LEGATO METROPOLITAN DISTRICT NOS. 1-7 ANNUAL REPORT TO THE CITY OF COMMERCE CITY

FISCAL YEAR ENDING DECEMBER 31, 2021

Pursuant to Section VI of the Legato Metropolitan District Nos. 1-7 Service Plan, the Districts are required to provide an annual report to the City of Commerce City no later than July 1 after conclusion of the Districts' fiscal year beginning December 31, 2020. Such annual report shall include information concerning the following matters:

- A. Boundary changes made or proposed.
- B. Intergovernmental Agreement entered into or proposed.
- C. Changes or proposed changes in the District's rules and regulations.
- D. A summary of any litigation which involves the District.
- E. Status of construction of public improvements.
- F. A list of all facilities and improvements constructed by the District that have been dedicated to and accepted by the City.
- G. Submission of current assessed valuation in the District.
- H. Current year budget, including a description of the Public Improvements to be constructed.
- I. Audit of the District's financial statements, or audit exemption, if applicable.
- J. Notice of any uncured events of default by the District, which continue beyond a ninety (90) day period, under any Debt instrument.
- K. Any inability of the District to pay its obligations as they come due, in accordance with the terms of such obligation.

For the year ending December 31, 2021, the Districts make the following report:

A. Boundary changes made or proposed.

No boundary changes were made during 2021.

B. <u>Intergovernmental Agreements entered into or proposed.</u>

District Nos. 1-7 entered into the Agreement Establishing the Legato Community Authority on February 24, 2021.

C. Changes or proposed changes in the Districts' rules and regulations.

There have been no changes in the District's rules and regulations.

D. A summary of any litigation which involves the Districts.

There is no litigation of which we are aware currently pending or involving the District.

E. Status of construction of public improvements.

The Authority, in coordination with the Districts, continues to work with its general contractor to install public improvements as contemplated by the Districts' Consolidated Service Plan. At this time, grading (public portion) is 95% complete, sewer installation is 30% complete and storm sewer/catch basins is 70% complete.

F. <u>A list of all facilities and improvements constructed by the Districts that have been</u> dedicated to and accepted by the City.

There were no facilities or improvements constructed by the Districts that have been dedicated to and accepted by the City.

G. Submission of current assessed valuation in the Districts.

The Districts have received certifications of valuation from the Adams County Assessor that report taxable assessed valuations for the Districts for 2021 as follows:

District 1, \$2,030;

District 2, \$4,080;

District 3, \$1,620;

District 4, \$84,460;

District 5, \$3,240;

District 6, \$4,520; and

District 7, \$4,800 for collection in 2022.

The Districts have certified total mill levies to be assessed against properties in the District for 2021 as follows:

District 1, 30.000 mills;

District 2, 66.333 mills;

District 3, 66.333 mills;

District 4, 11.056 mills:

District 5, 5.000 mills;

District 6, 5.000 mills; and

{00601807 2}

District 7, 30.000 mills.

H. <u>Current year budget, including a description of the Public Improvements to be constructed.</u>

See Exhibit A.

I. Audit of the Districts' financial statements, or audit exemptions, if applicable.

See Exhibit B.

J. Notice of any uncured events of default by the District, which continue beyond a ninety (90) day period, under any Debt instrument.

None.

K. Any inability of the District to pay its obligations as they come due, in accordance with the terms of such obligation.

3

None.

{00601807 2}

EXHIBIT A 2022 Budgets Attached

{00601807 2}

4

LEGATO METROPOLITAN DISTRICT NO. 1 ANNUAL BUDGET FOR THE YEAR ENDING DECEMBER 31, 2022

LEGATO METROPOLITAN DISTRICT NO. 1 SUMMARY 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020	ESTIMATED 2021		SUDGET 2022
BEGINNING FUND BALANCES	\$ -	\$	- \$	-
REVENUES Property taxes Specific ownership taxes Other revenue Developer advance	- - -		- - -	61 6 28
Total revenues	-			95
Total funds available	-		-	95
EXPENDITURES General Fund Debt Service Fund	- -		·	30 65
Total expenditures	-	,	-	95
Total expenditures and transfers out requiring appropriation	-		-	95
ENDING FUND BALANCES	\$ -	\$	- \$	

LEGATO METROPOLITAN DISTRICT NO. 1 PROPERTY TAX SUMMARY INFORMATION 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021		II II		ED BUDGE 2022					
ASSESSED VALUATION Agricultural		_		-				-		-		2,030
Certified Assessed Value	\$	-	\$	-	\$	2,030						
MILL LEVY												
General		0.000		0.000		5.000						
Debt Service		0.000		0.000		25.000						
Total mill levy		0.000	0.000			30.000						
PROPERTY TAXES General Debt Service	\$	- -	\$	- -	\$	10 51						
Budgeted property taxes	\$	-	\$	-	\$	61						
BUDGETED PROPERTY TAXES General Debt Service	\$	- - -	\$	- - -	\$	10 51 61						

LEGATO METROPOLITAN DISTRICT NO. 1 GENERAL FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$	-	\$ -	\$ -
REVENUES Property taxes Specific ownership taxes Other revenue		- - -	- - -	10 2 18
Total revenues		-	-	30
Total funds available		-	-	30
EXPENDITURES General and administrative				
County Treasurer's fee		-	-	1
Contingency		-	-	18
Transfer to Legato Community Authority		-	-	11
Total expenditures		-	-	30_
Total expenditures and transfers out requiring appropriation		-	-	30
ENDING FUND BALANCE	\$	-	\$ -	\$ -

LEGATO METROPOLITAN DISTRICT NO. 1 DEBT SERVICE FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	-				1			
	∥ ACT	ACTUAL		ΓED	BUDGET			
	20	2020			2022			
		20	2021	_	2022			
	_		_					
BEGINNING FUND BALANCE	\$	-	\$	- \$	-			
DEVENIUS								
REVENUES					F.4			
Property taxes		-		-	51			
Specific ownership taxes		-		-	4			
Other revenue		-		-	10			
Total revenues					65			
Total revenues								
Tatal funda available					C.F.			
Total funds available		-			65			
EXPENDITURES								
General and administrative					_			
County Treasurer's fee		-		-	1			
Contingency		-		-	10			
Transfer to Legato Community Authority		-		-	54			
Total expenditures		-		-	65			
•								
Total expenditures and transfers out								
requiring appropriation				_	65			
1044mmg appropriation								
ENDING FUND BALANCE	\$	_	\$	- \$	_			
ENDING! OND DITE WOL	Ψ		Ψ	Ψ				

LEGATO METROPOLITAN DISTRICT NO. 1 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

Legato Metropolitan District No. 1 (the "District"), a quasi-municipal corporation, 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 in Adams County, Colorado. Concurrently with the formation of the District, the City of Commerce City (the "City") approved the formation of Legato Metropolitan District Nos. 2, 3, 4, 5, 6, and 7, (together with the District, the "Taxing Districts") (collectively, the "Legato Districts"). The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District.

On November 3, 2020, the District's voters authorized total general obligation indebtedness of \$8,200,000,000 for the above listed facilities and powers, but the District's service plan limits the total debt issuance to \$100,000,000, with a maximum debt mill levy of 55.277 mills, subject to adjustment from 2020.

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

The District prepares its budget on the modified accrual basis of accounting, in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

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 n 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. The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District

LEGATO METROPOLITAN DISTRICT NO. 1 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues – (continued)

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 7% of the property taxes collected.

Expenditures

Transfers to Legato Community Authority

Pursuant to the, Agreement Establishing the Legato Community Authority, Legato Metropolitan District Nos. 1-7 (the Districts) have agreed that Legato Community Authority (the Authority) will provide the Services and incur the financial obligations on behalf of the Districts, and that the Districts will pay all costs related thereto through the imposition of ad valorem property taxes and transferring the net tax revenues to the Authority.

Operating Agreement

The District has entered into an Operating Agreement with Legato Community Authority. Pursuant to the Operating Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 5.000 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021).

Capital Pledge Agreement

The District has entered into a Capital Pledge Agreement (the "Pledge Agreement") with Legato Community Authority. Pursuant to the Pledge Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 25.000 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021) or such lesser amount as may be needed to pay the Authority's Bonds and any Additional Obligations as they come due.

Debt and Leases

The District has no outstanding debt, nor operating or capital leases.

Reserves

Emergency Reserve

TABOR required local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. The District has not provided for an emergency reserve equal to at least 3% of fiscal year spending for 2022, as defined under TABOR, because net tax revenue is transferred to the Authority, which provides for the required reserve amount.

This information is an integral part of the accompanying budget.

LEGATO METROPOLITAN DISTRICT NO. 2 ANNUAL BUDGET FOR THE YEAR ENDING DECEMBER 31, 2022

LEGATO METROPOLITAN DISTRICT NO. 2 SUMMARY 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020				E	BUDGET 2022
BEGINNING FUND BALANCES	\$	-	\$	-	\$	-
REVENUES Property taxes Specific ownership taxes Other revenue		-		- - -		271 19 30
Total revenues		-		-		320
Total funds available		-		-		320
EXPENDITURES General Fund Debt Service Fund		- -		-		60 260
Total expenditures		-		-		320
Total expenditures and transfers out requiring appropriation		-		-		320
ENDING FUND BALANCES	\$		\$		\$	

LEGATO METROPOLITAN DISTRICT NO. 2 PROPERTY TAX SUMMARY INFORMATION 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021		ll l	
ASSESSED VALUATION Agricultural Certified Assessed Value	\$	<u>-</u>	\$	<u>-</u>	\$	4,080 4,080
MILL LEVY General Debt Service Total mill levy		0.000 0.000 0.000		0.000 0.000 0.000		11.056 55.277 66.333
PROPERTY TAXES General Debt Service	\$	- -	\$	- -	\$	45 226
Levied property taxes		-		-		271
Budgeted property taxes	\$	-	\$	-	\$	271
BUDGETED PROPERTY TAXES General Debt Service	\$		\$	-	\$	45 226 271

LEGATO METROPOLITAN DISTRICT NO. 2 GENERAL FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	II	CTUAL ESTIMATED 2020 2021		BUDGET 2022
BEGINNING FUND BALANCE	\$	- \$	- \$	-
REVENUES Property taxes Specific ownership taxes Other revenue		- - -	- - -	45 3 12
Total revenues		-	-	60
Total funds available		-		60
EXPENDITURES General and administrative				1
County Treasurer's fee Contingency		-	-	12
Transfer to Legato Community Authority Total expenditures		-	-	47 60
Total expenditures and transfers out requiring appropriation		-	-	60_
ENDING FUND BALANCE	\$	- \$	- \$	

LEGATO METROPOLITAN DISTRICT NO. 2 DEBT SERVICE FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$	- 3	\$ -	\$ -
REVENUES				
Property taxes		-	-	226
Specific ownership taxes		-	-	16
Other revenue		-	-	18
Total revenues		-	-	260
Total funds available		-	_	260
EXPENDITURES				
General and administrative				
County Treasurer's fee		-	-	3
Contingency		-	-	18
Transfer to Legato Community Authority		-		239
Total expenditures		-	-	260
Total expenditures and transfers out				
requiring appropriation		-	-	260
ENDING FUND BALANCE	\$	- 9	\$ -	\$ -

LEGATO METROPOLITAN DISTRICT NO. 2 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

Legato Metropolitan District No. 2 (the "District"), a quasi-municipal corporation, 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 in Adams County, Colorado. Concurrently with the formation of the District, the City of Commerce City (the "City") approved the formation of Legato Metropolitan District Nos. 1, 3, 4, 5, 6, and 7, (together with the District, the "Taxing Districts") (collectively, the "Legato Districts"). The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District.

On November 3, 2020, the District's voters authorized total general obligation indebtedness of \$8,200,000,000 for the above listed facilities and powers, but the District's service plan limits the total debt issuance to \$100,000,000, with a maximum debt mill levy of 55.277 mills, subject to adjustment from 2020.

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

The District prepares its budget on the modified accrual basis of accounting, in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

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 n 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. The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District

LEGATO METROPOLITAN DISTRICT NO. 2 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues – (continued)

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 7% of the property taxes collected.

Expenditures

Transfers to Legato Community Authority

Pursuant to the, Agreement Establishing the Legato Community Authority, Legato Metropolitan District Nos. 1-7 (the Districts) have agreed that Legato Community Authority (the Authority) will provide the Services and incur the financial obligations on behalf of the Districts, and that the Districts will pay all costs related thereto through the imposition of ad valorem property taxes and transferring the net tax revenues to the Authority.

Operating Agreement

The District has entered into an Operating Agreement with Legato Community Authority. Pursuant to the Operating Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 11.056 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021).

Capital Pledge Agreement

The District has entered into a Capital Pledge Agreement (the "Pledge Agreement") with Legato Community Authority. Pursuant to the Pledge Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 55.277 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021) or such lesser amount as may be needed to pay the Authority's Bonds and any Additional Obligations as they come due.

Debt and Leases

The District has no outstanding debt, nor operating or capital leases.

Reserves

Emergency Reserve

TABOR required local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. The District has not provided for an emergency reserve equal to at least 3% of fiscal year spending for 2022, as defined under TABOR, because net tax revenue is transferred to the Authority, which provides for the required reserve amount.

This information is an integral part of the accompanying budget.

LEGATO METRO DISTRICT NO. 3 ANNUAL BUDGET FOR THE YEAR ENDING DECEMBER 31, 2022

LEGATO METRO DISTRICT NO. 3 SUMMARY 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

		ACTUAL 2020			BUDGET 2022
BEGINNING FUND BALANCES	\$	-	\$ -	. \$	-
REVENUES Property taxes Specific ownership taxes Other revenue Developer advance		: : :	- - -		107 7 25
Total revenues	_	-	-		139
Total funds available		_			139
EXPENDITURES General Fund Debt Service Fund		- -			29 110
Total expenditures		-	-		139
Total expenditures and transfers out requiring appropriation	_	-			139
ENDING FUND BALANCES	_\$		\$ -	. \$	

LEGATO METRO DISTRICT NO. 3 PROPERTY TAX SUMMARY INFORMATION 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021		В	UDGET 2022
ASSESSED VALUATION Agricultural Certified Assessed Value	\$	<u>-</u>	\$	<u>-</u>	\$	1,620 1,620
MILL LEVY General Debt Service Total mill levy		0.000 0.000 0.000		0.000 0.000 0.000		11.056 55.277 66.333
PROPERTY TAXES General Debt Service	\$	- -	\$	- -	\$	17 90
Levied property taxes Budgeted property taxes	\$	-	\$	-	\$	107 107
BUDGETED PROPERTY TAXES General Debt Service	\$	- - -	\$	- - -	\$	17 90 107

LEGATO METRO DISTRICT NO. 3 GENERAL FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUA 2020	ľ	ESTIMATED 2021		BUDGET 2022
BEGINNING FUND BALANCE	\$	-	\$	- \$	-
REVENUES Property taxes Specific ownership taxes Other revenue		- - -		- - -	17 1 11
Total revenues		-		-	29
Total funds available		-		_	29
EXPENDITURES General and administrative					
County Treasurer's fee		-		-	1
Contingency Transfer to Legato Community Authority		-		_	11 17
Total expenditures		-		-	29
Total expenditures and transfers out requiring appropriation		_		_	29
ENDING FUND BALANCE	\$	-	\$	- \$	-

LEGATO METRO DISTRICT NO. 3 DEBT SERVICE FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		II II		ll l		ll .		BUDGET 2022	
BEGINNING FUND BALANCE	\$	-	\$	-	\$	-				
REVENUES										
Property taxes		-		-	90	0				
Specific ownership taxes		-		-		6				
Other revenue		-		-	14	4				
Total revenues		-		-	110	0				
Total funds available		_		-	110	0_				
EXPENDITURES										
General and administrative										
County Treasurer's fee		-		-		1				
Contingency		-		-	14	•				
Transfer to Legato Community Authority Total expenditures					9:	_				
rotal experiultures					111	-				
Total expenditures and transfers out										
requiring appropriation		-		-	110	0				
ENDING FUND BALANCE	\$	_	\$		\$	<u>-</u>				

LEGATO METRO DISTRICT NO. 3 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

Legato Metropolitan District No. 3 (the "District"), a quasi-municipal corporation, 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 in Adams County, Colorado. Concurrently with the formation of the District, the City of Commerce City (the "City") approved the formation of Legato Metropolitan District Nos. 1, 2, 4, 5, 6, and 7, (together with the District, the "Taxing Districts") (collectively, the "Legato Districts"). The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District.

On November 3, 2020, the District's voters authorized total general obligation indebtedness of \$8,200,000,000 for the above listed facilities and powers, but the District's service plan limits the total debt issuance to \$100,000,000, with a maximum debt mill levy of 55.277 mills, subject to adjustment from 2020.

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

The District prepares its budget on the modified accrual basis of accounting, in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

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 n 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. The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District

LEGATO METRO DISTRICT NO. 3 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues – (continued)

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 7% of the property taxes collected.

Expenditures

Transfers to Legato Community Authority

Pursuant to the, Agreement Establishing the Legato Community Authority, Legato Metropolitan District Nos. 1-7 (the Districts) have agreed that Legato Community Authority (the Authority) will provide the Services and incur the financial obligations on behalf of the Districts, and that the Districts will pay all costs related thereto through the imposition of ad valorem property taxes and transferring the net tax revenues to the Authority.

Operating Agreement

The District has entered into an Operating Agreement with Legato Community Authority. Pursuant to the Operating Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 11.056 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021).

Capital Pledge Agreement

The District has entered into a Capital Pledge Agreement (the "Pledge Agreement") with Legato Community Authority. Pursuant to the Pledge Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 55.277 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021) or such lesser amount as may be needed to pay the Authority's Bonds and any Additional Obligations as they come due.

Debt and Leases

The District has no outstanding debt, nor operating or capital leases.

Reserves

Emergency Reserve

TABOR required local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. The District has not provided for an emergency reserve equal to at least 3% of fiscal year spending for 2022, as defined under TABOR, because net tax revenue is transferred to the Authority, which provides for the required reserve amount.

This information is an integral part of the accompanying budget.

LEGATO METROPOLITAN DISTRICT NO. 4 ANNUAL BUDGET FOR THE YEAR ENDING DECEMBER 31, 2022

LEGATO METROPOLITAN DISTRICT NO. 4 GENERAL FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021	В	UDGET 2022
BEGINNING FUND BALANCES	\$	-	\$ -	\$	-
REVENUES Property taxes Specific ownership tax Other revenue		- - -	- - -		934 65 21
Total revenues		-	-		1,020
Total funds available		_	-		1,020
EXPENDITURES General and administrative					
Country treasurer fees		-	-		14
Contigency		-	-		21
Transfer to Legato Community Authority Total expenditures		-			985 1,020
Total expenditures and transfers out requiring appropriation		_	-		1,020
ENDING FUND BALANCES	\$	_	\$ -	\$	

LEGATO METROPOLITAN DISTRICT NO. 4 PROPERTY TAX SUMMARY INFORMATION 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021		BUDGET 2022	
ASSESSED VALUATION Agricultural Personal property Certified Assessed Value	\$	- - -	\$	- - -	\$	5,640 78,820 84,460
MILL LEVY General Total mill levy		0.000		0.000		11.056 11.056
PROPERTY TAXES General Levied property taxes Budgeted property taxes	\$	- - -	\$	- - -	\$	934 934 934
BUDGETED PROPERTY TAXES General	\$	-	\$	-	\$	934 934

LEGATO METROPOLITAN DISTRICT NO. 4 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

Legato Metropolitan District No. 4 (the "District"), a quasi-municipal corporation, 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 in Adams County, Colorado. Concurrently with the formation of the District, the City of Aurora (the "City") approved the formation of Legato Metropolitan District Nos. 1, 2, 3, 5, 6, 7, (together with the District, the "Taxing Districts") (collectively, the "Legato Districts"). The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District.

On November 3, 2020, the District's voters authorized total general obligation indebtedness of \$8,200,000,000 for the above listed facilities and powers, but the District's service plan limits the total debt issuance to \$100,000,000, with a maximum debt mill levy of 55.277 mills, subject to adjustment from 2020.

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

The District prepares its budget on the modified accrual basis of accounting, in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

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 n 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. The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District.

LEGATO METROPOLITAN DISTRICT NO. 4 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues – (continued)

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 7% of the property taxes collected.

Expenditures

Transfers to Legato Community Authority

Pursuant to the, Agreement Establishing the Legato Community Authority, Legato Metropolitan District Nos. 1-7 (the Districts) have agreed that Legato Community Authority (the Authority) will provide the Services and incur the financial obligations on behalf of the Districts, and that the Districts will pay all costs related thereto through the imposition of ad valorem property taxes and transferring the net tax revenues to the Authority.

Operating Agreement

The District has entered into an Operating Agreement with Legato Community Authority. Pursuant to the Operating Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 11.056 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021).

Debt and Leases

The District has no outstanding debt, nor operating or capital leases.

Reserves

Emergency Reserve

TABOR required local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. The District has not provided for an emergency reserve equal to at least 3% of fiscal year spending for 2022, as defined under TABOR, because net tax revenue is transferred to the Authority, which provides for the required reserve amount.

This information is an integral part of the accompanying budget.

