

**Bowles Metropolitan District
Financial Statements**

June 30, 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 June 30, 2009 and the related Statements of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Governmental funds for the six 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.

August 3, 2009

Bowles Metropolitan District
 Combined Balance Sheet
 June 30, 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	\$ 32,649	\$ -	\$ -	\$ -	\$ 32,649
Cash in COLOTRUST	791,704	-	-	-	791,704
Cash COLOTRUST - Conserv Trust	19,224	-	-	-	19,224
Cash in Money Market	297,830	-	-	-	297,830
Cash in Certificate of Deposit	242,168	-	-	-	242,168
Accounts receivable - taxes	321,476	-	374,131	-	695,607
Accounts receivable	-	17,200	-	-	17,200
Due from Other Funds	-	19,599	214,976	-	234,575
	1,705,051	36,799	589,107	-	2,330,957
Other assets					
Improvements	-	-	-	6,964,796	6,964,796
Amount available in debt service fund	-	-	-	23,810,000	23,810,000
Amount to be provided for retirement of debt	-	-	-	-	-
	-	-	-	30,774,796	30,774,796
	\$ 1,705,051	\$ 36,799	\$ 589,107	30,774,796	\$ 33,105,753
Liabilities and Equity					
Current liabilities					
Accounts payable	\$ 77,015	\$ -	\$ -	\$ -	\$ 77,015
Due to Other Funds	234,575	-	-	-	234,575
	311,590	-	-	-	311,590
GO Bond Payable	-	-	-	23,810,000	23,810,000
Total liabilities	311,590	-	-	23,810,000	24,121,590
Fund Equity					
Investment in improvements	-	-	-	6,964,796	6,964,796
Fund balance	1,393,461	36,799	589,107	-	2,019,367
	1,393,461	36,799	589,107	6,964,796	8,984,163
	\$ 1,705,051	\$ 36,799	\$ 589,107	\$ 30,774,796	\$ 33,105,753

Bowles Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
For the Six Months Ended June 30, 2009
General Fund

See Accountant's Compilation Report

	Annual Budget	Actual	Variance Favorable (Unfavorable)	---Prior YTD---
Revenues				
Property taxes	\$ 947,755	\$ 925,682	\$ (22,073)	\$ 928,409
Specific ownership taxes	146,410	70,254	(76,156)	80,553
Conservation Trust fund	-	9,683	9,683	-
HOA Contribution /Water/Landscape	111,700	23,091	(88,609)	345
Sub HOA Contribution/Irrigation	5,000	91	(4,909)	-
Miscellaneous Income	20,000	1,296	(18,704)	5,597
Interest income	8,065	4,204	(3,861)	19,815
	<u>1,238,930</u>	<u>1,034,301</u>	<u>(204,629)</u>	<u>1,034,719</u>
Expenditures				
Accounting/audit	16,500	10,735	5,765	2,697
Directors Fees	6,000	3,400	2,600	2,600
Insurance	13,000	8,303	4,697	175
Legal	30,000	3,676	26,324	4,347
Management	61,000	32,315	28,685	31,708
Office supplies/misc expense	8,001	3,415	4,586	5,735
SDA Dues/Conferences	6,000	1,683	4,317	3,379
Payroll Taxes	1,000	260	740	241
Snow Removal	25,000	5,440	19,560	4,263
Special/tree replacement	-	15,687	(15,687)	-
General tree maint/replacement	-	968	(968)	-
General landscape maintenance	215,000	133,823	81,177	157,567
Landscape maintenance-HOA	120,000	49,947	70,053	64,393
Open Space maintenance	10,500	3,319	7,181	3,085
Repairs/maintenance/other	60,000	8,727	51,273	140
Repairs/maintenance-HOA	7,500	476	7,024	205
Special events	3,000	-	3,000	-
Treasurer's fees	14,216	11,543	2,673	9,577
Telephone	3,500	1,300	2,200	1,397
Utilities	25,000	4,992	20,008	4,112
Storm Drainage Services	-	-	-	-
Water pump service	10,000	-	10,000	424
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	25,060	14,940	23,380
Capital Outlay	16,000	-	16,000	-
Contingency	267,065	-	267,065	-
Operating transfers out	570,000	10,000	560,000	-
Working Capital Fund Balance	350,000	-	350,000	-
Emergency reserve (3%)	24,037	-	24,037	-
	<u>2,012,319</u>	<u>406,536</u>	<u>1,605,783</u>	<u>399,300</u>
Excess (deficiency) of revenues over expenditures	(773,389)	627,765	1,401,154	
Fund balance - beginning	<u>773,389</u>	<u>765,696</u>	<u>(7,693)</u>	
Fund balance - ending	<u>\$ -</u>	<u>\$ 1,393,461</u>	<u>\$ 1,393,461</u>	

