

POMPONIO TERRACE METROPOLITAN DISTRICT
2023 ANNUAL REPORT

Pursuant to the Service Plan, as amended, for Pomponio Terrace Metropolitan District (the “**District**”), the District is required to provide an annual report to Adams County (the “**County**”). Section VII of the District’s Service Plan states that the District shall be responsible for submitting the annual report to the County in the form of a survey mailed out to the District by April 1 of each year and returned to the County by June 1 of each year. Pursuant to § 32-1-207(3)(c), C.R.S., the District must submit an annual report to the County, the Division of Local Government, the State Auditor by June 1 of each year, and file such report with the Adams County Clerk and Recorder. The District did not receive a form survey for the 2023 Annual Report from the County, and, therefore, is submitting this annual report to satisfy the requirements of the Service Plan and § 32-1-207(3)(c), C.R.S., in a form containing information concerning certain matters which occurred during the prior fiscal year.

For the year ending December 31, 2023, the District makes the following report:

§32-1-207(3) Statutory Requirements

1. Boundary changes made.

No boundary changes were made or proposed during the reporting year.

2. Intergovernmental Agreements entered into or terminated with other governmental entities.

The District did not enter into or terminate any Intergovernmental Agreements during the reporting year.

3. Access information to obtain a copy of rules and regulations adopted by the board.

The District has not adopted rules or regulations as of December 31, 2023.

4. A summary of litigation involving public improvements owned by the District.

To our actual knowledge, based on review of the court records in Adams County, Colorado and the Public Access to Court Electronic Records (PACER), there is no litigation involving the District’s public improvements as of December 31, 2023.

5. The status of the construction of public improvements by the District.

No Public Improvements were constructed by the District as of December 31, 2023. The developer within the District is responsible for construction of all public improvements.

6. A list of facilities or improvements constructed by the District that were conveyed or dedicated to the county or municipality.

No facilities or improvements were constructed by the District that were dedicated to and accepted by another governmental entity as of December 31, 2023. The developer within the District is responsible for all construction and public improvements and as such, the developer is responsible for dedication to the County or other governmental entity.

7. The final assessed valuation of the District as of December 31st of the reporting year.

The final assessed valuation of the District for 2023 is \$8,642,250.

8. A copy of the current year's budget.

A copy of the 2024 Budget is attached hereto as **Exhibit A**

9. A copy of the audited financial statements, if required by the "Colorado Local Government Audit Law", part 6 of article 1 of title 29, or the application for exemption from audit, as applicable.

The District's 2023 Audit is currently underway and will be provided in a supplement to this report once completed.

10. Notice of any uncured defaults existing for more than ninety (90) days under any debt instrument of the District.

There were no events of default for the year ending December 31, 2023.

11. Any inability of the District to pay its obligations as they come due under any obligation which continues beyond a ninety (90) day period.

The District is not aware of any inability to pay its obligations as they become due, in accordance with the terms of such obligations, which continue beyond a ninety (90) day period.

EXHIBIT A
2024 Budget

POMPONIO TERRACE METROPOLITAN DISTRICT
2024
BUDGET MESSAGE

Attached please find a copy of the adopted 2024 budget for the Pomponio Terrace Metropolitan District.

The Pomponio Terrace Metropolitan District has adopted budgets for three funds, a General Fund to provide for operating and maintenance expenditures; a Capital Projects Fund to provide for the regional improvements that are to be built for the benefit of the District and a Debt Service Fund to account for the repayment of principal and interest on the outstanding general obligation bonds.

The district's accountants have utilized the modified accrual basis of accounting, and the budget has been adopted after proper postings, publications, and public hearing.

The primary sources of revenue for the district in 2024 will be property taxes, specific ownership taxes, operation fees and developer advances. The district intends to impose a 62.464 mill levy on property within the district for 2024, of which 4.864 mills are dedicated to the General Fund and the balance of 57.600 mills will be allocated to the Debt Service Fund.

Pomponio Terrace Metropolitan District
Adopted Budget
General Fund
For the Year ended December 31, 2024