LEGATO METRO DISTRICT NO. 5 ANNUAL BUDGET FOR THE YEAR ENDING DECEMBER 31, 2022

LEGATO METRO DISTRICT NO. 5 GENERAL FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021	BUDGET 2022	
BEGINNING FUND BALANCES	\$	- \$	-	\$ -	
REVENUES					
Property taxes		-	-	16	
Specific ownership tax Other revenue		-	-	1 22	
Total revenues		-	-	39	
Total funds available		-		39	
EXPENDITURES					
General and administrative					
Country treasurer fees Contigency		-	-	- 22	
Transfer to Legato Community Authority		-	-	17	
Total expenditures		-	-	39	
Total expenditures and transfers out					
requiring appropriation		-	-	39	
ENDING FUND BALANCES	\$	- \$	-	\$ -	

LEGATO METRO DISTRICT NO. 5 PROPERTY TAX SUMMARY INFORMATION 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021		BUDGET 2022	
ASSESSED VALUATION Agricultural Certified Assessed Value	\$	<u>-</u>	\$	<u>-</u>	\$	3,240 3,240
MILL LEVY General Total mill levy		0.000		0.000		5.000 5.000
PROPERTY TAXES General Levied property taxes Budgeted property taxes	\$	- - -	\$	- -	\$	16 16 16
BUDGETED PROPERTY TAXES General	\$ \$	-	\$	- -	\$	16 16

LEGATO METRO DISTRICT NO. 5 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

Legato Metropolitan District No. 5 (the "District"), a quasi-municipal corporation, 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 in Adams County, Colorado. Concurrently with the formation of the District, the City of Aurora (the "City") approved the formation of Legato Metropolitan District Nos. 1, 2, 3, 4, 6, 7, (together with the District, the "Taxing Districts") (collectively, the "Legato Districts"). The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District.

On November 3, 2020, the District's voters authorized total general obligation indebtedness of \$8,200,000,000 for the above listed facilities and powers, but the District's service plan limits the total debt issuance to \$100,000,000, with a maximum debt mill levy of 55.277 mills, subject to adjustment from 2020.

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

The District prepares its budget on the modified accrual basis of accounting, in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

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 n 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. The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District

LEGATO METRO DISTRICT NO. 5 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues – (continued)

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 7% of the property taxes collected.

Expenditures

Transfers to Legato Community Authority

Pursuant to the, Agreement Establishing the Legato Community Authority, Legato Metropolitan District Nos. 1-7 (the Districts) have agreed that Legato Community Authority (the Authority) will provide the Services and incur the financial obligations on behalf of the Districts, and that the Districts will pay all costs related thereto through the imposition of ad valorem property taxes and transferring the net tax revenues to the Authority.

Operating Agreement

The District has entered into an Operating Agreement with Legato Community Authority. Pursuant to the Operating Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 5.000 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021).

Debt and Leases

The District has no outstanding debt, nor operating or capital leases.

Reserves

Emergency Reserve

TABOR required local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. The District has not provided for an emergency reserve equal to at least 3% of fiscal year spending for 2022, as defined under TABOR, because net tax revenue is transferred to the Authority, which provides for the required reserve amount.

This information is an integral part of the accompanying budget.

LEGATO METRO DISTRICT NO. 6 ANNUAL BUDGET FOR THE YEAR ENDING DECEMBER 31, 2022

LEGATO METRO DISTRICT NO. 6 GENERAL FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUA 2020	L	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCES	\$	-	\$ -	\$ -
REVENUES				
Property taxes		-	-	23
Specific ownership tax		-	-	2
Other revenue				15
Total revenues		-		40
Total funds available		-		40
EXPENDITURES				
General and administrative Country treasurer fees		_	_	1
Contigency		-	-	15
Transfer to Legato Community Authority		-	-	24
Total expenditures		-	-	40
Total expenditures and transfers out requiring appropriation		_	-	40_
ENDING FUND BALANCES	\$	_	\$ -	\$ -

LEGATO METRO DISTRICT NO. 6 PROPERTY TAX SUMMARY INFORMATION 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ll l	CTUAL 2020	ES	TIMATED 2021	E	BUDGET 2022
ASSESSED VALUATION Agricultural Certified Assessed Value	\$	<u>-</u>	\$	<u>-</u>	\$	4,520 4,520
MILL LEVY General Total mill levy		0.000		0.000		5.000
PROPERTY TAXES General Levied property taxes Budgeted property taxes	\$	- - -	\$	-	\$	23 23 23
BUDGETED PROPERTY TAXES General	\$	<u>-</u>	\$ \$	- -	\$	23 23

LEGATO METRO DISTRICT NO. 6 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

Legato Metropolitan District No. 6 (the "District"), a quasi-municipal corporation, 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 in Adams County, Colorado. Concurrently with the formation of the District, the City of Aurora (the "City") approved the formation of Legato Metropolitan District Nos. 1, 2, 3, 4, 5, 7, (together with the District, the "Taxing Districts") (collectively, the "Legato Districts"). The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District.

On November 3, 2020, the District's voters authorized total general obligation indebtedness of \$8,200,000,000 for the above listed facilities and powers, but the District's service plan limits the total debt issuance to \$100,000,000, with a maximum debt mill levy of 55.277 mills, subject to adjustment from 2020.

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

The District prepares its budget on the modified accrual basis of accounting, in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

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 n 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. The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District.

LEGATO METRO DISTRICT NO. 6 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues – (continued)

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 7% of the property taxes collected.

Expenditures

Transfers to Legato Community Authority

Pursuant to the, Agreement Establishing the Legato Community Authority, Legato Metropolitan District Nos. 1-7 (the Districts) have agreed that Legato Community Authority (the Authority) will provide the Services and incur the financial obligations on behalf of the Districts, and that the Districts will pay all costs related thereto through the imposition of ad valorem property taxes and transferring the net tax revenues to the Authority.

Operating Agreement

The District has entered into an Operating Agreement with Legato Community Authority. Pursuant to the Operating Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 5.000 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021).

Debt and Leases

The District has no outstanding debt, nor operating or capital leases.

Reserves

Emergency Reserve

TABOR required local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. The District has not provided for an emergency reserve equal to at least 3% of fiscal year spending for 2022, as defined under TABOR, because net tax revenue is transferred to the Authority, which provides for the required reserve amount.

This information is an integral part of the accompanying budget.

LEGATO METROPOLITAN DISTRICT NO. 7 ANNUAL BUDGET FOR THE YEAR ENDING DECEMBER 31, 2022

LEGATO METROPOLITAN DISTRICT NO. 7 SUMMARY 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

		ACTUAL 2020	l	IMATED 2021	В	SUDGET 2022
BEGINNING FUND BALANCES	\$	-	\$	-	\$	-
REVENUES Property taxes Specific ownership taxes Other revenue Developer advance		-		- - -		144 10 34
Total revenues		-		-		188
Total funds available		-		-		188
EXPENDITURES General Fund Debt Service Fund		-		- -		50 138
Total expenditures		-		-		188
Total expenditures and transfers out requiring appropriation	_	-		-		188
ENDING FUND BALANCES	_\$		\$	_	\$	

LEGATO METROPOLITAN DISTRICT NO. 7 PROPERTY TAX SUMMARY INFORMATION 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTUAL 2020		ESTIMATED 2021		В	UDGET 2022
ASSESSED VALUATION Agricultural Certified Assessed Value	\$	-	\$	<u>-</u>	\$	4,800 4,800
MILL LEVY General Debt Service Total mill levy		0.000 0.000 0.000		0.000 0.000 0.000		5.000 25.000 30.000
PROPERTY TAXES General Debt Service	\$	<u>-</u>	\$	- -	\$	24 120
Levied property taxes Budgeted property taxes	\$	-	\$	-	\$	144
BUDGETED PROPERTY TAXES General Debt Service	\$	- - -	\$	- - -	\$	24 120 144

LEGATO METROPOLITAN DISTRICT NO. 7 GENERAL FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTU 202	ll ll	TIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$	- \$	-	\$ -
REVENUES				
Property taxes		-	-	24
Specific ownership taxes Other revenue		-	-	2 24
Total revenues		-	-	50
Total funds available		-	-	50
EXPENDITURES General and administrative				
County Treasurer's fee		-	_	1
Contingency		-	-	24
Transfer to Legato Community Authority		-	-	25
Total expenditures		-	-	50
Total expenditures and transfers out requiring appropriation		-		50
ENDING FUND BALANCE	\$	- \$	-	\$ -

LEGATO METROPOLITAN DISTRICT NO. 7 DEBT SERVICE FUND 2022 BUDGET

WITH 2020 ACTUAL AND 2021 ESTIMATED For the Years Ended and Ending December 31,

	ACTU 202	ll ll	TIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$	- \$	-	\$ -
REVENUES				
Property taxes		-	-	120
Specific ownership taxes		-	-	8
Other revenue		-	-	10
Total revenues		-	-	138
Total funds available		-	-	138
EXPENDITURES				
General and administrative				
County Treasurer's fee		-	-	2
Contingency		-	-	10
Transfer to Legato Community Authority		-	-	126 138
Total expenditures			-	138
Total expenditures and transfers out				
requiring appropriation		-	-	138
ENDING FUND BALANCE	\$	- \$		\$ -

LEGATO METROPOLITAN DISTRICT NO. 7 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

Legato Metropolitan District No. 7 (the "District"), a quasi-municipal corporation, 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 in Adams County, Colorado. Concurrently with the formation of the District, the City of Commerce City (the "City") approved the formation of Legato Metropolitan District Nos. 1, 2, 3, 4, 5, and 6, (together with the District, the "Taxing Districts") (collectively, the "Legato Districts"). The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District.

On November 3, 2020, the District's voters authorized total general obligation indebtedness of \$8,200,000,000 for the above listed facilities and powers, but the District's service plan limits the total debt issuance to \$100,000,000, with a maximum debt mill levy of 55.277 mills, subject to adjustment from 2020.

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

The District prepares its budget on the modified accrual basis of accounting, in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

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 n 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. The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District

LEGATO METROPOLITAN DISTRICT NO. 7 2022 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues – (continued)

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 7% of the property taxes collected.

Expenditures

Transfers to Legato Community Authority

Pursuant to the, Agreement Establishing the Legato Community Authority, Legato Metropolitan District Nos. 1-7 (the Districts) have agreed that Legato Community Authority (the Authority) will provide the Services and incur the financial obligations on behalf of the Districts, and that the Districts will pay all costs related thereto through the imposition of ad valorem property taxes and transferring the net tax revenues to the Authority.

Operating Agreement

The District has entered into an Operating Agreement with Legato Community Authority. Pursuant to the Operating Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 5.000 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021).

Capital Pledge Agreement

The District has entered into a Capital Pledge Agreement (the "Pledge Agreement") with Legato Community Authority. Pursuant to the Pledge Agreement, the District has covenanted to impose an ad valorem mill levy upon all taxable property of the District of 25.000 mills (subject to adjustment for changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement after January 1, 2021) or such lesser amount as may be needed to pay the Authority's Bonds and any Additional Obligations as they come due.

Debt and Leases

The District has no outstanding debt, nor operating or capital leases.

Reserves

Emergency Reserve

TABOR required local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. The District has not provided for an emergency reserve equal to at least 3% of fiscal year spending for 2022, as defined under TABOR, because net tax revenue is transferred to the Authority, which provides for the required reserve amount.

This information is an integral part of the accompanying budget.

EXHIBIT B 2021 Audit Exemptions Attached

{00601807 2}

5

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

For the Year Ended

12/31/21

or fiscal year ended:

NAME OF GOVERNMENT **ADDRESS**

Legato Metropolitan District No. 1

8390 E Crescent Parkway Suite 300

Greenwood Village, CO 80111

Jason Carroll 303-779-5710

Jason.Carroll@claconnect.com

EMAIL FAX

CONTACT PERSON

303-779-0348 PART 1 - CERTIFICATION OF PREPARER

I certify that I am skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

NAME:

PHONE

TITLE

FIRM NAME (if applicable)

ADDRESS

PHONE DATE PREPARED Jason Carroll

Accountant for the District

CliftonLarsonAllen LLP 8390 E Crescent Parkway, Suite 300, Greenwood Village, CO 80111

303-779-5710

2/7/2022

PREPARER (SIGNATURE REQUIRED)

See Accountant's Compilation Report.

Please indicate whether the following financial information is recorded	GOVERNMENTAL (MODIFIED ACCRUAL BASIS)	PROPRIETARY (CASH OR BUDGETARY BASIS)
using Governmental or Proprietary fund types	V	

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

Line#		De	scription	Round to nearest Dollar	Please use this
2-1	Taxes: F	roperty	(report mills levied in Question 10-6)	\$	space to provide
2-2	S	Specific owners	ship	\$ -	any necessary
2-3	S	Sales and use		\$ -	explanations
2-4		Other (specify):		\$ -	
2-5	Licenses and permits			\$ -	-83 - 0 = 8
2-6	Intergovernmental:		Grants	\$	
2-7			Conservation Trust Funds (Lottery)	\$ -	
2-8			Highway Users Tax Funds (HUTF)	\$	
2-9			Other (specify):	\$ -	
2-10	Charges for services			\$ -	
2-11	Fines and forfeits			\$ -	
2-12	Special assessments			\$ -	
2-13	Investment income			\$ -	
2-14	Charges for utility ser	vices		\$ -	
2-15	Debt proceeds		(should agree with line 4-4, column 2)	\$ -	
2-16	Lease proceeds			\$	
2-17	Developer Advances r	eceived	(should agree with line 4-4)	\$ -	
2-18	Proceeds from sale of	f capital assets		\$ -	
2-19	Fire and police pension	n		\$ -	
2-20	Donations			\$ -	
2-21	Other (specify):			\$	
2-22				\$ -	
2-23				\$ -	
2-24		(add lin	es 2-1 through 2-23) TOTAL REVENUE	\$ -	

PART 3 - EXPENDITURES/EXPENSES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

Line#	Description		Round to nearest Dollar	Please use this
3-1	Administrative		-	space to provide
3-2	Salaries		\$ -	
3-3	Payroll taxes		\$ -	explanations
3-4	Contract services		\$ -	
3-5	Employee benefits		\$ -	
3-6	Insurance		\$ -	
3-7	Accounting and legal fees		\$ -	
3-8	Repair and maintenance		\$ -	
3-9	Supplies		\$ -	
3-10	Utilities and telephone		\$ -	
3-11	Fire/Police		\$ -	
3-12	Streets and highways		\$ -	
3-13	Public health		\$ -	
3-14	Capital outlay		-	
3-15	Utility operations		\$ -	
3-16	Culture and recreation		\$ -	
3-17	Debt service principal (should	agree with Part 4)	\$ -	
3-18	Debt service interest		\$ -	
3-19	Repayment of Developer Advance Principal (should a	gree with line 4-4)	\$ -	
3-20	Repayment of Developer Advance Interest		\$ -	
3-21	Contribution to pension plan (shoul	d agree to line 7-2)	\$ -	
3-22	Contribution to Fire & Police Pension Assoc. (should	d agree to line 7-2)	\$ -	
3-23	Other (specify):			
3-24			\$	
3-25			\$ -	
3-26	(add lines 3-1 through 3-24) TOTAL EXPENDITURE	S/EXPENSES	-	

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - <u>STOP</u>. You may not use this form. Please use the "Application for Exemption from Audit -<u>LONG FORM</u>".

	PART 4 - DEBT OUTSTANDIN), A	ND R	ETIR	ED		
4-1	Please answer the following questions by marking the Does the entity have outstanding debt?	appropria	ite boxes.				Yes		No -
4-1	If Yes, please attach a copy of the entity's Debt Repayment S	Schedule						,	ت
4-2	Is the debt repayment schedule attached? If no. MUST expla]		I	7
						ِ ا	_	4	7
4-3	Is the entity current in its debt service payments? If no, MUS	T explain	n:]		1	<u> </u>
4-4	Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive numbers)		nding at prior year*	Issu	ed during year		ed during /ear	F	anding at ar-end
	General obligation bonds	¢ .		œ.		©		\$	
	Revenue bonds	\$	-	\$	-	\$	- -	\$	
	Notes/Loans	\$		\$		\$		\$	_
	Leases	\$		\$		\$		\$	-
	Developer Advances	\$	_	\$		\$	-	\$	-
	Other (specify):	\$		\$		\$	-	\$	-
	TOTAL	\$	-	\$		\$		\$	-
		<u> </u>	to prior ye		ing balance	<u> </u>		· ·	
	Please answer the following questions by marking the appropriate boxes				<u> </u>		Yes		No
4-5	Does the entity have any authorized, but unissued, debt?					1	7		
If yes:	How much?	\$			0,000.00				
	Date the debt was authorized:		11/3/2	020		ł ,			
4-6	Does the entity intend to issue debt within the next calendar	year?				, l			. ✓
•	How much?	\$			-	١.	_		
4-7	Does the entity have debt that has been refinanced that it is	still resp	onsible t	or?		,			✓
If yes:	What is the amount outstanding?	\$			-	١,	_		
4-8	Does the entity have any lease agreements? What is being leased?								✓
If yes:	What is the original date of the lease?								
	Number of years of lease?								
	Is the lease subject to annual appropriation?		<u> </u>			1			
	What are the annual lease payments?	\$			-				
	Please use this space to provide any	explana	tions or	comr	nents:				
	PART 5 - CASH AND) INVE	ESTM	ΕN	TS				
	Please provide the entity's cash deposit and investment balances.				-	Am	ount	т	otal
5-1	YEAR-END Total of ALL Checking and Savings Accounts					\$	-		ota.
5-2	Certificates of deposit					\$	-		
	Total Cash Deposits							\$	-
	Investments (if investment is a mutual fund, please list underlying	investme	ents):				,		
						•			
						\$			
5-3						\$ \$			
						\$	- -		
	Total Investments					*		\$	-
	Total Cash and Investments						Ì	\$	-
	Please answer the following questions by marking in the approp	riate boxe	s		Yes		No ol		N/A
5-4	Are the entity's Investments legal in accordance with Section								
	seq., C.R.S.?		• ==				1	Ū	ה
5-5	Are the entity's deposits in an eligible (Public Deposit Protect depository (Section 11-10.5-101, et seq. C.R.S.)?	tion Act)	public]	Į.]
If no, MU	ST use this space to provide any explanations:								

	PART 6 - CAPIT	AL	ASSET	S					
	Please answer the following questions by marking in the appropriate box	es.				Y	es		No
6-1	Does the entity have capital assets?				V				
6-2	Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-506, C.R.S.,? If no, MUST explain:								7
	N/A	•]			
6-3	Complete the following capital assets table:	1	Balance - nning of the year*	Additions be includ Part 3	ed in	Delei	tions		ar-End llance
	Land	\$	-	\$	-	\$	-	\$	-
	Buildings	\$	-	\$	-	\$	-	\$	-
	Machinery and equipment	\$	-	\$	-	\$		\$	-
	Furniture and fixtures	\$	•	\$	-	\$		\$	
	Infrastructure	\$	-	\$		\$	-	\$	-
	Construction In Progress (CIP)	\$		\$	-	\$	-	\$	-
	Other (explain):	\$	-	\$	-	\$	-	\$	-
	Accumulated Depreciation	\$	-	\$	-	\$		\$	-
	TOTAL Please use this space to provide any	\$ ovolo	nations or	\$	-	\$		\$	-
	r lease use this space to provide any	exhia	nauons oi	Comment	ъ.				
	PART 7 - PENSION Please answer the following questions by marking in the appropriate boxe		ORMA	TION		V			No.
7-1	Does the entity have an "old hire" firefighters' pension plan?					Υє	5		No 7
7-2	Does the entity have a volunteer firefighters' pension plan?					H			<u> </u>
If yes:	Who administers the plan?							_	_
•	Indicate the contributions from:					!			
			ľ	•		ł			
	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 re	tiroo	ac of lan	Ψ	-				
	1?	uiee	as or Jair	\$	-				
	Please use this space to provide any	evnlar	nations or	comment	٠,				
	r icuse use tins space to provide any t	SAPIAI	iauons or c	COMMINICALIS	s.				
	PART 8 - BUDGET I Please answer the following questions by marking in the appropriate boxe		ORMAT	ΓΙΟΝ Yes		No	,		N/A
8-1	Did the entity file a budget with the Department of Local Affair	s for	the				, <u>.</u>		
	current year in accordance with Section 29-1-113 C.R.S.?			V)
8-2	Did the entity pass an appropriations resolution, in accordanc 29-1-108 C.R.S.? If no, MUST explain:	e witl	n Section	V]
If yes:	Please indicate the amount budgeted for each fund for the year	r rep	orted:						
	Governmental/Proprietary Fund Name	Tota	al Appropriati	ions By Fur	ıd				
		\$,000				

	PART 9 - TAXPAYER'S BILL OF RIGHTS (TAB	OR)	
	Please answer the following question by marking in the appropriate box	Yes	No
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?	[J]	
	Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.		
If no, Ml	JST explain:		
	PART 10 - GENERAL INFORMATION		
	Please answer the following questions by marking in the appropriate boxes.	Yes	No
	Is this application for a newly formed governmental entity?	7	
10-1			
If yes:	Date of formation: 1/5/2021		
10-2	Has the entity changed its name in the past or current year?		~
If yes:	Please list the NEW name & PRIOR name:		
			_
10-3	Is the entity a metropolitan district?	V	
	Please indicate what services the entity provides:		
	See Details Below		
10-4	Does the entity have an agreement with another government to provide services?	V	
If yes:	List the name of the other governmental entity and the services provided:		
	See Details Below		_
10-5	Has the district filed a Title 32, Article 1 Special District Notice of Inactive Status during		V
If yes:	Date Filed:		
10-6	Does the entity have a certified Mill Levy?		\Box
If yes:			
	Please provide the following <u>mills</u> levied for the year reported (do not report \$ amounts):		
	Bond Redemption mills		
	General/Other mills		
	Total mills		
	Please use this space to provide any explanations or comments:		
40.2. Th	District was actablished to recycle multipates to Auffin and a few water and a section of		

10-3: The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District. 10-4: Legato Community Authority & Legato Metropolitan Districts 2,3,4,5,6,7.

	PART 11 - GOVERNING BODY APPROVAL					
	Please answer the following question by marking in the appropriate box	YES	NO			
12-1	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 Procedure

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.
- 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,
- a. Include a copy of an adopted resolution that documents formal approval by the Board, or
- b. Include electronic signatures obtained through a software program such as Docusign or Echosign in accordance with the requirements noted above.

