

**Bowles Metropolitan District
Financial Statements**

December 31, 2009

Board of Directors
Bowles Metropolitan District

We have compiled the accompanying Balance Sheet – Governmental Funds and Account Groups of the Bowles Metropolitan District as of December 31, 2009 and the related Statements of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Governmental funds for the twelve months then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Since the Board of Directors does not require financial statements prepared in conformity with generally accepted accounting practices to manage the affairs of the District on a monthly basis, determination has been made not to include the Statement of Net Assets, the Statement of Net Activities, Cash Flow where applicable, the Management Discussion and Analysis and disclosure footnotes to the statements. Accordingly, the accompanying financial statements are not intended to be used by readers who are not familiar with the District's financial affairs or informed about such matters that would be disclosed in complete financial statements.

Simmons & Wheeler P.C.

January 25, 2010

Bowles Metropolitan District
 Combined Balance Sheet
 December 31, 2009

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	\$ 107,296	\$ -	\$ -	\$ -	\$ 107,296
Cash in COLOTRUST	268,184	-	-	-	268,184
Cash COLOTRUST - Conserv Trust	24,048	-	-	-	24,048
Cash in Money Market	-	-	-	-	-
Cash in Certificate of Deposit	488,295	-	-	-	488,295
Cash in Savings	100,212	-	-	-	100,212
Accounts receivable - taxes	10,702	-	-	-	10,702
Accounts receivable	-	-	-	-	-
Due from Other Funds	-	4,170	6,560	-	10,730
	998,737	4,170	6,560	-	1,009,467
Other assets					
Improvements	-	-	-	6,964,796	6,964,796
Amount available in debt service fund	-	-	-	23,470,000	23,470,000
Amount to be provided for retirement of debt	-	-	-	-	-
	-	-	-	30,434,796	30,434,796
	\$ 998,737	\$ 4,170	\$ 6,560	30,434,796	\$ 31,444,263
Liabilities and Equity					
Current liabilities					
Accounts payable	\$ 37,235	\$ 1,225	\$ -	\$ -	\$ 38,460
Due to Other Funds	10,730	-	-	-	10,730
	47,965	1,225	-	-	49,190
GO Bond Payable	-	-	-	23,470,000	23,470,000
Total liabilities	47,965	1,225	-	23,470,000	23,519,190
Fund Equity					
Investment in improvements	-	-	-	6,964,796	6,964,796
Fund balance	950,772	2,945	6,560	-	960,277
	950,772	2,945	6,560	6,964,796	7,925,073
	\$ 998,737	\$ 4,170	\$ 6,560	\$ 30,434,796	\$ 31,444,263

Bowles Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Twelve Months Ended December 31, 2009
General Fund

See Accountant's Compilation Report

	Annual Budget	Actual	Variance Favorable (Unfavorable)	--Prior YTD--
Revenues				
Property taxes	\$ 947,755	\$ 947,451	\$ (304)	\$ 945,298
Specific ownership taxes	146,410	141,887	(4,523)	159,588
Conservation Trust fund	-	19,474	19,474	-
HOA Contribution /Water/Landscape	111,700	117,340	5,640	137,112
Sub HOA Contribution/Irrigation	5,000	4,360	(640)	5,890
Miscellaneous income	20,000	5,475	(14,525)	21,881
Interest income	8,065	13,252	5,187	38,831
	<u>1,238,930</u>	<u>1,249,239</u>	<u>10,309</u>	<u>1,308,600</u>
Expenditures				
Accounting/audit	16,500	16,545	(45)	14,516
Directors Fees	6,000	5,900	100	5,900
Insurance	13,000	8,303	4,697	175
Legal	30,000	10,766	19,234	12,586
Management	61,000	75,210	(14,210)	68,836
Office supplies/misc expense	8,001	4,715	3,286	5,726
SDA Dues/Conferences	6,000	3,604	2,396	5,057
Payroll Taxes	1,000	451	549	652
Snow Removal	25,000	10,535	14,465	3,360
Special/tree replacement	-	17,306	(17,306)	13,082
General tree maint/replacement	-	1,818	(1,818)	26,355
General landscape maintenance	215,000	235,980	(20,980)	261,151
Landscape maintenance-HOA	120,000	80,142	39,858	107,064
Open Space maintenance	10,500	4,057	6,443	13,939
Repairs/maintenance/other	60,000	32,459	27,541	69,216
Repairs/maintenance-HOA	7,500	9,132	(1,632)	5,090
Special events	3,000	2,600	400	2,600
Treasurer's fees	14,216	11,827	2,389	9,794
Telephone	3,500	2,658	842	2,640
Utilities	25,000	15,059	9,941	15,743
Storm Drainage Services	-	153	(153)	1,045
Water pump service	10,000	-	10,000	654
Water annual rental	65,000	41,467	23,533	39,871
Water annual assessment	45,000	30,000	15,000	40,004
Engineering (water)	40,000	48,476	(8,476)	41,165
Capital Outlay	16,000	-	16,000	-
Contingency	267,065	-	267,065	-
Operating transfers out	570,000	395,000	175,000	533,000
Working Capital Fund Balance	350,000	-	350,000	-
Emergency reserve (3%)	24,037	-	24,037	-
	<u>2,012,319</u>	<u>1,064,163</u>	<u>948,156</u>	<u>1,299,221</u>
Excess (deficiency) of revenues over expenditures	(773,389)	185,076	958,465	
Fund balance - beginning	<u>773,389</u>	<u>765,696</u>	<u>(7,693)</u>	
Fund balance - ending	<u>\$ -</u>	<u>\$ 950,772</u>	<u>\$ 950,772</u>	

