debt service fund mill levies.

(B) Total collections received included large abatements/adjustments on several individual parcels. These abatements were for both the current and prior years.

**CENTRAL PLATTE VALLEY METRO DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
DECEMBER 31, 2020**

Year Ending December 31,	\$43,025,000 Series 2013A General Obligation Refunding Bonds Dated October 1, 2013 Interest Rate Between 4.010% and 6.0% Interest Payable June 1 and December 1 Principal Due December 1		\$22,280,000 Series 2014 General Obligation Refunding Bonds Dated October 15, 2014 Interest Rate Between 3.640% and 5.0% Interest Payable June 1 and December 1 Principal Due December 1		Total All Bonds
	Principal	Interest	Principal	Interest	
2021	\$ 1,265,000	\$ 2,015,236	\$ 480,000	\$ 945,614	\$ 4,705,850
2022	1,330,000	1,964,509	500,000	928,142	4,722,651
2023	1,395,000	1,911,176	520,000	909,942	4,736,118
2024	1,465,000	1,855,236	535,000	891,014	4,746,250
2025	1,545,000	1,796,490	555,000	871,540	4,768,030
2026	1,630,000	1,734,536	575,000	851,338	4,790,874
2027	1,725,000	1,669,173	600,000	830,408	4,824,581
2028	1,865,000	1,600,000	620,000	808,568	4,893,568
2029	1,965,000	1,501,231	645,000	786,000	4,897,231
2030	2,070,000	1,397,150	675,000	753,750	4,895,900
2031	2,180,000	1,285,887	710,000	720,000	4,895,887
2032	2,295,000	1,168,713	745,000	684,500	4,893,213
2033	2,420,000	1,045,356	780,000	647,250	4,892,606
2034	2,550,000	915,281	820,000	608,250	4,893,531
2035	2,695,000	769,181	860,000	567,250	4,891,431
2036	2,850,000	614,550	905,000	524,250	4,893,800
2037	3,015,000	450,638	950,000	479,000	4,894,638
2038	4,825,000	277,087	1,000,000	431,500	6,533,587
2039	-	-	1,045,000	381,500	1,426,500
2040	-	-	1,100,000	329,250	1,429,250
2041	-	-	1,155,000	274,250	1,429,250
2042	-	-	1,210,000	216,500	1,426,500
2043	-	-	3,120,000	156,000	3,276,000
Total	<u>\$ 39,085,000</u>	<u>\$ 23,971,430</u>	<u>\$ 20,105,000</u>	<u>\$ 14,595,816</u>	<u>\$ 97,757,246</u>