	Print the names of ALL members of current governing body below.	A <u>MAJORITY</u> of the members of the governing body must complete and sign in the column below.
Board	Print Board Member's Name	I, CJ Kirst, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 1	CJ Kirst	Signed (1) List Date: Date: My term Expires: May 2023
Board	Print Board Member's Name	I, Roger G. Hollard, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 2	Roger G. Hollard	Signed Royr & Rollard 8/2022 Date: 3/8/2022 My term Expires: May 2023
Board	Print Board Member's Name	I, Emma Burns, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 3	Emma Burns	Signed Date: My term Expires: May 2023
Board Member 4	Print Board Member's Name	I
Board Member 5	Print Board Member's Name	I, attest 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:
Board Member 6	Print Board Member's Name	I
Board Member 7	Print Board Member's Name	I



CliftonLarsonAllen LLP 8390 East Crescent Pkwy., Suite 300 Greenwood Village, CO 80111 phone 303-779-5710 fax 303-779-0348 CLAconnect.com

Accountant's Compilation Report

Board of Directors Legato Metropolitan District No. 1 Adams County, Colorado

Management is responsible for the accompanying Application for Exemption from Audit of Legato Metropolitan District No. 1 as of and for the year ended December 31, 2021, included in the accompanying prescribed form. 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 American Institute of Certified Public Accountants. 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 the financial statements included in the accompanying prescribed form.

The Application for Exemption from Audit is presented in accordance with the requirements of the Colorado Office of the State Auditor, which differ from accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the Colorado Office of the State Auditor and is not intended to be and should not be used by anyone other than this specified party.

We are not independent with respect to Legato Metropolitan District No. 1.



Clifton Larson allen LD

February 8, 2022



Certificate Of Completion

Envelope Id: 0C6BEB99AEFD4BB4B1D5CDBF71DBA92F Subject: Please DocuSign: LMD No. 1 - Audit Exemption.pdf

Client Name: Legato Metropolitan District No. 1

Client Number: 011-046306-00

Source Envelope:

Signatures: 2 Document Pages: 8 Certificate Pages: 5 Initials: 0

AutoNav: Enabled

Envelopeld Stamping: Enabled

Time Zone: (UTC-06:00) Central Time (US & Canada)

Envelope Originator:

Status: Completed

Carl Powell

220 South 6th Street

Suite 300

Minneapolis, MN 55402 Carl.Powell@claconnect.com IP Address: 165.225.10.147

Sent: 3/8/2022 1:50:38 PM

Viewed: 3/8/2022 3:49:22 PM

Signed: 3/8/2022 3:49:35 PM

Record Tracking

Status: Original

3/8/2022 1:37:16 PM

Holder: Carl Powell

() kirst

C79589E4E6DF495

Carl.Powell@claconnect.com

Location: DocuSign

Timestamp

Signer Events

Signature CJ Kirst

kirst.realestate@gmail.com

(None)

Security Level: Email, Account Authentication

Electronic Record and Signature Disclosure: Accepted: 3/8/2022 3:49:22 PM ID: f6cf5f6d-08c6-4ffb-9063-e46f254f6092

Roger G. Hollard rghollard@gmail.com

Security Level: Email, Account Authentication

(None)

Signature Adoption: Pre-selected Style

Signature Adoption: Pre-selected Style Using IP Address: 73.14.193.72

Roger G. Hollard

Using IP Address: 73.153.143.169

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 4:18:25 PM

ID: 144aeb31-1ed3-4fc5-b22e-8388ba34ddf1

Sent: 3/8/2022 3:49:37 PM Viewed: 3/8/2022 4:18:25 PM Signed: 3/8/2022 4:18:43 PM

in Person Signer Events	Signature	Timestamp
Editor Delivery Events	Status	Timestamp
Agent Delivery Events	Status	Timestamp
Intermediary Delivery Events	Status	Timestamp
Certified Delivery Events	Status	Timestamp
Carbon Copy Events	Status	Timestamp
Witness Events	Signature	Timestamp
Notary Events	Signature	Timestamp

Envelope Summary Events	Status	Timestamps
Envelope Sent	Hashed/Encrypted	3/8/2022 1:50:38 PM
Certified Delivered	Security Checked	3/8/2022 4:18:25 PM
Signing Complete	Security Checked	3/8/2022 4:18:43 PM
Completed	Security Checked	3/9/2022 12:58:50 PM
Payment Events	Status	Timestamps

Electronic Record and Signature Disclosure created on: 2/12/2019 8:04:21 AM

Parties agreed to: CJ Kirst, Roger G. Hollard

ELECTRONIC RECORD AND SIGNATURE DISCLOSURE

From time to time, CliftonLarsonAllen LLP (we, us or Company) may be required by law to provide to you certain written notices or disclosures. Described below are the terms and conditions for providing to you such notices and disclosures electronically through the DocuSign system. Please read the information below carefully and thoroughly, and if you can access this information electronically to your satisfaction and agree to this Electronic Record and Signature Disclosure (ERSD), please confirm your agreement by selecting the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

Getting paper copies

At any time, you may request from us a paper copy of any record provided or made available electronically to you by us. You will have the ability to download and print documents we send to you through the DocuSign system during and immediately after the signing session and, if you elect to create a DocuSign account, you may access the documents for a limited period of time (usually 30 days) after such documents are first sent to you. After such time, if you wish for us to send you paper copies of any such documents from our office to you, you will be charged a \$0.00 per-page fee. You may request delivery of such paper copies from us by following the procedure described below.

Withdrawing your consent

If you decide to receive notices and disclosures from us electronically, you may at any time change your mind and tell us that thereafter you want to receive required notices and disclosures only in paper format. How you must inform us of your decision to receive future notices and disclosure in paper format and withdraw your consent to receive notices and disclosures electronically is described below.

Consequences of changing your mind

If you elect to receive required notices and disclosures only in paper format, it will slow the speed at which we can complete certain steps in transactions with you and delivering services to you because we will need first to send the required notices or disclosures to you in paper format, and then wait until we receive back from you your acknowledgment of your receipt of such paper notices or disclosures. Further, you will no longer be able to use the DocuSign system to receive required notices and consents electronically from us or to sign electronically documents from us.

All notices and disclosures will be sent to you electronically

Unless you tell us otherwise in accordance with the procedures described herein, we will provide electronically to you through the DocuSign system all required notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you during the course of our relationship with you. To reduce the chance of you inadvertently not receiving any notice or disclosure, we prefer to provide all of the required notices and disclosures to you by the same method and to the same address that you have given us. Thus, you can receive all the disclosures and notices electronically or in paper format through the paper mail delivery system. If you do not agree with this process, please let us know as described below. Please also see the paragraph immediately above that describes the consequences of your electing not to receive delivery of the notices and disclosures electronically from us.

How to contact CliftonLarsonAllen LLP:

You may contact us to let us know of your changes as to how we may contact you electronically, to request paper copies of certain information from us, and to withdraw your prior consent to receive notices and disclosures electronically as follows:

To contact us by email send messages to: BusinessTechnology@CLAconnect.com

To advise CliftonLarsonAllen LLP of your new email address

To let us know of a change in your email address where we should send notices and disclosures electronically to you, you must send an email message to us at BusinessTechnology@CLAconnect.com and in the body of such request you must state: your previous email address, your new email address. We do not require any other information from you to change your email address.

If you created a DocuSign account, you may update it with your new email address through your account preferences.

To request paper copies from CliftonLarsonAllen LLP

To request delivery from us of paper copies of the notices and disclosures previously provided by us to you electronically, you must send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email address, full name, mailing address, and telephone number. We will bill you for any fees at that time, if any.

To withdraw your consent with CliftonLarsonAllen LLP

To inform us that you no longer wish to receive future notices and disclosures in electronic format you may:

i. decline to sign a document from within your signing session, and on the subsequent page, select the check-box indicating you wish to withdraw your consent, or you may;

ii. send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email, full name, mailing address, and telephone number. We do not need any other information from you to withdraw consent.. The consequences of your withdrawing consent for online documents will be that transactions may take a longer time to process..

Required hardware and software

The minimum system requirements for using the DocuSign system may change over time. The current system requirements are found here: https://support.docusign.com/guides/signer-guide-signing-system-requirements.

Acknowledging your access and consent to receive and sign documents electronically

To confirm to us that you can access this information electronically, which will be similar to other electronic notices and disclosures that we will provide to you, please confirm that you have read this ERSD, and (i) that you are able to print on paper or electronically save this ERSD for your future reference and access; or (ii) that you are able to email this ERSD to an email address where you will be able to print on paper or save it for your future reference and access. Further, if you consent to receiving notices and disclosures exclusively in electronic format as described herein, then select the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

By selecting the check-box next to 'I agree to use electronic records and signatures', you confirm that:

- You can access and read this Electronic Record and Signature Disclosure; and
- You can print on paper this Electronic Record and Signature Disclosure, or save or send this Electronic Record and Disclosure to a location where you can print it, for future reference and access; and
- Until or unless you notify CliftonLarsonAllen LLP as described above, you consent to
 receive exclusively through electronic means all notices, disclosures, authorizations,
 acknowledgements, and other documents that are required to be provided or made
 available to you by CliftonLarsonAllen LLP during the course of your relationship with
 CliftonLarsonAllen LLP.

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

NAME OF GOVERNMENT

Legato Metropolitan District No. 2 8390 E Crescent Parkway

For the Year Ended 12/31/21 or fiscal year ended:

ADDRESS

Suite 300 Greenwood Village, CO 80111

CONTACT PERSON

Jason Carroll

PHONE EMAIL

303-779-5710 Jason.Carroll@claconnect.com

303-779-0348

PART 1 - CERTIFICATION OF PREPARER

I certify that I am skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

NAME:

FAX

TITLE

FIRM NAME (if applicable)

ADDRESS

PHONE DATE PREPARED Jason Carroll

Accountant for the District

CliftonLarsonAllen LLP

8390 E Crescent Parkway, Suite 300, Greenwood Village, CO 80111

303-779-5710

2/7/2022

PREPARER (SIGNATURE REQUIRED)

See Accountant's Compilation Report.

Please indicate whether the following financial information is recorded using Governmental or Proprietary fund types

PROPRIETARY GOVERNMENTAL (CASH OR BUDGETARY BASIS) (MODIFIED ACCRUAL BASIS) 1

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

l ino#	equipment, and process		cription	Round to nearest Dolla	ır	Please use this
Line# 2-1	Taxes:		report mills levied in Question 10-6)	\$	-	space to provide
	Idaes.	Specific owners	· ·	\$	-	any necessary
2-2		Sales and use	in P	\$	_	explanations
2-3				\$	-	
2-4		Other (specify):		\$		
2-5	Licenses and permit		0 4-	\$		
2-6	Intergovernmental:		Grants	\$		
2-7			Conservation Trust Funds (Lottery)			
2-8			Highway Users Tax Funds (HUTF)	\$		
2-9			Other (specify):	\$	-	
2-10	Charges for services	S		\$		
2-11	Fines and forfeits			\$		
2-12	Special assessment	s		\$		
2-13	Investment income			\$		
2-14	Charges for utility s	ervices		\$	-	
2-15	Debt proceeds		(should agree with line 4-4, column 2)	\$		
2-16	Lease proceeds			\$		
2-17	Developer Advances	s received	(should agree with line 4-4)	\$	-	ļ
2-18	Proceeds from sale		,	\$	-	
2-19	Fire and police pens		i	\$	-	
2-13	Donations	,,,,,,		\$	-	
				\$	_	1
2-21	Other (specify):			\$		1
2-22				\$	_	1
2-23						ľ
2-24		(add line	es 2-1 through 2-23) TOTAL REVENUE	\$	•	l

PART 3 - EXPENDITURES/EXPENSES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

	interest payments on long-term debt. Financial information will not inc	lude fund equity inform	nation.	Please use this
Line#	Description		Round to nearest Dollar	space to provide
3-1	Administrative		\$ -	any necessary
3-2	Salaries	ļ	\$ -	explanations
3-3	Payroll taxes		\$ -	
3-4	Contract services	ļ	\$	
3-5	Employee benefits		\$ -	_
3-6	Insurance	ļ	\$ -	\dashv
3-7	Accounting and legal fees		\$ -	→
3-8	Repair and maintenance		\$	_
3-9	Supplies		<u>-</u>	
3-10	Utilities and telephone		\$	_
3-11	Fire/Police		\$ -	_
3-12	Streets and highways		\$ -	_
3-13	Public health		\$	_
3-14	Capital outlay		\$ -	_
3-15	Utility operations		\$ -	
3-16	Culture and recreation		\$	_
3-17	Debt service principal (9	should agree with Part 4)	\$ -	_
3-18	Debt service interest		\$ -	_
3-19	Repayment of Developer Advance Principal (st	nould agree with line 4-4)	<u> </u>	_
3-20	Repayment of Developer Advance Interest		\$ -	_
3-21	Contribution to pension plan	should agree to line 7-2)	\$	
3-22	Contribution to Fire & Police Pension Assoc.	(should agree to line 7-2)	\$	
3-23	Other (specify):			_
3-24			\$	
3-25			\$	
3-26	(add lines 3-1 through 3-24) TOTAL EXPENDIT	TURES/EXPENSES	-	
_				

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - <u>STOP</u>. You may not use this form. Please use the "Application for Exemption from Audit - <u>LONG FORM</u>".

	PART 4 - DEBT OUTSTANDING	G, ISSUED	, AND RE	ETIRED	
	Please answer the following questions by marking the	appropriate boxes.		Yes	No Z
4-1	Doos the entity have outstanding debt?				(a)
	If Yes, please attach a copy of the entity's Debt Repayment S		П	√	
4-2	Is the debt repayment schedule attached? If no, MUST explai]	_	
	N/A				
	MIIC	T evalein:		, [~
4-3	Is the entity current in its debt service payments? If no, MUS	г ехріані.) <u> </u>	_
	N/A				
		1			
4-4	Please complete the following debt schedule, if applicable:	Outstanding at	Issued during	Retired during	Outstanding at
	(please only include principal amounts)(enter all amount as positive	end of prior year*	year	year	year-end
	numbers)	J			
	General obligation bonds	\$ -	\$ -	\$	\$ -
	Revenue bonds	\$ -	\$ -	\$ -	\$ -
	Notes/Loans	\$ -	\$	\$ -	\$ -
	Leases	\$ -	\$ -	\$ -	\$ -
	Developer Advances	\$ -	\$ -	\$ -	\$ -
	Other (specify):	\$	\$ -	\$ -	\$ -
	TOTAL	\$ -	\$ -	\$ -	\$ -
		*must tie to prior ye	ear ending balance		
	Please answer the following questions by marking the appropriate boxes			Yes	No 🗆
4-5	Does the entity have any authorized, but unissued, debt?	24	00,000,000.00) E	
If yes:	How much?	\$ 2,4 11/3/2			
	Date the debt was authorized:		2020	, 🗆	V
4-6	Does the entity intend to issue debt within the next calendar	year?		1 🗀	
If yes:	How much?	\$	-	, –	V
4-7	Does the entity have debt that has been refinanced that it is		tor?	,	ت
If yes:	What is the amount outstanding?	\$] [[Z]
4-8	Does the entity have any lease agreements?		····	n 🗀	ŭ
If yes:	What is being leased? What is the original date of the lease?			1	
	Number of years of lease?			1	
	Is the lease subject to annual appropriation?				
	What are the annual lease payments?	\$	-		
	Please use this space to provide any	explanations or	comments:		
	PART 5 - CASH AND	INVEST	MENTS		
				Amount	Total
F 4	Please provide the entity's cash deposit and investment balances. YEAR-END Total of ALL Checking and Savings Accounts			\$ -	
5-1 5-2	Certificates of deposit			\$ -	
5-2	Total Cash Deposits				\$ -
	Investments (if investment is a mutual fund, please list underlying	investments):			
	investments (in investment to a matasi rana, production of	· · · · · · · · · · · · · · · · · · ·			¬
				\$	\dashv
5-3				\$ - \$ -	\dashv
0-0				\$ -	┥
				*	\$ -
	Total Investments				\$ -
	Total Cash and Investments	nriata haves	Yes	No	N/A
	Please answer the following questions by marking in the appro	n 24-75-601 of			
5-4	Are the entity's Investments legal in accordance with Section	11 44-1 0-00 I, EL.			₽.
	seq., C.R.S.?	. 41 4 - 45 1-11			
5-5	Are the entity's deposits in an eligible (Public Deposit Protect	ction Act) public			V
	depository (Section 11-10.5-101, et seq. C.R.S.)?				
If no BE	UST use this space to provide any explanations:				

	PART 6 - CAPIT	AL ASSET	S		
	Please answer the following questions by marking in the appropriate box			Yes	No
6-1	Does the entity have capital assets?				V
6-2	Has the entity performed an annual inventory of capital asset 29-1-506, C.R.S.,? If no, MUST explain:	s in accordance	with Section		V
	N/A				
6-3		Balance -	Additions (Must	V	Year-End
	Complete the following capital assets table:	beginning of the year*	be included in Part 3)	Deletions	Balance
	Land	\$ -	\$ -	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
	Infrastructure	\$ -	\$ -	\$ -	\$ -
	Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
	Other (explain):	\$ -	\$ -	\$ -	\$ -
	Accumulated Depreciation	\$ -	\$ -	\$ -	\$ -
	TOTAL	\$ -	\$ -	\$ -	\$ -
	Please use this space to provide any	explanations or	comments:		
	Please answer the following questions by marking in the appropriate box:		TION	V	M-
7-1	Does the entity have an "old hire" firefighters' pension plan?	es.		Yes	No ☑
7-1	Does the entity have a volunteer firefighters' pension plan?				<u> </u>
If yes:	Who administers the plan?				ت
ii yes.					
	Indicate the contributions from:				
	Tax (property, SO, sales, etc.):		\$ -		
	State contribution amount:	4	\$ -		
	Other (gifts, donations, etc.):		\$ -		
	TOTAL		\$ -		
	What is the monthly benefit paid for 20 years of service per re	etiree as of Jan	\$ -		
	1? Please use this space to provide any	explanations or	·		
	PART 8 - BUDGET I	NEODMA.	TION		
0.4	Please answer the following questions by marking in the appropriate boxe		Yes	No	N/A
8-1	Did the entity file a budget with the Department of Local Affair	rs for the	▽		
	current year in accordance with Section 29-1-113 C.R.S.?				
8-2	Did the entity pass an appropriations resolution, in accordance	e with Section	v	П	
	29-1-108 C.R.S.? If no, MUST explain:			ll	
If yes:	Please indicate the amount budgeted for each fund for the year	ar reported:			
	Governmental/Proprietary Fund Name	Total Appropriat	tions By Fund		
	General Fund	\$	50,000		

	PART 9 - TAXPAYER'S BILL OF RIGHTS (TAB		
	Please answer the following question by marking in the appropriate box	Yes	No
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]? Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency	V	
	reserve requirement. All governments should determine if they meet this requirement of TABOR.		
f no, ML	IST explain:		
	PART 10 - GENERAL INFORMATION		
	Please answer the following questions by marking in the appropriate boxes.	Yes	No
10-1	Is this application for a newly formed governmental entity?	V	
If yes:	Date of formation: 1/5/2021		
10-2	Has the entity changed its name in the past or current year?		V
If yes:	Please list the NEW name & PRIOR name:		
, 00.	1 10000 Hot Life Family Williams		
10-3	Is the entity a metropolitan district?	V	
	Please indicate what services the entity provides:		
	See Below		_
10-4	Does the entity have an agreement with another government to provide services?	V	
If yes:	List the name of the other governmental entity and the services provided:		
10-5	See Below Has the district filed a <i>Title 32, Article 1 Special District Notice of Inactive Status</i> during		V
If yes:	Date Filed:		
., 900.			
10-6	Does the entity have a certified Mill Levy?		\subseteq
If yes:	2000 010 01111, 1100 0 00111110 0 11111 201,		
, 00.	Please provide the following <u>mills</u> levied for the year reported (do not report \$ amounts):		
	Bond Redemption mills		-
	General/Other mills		_
	Total mills		-
	Please use this space to provide any explanations or comments:		

^{10-4:} Legato Community Authority & Legato Metropolitan Districts 1,3,4,5,6,7.

^{10-3:} The District was established to provide public streets, traffic and safety, water, sewer, parks and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers in the District.

	PART 11 - GOVERNING BODY APPROVAL					
	Please answer the following question by marking in the appropriate box	YES	NO			
12-1	If you plan to submit this form electronically, have you read the new Electronic Signature Policy?	v				

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

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.
- 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,
- a. Include a copy of an adopted resolution that documents formal approval by the Board, or
- b. Include electronic signatures obtained through a software program such as Docusign or Echosign in accordance with the requirements noted above.

	Print the names of ALL members of current governing body below.	A MAJORITY of the members of the governing body must complete and sign in the column below.
	Print Board Member's Name	I, CJ Kirst, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Board Member	CJ Kirst	Signed () Lirk Date:
1		My term Expires: May 2023
	Print Board Member's Name	I, Roger G. Hollard, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Board — Member	Roger G. Hollard	Signed Tour C. Italian B/2022 Date: Justinian 18 / 2022
2		My term Expires: May 2023
Board	Print Board Member's Name	I, Emma Burns, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed
Member 3	Emma Burns	Date: My term Expires: May 2023
	Print Board Member's Name	I, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for
Board Member 4		exemption from audit. Signed
4		Date: My term Expires:
	Print Board Member's Name	I, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for
Board Member		exemption from audit. Signed
5		Date: My term Expires:
	Print Board Member's Name	attest I am a duly elected or appointed board
Board -		member, and that I have personally reviewed and approve uns application for exemption from audit.
lviember 6		Signed
		My term Expires:
Poard	Print Board Member's Name	, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for
Board Member		exemption from audit. Signed
7		Date:
		My term Expires:



CliftonLarsonAllen LLP 8390 East Crescent Pkwy., Suite 300 Greenwood Village, CO 80111 phone 303-779-5710 fax 303-779-0348 CLAconnect.com

Accountant's Compilation Report

Board of Directors Legato Metropolitan District No. 2 Adams County, Colorado

Management is responsible for the accompanying Application for Exemption from Audit of Legato Metropolitan District No. 2 as of and for the year ended December 31, 2021, included in the accompanying prescribed form. 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 American Institute of Certified Public Accountants. 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 the financial statements included in the accompanying prescribed form.