Bowles Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Twelve Months Ended December 31, 2009
Capital Fund

See Accountant's Compilation Report

	Annual Budget	Actual	Variance Favorable (Unfavorable)	--Prior YTD--
Revenues				
Interest Income	\$ -	\$ -	\$ -	\$ -
Jefferson county joint venture	-	-	-	-
Transfers from general fund	120,000	50,000	(70,000)	53,000
	<u>120,000</u>	<u>50,000</u>	<u>(70,000)</u>	<u>53,000</u>
Expenditures				
Water Shares	100,000	-	100,000	-
Capital Expense-Intersections	-	-	-	54,000
Capital Expense-Parks & Trails	-	-	-	7,120
Capital Expense-Fence	-	23,450	(23,450)	5,400
Capital Expense-Sunset bb court	20,000	31,937	(11,937)	-
Capital Expense-Sunset playground	-	16,664	(16,664)	69,210
Contingency	17,242	-	17,242	-
	<u>137,242</u>	<u>72,051</u>	<u>65,191</u>	<u>135,730</u>
Excess (deficiency) of revenues over expenditures	(17,242)	(22,051)	(4,809)	
Fund balance - beginning	<u>17,242</u>	<u>24,996</u>	<u>7,754</u>	
Fund balance (deficit) - ending	<u>\$ -</u>	<u>\$ 2,945</u>	<u>\$ 2,945</u>	

Bowles Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Twelve Months Ended December 31, 2009
Debt Fund

See Accountant's Compilation Report

	<u>Annual Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	<u>--Prior YTD--</u>
Revenues				
Property taxes	\$ 1,144,188	1,143,970	\$ (218)	\$ 1,141,223
Transfer from General Fund	450,000	345,000	(105,000)	480,000
Interest income	69	993	924	694
	<u>1,594,257</u>	<u>1,489,963</u>	<u>(104,294)</u>	<u>1,621,917</u>
Expenditures				
2003 Bonds-Principal	340,000	340,000	-	315,000
2003 Bonds-Interest	1,228,565	1,228,565	-	1,238,015
Treasurer fees	17,163	14,278	2,885	11,824
Trustee/paying agent fees	501	150	351	150
	<u>1,586,229</u>	<u>1,582,993</u>	<u>3,236</u>	<u>1,564,989</u>
Excess (deficiency) of revenues over expenditures	8,028	(93,030)	(101,058)	
Fund balance - beginning	<u>103,737</u>	<u>99,590</u>	<u>(4,147)</u>	
Fund balance (deficit) - ending	\$ <u>111,765</u>	\$ <u>6,560</u>	\$ <u>(105,205)</u>	

**Bowles Metropolitan District
Cash Position Schedule
As of December 31, 2009**

Financial Institution	Account Type	Monthly Average Annual Yield	Amount
<u>Wells Fargo</u>			
	Cash in Checking	0.0033%	\$ 107,295.66
	Choice IV Money Market	0.0500%	\$ 0.00
<u>Colotrust</u>			
	General Account	0.2800%	268,184.07
	Conservation Trust Account	0.2800%	24,048.21
			\$ 292,232.28
<u>Citywide Banks</u>			
	Citywide Certificate of Deposit Maturity 7/16/2010	2.5000%	242,788.22
<u>First Tier</u>			
	First Tier Certificate of Deposit Maturity 3/10/2010	2.7200%	\$ 245,507.29
<u>Solera Savings</u>			
	Savings Account		\$ 100,212.05
			<u>\$ 988,035.50</u>