Bowles Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Six Months Ended June 30, 2009
Capital Fund

See Accountant's Compilation Report

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>--Prior YTD--</u>
Revenues				
Interest Income	\$ -	\$ -	\$ -	\$ -
Jefferson county joint venture	-	17,200	17,200	-
Transfers from general fund	<u>120,000</u>	<u>10,000</u>	<u>(110,000)</u>	<u>-</u>
	<u>120,000</u>	<u>27,200</u>	<u>(92,800)</u>	<u>-</u>
Expenditures				
Water Shares	100,000	-	100,000	-
Capital Expense-Intersections	-	-	-	-
Capital Expense-Parks & Trails	-	-	-	-
Capital Expense-Fence	-	1,209	(1,209)	5,400
Capital Expense-Sunset bb court	20,000	12,280	7,720	-
Capital Expense-Sunset playground	-	1,908	(1,908)	53,229
Contingency	<u>17,242</u>	<u>-</u>	<u>17,242</u>	<u>-</u>
	<u>137,242</u>	<u>15,397</u>	<u>121,845</u>	<u>58,629</u>
Excess (deficiency) of revenues over expenditures	(17,242)	11,803	29,045	
Fund balance - beginning	<u>17,242</u>	<u>24,996</u>	<u>7,754</u>	
Fund balance (deficit) - ending	<u>\$ -</u>	<u>\$ 36,799</u>	<u>\$ 36,799</u>	

Bowles Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Six Months Ended June 30, 2009
Debt Fund

See Accountant's Compilation Report

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>---Prior YTD---</u>
Revenues				
Property taxes	\$ 1,144,188	1,117,689	\$ (26,499)	\$ 1,120,833
Transfer from General Fund	450,000	-	(450,000)	-
Interest income	69	120	51	71
	<u>1,594,257</u>	<u>1,117,809</u>	<u>(476,448)</u>	<u>1,120,904</u>
Expenditures				
2003 Bonds-Principal	340,000	-	340,000	-
2003 Bonds-Interest	1,228,565	614,283	614,282	619,008
Treasurer fees	17,163	13,934	3,229	11,562
Trustee/paying agent fees	501	75	426	75
	<u>1,586,229</u>	<u>628,292</u>	<u>957,937</u>	<u>630,645</u>
Excess (deficiency) of revenues over expenditures	8,028	489,517	481,489	
Fund balance - beginning	<u>103,737</u>	<u>99,590</u>	<u>(4,147)</u>	
Fund balance (deficit) - ending	<u>\$ 111,765</u>	<u>\$ 589,107</u>	<u>\$ 477,342</u>	

**Bowles Metropolitan District
Cash Position Schedule
As of August 4, 2009**

Financial Institution	Account Type	Monthly Average Annual Yield	Amount
<u>Wells Fargo</u>			
	Cash in Checking	0.0033%	\$ 34,223.30
	Choice IV Money Market	0.0205%	\$ 9,830.09
<u>Colotrust</u>			
	General Account	0.3200%	791,704.44
	Conservation Trust Account	0.3200%	19,224.15
			\$ 810,928.59
<u>Citywide Banks</u>			
	Citywide Certificate of Deposit Maturity 7/16/2010	2.5000%	240,000.00
<u>First Tier</u>			
	First Tier Certificate of Deposit Maturity 3/10/2010	2.7200%	\$ 242,167.72
			<u>\$ 1,337,149.70</u>