The Application for Exemption from Audit is presented in accordance with the requirements of the Colorado Office of the State Auditor, which differ from accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the Colorado Office of the State Auditor and is not intended to be and should not be used by anyone other than this specified party.

We are not independent with respect to Legato Metropolitan District No. 2.

Greenwood Village, Colorado

Clifton Larson allen LAG

February 7, 2022



DocuSign

Certificate Of Completion

Envelope Id: 7C8EF62CDCA146DDB6F6880D6259FCB6 Subject: Please DocuSign: LMD No. 2 - Audit Exemption.pdf

Client Name: Legato Metropolitan District No. 2

Client Number: 011-046307-00

Source Envelope:

Document Pages: 8 Certificate Pages: 5

AutoNav: Enabled Envelopeld Stamping: Enabled

Time Zone: (UTC-06:00) Central Time (US & Canada)

Status: Completed

Envelope Originator:

Carl Powell

220 South 6th Street

Suite 300

Minneapolis, MN 55402 Carl.Powell@claconnect.com IP Address: 165.225.10.147

Record Tracking

Status: Original

3/8/2022 1:54:12 PM

Holder: Carl Powell

Carl.Powell@claconnect.com

Location: DocuSign

Signer Events

kirst.realestate@gmail.com

CJ Kirst

(None)

Signature

Signatures: 2

Initials: 0

DocuSigned by:

() kirst —c78580E4E8DF485

075025242001 434

Signature Adoption: Pre-selected Style Using IP Address: 73.14.193.72

Timestamp

Sent: 3/8/2022 2:04:36 PM Viewed: 3/8/2022 3:49:58 PM Signed: 3/8/2022 3:50:10 PM

Electronic Record and Signature Disclosure:

Security Level: Email, Account Authentication

Accepted: 3/8/2022 3:49:58 PM ID: eb674674-e7bf-479f-9bf8-1360b2876588

Roger G. Hollard rghollard@gmail.com

Security Level: Email, Account Authentication

(None)

Roger G. Hollard

Signature Adoption: Pre-selected Style Using IP Address: 73.153.143.169

Sent: 3/8/2022 3:50:11 PM Viewed: 3/8/2022 4:19:17 PM Signed: 3/8/2022 4:19:26 PM

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 4:19:17 PM

ID: 8af2c8d9-7641-4fdb-a8af-491ab771f1bb

In Person Signer Events	Signature	Timestamp
Editor Delivery Events	Status	Timestamp
Agent Delivery Events	Status	Timestamp
Intermediary Delivery Events	Status	Timestamp
Certified Delivery Events	Status	Timestamp
Carbon Copy Events	Status	Timestamp
Witness Events	Signature	Timestamp
Notary Events	Signature	Timestamp

Envelope Summary Events	Status	Timestamps
Envelope Sent	Hashed/Encrypted	3/8/2022 2:04:36 PM
Certified Delivered	Security Checked	3/8/2022 4:19:17 PM
Signing Complete	Security Checked	3/8/2022 4:19:26 PM
Completed	Security Checked	3/9/2022 1:00:05 PM
Payment Events	Status	Timestamps
Electronic Record and Signature	Disclosure	

ELECTRONIC RECORD AND SIGNATURE DISCLOSURE

From time to time, CliftonLarsonAllen LLP (we, us or Company) may be required by law to provide to you certain written notices or disclosures. Described below are the terms and conditions for providing to you such notices and disclosures electronically through the DocuSign system. Please read the information below carefully and thoroughly, and if you can access this information electronically to your satisfaction and agree to this Electronic Record and Signature Disclosure (ERSD), please confirm your agreement by selecting the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

Getting paper copies

At any time, you may request from us a paper copy of any record provided or made available electronically to you by us. You will have the ability to download and print documents we send to you through the DocuSign system during and immediately after the signing session and, if you elect to create a DocuSign account, you may access the documents for a limited period of time (usually 30 days) after such documents are first sent to you. After such time, if you wish for us to send you paper copies of any such documents from our office to you, you will be charged a \$0.00 per-page fee. You may request delivery of such paper copies from us by following the procedure described below.

Withdrawing your consent

If you decide to receive notices and disclosures from us electronically, you may at any time change your mind and tell us that thereafter you want to receive required notices and disclosures only in paper format. How you must inform us of your decision to receive future notices and disclosure in paper format and withdraw your consent to receive notices and disclosures electronically is described below.

Consequences of changing your mind

If you elect to receive required notices and disclosures only in paper format, it will slow the speed at which we can complete certain steps in transactions with you and delivering services to you because we will need first to send the required notices or disclosures to you in paper format, and then wait until we receive back from you your acknowledgment of your receipt of such paper notices or disclosures. Further, you will no longer be able to use the DocuSign system to receive required notices and consents electronically from us or to sign electronically documents from us.

All notices and disclosures will be sent to you electronically

Unless you tell us otherwise in accordance with the procedures described herein, we will provide electronically to you through the DocuSign system all required notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you during the course of our relationship with you. To reduce the chance of you inadvertently not receiving any notice or disclosure, we prefer to provide all of the required notices and disclosures to you by the same method and to the same address that you have given us. Thus, you can receive all the disclosures and notices electronically or in paper format through the paper mail delivery system. If you do not agree with this process, please let us know as described below. Please also see the paragraph immediately above that describes the consequences of your electing not to receive delivery of the notices and disclosures electronically from us.

How to contact CliftonLarsonAllen LLP:

You may contact us to let us know of your changes as to how we may contact you electronically, to request paper copies of certain information from us, and to withdraw your prior consent to receive notices and disclosures electronically as follows:

To contact us by email send messages to: BusinessTechnology@CLAconnect.com

To advise CliftonLarsonAllen LLP of your new email address

To let us know of a change in your email address where we should send notices and disclosures electronically to you, you must send an email message to us at BusinessTechnology@CLAconnect.com and in the body of such request you must state: your previous email address, your new email address. We do not require any other information from you to change your email address.

If you created a DocuSign account, you may update it with your new email address through your account preferences.

To request paper copies from CliftonLarsonAllen LLP

To request delivery from us of paper copies of the notices and disclosures previously provided by us to you electronically, you must send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email address, full name, mailing address, and telephone number. We will bill you for any fees at that time, if any.

To withdraw your consent with CliftonLarsonAllen LLP

To inform us that you no longer wish to receive future notices and disclosures in electronic format you may:

i. decline to sign a document from within your signing session, and on the subsequent page, select the check-box indicating you wish to withdraw your consent, or you may;

ii. send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email, full name, mailing address, and telephone number. We do not need any other information from you to withdraw consent. The consequences of your withdrawing consent for online documents will be that transactions may take a longer time to process..

Required hardware and software

The minimum system requirements for using the DocuSign system may change over time. The current system requirements are found here: https://support.docusign.com/guides/signer-guide-signing-system-requirements.

Acknowledging your access and consent to receive and sign documents electronically

To confirm to us that you can access this information electronically, which will be similar to other electronic notices and disclosures that we will provide to you, please confirm that you have read this ERSD, and (i) that you are able to print on paper or electronically save this ERSD for your future reference and access; or (ii) that you are able to email this ERSD to an email address where you will be able to print on paper or save it for your future reference and access. Further, if you consent to receiving notices and disclosures exclusively in electronic format as described herein, then select the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

By selecting the check-box next to 'I agree to use electronic records and signatures', you confirm that:

- You can access and read this Electronic Record and Signature Disclosure; and
- You can print on paper this Electronic Record and Signature Disclosure, or save or send this Electronic Record and Disclosure to a location where you can print it, for future reference and access; and
- Until or unless you notify CliftonLarsonAllen LLP as described above, you consent to
 receive exclusively through electronic means all notices, disclosures, authorizations,
 acknowledgements, and other documents that are required to be provided or made
 available to you by CliftonLarsonAllen LLP during the course of your relationship with
 CliftonLarsonAllen LLP.

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

NAME OF GOVERNMENT	Legato Metropolitan District No. 3	For the Year Ended		
ADDRESS	8390 E Crescent Parkway	12/31/21		
	Suite 300	or fiscal year ended:		
	Greenwood Village, CO 80111			
CONTACT PERSON	Jason Carroll			
PHONE	303-779-5710			
EMAIL	Jason.Carroli@claconnect.com			
FAX	303-779-0348			
	PART 1 - CERTIFICATION OF PREPARER			
I certify that I am skilled in gove	rnmental accounting and that the information in the application is complete	e and accurate, to the best of		
my knowledge.				
NAME:	Jason Carroll			
TITLE	Accountant for the District			
FIRM NAME (if applicable)	CliftonLarsonAllen LLP			
ADDRESS 8390 E Crescent Parkway, Suite 300, Greenwood Village, CO 80111				

PREPARER (SIGNATURE REQUIRED)

303-779-5710 2/7/2022

See Accountant's Compilation Report.

PHONE

DATE PREPARED

Please indicate whether the following financial information is recorded	GOVERNMENTAL (MODIFIED ACCRUAL BASIS)	PROPRIETARY (CASH OR BUDGETARY BASIS)
using Governmental or Proprietary fund types	₹	

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

Line#		De	scription	Round to nearest Dollar	r	Please use this
2-1	Taxes: Prop	erty	(report mills levied in Question 10-6)	\$	-	space to provide
2-2	Spec	ific owners	ship	\$	-	any necessary
2-3	Sales	and use		\$		explanations
2-4	Othe	r (specify):		\$	-	
2-5	Licenses and permits			\$		
2-6	Intergovernmental:		Grants	\$	-	}
2-7			Conservation Trust Funds (Lottery)	\$	-	
2-8			Highway Users Tax Funds (HUTF)	\$	-	
2-9			Other (specify):	\$	-	
2-10	Charges for services			\$	-	
2-11	Fines and forfeits		a .	\$	-	
2-12	Special assessments			\$	-	
2-13	Investment income			\$	-	
2-14	Charges for utility service	S		\$	-	
2-15	Debt proceeds		(should agree with line 4-4, column 2)	\$	-	
2-16	Lease proceeds			\$	-	
2-17	Developer Advances recei	ved	(should agree with line 4-4)	\$	-	
2-18	Proceeds from sale of cap	ital assets	-	\$	-	
2-19	Fire and police pension			\$	-	
2-20	Donations		ĺ	\$	-	
2-21	Other (specify):			\$	-	
2-22				\$	-	
2-23				\$	-	
2-24		(add lin	es 2-1 through 2-23) TOTAL REVENUE	\$	_	:3

PART 3 - EXPENDITURES/EXPENSES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

Line#	Description	morado faria oquity imori	Round to nearest Dollar		Please use this
3-1	Administrative		\$		space to provide
3-2	Salaries		\$		any necessary
3-3	Payroll taxes		\$	- '	explanations
3-4	Contract services		\$	-	
3-5	Employee benefits		\$	-	
3-6	Insurance		\$	-	
3-7	Accounting and legal fees		\$	-	
3-8	Repair and maintenance		\$	-	
3-9	Supplies		\$	-	
3-10	Utilities and telephone		\$	-	
3-11	Fire/Police		\$	-	
3-12	Streets and highways		\$	-	
3-13	Public health		\$	-	
3-14	Capital outlay		\$	-	
3-15	Utility operations		\$	-	
3-16	Culture and recreation		\$	-	
3-17	Debt service principal	(should agree with Part 4)	\$	-	
3-18	Debt service interest		\$	-	
3-19	Repayment of Developer Advance Principal	(should agree with line 4-4)	\$	-	
3-20	Repayment of Developer Advance Interest		\$	-	
3-21	Contribution to pension plan	(should agree to line 7-2)	\$	-	
3-22	Contribution to Fire & Police Pension Assoc.	(should agree to line 7-2)	\$	-	
3-23	Other (specify):		***		
3-24			\$	-	
3-25			\$	-	
3-26	(add lines 3-1 through 3-24) TOTAL EXPEN	DITURES/EXPENSES	\$	-	

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - <u>STOP</u>. You may not use this form. Please use the "Application for Exemption from Audit - <u>LONG FORM</u>".

	PART 4 - DEBT OUTSTANDIN			, AND	RE	ETIR	ED		
4-1	Please answer the following questions by marking the Does the entity have outstanding debt?	e appropria	te boxes.				Yes		No ✓
4-1	If Yes, please attach a copy of the entity's Debt Repayment S	Schedule.				_	_		
4-2	Is the debt repayment schedule attached? If no. MUST explain.							[য
4-3	Is the entity current in its debt service payments? If no, MUS	ST explair	1:	- V.,				[I
4-4	Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive numbers)		nding at rior year*	Issued du year	ring	Distriction	d during ear		anding at ar-end
	General obligation bonds	\$		\$	-	\$	-	\$	
	Revenue bonds	\$	-	\$	-	\$		\$	-
	Notes/Loans	\$	-	\$	-	\$	•	\$	
	Leases	\$	-	\$	-	\$	-	\$	-
	Developer Advances	\$	-	\$	-	\$	-	\$	-
	Other (specify):	\$	-	\$	-	\$		\$	-
	TOTAL	\$	-	\$	-	\$	-	\$	-
			to prior ye	ar ending ba	lance				
	Please answer the following questions by marking the appropriate boxes	s.	200				/es		No
4-5	Does the entity have any authorized, but unissued, debt? How much?	\$	2.4	00,000,000	200		✓		
If yes:		9	11/3/2		7.00				
	Date the debt was authorized:		1 1/3/2	2020			_		V
4-6	Does the entity intend to issue debt within the next calendar	r year?				. I			4
If yes:		\$				١,			
4-7	Does the entity have debt that has been refinanced that it is	still respo	onsible f	or?					✓
If yes:	What is the amount outstanding?	\$					_		_
4-8	Does the entity have any lease agreements?					ŀ			✓
If yes:	What is being leased? What is the original date of the lease?				-				
	Number of years of lease?								
	Is the lease subject to annual appropriation?								
	What are the annual lease payments?	\$			- 1				
	Please use this space to provide any	y explana	tions or	comment	s:				For Top
	PART 5 - CASH AND	O INVE	STM	ENTS					
	Please provide the entity's cash deposit and investment balances.						ount	Ţ	otal
5-1	YEAR-END Total of ALL Checking and Savings Accounts					\$	-		
5-2	Certificates of deposit					\$	-		
	Total Cash Deposits							\$	
	Investments (if investment is a mutual fund, please list underlying	g investme	ents):		,				
						\$	-		
						\$			
5-3					-	\$			
					\dashv	\$			
	Total Investments					Ψ		\$	
	Total Cash and Investments							\$	
	Please answer the following questions by marking in the approp	ariato boxe		Yes			No		N/A
5-4	Are the entity's Investments legal in accordance with Section								
0-4	seq., C.R.S.?	11 24-1 3-01	, GL.]	٥	7
5-5	Are the entity's deposits in an eligible (Public Deposit Protect depository (Section 11-10.5-101, et seq. C.R.S.)?	ction Act)	public]	G	2
If no, MU	JST use this space to provide any explanations:								

	PART 6 - CAPIT	AL ASSET	S		
	Please answer the following questions by marking in the appropriate box			Yes	No
6-1	Does the entity have capital assets?				V
6-2	Has the entity performed an annual inventory of capital asset 29-1-506, C.R.S.,? If no, MUST explain:	with Section		V	
	N/A				
6.2		Balance -	Additions (Must		
6-3	Complete the following capital assets table:	beginning of the year*	be included in Part 3)	Deletions	Year-End Balance
	Land	\$ -	\$ -	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
	Infrastructure	\$ -	\$ -	\$ -	\$ -
	Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
	Other (explain):	\$ -	\$ -	\$ -	\$ -
	Accumulated Depreciation	\$ -	\$ -	\$ -	\$ -
	TOTAL	\$ -	\$ -	\$ -	\$ -
	Please use this space to provide any	explanations or	comments:		
	PART 7 - PENSION	INFORMA	TION		
	Please answer the following questions by marking in the appropriate boxe			Yes	No
7-1	Does the entity have an "old hire" firefighters' pension plan?				□
7-2	Does the entity have a volunteer firefighters' pension plan?				
If yes:	Who administers the plan?				
,	Indicate the contributions from:				
		1			
	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 re 1?		\$ -		
	Please use this space to provide any o	explanations or	comments:		
	PART 8 - BUDGET I	NFORMA ⁻	ΓΙΟΝ		
	Please answer the following questions by marking in the appropriate boxe		Yes	No	N/A
8-1	Did the entity file a budget with the Department of Local Affair	s for the			
	current year in accordance with Section 29-1-113 C.R.S.?	0 101 110	\checkmark		
8-2					
U-2	Did the entity pass an appropriations resolution, in accordance	e with Section	7		
	29-1-108 C.R.S.? If no, MUST explain:		_	E-ALANA MARINE M	
If yes:	Please indicate the amount budgeted for each fund for the year	r reported:			
	Governmental/Proprietary Fund Name	Total Appropriat	ions By Fund		
		\$	50,000		
	Ocheral Fullu		00,000		
		·			
İ					

	PART 9 - TAXPAYER'S BILL OF RIGHTS (TAB	OR)	
	Please answer the following question by marking in the appropriate box	Yes	No
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]? Note An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency	~	
	reserve requirement. All governments should determine if they meet this requirement of TABOR.		
lf no, ML	JST explain:		
	PART 10 - GENERAL INFORMATION		
	Please answer the following questions by marking in the appropriate boxes.	Yes	No
10-1	Is this application for a newly formed governmental entity?		
If yes:	Date of formation: 1/5/2021		
10-2	Has the entity changed its name in the past or current year?		
If yes:	Please list the NEW name & PRIOR name:		
10-3	Is the entity a metropolitan district?	V	
	Please indicate what services the entity provides:	_	_
	See Below		
10-4	Does the entity have an agreement with another government to provide services?	✓	
If yes:	List the name of the other governmental entity and the services provided:		
10-5	See Below Has the district filed a <i>Title 32, Article 1 Special District Notice of Inactive Status</i> during		√
If yes:	Date Filed:		Laind
,			
10-6	Does the entity have a certified Mill Levy?		V
If yes:	· · · · · · · · · · · · · · · · · · ·		
	Please provide the following mills levied for the year reported (do not report \$ amounts):		
	Bond Redemption mills		-
	General/Other mills		-
	Total mills		-
	Please use this space to provide any explanations or comments:		

^{10-4:} Legato Community Authority & Legato Metropolitan Districts 1,2,4,5,6,7.

10-3: The District was established to provide public streets, traffic and safety, water, sewer, parks and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers in the District.

	PART 11 - GOVERNING BODY APPROVAL				
	Please answer the following question by marking in the appropriate box	YES	NO		
12-1	If you plan to submit this form electronically, have you read the new Electronic Signature Policy?	V			

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

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.
- · 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,
- a. Include a copy of an adopted resolution that documents formal approval by the Board, or
- b. Include electronic signatures obtained through a software program such as Docusign or Echosign in accordance with the requirements noted above.

	Print the names of ALL members of current governing body below.	A <u>MAJORITY</u> of the members of the governing body must complete and sign in the column below.
Board	Print Board Member's Name	I, CJ Kirst, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 1	CJ Kirst	Signed (.) Livid 3/8/2022 Date:
Board	Print Board Member's Name	I, Roger G. Hollard, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 2	Roger G. Hollard	Signed Four 6 Holland 2022 Date: My term Expires: May 2023
Board	Print Board Member's Name	I, Emma Burns, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 3	Emma Burns	Signed Date: My term Expires: May 2023
Board Member 4	Print Board Member's Name	I, attest 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:
Board L Member 5	Print Board Member's Name	I
Board Member 6	Print Board Member's Name	I
Board Member 7	Print Board Member's Name	I



CliftonLarsonAllen LLP 8390 East Crescent Pkwy., Suite 300 Greenwood Village, CO 80111 phone 303-779-5710 fax 303-779-0348 CLAconnect.com

Accountant's Compilation Report

Board of Directors Legato Metropolitan District No. 3 Adams County, Colorado

Management is responsible for the accompanying Application for Exemption from Audit of Legato Metropolitan District No. 3 as of and for the year ended December 31, 2021, included in the accompanying prescribed form. 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 American Institute of Certified Public Accountants. 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 the financial statements included in the accompanying prescribed form.

The Application for Exemption from Audit is presented in accordance with the requirements of the Colorado Office of the State Auditor, which differ from accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the Colorado Office of the State Auditor and is not intended to be and should not be used by anyone other than this specified party.

We are not independent with respect to Legato Metropolitan District No. 3.

