

Bowles Metropolitan District
Financial Statements

September 30, 2016

SIMMONS & WHEELER, P.C.Certified Public Accountants

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ACCOUNTANT'S COMPILATION REPORT

Board of Directors
Bowles Metropolitan District

Management is responsible for the accompanying financial statements of each major fund of Bowles Metropolitan District, as of and for the period ended September 30, 2016, which are comprised of the Balance Sheet and the related Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Governmental Funds and account groups for the nine months then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with the 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 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.

Management has elected to omit the Statement of Net Position, Statement of Activities, Management Discussion and Analysis and all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Bowles Metropolitan District because we performed certain accounting services that impaired our independence.

Simmons & Wheeler P.C.

October 13, 2016
Englewood, Colorado

Bowles Metropolitan District
Combined Balance Sheet
September 30, 2016

See Accountant's Compilation Report

	<u>General Fund</u>	<u>Capital Fund</u>	<u>Debt Service Fund</u>	<u>Account Groups</u>	<u>Total All Funds</u>
Assets					
Current assets					
Cash in Checking	\$ 3,399	\$ -	\$ -	\$ -	\$ 3,399
Cash in COLOTRUST	2,137,062	-	-	-	2,137,062
Cash COLOTRUST - Conserv Trust	5,576	-	-	-	5,576
Cash in Savings	3,194	-	-	-	3,194
Accounts receivable - taxes	16,006	-	297	-	16,303
Accounts receivable	-	-	-	-	-
Receivable Plains	-	-	-	-	-
Prepaid expenses	462	-	-	-	462
Due from Other Funds	-	17,257	958,365	-	975,622
	<u>2,165,699</u>	<u>17,257</u>	<u>958,662</u>	<u>-</u>	<u>3,141,618</u>
Other assets					
Improvements	-	-	-	7,925,174	7,925,174
Amount available in debt service fund	-	-	-	958,662	958,662
Amount to be provided for retirement of debt	-	-	-	20,636,338	20,636,338
	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,520,174</u>	<u>29,520,174</u>
	<u>\$ 2,165,699</u>	<u>\$ 17,257</u>	<u>\$ 958,662</u>	<u>\$ 29,520,174</u>	<u>\$ 32,661,792</u>
Liabilities and Equity					
Current liabilities					
Accounts payable	\$ 55,906	\$ -	\$ -	\$ -	\$ 55,906
Due to Other Funds	975,622	-	-	-	975,622
	<u>1,031,528</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,031,528</u>
GO Bond Payable	-	-	-	21,595,000	21,595,000
Total liabilities	<u>1,031,528</u>	<u>-</u>	<u>-</u>	<u>21,595,000</u>	<u>22,626,528</u>
Fund Equity					
Investment in improvements	-	-	-	7,925,174	7,925,174
Fund balance	1,134,171	17,257	958,662	-	2,110,090
	<u>1,134,171</u>	<u>17,257</u>	<u>958,662</u>	<u>7,925,174</u>	<u>10,035,264</u>
	<u>\$ 2,165,699</u>	<u>\$ 17,257</u>	<u>\$ 958,662</u>	<u>\$ 29,520,174</u>	<u>\$ 32,661,792</u>

Bowles Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Nine Months Ended September 30, 2016
General Fund