	Actual <u>2022</u>	Adopted Budget <u>2023</u>	Actual <u>7/31/2023</u>	Estimate <u>2023</u>	Adopted Budget <u>2024</u>
Beginning fund balance	\$ 22,849	\$ 33,248	\$ 9,994	\$ 9,994	\$ 31,843
Revenues:					
Property taxes	41,194	41,624	41,672	41,672	42,036
Specific ownership taxes	3,005	3,330	1,569	2,690	3,363
Operations fee	121,372	116,000	82,020	134,615	151,000
Interest income	5	25	-	25	25
Miscellaneous Income	-	-	-	15,000	-
	<u>165,576</u>	<u>160,979</u>	<u>125,261</u>	<u>194,002</u>	<u>196,424</u>
Total revenues					
Total funds available	<u>188,425</u>	<u>194,227</u>	<u>135,255</u>	<u>203,996</u>	<u>228,267</u>
Expenditures:					
Accounting/audit	12,965	15,000	4,517	10,000	15,000
Landscaping	32,990	32,000	25,976	53,523	50,000
Landscape enhancements	20,933	10,000	-	-	10,000
Utilities - gas electric	-	3,000	1,090	3,000	3,000
Management fees	20,925	20,000	14,340	24,668	25,000
Utilities - water sewer	20,151	18,000	5,979	18,000	18,000
Snow removal	26,988	20,000	14,430	20,000	20,000
Pest control	-	1,000	-	-	-
Winter water	-	2,000	2,163	2,000	2,000
Irrigation repairs	6,972	4,000	2,049	4,000	5,000
Backflow testing	-	950	-	-	950
Trash Removal	11,047	12,000	6,693	11,472	12,000
Community Garden/Dog Park	-	-	4,253	-	10,000
Election	1,589	2,500	3,880	4,000	-
Insurance/ SDA Dues	5,088	5,500	5,366	5,366	6,500
Legal	14,043	20,000	8,091	15,000	20,000
Miscellaneous	4,122	2,500	357	500	500
Treasurer's Fees	618	624	624	624	631
Contingency	-	20,081	-	-	23,729
Emergency Reserve	-	5,072	-	-	5,957
	<u>178,431</u>	<u>194,227</u>	<u>99,808</u>	<u>172,153</u>	<u>228,267</u>
Total expenditures					
Ending fund balance	<u>\$ 9,994</u>	<u>\$ -</u>	<u>\$ 35,447</u>	<u>\$ 31,843</u>	<u>\$ -</u>
Assessed valuation		<u>6,331,900</u>			<u>8,642,250</u>
Mill Levy		<u>6.572</u>			<u>4.864</u>

Pomponio Terrace Metropolitan District
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2024

	Actual <u>2022</u>	Adopted Budget <u>2023</u>	Actual <u>7/31/2023</u>	Estimate <u>2023</u>	Adopted Budget <u>2024</u>
Beginning fund balance	\$ 22,479	\$ 22,479	\$ 22,479	\$ 22,479	\$ 10,479
Revenues:					
Interest Income	-	-	-	-	-
Total revenues	-	-	-	-	-
Total funds available	<u>22,479</u>	<u>22,479</u>	<u>22,479</u>	<u>22,479</u>	<u>10,479</u>
Expenditures:					
Community Garden/Dog Park	-	22,479	-	12,000	10,000
Total expenditures	-	<u>22,479</u>	-	<u>12,000</u>	<u>10,000</u>
Ending fund balance	<u>\$ 22,479</u>	<u>\$ -</u>	<u>\$ 22,479</u>	<u>\$ 10,479</u>	<u>\$ 479</u>

Pomponio Terrace Metropolitan District
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2024

	Actual <u>2022</u>	Adopted Budget <u>2023</u>	Actual <u>7/31/2023</u>	Estimate <u>2023</u>	Adopted Budget <u>2024</u>
Beginning fund balance	\$ 515,692	\$ 488,706	\$ 500,093	\$ 500,093	\$ 517,747
Revenues:					
Property taxes	258,449	312,150	312,593	312,593	497,794
Specific ownership taxes	18,853	24,972	11,772	23,000	39,824
Interest income	<u>9,226</u>	<u>5,000</u>	<u>15,561</u>	<u>20,000</u>	<u>5,000</u>
Total revenues	<u>286,528</u>	<u>342,122</u>	<u>339,926</u>	<u>355,593</u>	<u>542,618</u>
Total funds available	<u>802,220</u>	<u>830,828</u>	<u>840,019</u>	<u>855,686</u>	<u>1,060,365</u>
Expenditures:					
Bond interest expense	291,250	291,250	145,625	291,250	289,500
Bond principal	-	35,000	-	35,000	70,000
Treasurer's fees	3,877	4,682	4,682	4,689	7,467
Trustee / paying agent fees	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>
Total expenditures	<u>302,127</u>	<u>337,932</u>	<u>157,307</u>	<u>337,939</u>	<u>373,967</u>
Ending fund balance	<u>\$ 500,093</u>	<u>\$ 492,896</u>	<u>\$ 682,712</u>	<u>\$ 517,747</u>	<u>\$ 686,398</u>
Assessed valuation		<u>\$ 6,331,900</u>			<u>\$ 8,642,250</u>
Mill Levy		<u>49.298</u>			<u>57.600</u>
Total Mill Levy		<u>55.870</u>			<u>62.464</u>