Greenwood Village, Colorado

Clifton Larson allen LL

February 7, 2022



Certificate Of Completion

Envelope Id: 53374F5A70324925BE30809E76CB5AC5 Subject: Please DocuSign: Legato MD 3 Short Form.pdf

Client Name: Legato Metropolitan District No. 3

Client Number: 011-046308-00

Source Envelope:

Document Pages: 8 Certificate Pages: 5

AutoNav: Enabled

Envelopeld Stamping: Enabled

Time Zone: (UTC-06:00) Central Time (US & Canada)

Status: Completed

Envelope Originator:

Carl Powell

220 South 6th Street

Suite 300

Minneapolis, MN 55402 Cari.Powell@claconnect.com IP Address: 165.225.10.147

Record Tracking

Status: Original

3/8/2022 2:09:35 PM

Holder: Carl Powell

Signatures: 2

Initials: 0

Carl.Powell@claconnect.com

Location: DocuSign

Signer Events

Signature

CJ Kirst kirst.realestate@gmail.com

Security Level: Email, Account Authentication

(None)

DocuSianed by: () teinst -C79589E4E6DF495

Signature Adoption: Pre-selected Style

Using IP Address: 73.14.193.72

Timestamp

Sent: 3/8/2022 2:17:44 PM Viewed: 3/8/2022 3:50:32 PM Signed: 3/8/2022 3:50:41 PM

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 3:50:32 PM

ID: 8d352c0d-bdca-4a4d-9a78-d72ee2d18e08

Roger G. Hollard rghollard@gmail.com

(None)

Roger G. Hollard Security Level: Email, Account Authentication

> Signature Adoption: Pre-selected Style Using IP Address: 73.153.143.169

Sent: 3/8/2022 3:50:43 PM Viewed: 3/8/2022 4:19:53 PM

Signed: 3/8/2022 4:20:05 PM

Electronic Record and Signature Disciosure:

Accepted: 3/8/2022 4:19:53 PM

ID: 8e295f9f-7673-46ed-945d-848bdcd699bd

In Person Signer Events	Signature	Timestamp
Editor Delivery Events	Status	Timestamp
Agent Delivery Events	Status	Timestamp
Intermediary Delivery Events	Status	Timestamp
Certified Delivery Events	Status	Timestamp
Carbon Copy Events	Status	Timestamp
Witness Events	Signature	Timestamp
Notary Events	Signature	Timestamp

Envelope Summary Events	Status	Timestamps	
Envelope Sent	Hashed/Encrypted	3/8/2022 2:17:44 PM	
Certified Delivered	Security Checked	3/8/2022 4:19:53 PM	
Signing Complete	Security Checked	3/8/2022 4:20:05 PM	
Completed	Security Checked	3/9/2022 1:00:44 PM	
Payment Events	Status	Timestamps	
Electronic Record and Signature	Disclosure		

ELECTRONIC RECORD AND SIGNATURE DISCLOSURE

From time to time, CliftonLarsonAllen LLP (we, us or Company) may be required by law to provide to you certain written notices or disclosures. Described below are the terms and conditions for providing to you such notices and disclosures electronically through the DocuSign system. Please read the information below carefully and thoroughly, and if you can access this information electronically to your satisfaction and agree to this Electronic Record and Signature Disclosure (ERSD), please confirm your agreement by selecting the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

Getting paper copies

At any time, you may request from us a paper copy of any record provided or made available electronically to you by us. You will have the ability to download and print documents we send to you through the DocuSign system during and immediately after the signing session and, if you elect to create a DocuSign account, you may access the documents for a limited period of time (usually 30 days) after such documents are first sent to you. After such time, if you wish for us to send you paper copies of any such documents from our office to you, you will be charged a \$0.00 per-page fee. You may request delivery of such paper copies from us by following the procedure described below.

Withdrawing your consent

If you decide to receive notices and disclosures from us electronically, you may at any time change your mind and tell us that thereafter you want to receive required notices and disclosures only in paper format. How you must inform us of your decision to receive future notices and disclosure in paper format and withdraw your consent to receive notices and disclosures electronically is described below.

Consequences of changing your mind

If you elect to receive required notices and disclosures only in paper format, it will slow the speed at which we can complete certain steps in transactions with you and delivering services to you because we will need first to send the required notices or disclosures to you in paper format, and then wait until we receive back from you your acknowledgment of your receipt of such paper notices or disclosures. Further, you will no longer be able to use the DocuSign system to receive required notices and consents electronically from us or to sign electronically documents from us.

All notices and disclosures will be sent to you electronically

Unless you tell us otherwise in accordance with the procedures described herein, we will provide electronically to you through the DocuSign system all required notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you during the course of our relationship with you. To reduce the chance of you inadvertently not receiving any notice or disclosure, we prefer to provide all of the required notices and disclosures to you by the same method and to the same address that you have given us. Thus, you can receive all the disclosures and notices electronically or in paper format through the paper mail delivery system. If you do not agree with this process, please let us know as described below. Please also see the paragraph immediately above that describes the consequences of your electing not to receive delivery of the notices and disclosures electronically from us.

How to contact CliftonLarsonAllen LLP:

You may contact us to let us know of your changes as to how we may contact you electronically, to request paper copies of certain information from us, and to withdraw your prior consent to receive notices and disclosures electronically as follows:

To contact us by email send messages to: BusinessTechnology@CLAconnect.com

To advise CliftonLarsonAllen LLP of your new email address

To let us know of a change in your email address where we should send notices and disclosures electronically to you, you must send an email message to us at BusinessTechnology@CLAconnect.com and in the body of such request you must state: your previous email address, your new email address. We do not require any other information from you to change your email address.

If you created a DocuSign account, you may update it with your new email address through your account preferences.

To request paper copies from CliftonLarsonAllen LLP

To request delivery from us of paper copies of the notices and disclosures previously provided by us to you electronically, you must send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email address, full name, mailing address, and telephone number. We will bill you for any fees at that time, if any.

To withdraw your consent with CliftonLarsonAllen LLP

To inform us that you no longer wish to receive future notices and disclosures in electronic format you may:

i. decline to sign a document from within your signing session, and on the subsequent page, select the check-box indicating you wish to withdraw your consent, or you may;

ii. send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email, full name, mailing address, and telephone number. We do not need any other information from you to withdraw consent.. The consequences of your withdrawing consent for online documents will be that transactions may take a longer time to process..

Required hardware and software

The minimum system requirements for using the DocuSign system may change over time. The current system requirements are found here: https://support.docusign.com/guides/signer-guide-signing-system-requirements.

Acknowledging your access and consent to receive and sign documents electronically

To confirm to us that you can access this information electronically, which will be similar to other electronic notices and disclosures that we will provide to you, please confirm that you have read this ERSD, and (i) that you are able to print on paper or electronically save this ERSD for your future reference and access; or (ii) that you are able to email this ERSD to an email address where you will be able to print on paper or save it for your future reference and access. Further, if you consent to receiving notices and disclosures exclusively in electronic format as described herein, then select the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

By selecting the check-box next to 'I agree to use electronic records and signatures', you confirm that:

- You can access and read this Electronic Record and Signature Disclosure; and
- You can print on paper this Electronic Record and Signature Disclosure, or save or send this Electronic Record and Disclosure to a location where you can print it, for future reference and access; and
- Until or unless you notify CliftonLarsonAllen LLP as described above, you consent to receive exclusively through electronic means all notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you by CliftonLarsonAllen LLP during the course of your relationship with CliftonLarsonAllen LLP.

Please indicate whether the following financial information is recorded

using Governmental or Proprietary fund types

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

NAME OF GOVERNMENT	Legato Metropolitan District No. 4	For the Year Ended
ADDRESS	8390 E Crescent Parkway	12/31/21
	Suite 300	or fiscal year ended:
	Greenwood Village, CO 80111	
CONTACT PERSON	Jason Carroll	
PHONE	303-779-5710	
EMAIL	Jason.Carroll@claconnect.com	
FAX	303-779-0348	
F	PART 1 - CERTIFICATION OF PREP	ARER
I certify that I am skilled in gover	nmental accounting and that the information in the application	on is complete and accurate, to the best of
my knowledge.		
NAME:	Jason Carroll	
TITLE	Accountant for the District	
FIRM NAME (if applicable)	CliftonLarsonAllen LLP	
ADDRESS	8390 E Crescent Parkway, Suite 300, Greenwood Village	e, CO 80111
PHONE	303-779-5710	
DATE PREPARED	2/9/2022	
PREPARER (SIGNATURE	E REQUIRED)	
See Accountant's Compilation	on Report.	

GOVERNMENTAL

(MODIFIED ACCRUAL BASIS)

 $\overline{\mathbf{A}}$

PROPRIETARY

(CASH OR BUDGETARY BASIS)

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

Line#		Description	Round to nearest Dollar	Please use this
2-1	Taxes: Propert	y (report mills levied in Question 10-6)	\$	space to provide
2-2	Specific	ownership	Ψ	any necessary
2-3	Sales a	nd use	\$	explanations
2-4	Other (s	specify):	\$	-
2-5	Licenses and permits		*	-
2-6	intergovernmental:	Grants	Ψ	-
2-7		Conservation Trust Funds (Lottery)	\$	-
2-8		Highway Users Tax Funds (HUTF)	\$	
2-9		Other (specify):	\$	-
2-10	Charges for services		\$	-
2-11	Fines and forfeits		\$	-
2-12	Special assessments		\$	-
2-13	Investment income		\$	
2-14	Charges for utility services		\$	-
2-15	Debt proceeds	(should agree with line 4-4, column 2)	\$	-
2-16	Lease proceeds		\$	-
2-17	Developer Advances receive	d (should agree with line 4-4)	\$	-
2-18	Proceeds from sale of capita	l assets	\$	-
2-19	Fire and police pension		\$	-
2-20	Donations		\$	-
2-21	Other (specify):		\$	
2-22			\$	-
2-23			\$	-
2-24		(add lines 2-1 through 2-23) TOTAL REVENUE	\$	-

PART 3 - EXPENDITURES/EXPENSES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

	interest payments on long-term debt. Financial information will not include	fund equity inforn			
Line#	Description		Round to nearest Dollar		Please use this
3-1	Administrative		\$	-	space to provide
3-2	Salaries		\$	-	any necessary explanations
3-3	Payroll taxes		\$	-	explanations
3-4	Contract services		\$	-	
3-5	Employee benefits		\$	-]
3-6	Insurance		\$	-	
3-7	Accounting and legal fees		\$	-]
3-8	Repair and maintenance		\$	-]
3-9	Supplies		\$	-]
3-10	Utilities and telephone		\$	-]
3-11	Fire/Police		\$	-	
3-12	Streets and highways		\$	-	
3-13	Public health		\$	-	
3-14	Capital outlay		\$	-	
3-15	Utility operations	Į	\$	-]
3-16	Culture and recreation		\$	-	j
3-17	Debt service principal (should	agree with Part 4)	\$	-	
3-18	Debt service interest		\$	-	
3-19	Repayment of Developer Advance Principal (should	igree with line 4-4)	\$	-	
3-20	Repayment of Developer Advance Interest		\$	-	j
3-21	Contribution to pension plan (shoul	d agree to line 7-2)	\$	-	j
3-22	Contribution to Fire & Police Pension Assoc. (should	d agree to line 7-2)	\$	-	
3-23	Other (specify):	[
3-24		[\$	-	
3-25		[\$	-	
3-26	(add lines 3-1 through 3-24) TOTAL EXPENDITURE	S/EXPENSES	\$		

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - <u>STOP</u>. You may not use this form. Please use the "Application for Exemption from Audit - <u>LONG FORM</u>".

	PART 4 - DEBT OUTSTANDIN			AND R	ETIF	RED		
4-1	Please answer the following questions by marking the Does the entity have outstanding debt?	e appropriate box	xes.			Yes		No
4-1	If Yes, please attach a copy of the entity's Debt Repayment S	Schedule.			'		1	
4-2	Is the debt repayment schedule attached? If no. MUST expla				ا ا		[✓
	N/A							
4-3	Is the entity current in its debt service payments? If no, MUS	ST explain:			J ([7
	N/A]			
4-4				-	-			
4-4	Please complete the following debt schedule, if applicable:	Outstanding	at	Issued during	Retir	ed during	Outst	anding at
	(please only include principal amounts)(enter all amount as positive numbers)	end of prior ye	ear*	year		year	ye	ar-end
	General obligation bonds	\$ -		\$ -	 \$		\$	
	Revenue bonds	\$ -		\$ - \$ -	\$	-	\$	 -
	Notes/Loans	\$ -	\rightarrow	\$ -	\$	_	\$	
	Leases	\$ -		\$ -	\$	-	\$	-
	Developer Advances	\$ -	\rightarrow	\$ -	\$	-	\$	_
	Other (specify):	\$ -	$\overline{}$	\$ -	\$		\$	
	TOTAL	\$ -	\rightarrow	\$ -	\$		\$	
				r ending balance	<u> </u>		-	
	Please answer the following questions by marking the appropriate boxes					Yes		No
4-5	Does the entity have any authorized, but unissued, debt?				_	7		
If yes:	How much?	\$		0,000,000.00	Ţ			
	Date the debt was authorized:		1/3/20)20]			
4-6	Does the entity intend to issue debt within the next calendar	year?			-			✓.
	How much?	\$		-	J			
4-7	Does the entity have debt that has been refinanced that it is	still responsib	ole fo	r?	-			✓
If yes	What is the amount outstanding?	\$		-]	_		
4-8	Does the entity have any lease agreements? What is being leased?				1			7
If yes:	What is the original date of the lease?				┨			
	Number of years of lease?	-			1			
	Is the lease subject to annual appropriation?							
	What are the annual lease payments?	\$		-	1			
	Please use this space to provide any	explanations	or c	omments:	E DIVE		75	
	PART 5 - CASH AND	INVEST	TME	ENTS				
	Please provide the entity's cash deposit and investment balances.				An	nount	т	otal
5-1	YEAR-END Total of ALL Checking and Savings Accounts	• •			\$	-		ota.
5-2	Certificates of deposit				\$	-		
	Total Cash Deposits						\$	-
	Investments (if investment is a mutual fund, please list underlying	investments):						
					\$			
5-3					\$			
					\$	- -		
	Total Investments				_Ψ		\$	
	Total Cash and Investments					ŀ	\$	
	Please answer the following questions by marking in the approp	riate boxes		Yes		No		N/A
5-4	Are the entity's Investments legal in accordance with Section							
-	seq., C.R.S.?		-			J	[_	i i
5-5	Are the entity's deposits in an eligible (Public Deposit Protec	tion Act) nubli	ic	_				
	depository (Section 11-10.5-101, et seq. C.R.S.)?	aon Aou publi]	V]
If no MU	ST use this space to provide any explanations:							
т по, ше	er also and opasse to provide any explanations.							

	PART 6 - CAPITA Please answer the following questions by marking in the appropriate box		SET	S		Y	es	٨	lo_
6-1	Does the entity have capital assets?)	-	0
6-2	Has the entity performed an annual inventory of capital asset 29-1-506, C.R.S.,? If no, MUST explain:	s in accor	dance	with Se	ection]	G	a
	N/A								
6-3	Complete the following capital assets table:	Baland beginning year	of the	Addition be inclu Par	ided in		tions		r-End ince
	Land	\$	-	\$		\$	-	\$	-
	Buildings	\$	•	\$	-	\$	-	\$	-
	Machinery and equipment	\$	-	\$	-	\$	-	\$	-
	Furniture and fixtures	\$	-	\$		\$	-	\$	-
	Infrastructure	\$	-	\$	-	\$		\$	-
	Construction in Progress (CIP) Other (explain):	\$	-	\$		\$		\$	-
	Accumulated Depreciation	\$	<u>-</u>	\$		\$	-	\$	-
	TOTAL	\$	-	\$		\$		\$	-
	Please use this space to provide any		ons or		nts:				
	PART 7 - PENSION		AMS	TION					
7-1	Please answer the following questions by marking in the appropriate boxe Does the entity have an "old hire" firefighters' pension plan?	es.				Ye	es	N	
7-2	Does the entity have a volunteer firefighters' pension plan?							V V	
If yes:	Who administers the plan?							ت	
,	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 re	tiree as of	Ellan						
	1?	urce as or	Jan	\$	-				
	Please use this space to provide any	explanatio	ons or	comme	nts:				
									_
	PART 8 - BUDGET I	NFOR	MAT	LIUN					
	Please answer the following questions by marking in the appropriate boxe			Ye		NI.		B1/	^
8-1	Did the entity file a budget with the Department of Local Affair	s for the			5	N		N/.	A
	current year in accordance with Section 29-1-113 C.R.S.?	0 101 010		\checkmark					
8-2	Did the entity pass an appropriations resolution, in accordanc	a with Ca							
	29-1-108 C.R.S.? If no, MUST explain:	e with Se	ction	V					
	To the online is not explain.								
			- 1						
If yes:	Please indicate the amount budgeted for each fund for the yea	r reported	d:						
	Governmental/Proprietary Fund Name	Total App	propriat	ions By F	und				
	General Fund	\$			50,000				

	PART 9 - TAXPAYER'S BILL OF RIGHTS (TAB Please answer the following question by marking in the appropriate box	OR) Yes	No
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?	V	
,	Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.	<u> </u>	
f no, ML	IST explain:		
	PART 10 - GENERAL INFORMATION		
	Please answer the following questions by marking in the appropriate boxes.	Yes	No
10-1	Is this application for a newly formed governmental entity?	7	
If yes:	Date of formation: 1/5/2021		
10-2	Has the entity changed its name in the past or current year?		7
	The die only one governor in the past of our only our		
If yes:	Please list the NEW name & PRIOR name:		
•			
10-3	Is the entity a metropolitan district?	~	
	Please indicate what services the entity provides:		
	See Below		
10-4	Does the entity have an agreement with another government to provide services?	✓	
If yes:	List the name of the other governmental entity and the services provided:		
40.5	See Below		✓
10-5	Has the district filed a <i>Title 32</i> , <i>Article 1 Special District Notice of Inactive Status</i> during Date Filed:		
If yes:	Date Fileu.		
10-6	Does the entity have a certified Mill Levy?		[7]
If yes:	Does the entity have a certified with Levy?	bound	Name I
⊓ yes.	Please provide the following <u>mills</u> levied for the year reported (do not report \$ amounts):		
	Bond Redemption mills		
	General/Other mills		_
	Total mills		-
	Please use this space to provide any explanations or comments:		

10-4: Legato Community Authority & Legato Metropolitan Districts 1,2,3,5,6,7.

^{10-3:} The District was established to provide public streets, traffic and safety, water, sewer, parks and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers in the District.

	PART 11 - GOVERNING BODY APPROVAL						
	Please answer the following question by marking in the appropriate box	YES	NO				
12-1	If you plan to submit this form electronically, have you read the new Electronic Signature Policy?	Ø					

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

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.
- · 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,
- a. Include a copy of an adopted resolution that documents formal approval by the Board, or
- b. Include electronic signatures obtained through a software program such as Docusign or Echosign in accordance with the requirements noted above.

	Print the names of ALL members of current governing body below.	A <u>MAJORITY</u> of the members of the governing body must complete and sign in the column below.
Board	Print Board Member's Name	I, CJ Kirst, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 1		Signed (1) Lind (1) L
Board	Print Board Member's Name	I, Roger G. Hollard, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 2	Roger G. Hollard	Signed Royr 6 Hollard Sylvariate 3/8/2022 Date: My term Expires: May 2023
Board	Print Board Member's Name	I, Emma Burns, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 3	Emma Burns	Signed Date: My term Expires: May 2023
Board Member 4	Print Board Member's Name	I
Board Member 5	Print Board Member's Name	I
Board Member 6	Print Board Member's Name	I
Board Member 7	Print Board Member's Name	I



CliftonLarsonAllen LLP 8390 East Crescent Pkwy., Suite 300 Greenwood Village, CO 80111 phone 303-779-5710 fax 303-779-0348 CLAconnect.com

Accountant's Compilation Report

Board of Directors Legato Metropolitan District No. 4 Adams County, Colorado

Management is responsible for the accompanying Application for Exemption from Audit of Legato Metropolitan District No. 4 as of and for the year ended December 31, 2021, included in the accompanying prescribed form. 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 American Institute of Certified Public Accountants. 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 the financial statements included in the accompanying prescribed form.

The Application for Exemption from Audit is presented in accordance with the requirements of the Colorado Office of the State Auditor, which differ from accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the Colorado Office of the State Auditor and is not intended to be and should not be used by anyone other than this specified party.

We are not independent with respect to Legato Metropolitan District No. 4.

Greenwood Village, Colorado

Clifton Larson allen LA

February 9, 2022



Certificate Of Completion

Envelope Id: 40037042D92F44BF83591A2A42F20C74 Subject: Please DocuSign: LMD No. 4 - Audit Exemption.pdf

Client Name: Legato Metropolitan District No. 4

Client Number: 011-046309-00

Source Envelope:

Document Pages: 8 Certificate Pages: 5

AutoNav: Enabled

Envelopeld Stamping: Enabled

Time Zone: (UTC-06:00) Central Time (US & Canada)

Status: Completed

Envelope Originator:

Carl Powell

220 South 6th Street

Suite 300

Minneapolis, MN 55402 Carl.Powell@claconnect.com IP Address: 165.225.10.147

Record Tracking

Status: Original

3/8/2022 2:21:38 PM

Holder: Carl Powell

Signatures: 2

Initials: 0

Carl.Powell@claconnect.com

Location: DocuSign

Signer Events

CJ Kirst kirst.realestate@gmail.com

Security Level: Email, Account Authentication

(None)

DocuSigned by: (1) Einst C79589E4E6DF495

Signature

Signature Adoption: Pre-selected Style

Using IP Address: 73.14.193.72

Timestamp

Sent: 3/8/2022 2:37:34 PM Viewed: 3/8/2022 3:51:01 PM Signed: 3/8/2022 3:51:08 PM

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 3:51:01 PM ID: 4858997a-6d97-44fb-a1be-f753140915e2

Roger G. Hollard rghollard@gmail.com

Security Level: Email, Account Authentication (None)

Roper G. Hollard

465EF5297E450

Sent: 3/8/2022 3:51:09 PM Viewed: 3/8/2022 4:20:27 PM Signed: 3/8/2022 4:20:38 PM

Signature Adoption: Pre-selected Style Using IP Address: 73.153.143.169

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 4:20:27 PM

ID: 0e66ee3a-e589-4efb-945a-6ed603e2577e

In Person Signer Events	Signature	Timestamp
Editor Delivery Events	Status	Timestamp
Agent Delivery Events	Status	Timestamp
Intermediary Delivery Events	Status	Timestamp
Certified Delivery Events	Status April 2014	Timestamp
Carbon Copy Events	Status	Timestamp
Witness Events	Signature	Timestamp
Notary Events	Signature	Timestamp

Envelope Summary Events	Status	Timestamps
Envelope Sent	Hashed/Encrypted	3/8/2022 2:37:34 PM
Certified Delivered	Security Checked	3/8/2022 4:20:27 PM
Signing Complete	Security Checked	3/8/2022 4:20:38 PM
Completed	Security Checked	3/9/2022 1:01:17 PM
Payment Events	Status	Timestamps
Electronic Record and Signature	Disclosure	

ELECTRONIC RECORD AND SIGNATURE DISCLOSURE

From time to time, CliftonLarsonAllen LLP (we, us or Company) may be required by law to provide to you certain written notices or disclosures. Described below are the terms and conditions for providing to you such notices and disclosures electronically through the DocuSign system. Please read the information below carefully and thoroughly, and if you can access this information electronically to your satisfaction and agree to this Electronic Record and Signature Disclosure (ERSD), please confirm your agreement by selecting the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

Getting paper copies

At any time, you may request from us a paper copy of any record provided or made available electronically to you by us. You will have the ability to download and print documents we send to you through the DocuSign system during and immediately after the signing session and, if you elect to create a DocuSign account, you may access the documents for a limited period of time (usually 30 days) after such documents are first sent to you. After such time, if you wish for us to send you paper copies of any such documents from our office to you, you will be charged a \$0.00 per-page fee. You may request delivery of such paper copies from us by following the procedure described below.