See Accountant's Compilation Report

	Annual Budget	Actual	Variance Favorable (Unfavorable)	—Prior YTD—
Revenues				
Property taxes-Jeffco	\$ 529,888	\$ 529,137	\$ (751)	\$ 906,653
Property taxes-Denver	537,366	537,301	(65)	
Specific ownership taxes-Jeffco	89,037	73,666	(15,371)	123,708
Specific ownership taxes-Denver	90,294	61,890	(28,404)	
Conservation Trust fund	20,000	20,219	219	11,939
HOA Contribution /Water/Landscape	30,000	5,590	(24,410)	-
Sub HOA Contribution/Irrigation	4,000	-	(4,000)	-
Miscellaneous Income	972	350	(622)	3,425
Interest income	2,000	7,232	5,232	1,731
	<u>1,303,557</u>	<u>1,235,385</u>	<u>(68,172)</u>	<u>1,047,456</u>
Expenditures				
Accounting	11,000	7,714	3,286	6,482
Audit	6,600	6,400	200	6,400
Directors Fees	6,000	4,100	1,900	4,100
Insurance	12,000	12,165	(165)	10,756
Legal	12,000	4,017	7,983	5,877
Management	72,000	52,344	19,656	48,991
Office supplies/misc expense	5,000	4,154	836	4,131
SDA Dues/Conferences	1,000	1,238	(238)	-
Payroll Taxes	600	314	286	314
Snow Removal	15,000	16,795	(1,795)	8,618
Snow Removal - HOA	25,000	-	25,000	-
General tree maint/replacement	25,000	61,311	(36,311)	51,487
General landscape maintenance	270,000	188,032	81,968	176,015
Landscape maintenance - HOA	35,000	-	35,000	-
Tree maintenance - HOA	25,000	-	25,000	-
Open Space Isthmus Park	8,000	-	8,000	-
Foothills Recreation IGA	10,000	3,491	6,509	-
Open Space maint other	18,000	13,480	4,520	18,227
Repairs/maintenance/other	50,000	53,883	(3,883)	61,449
Repairs/maintenance-HOA	5,000	-	5,000	-
Portable restrooms	8,000	2,993	5,007	4,709
Special events	2,600	2,600	-	2,600
Treasurer's fees	16,009	13,314	2,695	11,406
Telephone	5,000	4,445	555	3,216
Utilities	20,000	12,174	7,826	12,732
Storm Drainage Services	32,000	3,868	28,132	15,725
Water pump service (operations)	15,000	-	15,000	-
Water annual assessment	45,000	40,282	4,718	37,207
Engineering / water samples	-	8,519	(8,519)	3,146
Contingency	391,244	-	391,244	-
Operating transfers out	560,000	100,000	460,000	70,000
Emergency reserve (3%)	22,674	-	22,674	-
	<u>1,729,727</u>	<u>617,643</u>	<u>1,112,084</u>	<u>563,588</u>
Excess (deficiency) of revenues over expenditures	(426,170)	617,742	1,043,912	
Fund balance - beginning	426,170	516,429	90,259	
Fund balance - ending	\$ -	\$ 1,134,171	\$ 1,134,171	

Bowles Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Nine Months Ended September 30, 2016
Capital Fund

See Accountant's Compilation Report

	Annual <u>Budget</u>	Actual	Variance Favorable (Unfavorable)	<u>—Prior YTD—</u>
Revenues				
Other Income	\$ -	\$ -	\$ -	\$ -
Transfer from debt service fund	-	-	-	-
Transfer from general fund	280,000	100,000	(180,000)	70,000
	<u>280,000</u>	<u>100,000</u>	<u>(180,000)</u>	<u>70,000</u>
Expenditures				
Water Shares	-	-	-	304
Capital Expense-Parks & Trails	40,000	-	40,000	25,406
Capital Expense-Landscape improvements	100,000	90,908	9,092	-
Capital Expense-Fence	50,000	-	50,000	41,920
Capital expense-irrigation improvements	90,000	-	90,000	-
Contingency	722	-	722	-
	<u>280,722</u>	<u>90,908</u>	<u>189,814</u>	<u>67,630</u>
Excess (deficiency) of revenues over expenditures	(722)	9,092	9,814	
Fund balance - beginning	<u>722</u>	<u>8,165</u>	<u>7,443</u>	
Fund balance (deficit) - ending	\$ <u>-</u>	\$ <u>17,257</u>	\$ <u>17,257</u>	

Bowles Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Nine Months Ended September 30, 2016
Debt Fund

See Accountant's Compilation Report

	Annual Budget	Actual	Variance Favorable (Unfavorable)	--Prior YTD--
Revenues				
Property taxes-Jeffco	\$ 698,195	697,204	\$ (991)	\$ 1,194,628
Property taxes-Denver	708,048	707,961	(87)	
Transfer from General Fund	280,000	-	(280,000)	-
Interest income	500	483	(17)	335
	<u>1,686,743</u>	<u>1,405,648</u>	<u>(281,095)</u>	<u>1,194,963</u>
Expenditures				
2013 Bonds-Principal	670,000	-	670,000	-
2013 Bonds-Interest	908,963	454,481	454,482	460,881
Treasurer fees	21,094	17,543	3,551	15,028
Trustee/paying agent fees	2,500	300	2,200	300
	<u>1,602,557</u>	<u>472,324</u>	<u>1,130,233</u>	<u>476,209</u>
Excess (deficiency) of revenues over expenditures	84,186	933,324	849,138	
Fund balance - beginning	<u>20,133</u>	<u>25,338</u>	<u>5,205</u>	
Fund balance (deficit) - ending	\$ <u>104,319</u>	\$ <u>958,662</u>	\$ <u>854,343</u>	