Withdrawing your consent

If you decide to receive notices and disclosures from us electronically, you may at any time change your mind and tell us that thereafter you want to receive required notices and disclosures only in paper format. How you must inform us of your decision to receive future notices and disclosure in paper format and withdraw your consent to receive notices and disclosures electronically is described below.

Consequences of changing your mind

If you elect to receive required notices and disclosures only in paper format, it will slow the speed at which we can complete certain steps in transactions with you and delivering services to you because we will need first to send the required notices or disclosures to you in paper format, and then wait until we receive back from you your acknowledgment of your receipt of such paper notices or disclosures. Further, you will no longer be able to use the DocuSign system to receive required notices and consents electronically from us or to sign electronically documents from us.

All notices and disclosures will be sent to you electronically

Unless you tell us otherwise in accordance with the procedures described herein, we will provide electronically to you through the DocuSign system all required notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you during the course of our relationship with you. To reduce the chance of you inadvertently not receiving any notice or disclosure, we prefer to provide all of the required notices and disclosures to you by the same method and to the same address that you have given us. Thus, you can receive all the disclosures and notices electronically or in paper format through the paper mail delivery system. If you do not agree with this process, please let us know as described below. Please also see the paragraph immediately above that describes the consequences of your electing not to receive delivery of the notices and disclosures electronically from us.

How to contact CliftonLarsonAllen LLP:

You may contact us to let us know of your changes as to how we may contact you electronically, to request paper copies of certain information from us, and to withdraw your prior consent to receive notices and disclosures electronically as follows:

To contact us by email send messages to: BusinessTechnology@CLAconnect.com

To advise CliftonLarsonAllen LLP of your new email address

To let us know of a change in your email address where we should send notices and disclosures electronically to you, you must send an email message to us at BusinessTechnology@CLAconnect.com and in the body of such request you must state: your previous email address, your new email address. We do not require any other information from you to change your email address.

If you created a DocuSign account, you may update it with your new email address through your account preferences.

To request paper copies from CliftonLarsonAllen LLP

To request delivery from us of paper copies of the notices and disclosures previously provided by us to you electronically, you must send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email address, full name, mailing address, and telephone number. We will bill you for any fees at that time, if any.

To withdraw your consent with CliftonLarsonAllen LLP

To inform us that you no longer wish to receive future notices and disclosures in electronic format you may:

i. decline to sign a document from within your signing session, and on the subsequent page, select the check-box indicating you wish to withdraw your consent, or you may;

ii. send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email, full name, mailing address, and telephone number. We do not need any other information from you to withdraw consent.. The consequences of your withdrawing consent for online documents will be that transactions may take a longer time to process..

Required hardware and software

The minimum system requirements for using the DocuSign system may change over time. The current system requirements are found here: https://support.docusign.com/guides/signer-guide-signing-system-requirements.

Acknowledging your access and consent to receive and sign documents electronically

To confirm to us that you can access this information electronically, which will be similar to other electronic notices and disclosures that we will provide to you, please confirm that you have read this ERSD, and (i) that you are able to print on paper or electronically save this ERSD for your future reference and access; or (ii) that you are able to email this ERSD to an email address where you will be able to print on paper or save it for your future reference and access. Further, if you consent to receiving notices and disclosures exclusively in electronic format as described herein, then select the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

By selecting the check-box next to 'I agree to use electronic records and signatures', you confirm that:

- You can access and read this Electronic Record and Signature Disclosure; and
- You can print on paper this Electronic Record and Signature Disclosure, or save or send this Electronic Record and Disclosure to a location where you can print it, for future reference and access; and
- Until or unless you notify CliftonLarsonAllen LLP as described above, you consent to
 receive exclusively through electronic means all notices, disclosures, authorizations,
 acknowledgements, and other documents that are required to be provided or made
 available to you by CliftonLarsonAllen LLP during the course of your relationship with
 CliftonLarsonAllen LLP.

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

NAME OF GOVERNMENT	Legato Metropolitan District No. 5	For the Year Ended				
ADDRESS	8390 E Crescent Parkway	8390 E Crescent Parkway				
	Suite 300		or fiscal year ended:			
	Greenwood Village, CO 80111					
CONTACT PERSON	Jason Carroll					
PHONE	303-779-5710					
EMAIL	Jason.Carroll@claconnect.com					
FAX	303-779-0348					
	PART 1 - CERTIFICATION	ON OF PREPARER				
I certify that I am skilled in gove	ernmental accounting and that the inform	ation in the application is comple	te and accurate, to the best of			
my knowledge.						
NAME:	Jason Carroll					
TITLE	Accountant for the District					
FIRM NAME (if applicable)	CliftonLarsonAllen LLP		9			
ADDRESS	8390 E Crescent Parkway, Suite 300	Greenwood Village, CO 80111				
PHONE	303-779-5710					
DATE PREPARED	2/8/2022					
PREPARER (SIGNATUR	RE REQUIRED)					
	See Accountant's Com	pilation Report				
		GOVERNMENTAL	PROPRIETARY			
	wing financial information is recorded	(MODIFIED ACCRUAL BASIS)	(CASH OR BUDGETARY BASIS)			
using Governmental or Proprieta	ry tuna types					

1

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

Line#	Description			Round to nearest Dollar	Please use this
2-1	Taxes:	Property	(report mills levied in Question 10-6)	\$ -	space to provide
2-2		Specific ownership			any necessary
2-3		Sales and use		\$ -	explanations
2-4		Other (specify)	:	\$ -	
2-5	Licenses and permit	s		\$	
2-6	Intergovernmental:		Grants	\$ -	
2-7			Conservation Trust Funds (Lottery)	\$	
2-8			Highway Users Tax Funds (HUTF)	\$ -	
2-9			Other (specify):	\$	
2-10	Charges for services	3		\$	
2-11	Fines and forfeits			\$	
2-12	Special assessment	S		\$	
2-13	Investment income			\$	
2-14	Charges for utility se	ervices		\$	
2-15	Debt proceeds		(should agree with line 4-4, column 2)	\$	
2-16	Lease proceeds			\$	
2-17	Developer Advances	received	(should agree with line 4-4)	\$	
2-18	Proceeds from sale	of capital assets	į	\$ -	
2-19	Fire and police pens	ion		\$ -	
2-20	Donations			\$	
2-21	Other (specify):			\$ -	
2-22				\$ -	
2-23				\$ -	
2-24		(add lin	es 2-1 through 2-23) TOTAL REVENUE	S	-

PART 3 - EXPENDITURES/EXPENSES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

Line#	Description	,	Round to nearest Dollar	Please use this	
3-1	Administrative		\$ -	space to provide	
3-2	Salaries		\$ -	any necessary	
3-3	Payroll taxes	1	\$ -	explanations	
3-4	Contract services		\$ -		
3-5	Employee benefits	Ī	\$ -		
3-6	Insurance		\$ -		
3-7	Accounting and legal fees		\$ -		
3-8	Repair and maintenance		\$ -		
3-9	Supplies		\$ -		
3-10	Utilities and telephone		\$ -		
3-11	Fire/Police		\$ -		
3-12	Streets and highways		\$ -		
3-13	Public health		\$ -		
3-14	Capital outlay		\$ -		
3-15	Utility operations		\$ -		
3-16	Culture and recreation		\$ -		
3-17	Debt service principal (should agree with	Part 4)	\$ -		
3-18	Debt service interest		\$ -		
3-19	Repayment of Developer Advance Principal (should agree with li	line 4-4)	\$ -		
3-20	Repayment of Developer Advance Interest		\$ -		
3-21	Contribution to pension plan (should agree to li	line 7-2)	\$ -		
3-22	Contribution to Fire & Police Pension Assoc. (should agree to li	line 7-2)	\$ -		
3-23	Other (specify):				
3-24			\$ -		
3-25			\$ -		
3-26	(add lines 3-1 through 3-24) TOTAL EXPENDITURES/EXPEN	NSES	\$	Divine - The second	

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - <u>STOP</u>. You may not use this form. Please use the "Application for Exemption from Audit - <u>LONG FORM</u>".

Titl	PART 4 - DEBT OUTSTANDING	3, ISSUED	, AND RE	ETIRED	
	Please answer the following questions by marking the a	appropriate boxes.		Yes	No
4-1	Does the entity have outstanding debt?	chadula			
4.0	If Yes, please attach a copy of the entity's Debt Repayment So Is the debt repayment schedule attached? If no. MUST explain	n.			/
4-2	N/A]	
	N/A				
4-3	Is the entity current in its debt service payments? If no, MUST	r explain:			V
4-3	N/A]	
4-4	and the standard of applicables				
4-4	Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive	Outstanding at	Issued during	Retired during	Outstanding at year-end
	numbers)	end of prior year*	year	year	year-enu
		\$ -	\$ -	\$ -	\$ -
	General obligation bonds	\$ -	\$ -	\$ -	\$ -
	Revenue bonds	\$ -	\$ -	\$ -	\$ -
	Notes/Loans	\$ -	\$ -	\$ -	\$ -
	Leases	\$ -	\$ -	\$ -	\$ -
	Developer Advances	\$ -	\$ -	\$ -	\$ -
	Other (specify):	\$ -	\$ -	\$ -	\$ -
	TOTAL	*must tie to prior ye	T	L	1
	Please answer the following questions by marking the appropriate boxes			Yes	,No
4-5	Does the entity have any authorized, but unissued, debt?				
If yes:	How much?		00,000,000.00		
,	Date the debt was authorized:	11/3/2	2020	}	
4-6	Does the entity intend to issue debt within the next calendar	year?			<u>\(\) \</u>
If yes:	How much?	\$	-	_	
4-7	Does the entity have debt that has been refinanced that it is s	till responsible	for?		<u> </u>
If yes:	What is the amount outstanding?	\$		_	
4-8	Does the entity have any lease agreements?			, \Box	✓
If yes:	What is being leased?			-	
	What is the original date of the lease?				
	Number of years of lease? Is the lease subject to annual appropriation?				
	What are the annual lease payments?	\$	-	1	
	Please use this space to provide any	explanations or	comments:	1,000	
Parl House	r icase ase time opace to provide any				
	PART 5 - CASH AND	INVEST	IENTS		
		INVESTI		Amount	Total
	Please provide the entity's cash deposit and investment balances.	<u> </u>		\$ -	Total
5-1	YEAR-END Total of ALL Checking and Savings Accounts			\$ -	
5-2	Certificates of deposit				\$ -
	Total Cash Deposits	investments):			· ·
	Investments (if investment is a mutual fund, please list underlying	-investinents).			
				\$ -	_
				\$ -	
5-3				\$ -	\dashv
				\$ -	•
	Total Investments				<u> </u>
	Total Cash and Investments				\$ -
	Please answer the following questions by marking in the approp	riate boxes	Yes	No	N/A
5-4	Are the entity's Investments legal in accordance with Section	1 24-75-601, et.			/
	seq., C.R.S.?				
5-5	Are the entity's deposits in an eligible (Public Deposit Protect	tion Act) public			
	depository (Section 11-10.5-101, et seq. C.R.S.)?				
If no. MI	JST use this space to provide any explanations:				

	PART 6 - CAPITA Please answer the following questions by marking in the appropriate boxe		S	Yes	No
6-1	Does the entity have capital assets?				
6-2	Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-506, C.R.S.,? If no, MUST explain:				V
6-3	Complete the following capital assets table:	Balance - beginning of the year*	Additions (Must be included in Part 3)	Deletions	Year-End Balance
	Land Buildings Machinery and equipment Furniture and fixtures Infrastructure Construction In Progress (CIP) Other (explain):	\$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ -	\$ - \$ - \$ - \$ - \$ - \$ - \$ -	S	\$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ -
	Accumulated Depreciation TOTAL Please use this space to provide any	\$ -	\$ -	\$ -	\$ -
7-1 7-2 If yes:	Please answer the following questions by marking in the appropriate box Does the entity have an "old hire" firefighters' pension plan? Does the entity have a volunteer firefighters' pension plan? 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 recommendation.	etiree as of Jan	\$ - \$ - \$ - \$ - \$ -	Yes	No y
8-1	PART 8 - BUDGET Please answer the following questions by marking in the appropriate box Did the entity file a budget with the Department of Local Affa	kes.	TION Yes	No 🗆	N/A
8-2	Did the entity pass an appropriations resolution, in accordance 29-1-108 C.R.S.? If no, MUST explain:	nce with Section			
If yes:	Please indicate the amount budgeted for each fund for the year Governmental/Proprietary Fund Name General Fund		ations By Fund 50,000		

	PART 9 - TAXPAYER'S BILL OF RIGHTS (TAB	OR)		
	Please answer the following question by marking in the appropriate box	Yes	No	
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?			
	Note. An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.			
no, MU	ST explain:			
	PART 10 - GENERAL INFORMATION			
	Please answer the following questions by marking in the appropriate boxes.	Yes	No	
10-1	Is this application for a newly formed governmental entity?	7		
If yes:	Date of formation: 1/5/2021			
10-2	Has the entity changed its name in the past or current year?		7	
			_	
If yes:	Please list the NEW name & PRIOR name:			
ıı yes.	Fredoe not the NEW halle & FRIOR halle.			
10-3	Is the entity a metropolitan district?			
	Please indicate what services the entity provides:			
	See Below			
10-4	Does the entity have an agreement with another government to provide services?	_		
If yes:	List the name of the other governmental entity and the services provided:			
	See Below		V	
	Has the district filed a Title 32, Article 1 Special District Notice of Inactive Status during		ŭ	
If yes:	Date Filed:			
40.0	Dona Alica and Maria I and David Anni I	П	7	
10-6	Does the entity have a certified Mill Levy?		ū	
If yes:	Please provide the following <u>mills</u> levied for the year reported (do not report \$ amounts):			
	Bond Redemption mills			
	General/Other mills		-	
	Total mills			
	Please use this space to provide any explanations or comments:			

10-3: The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District. 10-4: Legato Community Authority & Legato Metropolitan Districts 1,2,3,4,6,7.

PART 11 - GOVERNING BODY APPROVAL				
	Please answer the following question by marking in the appropriate box	YES	NO	
12-1	If you plan to submit this form electronically, have you read the new Electronic Signature Policy?	v		

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

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.
- 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,
- a. Include a copy of an adopted resolution that documents formal approval by the Board, or
- b. Include electronic signatures obtained through a software program such as Docusign or Echosign in accordance with the requirements noted above.

	Print the names of ALL members of current governing body below.	A <u>MAJORITY</u> of the members of the governing body must complete and sign in the column below.
Board Member 1	Print Board Member's Name CJ Kirst	I CJ Kirst, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed () kird 3/8/2022 Date:
Board Member 2	Print Board Member's Name Roger G. Hollard	I Roger G. Hollard, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed Fur C. Hollard, 8/2022 Date: My term Expires: May 2023
Board Member 3	Print Board Member's Name Emma Burns	I Emma Burns, attest 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:May 2023
Board Member 4	Print Board Member's Name	I
Board Member 5	Print Board Member's Name	I
Board Member 6	Print Board Member's Name	I
Board Member 7	Print Board Member's Name	I



CliftonLarsonAllen LLP 8390 East Crescent Pkwy., Suite 300 Greenwood Village, CO 80111 phone 303-779-5710 fax 303-779-0348 CLAconnect.com

Accountant's Compilation Report

Board of Directors Legato Metropolitan District No. 5 Adams County, Colorado

Management is responsible for the accompanying Application for Exemption from Audit of Legato Metropolitan District No. 5 as of and for the year ended December 31, 2021, included in the accompanying prescribed form. 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 American Institute of Certified Public Accountants. 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 the financial statements included in the accompanying prescribed form.

The Application for Exemption from Audit is presented in accordance with the requirements of the Colorado Office of the State Auditor, which differ from accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the Colorado Office of the State Auditor and is not intended to be and should not be used by anyone other than this specified party.

We are not independent with respect to Legato Metropolitan District No. 5.



Clifton Larson allen LAG

02/08/2022



Certificate Of Completion

Envelope id: 177FB09E31BA4DCFBE794188E3738E57

Subject: Please DocuSign: LMD No. 5 - 2021 Audit Exemption.pdf

Client Name: Legato Metropolitan District No. 5

Client Number: 011-046310-00

Source Envelope:

Document Pages: 8

Certificate Pages: 5

AutoNav: Enabled

Envelopeld Stamping: Enabled

Time Zone: (UTC-06:00) Central Time (US & Canada)

Status: Completed

Envelope Originator:

Carl Powell

220 South 6th Street

Suite 300

Minneapolis, MN 55402 Carl.Powell@claconnect.com IP Address: 165.225.10.147

Record Tracking

Status: Original

3/8/2022 2:43:31 PM

Holder: Carl Powell

Carl.Powell@claconnect.com

Location: DocuSign

Signer Events

CJ Kirst

kirst.realestate@gmail.com

Security Level: Email, Account Authentication

(None)

Signature

Signatures: 2

Initials: 0

() kinst —c7858864E6DF485

Signature Adoption: Pre-selected Style

Using IP Address: 73.14.193.72

Timestamp

Sent: 3/8/2022 3:19:45 PM Viewed: 3/8/2022 3:54:37 PM

Signed: 3/8/2022 3:54:46 PM

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 3:54:37 PM ID: 71b6eae7-1a07-45d9-9cd4-85babd2e0cf0

Roger G. Hollard

rghollard@gmail.com

Security Level: Email, Account Authentication

(None)

- DocuSigned by:

Roger G. Hollard

Signature Adoption: Pre-selected Style

Using IP Address: 73.153.143.169

Sent: 3/8/2022 3:54:48 PM Viewed: 3/8/2022 4:21:05 PM

Signed: 3/8/2022 4:21:20 PM

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 4:21:05 PM

ID: e1aef9bf-c428-4748-866c-92186a526805

In Person Signer Events	Signature	Timestamp
Editor Delivery Events	Status	Timestamp
Agent Delivery Events	Status	Timestamp
Intermediary Delivery Events	Status	Timestamp
Certified Delivery Events	Status	Timestamp
Carbon Copy Events	Status	Timestamp
Witness Events	Signature	Timestamp
Notary Events	Signature	Timestamp

Envelope Summary Events	Status	Timestamps	
Envelope Sent Certified Delivered Signing Complete Completed	Hashed/Encrypted Security Checked Security Checked Security Checked	3/8/2022 3:19:45 PM 3/8/2022 4:21:05 PM 3/8/2022 4:21:20 PM 3/9/2022 1:01:52 PM	
Payment Events	Status	Timestamps	
Electronic Record and Signature	Disclosure		

ELECTRONIC RECORD AND SIGNATURE DISCLOSURE

From time to time, CliftonLarsonAllen LLP (we, us or Company) may be required by law to provide to you certain written notices or disclosures. Described below are the terms and conditions for providing to you such notices and disclosures electronically through the DocuSign system. Please read the information below carefully and thoroughly, and if you can access this information electronically to your satisfaction and agree to this Electronic Record and Signature Disclosure (ERSD), please confirm your agreement by selecting the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

Getting paper copies

At any time, you may request from us a paper copy of any record provided or made available electronically to you by us. You will have the ability to download and print documents we send to you through the DocuSign system during and immediately after the signing session and, if you elect to create a DocuSign account, you may access the documents for a limited period of time (usually 30 days) after such documents are first sent to you. After such time, if you wish for us to send you paper copies of any such documents from our office to you, you will be charged a \$0.00 per-page fee. You may request delivery of such paper copies from us by following the procedure described below.

Withdrawing your consent

If you decide to receive notices and disclosures from us electronically, you may at any time change your mind and tell us that thereafter you want to receive required notices and disclosures only in paper format. How you must inform us of your decision to receive future notices and disclosure in paper format and withdraw your consent to receive notices and disclosures electronically is described below.

Consequences of changing your mind

If you elect to receive required notices and disclosures only in paper format, it will slow the speed at which we can complete certain steps in transactions with you and delivering services to you because we will need first to send the required notices or disclosures to you in paper format, and then wait until we receive back from you your acknowledgment of your receipt of such paper notices or disclosures. Further, you will no longer be able to use the DocuSign system to receive required notices and consents electronically from us or to sign electronically documents from us.

All notices and disclosures will be sent to you electronically

Unless you tell us otherwise in accordance with the procedures described herein, we will provide electronically to you through the DocuSign system all required notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you during the course of our relationship with you. To reduce the chance of you inadvertently not receiving any notice or disclosure, we prefer to provide all of the required notices and disclosures to you by the same method and to the same address that you have given us. Thus, you can receive all the disclosures and notices electronically or in paper format through the paper mail delivery system. If you do not agree with this process, please let us know as described below. Please also see the paragraph immediately above that describes the consequences of your electing not to receive delivery of the notices and disclosures electronically from us.

How to contact CliftonLarsonAllen LLP:

You may contact us to let us know of your changes as to how we may contact you electronically, to request paper copies of certain information from us, and to withdraw your prior consent to receive notices and disclosures electronically as follows:

To contact us by email send messages to: BusinessTechnology@CLAconnect.com

To advise CliftonLarsonAllen LLP of your new email address

To let us know of a change in your email address where we should send notices and disclosures electronically to you, you must send an email message to us at BusinessTechnology@CLAconnect.com and in the body of such request you must state: your previous email address, your new email address. We do not require any other information from you to change your email address.

If you created a DocuSign account, you may update it with your new email address through your account preferences.

To request paper copies from CliftonLarsonAllen LLP

To request delivery from us of paper copies of the notices and disclosures previously provided by us to you electronically, you must send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email address, full name, mailing address, and telephone number. We will bill you for any fees at that time, if any.

To withdraw your consent with CliftonLarsonAllen LLP

To inform us that you no longer wish to receive future notices and disclosures in electronic format you may:

i. decline to sign a document from within your signing session, and on the subsequent page, select the check-box indicating you wish to withdraw your consent, or you may;

ii. send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email, full name, mailing address, and telephone number. We do not need any other information from you to withdraw consent.. The consequences of your withdrawing consent for online documents will be that transactions may take a longer time to process..

Required hardware and software

The minimum system requirements for using the DocuSign system may change over time. The current system requirements are found here: https://support.docusign.com/guides/signer-guide-signing-system-requirements.

Acknowledging your access and consent to receive and sign documents electronically

To confirm to us that you can access this information electronically, which will be similar to other electronic notices and disclosures that we will provide to you, please confirm that you have read this ERSD, and (i) that you are able to print on paper or electronically save this ERSD for your future reference and access; or (ii) that you are able to email this ERSD to an email address where you will be able to print on paper or save it for your future reference and access. Further, if you consent to receiving notices and disclosures exclusively in electronic format as described herein, then select the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

By selecting the check-box next to 'I agree to use electronic records and signatures', you confirm that:

- You can access and read this Electronic Record and Signature Disclosure; and
- You can print on paper this Electronic Record and Signature Disclosure, or save or send this Electronic Record and Disclosure to a location where you can print it, for future reference and access: and
- Until or unless you notify CliftonLarsonAllen LLP as described above, you consent to
 receive exclusively through electronic means all notices, disclosures, authorizations,
 acknowledgements, and other documents that are required to be provided or made
 available to you by CliftonLarsonAllen LLP during the course of your relationship with
 CliftonLarsonAllen LLP.

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

NAME OF GOVERNMENT	Legato Metropolitan District No. 6		For the Year Ended			
ADDRESS	8390 E Crescent Parkway		12/31/21			
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	Suite 300		or fiscal year ended:			
	Greenwood Village, CO 80111					
CONTACT PERSON	Jason Carroll					
PHONE	303-779-5710					
EMAIL	Jason.Carroll@claconnect.com		ii ii			
FAX	303-779-0348	303-779-0348				
	PART 1 - CERTIFICATIO	N OF PREPARER				
Legrify that I am skilled in gov	vernmental accounting and that the information	ation in the application is comple	te and accurate, to the best of			
my knowledge.						
NAME:	Jason Carroll					
TITLE	Accountant for the District					
FIRM NAME (if applicable)	CliftonLarsonAllen LLP					
ADDRESS	8390 E Crescent Parkway, Suite 300,	8390 E Crescent Parkway, Suite 300, Greenwood Village, CO 80111				
PHONE	303-779-5710					
DATE PREPARED	2/8/2022					
PREPARER (SIGNATL	IRE REQUIRED)					
	See Accountant's Com	pilation Report				
	300 7.000 4.11.4.11.					
Please indicate whether the foll	owing financial information is recorded	GOVERNMENTAL (MODIFIED ACCRUAL BASIS)	PROPRIETARY (CASH OR BUDGETARY BASIS)			
using Governmental or Proprie		<u></u>				

V

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

Line#	equipment, and procedu		cription	Round to nearest Dolla		Please use this
2-1	Taxes:		(report mills levied in Question 10-6)	\$		space to provide
2-2	iaxos.	Specific owners		\$	-	any necessary explanations
2-3		Sales and use	[\$	-	explanations
2-4		Other (specify):		\$	-	
2-5	Licenses and permi			\$		
2-6	Intergovernmental:		Grants	\$	-	
2-7	Intergovernmentan		Conservation Trust Funds (Lottery)	\$		
2-8			Highway Users Tax Funds (HUTF)	\$	-	
2-9			Other (specify):	\$		
2-10	Charges for service			\$	-	
2-10	Fines and forfeits	•		\$		
2-11	Special assessment	ts.		\$	-	
2-12	Investment income			\$	-	
2-13	Charges for utility s	ervices		\$	-	
2-14	Debt proceeds	0111000	(should agree with line 4-4, column 2)	\$	-	
2-15	Lease proceeds		·	\$		
2-10	Developer Advances	s received	(should agree with line 4-4)	\$	-	
2-17	Proceeds from sale			\$		
2-10	Fire and police pen			\$	-	
2-19	Donations	31011		\$	-	
2-20	Other (specify):			\$	-	
2-21	Other (specify).			\$	-	I
2-22				\$	-	l
		(add lin	es 2-1 through 2-23) TOTAL REVENUE			
2-24		(add iiii	es 2-1 tillough 2-20) TOTAL NEVEROL			

PART 3 - EXPENDITURES/EXPENSES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

	interest payments on long-term debt. Financial information will not in	clude fund equity inform	Round to nearest Dollar	Please use this
Line#	Description	NAME OF TAXABLE PARTY.	\$	space to provide
3-1	Administrative	-		any necessary
3-2	Salaries	1	\$	explanations
3-3	Payroll taxes	}	\$	
3-4	Contract services		Ψ	1000
3-5	Employee benefits		Ψ	
3-6	Insurance		Ψ	
3-7	Accounting and legal fees		Ψ	-
3-8	Repair and maintenance		Ψ	
3-9	Supplies		Ψ	<u>-</u>
3-10	Utilities and telephone		Ψ	-
3-11	Fire/Police		Ψ	-
3-12	Streets and highways		Ψ	<u>- </u>
3-13	Public health		Ψ	-
3-14	Capital outlay		Ψ	
3-15	Utility operations		Ψ	
3-16	Culture and recreation		\$	-
3-17	Debt service principal	(should agree with Part 4)	\$	·
3-18	Debt service interest		\$	
3-19	Repayment of Developer Advance Principal	should agree with line 4-4)	\$	<u>- `</u>
3-20	Repayment of Developer Advance Interest		\$	
3-21	Contribution to pension plan	(should agree to line 7-2)	\$	
3-22	Contribution to Fire & Police Pension Assoc.	(should agree to line 7-2)	\$	-
3-23	Other (specify):			
3-24			Ψ	·
3-25			\$	
3-26	(add lines 3-1 through 3-24) TOTAL EXPEND	ITURES/EXPENSES	\$	-1 (
	DELICANDE (Line 2.04) TOTAL EVENDITURES (Line 2.26			ay not use this

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - STOP. You may not use this form. Please use the "Application for Exemption from Audit - LONG FORM".

V	PART 4 - DEBT OUTSTANDIN		, AND RE	ETIRED	1 3
	Please answer the following questions by marking the	appropriate boxes.		Yes	No
4-1	Does the entity have outstanding debt?	abadula			9
4.0	If Yes, please attach a copy of the entity's Debt Repayment Schedule. 4-2 Is the debt repayment schedule attached? If no. MUST explain:				7
4-2]	
	N/A				
4-3	Is the entity current in its debt service payments? If no, MUS	T explain:		· 🗆	
4-3					
	N/A				
4-4	- Louis - John askedule if emplicables				
4.4	Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive	Outstanding at	Issued during	Retired during	Outstanding at
	numbers)	end of prior year*	year	year	year-end
		\$ -	\$ -	\$ -	\$ -
	General obligation bonds	\$ -	\$ -	\$ -	\$ -
	Revenue bonds	\$ -	\$ -	\$ -	\$ -
	Notes/Loans	\$ -	\$ -	\$ -	\$ -
	Leases	\$ -	\$ -	\$ -	\$ -
	Developer Advances	\$ -	\$ -	\$ -	\$ -
	Other (specify):	\$ -	\$ -	\$ -	\$ -
	TOTAL	*must tie to prior ye	L -	-	
	Please answer the following questions by marking the appropriate boxes		ar energy salaries	Yes	No
4-5	Does the entity have any authorized, but unissued, debt?			V	
If yes:	How much?		00,000,000.00]	
,	Date the debt was authorized:	11/3/2	2020	j	4-5
4-6	Does the entity intend to issue debt within the next calendar	year?			<u> </u>
If yes:	How much?	\$	-		
4-7	Does the entity have debt that has been refinanced that it is	still responsible	for?		J
If yes:	What is the amount outstanding?	\$	-]	_
4-8	Does the entity have any lease agreements?				7
If yes:	What is being leased?				
•	What is the original date of the lease?				
	Number of years of lease?				7
	Is the lease subject to annual appropriation? What are the annual lease payments?	\$		1	
	Please use this space to provide any		comments:		CHARLES TO SECURITY
	r lease use this space to provide any	Охраналого			
	PART 5 - CASH AND	LINVESTM	IENTS		
			ILIVIO	A	Total
	Please provide the entity's cash deposit and investment balances.			Amount -	TULAI
5-1	YEAR-END Total of ALL Checking and Savings Accounts			\$ -	1
5-2	Certificates of deposit				\$ -
	Total Cash Deposits	n invoctments):			Ψ
	Investments (if investment is a mutual fund, please list underlying	g invesiments).			_
				\$ -]
- 0				\$ -	_
5-3				\$ -	_
				\$ -	
	Total Investments				\$ -
	Total Cash and Investments			<u> </u>	\$ -
	Please answer the following questions by marking in the appro	priate boxes	Yes	No	N/A
5-4	Are the entity's Investments legal in accordance with Sectio	n 24-75-601, et.			7
	seq., C.R.S.?				
5-5	Are the entity's deposits in an eligible (Public Deposit Protect	ction Act) public			~
	depository (Section 11-10.5-101, et seq. C.R.S.)?		Ld	_	nacement
If no. MI	JST use this space to provide any explanations:				

	PART 6 - CAPITA	AL ASSET	`S		
	Please answer the following questions by marking in the appropriate box			Yes	No
6-1	Does the entity have capital assets?				7
6-2	Has the entity performed an annual inventory of capital asset 29-1-506, C.R.S.,? If no, MUST explain:	s in accordance	with Section		$\overline{\mathcal{L}}$
6-3		Balance -	Additions (Must	100 P. C.	Van Fad
	Complete the following capital assets table:	beginning of the year*	be included in Part 3)	Deletions	Year-End Balance
	Land	\$ -	\$ -	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
	Infrastructure	\$ -	\$ -	\$ -	\$ -
	Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
	Other (explain):	\$ -	\$ -	\$ -	\$ -
	Accumulated Depreciation	\$ - \$ -	\$ - \$ -	\$ -	\$ -
tera e be	TOTAL Please use this space to provide any			\$ -	\$ -
Name of Street	Flease use this space to provide any	explanations of	comments.		
	DADT T. DENOION	NEODIA	TION		
	PART 7 - PENSION		HON		
	Please answer the following questions by marking in the appropriate boxe	es.		Yes	No
7-1	Does the entity have an "old hire" firefighters' pension plan?				$\overline{\mathcal{Q}}$
7-2	Does the entity have a volunteer firefighters' pension plan?				V
If yes:	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 re 1?	tiree as of Jan	\$ -		
-	Please use this space to provide any	explanations or	comments:		
	PART 8 - BUDGET I	NEORMA.	TION		
				Al-	NI/A
8-1	Please answer the following questions by marking in the appropriate boxe Did the entity file a budget with the Department of Local Affair		Yes	No	N/A
0-1	current year in accordance with Section 29-1-113 C.R.S.?	S IOI LITE	7		
	darrent year in addordance with occiton 20-1-110 onto.				
8-2					
0-2	Did the entity pass an appropriations resolution, in accordance	e with Section	V		
	29-1-108 C.R.S.? If no, MUST explain:				
16	Disease indicate the amount built at 15 years found for the				
ıт yes:	Please indicate the amount budgeted for each fund for the year	ir reported:			
	Governmental/Proprietary Fund Name	Total Appropriat	tions By Fund		
	· · · · · · · · · · · · · · · · · · ·	\$	50,000		
- 1					
	1		_		

	PART 9 - TAXPAYER'S BILL OF RIGHTS (TAB	JK)					
	Please answer the following question by marking in the appropriate box	Yes	No				
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]? Note An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.						
If no, M	UST explain:						
	PART 10 - GENERAL INFORMATION						
	Please answer the following questions by marking in the appropriate boxes.	Yes	No				
10-1	Is this application for a newly formed governmental entity?	V					
If yes:	Date of formation: 1/5/2021						
10-2	Has the entity changed its name in the past or current year?		7				
If yes:	Please list the NEW name & PRIOR name:						
10-3	Is the entity a metropolitan district?	✓					
	Please indicate what services the entity provides:						
	See Below						
10-4	Does the entity have an agreement with another government to provide services?						
If yes:	List the name of the other governmental entity and the services provided: See Below						
10-5	Has the district filed a <i>Title 32, Article 1 Special District Notice of Inactive Status</i> during		~				
If yes:	Date Filed:						
,							
10-6	Does the entity have a certified Mill Levy?		7				
If yes:							
•	Please provide the following mills levied for the year reported (do not report \$ amounts):						
	Bond Redemption mills		_				
	General/Other mills		-				
	Total mills		-				
	Please use this space to provide any explanations or comments:						

10-3: The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District. 10-4: Legato Community Authority & Legato Metropolitan Districts 1,2,3,4,5,7.

	PART 11 - GOVERNING BODY APPROVAL				
	Please answer the following question by marking in the appropriate box	YES	NO		
12-1	If you plan to submit this form electronically, have you read the new Electronic Signature Policy?	<u> </u>			

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

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.
- 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,
- a. Include a copy of an adopted resolution that documents formal approval by the Board, or
- b. Include electronic signatures obtained through a software program such as Docusign or Echosign in accordance with the requirements noted above.

	Print the names of ALL members of current governing body below.	A <u>MAJORITY</u> of the members of the governing body must complete and sign in the column below.
Board Member 1	Print Board Member's Name CJ Kirst	I CJ Kirst, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed
Board Member 2	Print Board Member's Name Roger G. Hollard	I Roger G. Hollard, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed Tour G. Hollard. Date: 3/8/2022 My term Expires: May 2023
Board Member 3	Print Board Member's Name Emma Burns	I Emma Burns, attest 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: May 2023
Board Member 4	Print Board Member's Name	I
Board Member 5	Print Board Member's Name	I
Board Member 6	Print Board Member's Name	I, attest 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:
Board Member 7	Print Board Member's Name	I



CliftonLarsonAllen LLP 8390 East Crescent Pkwy., Suite 300 Greenwood Village, CO 80111 phone 303-779-5710 fax 303-779-0348 CLAconnect.com

Accountant's Compilation Report

Board of Directors Legato Metropolitan District No. 6 Adams County, Colorado

Management is responsible for the accompanying Application for Exemption from Audit of Legato Metropolitan District No. 6 as of and for the year ended December 31, 2021, included in the accompanying prescribed form. 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 American Institute of Certified Public Accountants. 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 the financial statements included in the accompanying prescribed form.

The Application for Exemption from Audit is presented in accordance with the requirements of the Colorado Office of the State Auditor, which differ from accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the Colorado Office of the State Auditor and is not intended to be and should not be used by anyone other than this specified party.

We are not independent with respect to Legato Metropolitan District No. 6.

Greenwood Village, Colorado

Clifton Larson allen LL

February 8, 2022



Certificate Of Completion

Envelope Id: 71C37D6F2F36449A82A30A002F2CF297

Subject: Please DocuSign: LMD No. 6 - 2021 Audit Exemption.pdf

Client Name: Legato Metropolitan District No. 6

Client Number: 011-046311-00

Source Envelope:

Document Pages: 8 Certificate Pages: 5

AutoNav: Enabled

Envelopeld Stamping: Enabled

Time Zone: (UTC-06:00) Central Time (US & Canada)

Status: Completed

Envelope Originator:

Carl Powell

220 South 6th Street

Suite 300

Minneapolis, MN 55402 Carl.Powell@claconnect.com IP Address: 165.225.10.147

Record Tracking

Status: Original

3/8/2022 3:26:48 PM

Holder: Carl Powell

Carl.Powell@claconnect.com

Location: DocuSign

Signer Events

CJ Kirst

kirst.realestate@gmail.com

Security Level: Email, Account Authentication

(None)

Signature

Signatures: 2

Initials: 0

DocuSigned by: (1) kinst C79589E4E6DF495

Signature Adoption: Pre-selected Style

Using IP Address: 73.14.193.72

Timestamp

Sent: 3/8/2022 3:31:35 PM Viewed: 3/8/2022 3:55:06 PM

Signed: 3/8/2022 3:55:14 PM

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 3:55:06 PM ID: 64efe128-4b51-4458-b7ab-426e4f629c29

Roger G. Hollard

rghollard@gmail.com

Security Level: Email, Account Authentication

(None)

Roper G. Hollard

Signature Adoption: Pre-selected Style Using IP Address: 73.153.143.169

Sent: 3/8/2022 3:55:16 PM Viewed: 3/8/2022 4:21:44 PM Signed: 3/8/2022 4:21:54 PM

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 4:21:44 PM

ID: 3d260d8a-c3f6-4e18-8990-2ca43e609afd

In Person Signer Events	Signature	Timestamp
Editor Delivery Events	Status	Timestamp
Agent Delivery Events	Status	Timestamp
Intermediary Delivery Events	Status	Timestamp
Certified Delivery Events	Status	Timestamp
Carbon Copy Events	Status	Timestamp
Witness Events	Signature	Timestamp
Notary Events	Signature	Timestamp

Status	Timestamps
Hashed/Encrypted	3/8/2022 3:31:35 PM
Security Checked	3/8/2022 4:21:44 PM
Security Checked	3/8/2022 4:21:54 PM
Security Checked	3/9/2022 1:02:35 PM
Status	Timestamps
sclosure	
	Hashed/Encrypted Security Checked Security Checked Security Checked

ELECTRONIC RECORD AND SIGNATURE DISCLOSURE

From time to time, CliftonLarsonAllen LLP (we, us or Company) may be required by law to provide to you certain written notices or disclosures. Described below are the terms and conditions for providing to you such notices and disclosures electronically through the DocuSign system. Please read the information below carefully and thoroughly, and if you can access this information electronically to your satisfaction and agree to this Electronic Record and Signature Disclosure (ERSD), please confirm your agreement by selecting the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

Getting paper copies

At any time, you may request from us a paper copy of any record provided or made available electronically to you by us. You will have the ability to download and print documents we send to you through the DocuSign system during and immediately after the signing session and, if you elect to create a DocuSign account, you may access the documents for a limited period of time (usually 30 days) after such documents are first sent to you. After such time, if you wish for us to send you paper copies of any such documents from our office to you, you will be charged a \$0.00 per-page fee. You may request delivery of such paper copies from us by following the procedure described below.

Withdrawing your consent

If you decide to receive notices and disclosures from us electronically, you may at any time change your mind and tell us that thereafter you want to receive required notices and disclosures only in paper format. How you must inform us of your decision to receive future notices and disclosure in paper format and withdraw your consent to receive notices and disclosures electronically is described below.

Consequences of changing your mind

If you elect to receive required notices and disclosures only in paper format, it will slow the speed at which we can complete certain steps in transactions with you and delivering services to you because we will need first to send the required notices or disclosures to you in paper format, and then wait until we receive back from you your acknowledgment of your receipt of such paper notices or disclosures. Further, you will no longer be able to use the DocuSign system to receive required notices and consents electronically from us or to sign electronically documents from us.

All notices and disclosures will be sent to you electronically

Unless you tell us otherwise in accordance with the procedures described herein, we will provide electronically to you through the DocuSign system all required notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you during the course of our relationship with you. To reduce the chance of you inadvertently not receiving any notice or disclosure, we prefer to provide all of the required notices and disclosures to you by the same method and to the same address that you have given us. Thus, you can receive all the disclosures and notices electronically or in paper format through the paper mail delivery system. If you do not agree with this process, please let us know as described below. Please also see the paragraph immediately above that describes the consequences of your electing not to receive delivery of the notices and disclosures electronically from us.

How to contact CliftonLarsonAllen LLP:

You may contact us to let us know of your changes as to how we may contact you electronically, to request paper copies of certain information from us, and to withdraw your prior consent to receive notices and disclosures electronically as follows:

To contact us by email send messages to: BusinessTechnology@CLAconnect.com

To advise CliftonLarsonAllen LLP of your new email address

To let us know of a change in your email address where we should send notices and disclosures electronically to you, you must send an email message to us at BusinessTechnology@CLAconnect.com and in the body of such request you must state: your previous email address, your new email address. We do not require any other information from you to change your email address.

If you created a DocuSign account, you may update it with your new email address through your account preferences.

To request paper copies from CliftonLarsonAllen LLP

To request delivery from us of paper copies of the notices and disclosures previously provided by us to you electronically, you must send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email address, full name, mailing address, and telephone number. We will bill you for any fees at that time, if any.

To withdraw your consent with CliftonLarsonAllen LLP

To inform us that you no longer wish to receive future notices and disclosures in electronic format you may:

i. decline to sign a document from within your signing session, and on the subsequent page, select the check-box indicating you wish to withdraw your consent, or you may;

ii. send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email, full name, mailing address, and telephone number. We do not need any other information from you to withdraw consent.. The consequences of your withdrawing consent for online documents will be that transactions may take a longer time to process..

Required hardware and software

The minimum system requirements for using the DocuSign system may change over time. The current system requirements are found here: https://support.docusign.com/guides/signer-guide-signing-system-requirements.

Acknowledging your access and consent to receive and sign documents electronically

To confirm to us that you can access this information electronically, which will be similar to other electronic notices and disclosures that we will provide to you, please confirm that you have read this ERSD, and (i) that you are able to print on paper or electronically save this ERSD for your future reference and access; or (ii) that you are able to email this ERSD to an email address where you will be able to print on paper or save it for your future reference and access. Further, if you consent to receiving notices and disclosures exclusively in electronic format as described herein, then select the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

By selecting the check-box next to 'I agree to use electronic records and signatures', you confirm that:

- You can access and read this Electronic Record and Signature Disclosure; and
- You can print on paper this Electronic Record and Signature Disclosure, or save or send this Electronic Record and Disclosure to a location where you can print it, for future reference and access; and
- Until or unless you notify CliftonLarsonAllen LLP as described above, you consent to
 receive exclusively through electronic means all notices, disclosures, authorizations,
 acknowledgements, and other documents that are required to be provided or made
 available to you by CliftonLarsonAllen LLP during the course of your relationship with
 CliftonLarsonAllen LLP.

303-779-0348

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

NAME OF GOVERNMENT	Legato Metropolitan District No. 7	For the Year Ended
ADDRESS	8390 E Crescent Parkway	12/31/21
	Suite 300	or fiscal year ended:
	Greenwood Village, CO 80111	
CONTACT PERSON	Jason Carroll	
PHONE	303-779-5710	
EMAIL	Jason.Carroll@claconnect.com	

PART 1 - CERTIFICATION OF PREPARER

I certify that I am skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

NAME: Jason Carroll

TITLE Accountant for the District

FIRM NAME (if applicable) CliftonLarsonAllen LLP

ADDRESS 8390 E Crescent Parkway, Suite 300, Greenwood Village, CO 80111

PHONE 303-779-5710

DATE PREPARED 2/11/2022

PREPARER (SIGNATURE REQUIRED)

FAX

See Accountant's Compliation Report

Please indicate whether the following financial information is recorded	GOVERNMENTAL (MODIFIED ACCRUAL BASIS)	PROPRIETARY (CASH OR BUDGETARY BASIS)
using Governmental or Proprietary fund types	7	

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

Line#	Description		Round to nearest Dollar	Please use this	
2-1	Taxes: Pi	operty	(report mills levied in Question 10-6)	\$ -	space to provide
2-2	SI	pecific owners	ship	\$ -	any necessary
2-3	Sa	ales and use		\$ -	explanations
2-4	Ot	ther (specify):		\$ -	
2-5	Licenses and permits			\$ -	
2-6	Intergovernmental:		Grants	\$ -	
2-7			Conservation Trust Funds (Lottery)	\$ -	
2-8			Highway Users Tax Funds (HUTF)	\$ -	
2-9			Other (specify):	\$ -	
2-10	Charges for services			\$ -	
2-11	Fines and forfeits			\$ -	
2-12	Special assessments			\$ -	
2-13	Investment income			-	
2-14	Charges for utility serv	ices		\$ -	
2-15	Debt proceeds		(should agree with line 4-4, column 2)	\$ -	
2-16	Lease proceeds			\$ -	
2-17	Developer Advances re	ceived	(should agree with line 4-4)	\$ -	
2-18	Proceeds from sale of	capital assets		\$ -	
2-19	Fire and police pension	า		\$ -	
2-20	Donations			\$ -	
2-21	Other (specify):			\$ -	
2-22				\$ -	
2-23				\$ -	
2-24	Purchase and the property of	(add line	es 2-1 through 2-23) TOTAL REVENUE	S -	

PART 3 - EXPENDITURES/EXPENSES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

3-2 S 3-3 P 3-4 C 3-5 E 3-6 In	Administrative Salaries		•		
3-3 P 3-4 C 3-5 E 3-6 In	alaries		\$	-	space to provide
3-4 C 3-5 E 3-6 In			\$	-	any necessary
3-5 E 3-6 In	ayroll taxes		\$	-	explanations
3-6 In	Contract services		\$	•	
	imployee benefits		- X	-	
	nsurance		\$	-	I
3-7 A	accounting and legal fees		\$	-	I
3-8 R	Repair and maintenance		\$	-	I
3-9 S	upplies		Ψ	-	ļ
3-10 U	Itilities and telephone		\$	-	
3-11 Fi	ire/Police		<u> </u>	-	
3-12 St	treets and highways		\$	-	}
3-13 P	ublic health		\$	-	ı
3-14 C	apital outlay		\$	-	ı
3-15 U	tility operations		\$	-	
3-16 C	culture and recreation		\$	-	
3-17 D	ebt service principal	(should agree with Part 4)	\$	-	
3-18 D	ebt service interest		\$	-	
	epayment of Developer Advance Principal	(should agree with line 4-4)	\$	-]	
	epayment of Developer Advance Interest		\$	-]	
3-21 C	ontribution to pension plan	(should agree to line 7-2)	\$	-	
3-22 C	ontribution to Fire & Police Pension Assoc.	(should agree to line 7-2)	\$	-	
3-23 O	ther (specify):				
3-24		[\$	-]	
3-25			\$	-	
3-26	(add lines 3-1 through 3-24) TOTAL EXPENI	DITURES/EXPENSES	\$	-	

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - <u>STOP</u>. You may not use this form. Please use the "Application for Exemption from Audit -<u>LONG FORM</u>".

1	PART 4 - DEBT OUTSTANDING	G, ISSUED	, AND RE	TIRED	No
	Please answer the following questions by marking the	appropriate boxes.	-2-1-1	Yes	7
4-1	4-1 Does the entity have outstanding debt? If Yes, please attach a copy of the entity's Debt Repayment Schedule.				_
4-2	The second of th				\checkmark
	N/A				
	IVA				
4-3	Is the entity current in its debt service payments? If no, MUS	T explain:			V
	N/A				
4-4	Please complete the following debt schedule, if applicable:			Retired during	Outstanding at
	(please only include principal amounts)(enter all amount as positive	Outstanding at end of prior year*	Issued during year	year	year-end
	numbers)	end of prior year	year	,	
	General obligation bonds	\$ -	\$ -	\$ -	\$ -
	Revenue bonds	\$ -	\$	\$ -	\$ -
	Notes/Loans	\$ -	\$ -	\$ -	\$ -
	Leases	\$ -	\$ -	\$ -	\$ -
	Developer Advances	\$ -	\$ -	\$ -	\$ -
	Other (specify):	\$ -	\$ -	\$	\$ -
	TOTAL	\$ -	\$ -	\$	\$ -
		*must tie to prior ye	ar ending balance		
	Please answer the following questions by marking the appropriate boxes	i.		Yes	,No
4-5	Does the entity have any authorized, but unissued, debt?		00,000,000.00	1	
	How much?	\$ 2,4		1	
	Date the debt was authorized:		2020		[7]
	Does the entity intend to issue debt within the next calendar	yearr]	
If yes:	How much?	-Aill reamonaible i		, ,	V
	Does the entity have debt that has been refinanced that it is	still responsible	- 1011	1 -	
If yes:	What is the amount outstanding?			,	
	Does the entity have any lease agreements? What is being leased?			1	
If yes:	What is being leased? What is the original date of the lease?]	
	Number of years of lease?			_	
	Is the lease subject to annual appropriation?				V
	What are the annual lease payments?	\$	-		
	Please use this space to provide any	explanations or	comments:		
		LIN (EQTIV	IENTO		
	PART 5 - CASH AND	INVESTIV	IEN IS		
	Please provide the entity's cash deposit and investment balances.			Amount	Total
5-1	YEAR-END Total of ALL Checking and Savings Accounts			\$ -	-
	Certificates of deposit			\$	
	Total Cash Deposits				\$ -
	Investments (if investment is a mutual fund, please list underlying	g investments):			
1		 		\$ -]
				\$ -]
5-3				\$ -]
				\$ -	
'	Total Investments				\$ -
	Total Cash and Investments				\$ -
	Please answer the following questions by marking in the appro	priate boxes	Yes	No	N/A
5-4	Are the entity's Investments legal in accordance with Section	n 24-75-601, et.			7
	seq., C.R.S.?		_	-	
5-5	Are the entity's deposits in an eligible (Public Deposit Protect	ction Act) public			J
	depository (Section 11-10.5-101, et seq. C.R.S.)?				
	depository (Section 11-10.5-101, et seq. C.R.S.)?		لبط		

	PART 6 - CAPITA		S	Yes	No
C 4	Please answer the following questions by marking in the appropriate boxes. Does the entity have capital assets?				V
6-1	-	e in accordance	with Section		
6-2	Has the entity performed an annual inventory of capital asset 29-1-506, C.R.S.,? If no, MUST explain:	s in accordance	WITH DECTION		
6-3		Balance -	Additions (Must be included in	Deletions	Year-End
	Complete the following capital assets table:	beginning of the year*	Part 3)		Balance
	Land	\$ -	\$ - \$ -	\$ -	\$ - \$ -
	Buildings	\$ -	\$ -	\$ -	\$ -
	Machinery and equipment Furniture and fixtures	\$ -	\$ -	\$ -	\$
	Infrastructure	\$ -	\$ -	\$ -	\$ -
	Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
	Other (explain):	\$ -	\$ -	\$ -	\$ -
	Accumulated Depreciation	\$ -	\$ -	\$ -	\$ -
	TOTAL	\$ -	\$ -	\$ -	\$ -
	Please use this space to provide any	explanations or	comments:		
7-1 7-2	PART 7 - PENSION Please answer the following questions by marking in the appropriate box Does the entity have an "old hire" firefighters' pension plan? Does the entity have a volunteer firefighters' pension plan?		TION	Yes	_No
If yes:	Who administers the plan?	·			
	Indicate the contributions from:			1	
	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 re	atiree as of lan			
	1?	stilee as of oan	\$ -		
	Please use this space to provide any	explanations or	comments:		
	PART 8 - BUDGET	INFORMA	TION		
	Please answer the following questions by marking in the appropriate box		Yes	No	N/A
8-1	Did the entity file a budget with the Department of Local Affai	irs for the		2	100
0-1	current year in accordance with Section 29-1-113 C.R.S.?		7		
]		
8-2	Did the entity pass an appropriations resolution, in accordan 29-1-108 C.R.S.? If no, MUST explain:	ce with Section	7		
If yes:	Please indicate the amount budgeted for each fund for the year	ear reported:			
	Governmental/Proprietary Fund Name	Total Appropria	<u> </u>		
	General Fund	\$	50,000		
		 		i	
		·	A	,	

_	TARK THE PROPERTY OF THE PROPERTY OF TARK	\D\	
	PART 9 - TAXPAYER'S BILL OF RIGHTS (TABO	JK)	
	Please answer the following question by marking in the appropriate box	Yes	No
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?	~	
	Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency	(<u>v</u>)	
	reserve requirement All governments should determine if they meet this requirement of TABOR.		
lf no <u>,</u> ML	JST explain:		
	PART 10 - GENERAL INFORMATION		
	Please answer the following questions by marking in the appropriate boxes.	Yes	No
10-1	Is this application for a newly formed governmental entity?	7	
If yes:	Date of formation: 1/5/2021		
10-2	Has the entity changed its name in the past or current year?		7
If yes:	Please list the NEW name & PRIOR name:		
10-3	Is the entity a metropolitan district?	~	
	Please indicate what services the entity provides:		
	See Below		
10-4	Does the entity have an agreement with another government to provide services?	v	
If yes:	List the name of the other governmental entity and the services provided:		
	See Below		7
10-5	Has the district filed a Title 32, Article 1 Special District Notice of Inactive Status during		[2]
If yes:	Date Filed:		
			_
10-6	Does the entity have a certified Mill Levy?		7
If yes:			
. ,	Please provide the following mills levied for the year reported (do not report \$ amounts):		
	Bond Redemption mills		-
	General/Other mills		-
	Total mills		-
STOCK OF S	Please use this space to provide any explanations or comments:		
A PROPERTY.	riedse use tills space to provide any experiments.	- television se	lau and

10-3: The District was established to provide public streets, traffic and safety, water, sewer, park and recreation, television relay and translation, and mosquito control facilities and improvements for the use and benefit of the inhabitants and taxpayers of the District. 10-4: Legato Community Authority & Legato Metropolitan Districts 1,2,3,4,5,6.

	PART 11 - GOVERNING BODY APPROVAL		
	Please answer the following question by marking in the appropriate box	YES	NO
12-1	If you plan to submit this form electronically, have you read the new Electronic Signature Policy?	v	

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

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.
- 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,
- a. Include a copy of an adopted resolution that documents formal approval by the Board, or
- b. Include electronic signatures obtained through a software program such as Docusign or Echosign in accordance with the requirements noted above.

	Print the names of ALL members of current governing body below.	A <u>MAJORITY</u> of the members of the governing body must complete and sign in the column below.
Board	Print Board Member's Name	I CJ Kirst, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 1	CJ Kirst	Signed () Livit Date: Date: My term Expires: May 2023
Board	Print Board Member's Name	I Roger G. Hollard, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 2	Roger G. Hollard	Signed For Children of Street
Board	Print Board Member's Name	I Emma Burns, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 3	Emma Burns	Signed Date: My term Expires: May 2023
Board	Print Board Member's Name	I, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
Member 4		Signed Date: My term Expires:
Board Member	Print Board Member's Name	I, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
5		Signed Date: My term Expires:
Board Member	Print Board Member's Name	I, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.
6		Signed Date: My term Expires:
Board Member 7	Print Board Member's Name	I



CliftonLarsonAllen LLP 8390 East Crescent Pkwy., Suite 300 Greenwood Village, CO 80111 phone 303-779-5710 fax 303-779-0348 Cl Aconnect.com

Accountant's Compilation Report

Board of Directors Legato Metropolitan District No. 7 Adams County, Colorado

Management is responsible for the accompanying Application for Exemption from Audit of Legato Metropolitan District No. 7 as of and for the year ended December 31, 2021, included in the accompanying prescribed form. 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 American Institute of Certified Public Accountants. 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 the financial statements included in the accompanying prescribed form.

The Application for Exemption from Audit is presented in accordance with the requirements of the Colorado Office of the State Auditor, which differ from accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the Colorado Office of the State Auditor and is not intended to be and should not be used by anyone other than this specified party.

We are not independent with respect to Legato Metropolitan District No. 7.

Greenwood Village, Colorado

Clifton Larson allen LAG

February 11, 2022



DocuSign

Certificate Of Completion

Envelope Id: 932D2D37AC9F482685CA8A8AC14D9CCA

Subject: Please DocuSign: LMD No. 7 - 2021 Audit Exemption.pdf

Client Name: Legato Metropolitan District No. 7

Client Number: 011-0463120-00

Source Envelope:

Document Pages: 8

Certificate Pages: 5

AutoNav: Enabled

Envelopeld Stamping: Enabled

Time Zone: (UTC-06:00) Central Time (US & Canada)

Status: Completed

Envelope Originator:

Carl Powell

220 South 6th Street

Suite 300

Minneapolis, MN 55402 Carl.Powell@claconnect.com IP Address: 165.225.10.147

Record Tracking

Status: Original

3/8/2022 3:31:42 PM

Holder: Carl Powell

Carl.Powell@claconnect.com

Location: DocuSign

Signer Events

CJ Kirst

kirst.realestate@gmail.com

Security Level: Email, Account Authentication

(None)

Signature

Docusigned by:

Signatures: 2

Initials: 0

() kinst —czosobeaegoeads

Signature Adoption: Pre-selected Style

Using IP Address: 73.14.193.72

Timestamp

Sent: 3/8/2022 3:43:57 PM Viewed: 3/8/2022 3:55:44 PM

Signed: 3/8/2022 3:55:57 PM

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 3:55:44 PM

ID: 2531ccad-771a-48b4-ae17-dfff198ad6f8

Roger G. Hollard

rghollard@gmail.com

Security Level: Email, Account Authentication

(None)

-DocuSlaned by:

Roger G. Hollard

C0450EF0297E450

Signature Adoption: Pre-selected Style Using IP Address: 73.153.143.169

Sent: 3/8/2022 3:55:58 PM Viewed: 3/8/2022 4:22:16 PM

Timestamp

Signed: 3/8/2022 4:22:25 PM

Electronic Record and Signature Disclosure:

Accepted: 3/8/2022 4:22:16 PM

In Person Signer Events

ID: a629f2ca-5d8c-4467-b02e-7564abe6b5b2

Editor Delivery Events Status Timestamp

Signature

Agent Delivery Events Status Timestamp

Intermediary Delivery Events Status Timestamp

Certified Delivery Events Status Timestamp

Carbon Copy Events Status Timestamp

Witness Events Signature Timestamp

Notary Events Signature Timestamp

Envelope Summary Events	Status	Timestamps
Envelope Sent	Hashed/Encrypted	3/8/2022 3:43:57 PM
Certified Delivered	Security Checked	3/8/2022 4:22:16 PM
Signing Complete	Security Checked	3/8/2022 4:22:25 PM
Completed	Security Checked	3/9/2022 1:03:02 PM
Payment Events	Status	Timestamps
Electronic Record and Signature	Disclosure	

ELECTRONIC RECORD AND SIGNATURE DISCLOSURE

From time to time, CliftonLarsonAllen LLP (we, us or Company) may be required by law to provide to you certain written notices or disclosures. Described below are the terms and conditions for providing to you such notices and disclosures electronically through the DocuSign system. Please read the information below carefully and thoroughly, and if you can access this information electronically to your satisfaction and agree to this Electronic Record and Signature Disclosure (ERSD), please confirm your agreement by selecting the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

Getting paper copies

At any time, you may request from us a paper copy of any record provided or made available electronically to you by us. You will have the ability to download and print documents we send to you through the DocuSign system during and immediately after the signing session and, if you elect to create a DocuSign account, you may access the documents for a limited period of time (usually 30 days) after such documents are first sent to you. After such time, if you wish for us to send you paper copies of any such documents from our office to you, you will be charged a \$0.00 per-page fee. You may request delivery of such paper copies from us by following the procedure described below.

Withdrawing your consent

If you decide to receive notices and disclosures from us electronically, you may at any time change your mind and tell us that thereafter you want to receive required notices and disclosures only in paper format. How you must inform us of your decision to receive future notices and disclosure in paper format and withdraw your consent to receive notices and disclosures electronically is described below.

Consequences of changing your mind

If you elect to receive required notices and disclosures only in paper format, it will slow the speed at which we can complete certain steps in transactions with you and delivering services to you because we will need first to send the required notices or disclosures to you in paper format, and then wait until we receive back from you your acknowledgment of your receipt of such paper notices or disclosures. Further, you will no longer be able to use the DocuSign system to receive required notices and consents electronically from us or to sign electronically documents from us.

All notices and disclosures will be sent to you electronically

Unless you tell us otherwise in accordance with the procedures described herein, we will provide electronically to you through the DocuSign system all required notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you during the course of our relationship with you. To reduce the chance of you inadvertently not receiving any notice or disclosure, we prefer to provide all of the required notices and disclosures to you by the same method and to the same address that you have given us. Thus, you can receive all the disclosures and notices electronically or in paper format through the paper mail delivery system. If you do not agree with this process, please let us know as described below. Please also see the paragraph immediately above that describes the consequences of your electing not to receive delivery of the notices and disclosures electronically from us.

How to contact CliftonLarsonAllen LLP:

You may contact us to let us know of your changes as to how we may contact you electronically, to request paper copies of certain information from us, and to withdraw your prior consent to receive notices and disclosures electronically as follows:

To contact us by email send messages to: BusinessTechnology@CLAconnect.com

To advise CliftonLarsonAllen LLP of your new email address

To let us know of a change in your email address where we should send notices and disclosures electronically to you, you must send an email message to us at BusinessTechnology@CLAconnect.com and in the body of such request you must state: your previous email address, your new email address. We do not require any other information from you to change your email address.

If you created a DocuSign account, you may update it with your new email address through your account preferences.

To request paper copies from CliftonLarsonAllen LLP

To request delivery from us of paper copies of the notices and disclosures previously provided by us to you electronically, you must send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email address, full name, mailing address, and telephone number. We will bill you for any fees at that time, if any.

To withdraw your consent with CliftonLarsonAllen LLP

To inform us that you no longer wish to receive future notices and disclosures in electronic format you may:

i. decline to sign a document from within your signing session, and on the subsequent page, select the check-box indicating you wish to withdraw your consent, or you may;

ii. send us an email to BusinessTechnology@CLAconnect.com and in the body of such request you must state your email, full name, mailing address, and telephone number. We do not need any other information from you to withdraw consent.. The consequences of your withdrawing consent for online documents will be that transactions may take a longer time to process..

Required hardware and software

The minimum system requirements for using the DocuSign system may change over time. The current system requirements are found here: https://support.docusign.com/guides/signer-guide-signing-system-requirements.

Acknowledging your access and consent to receive and sign documents electronically

To confirm to us that you can access this information electronically, which will be similar to other electronic notices and disclosures that we will provide to you, please confirm that you have read this ERSD, and (i) that you are able to print on paper or electronically save this ERSD for your future reference and access; or (ii) that you are able to email this ERSD to an email address where you will be able to print on paper or save it for your future reference and access. Further, if you consent to receiving notices and disclosures exclusively in electronic format as described herein, then select the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

By selecting the check-box next to 'I agree to use electronic records and signatures', you confirm that:

- You can access and read this Electronic Record and Signature Disclosure; and
- You can print on paper this Electronic Record and Signature Disclosure, or save or send this Electronic Record and Disclosure to a location where you can print it, for future reference and access; and
- Until or unless you notify CliftonLarsonAllen LLP as described above, you consent to
 receive exclusively through electronic means all notices, disclosures, authorizations,
 acknowledgements, and other documents that are required to be provided or made
 available to you by CliftonLarsonAllen LLP during the course of your relationship with
 CliftonLarsonAllen LLP.