

**POMPONIO TERRACE METROPOLITAN DISTRICT ADAMS COUNTY, STATE OF
COLORADO**

ANNUAL REPORT FOR FISCAL YEAR 2020

Pursuant to the Service Plan for Pomponio Terrace Metropolitan District, the District is required to provide an annual report to Adams County (the "County"). Section VII of the District's annual report 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. The District did not receive a form survey for the 2020 Annual Report, and, therefore, is submitting a form containing information concerning certain matters which occurred during the prior fiscal year.

1. Boundary changes made or proposed to the District's boundaries as of December 31 of the prior year.

No boundary changes were made or proposed in 2020.

2. Intergovernmental Agreements with other governmental entities, either entered into or proposed as of December 31 of the prior year.

The District did not enter into any Intergovernmental Agreements in 2020.

3. A summary of any litigation which involves the District's Public Improvements as of December 31 of the prior year.

There is no litigation, pending or threatened, that involves the District's Public Improvements as of December 31, 2019, of which we are aware.

4. Status of the District's construction of the Public Improvements as of December 31 of the prior year.

No Public Improvements were constructed by the District as of December 31, 2020. The developer within the District is responsible for construction of all public improvements.

5. A list of all facilities and improvements constructed by the District that have been dedicated to and accepted by another governmental entity as of December 31 of the prior year.

No facilities or improvements were constructed by the District that were dedicated to and accepted by another governmental entity as of December 31, 2020. 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.

6. Current year budget.

The 2021 budget for the District is attached hereto as **Exhibit A**.

7. Audit of the District's financial statements, for the year ending December 31 of the previous year, prepared in accordance with generally accepted accounting principles or audit exemption, if applicable.

The District's 2020 audit is currently underway and will be made available once completed.

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

There were no events of default for the year ending December 31, 2020.

9. Any inability of the District to pay its obligations as they come due, in accordance with the terms of such obligations, which continue beyond a ninety (90) day period.

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

EXHIBIT A
2021 Budget

POMPONIO TERRACE METROPOLITAN DISTRICT
2021
BUDGET MESSAGE

Attached please find a copy of the adopted 2021 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 2021 will be property taxes, specific ownership taxes and developer advances. The District intends to impose a 53.828 mill levy on property within the District for 2021, of which 9.128 mills are dedicated to the General Fund and the balance of 44.700 mills will be allocated to the Debt Service Fund.

Pomponio Terrace Metropolitan District
Adopted Budget
General Fund
For the Year ended December 31, 2021

	Actual 2019	Adopted Budget 2020	Actual 6/30/2020	Estimate 2020	Adopted Budget 2021
Beginning fund balance	\$ 10,135	\$ 34,744	\$ 37,883	\$ 38,179	\$ 16,238
Revenues:					
Property taxes	108,495	40,400	37,137	39,750	40,797
Specific ownership taxes	8,614	3,232	1,359	2,300	3,271
Other income	-	16,620	6,093	10,000	16,620
Operations fee	38,632	53,460	26,578	55,000	65,000
Interest income	2,240	500	7	25	500
Developer advances	-	52,903	-	-	58,380
Total revenues	<u>157,981</u>	<u>167,115</u>	<u>71,174</u>	<u>107,075</u>	<u>184,568</u>
Total funds available	<u>168,116</u>	<u>201,859</u>	<u>109,057</u>	<u>145,254</u>	<u>200,806</u>
Expenditures:					
Accounting/audit	11,018	15,000	3,435	14,000	15,000
Dues and licenses	-	1,000	-	-	-
Landscaping	27,677	25,000	12,852	25,000	32,000
General Administration	-	-	1,158	2,400	2,500
Utilities - gas electric	-	3,000	820	2,000	3,000
Management fees	11,690	14,760	8,055	14,700	15,600
Utilities - water sewer	15,252	15,000	4,860	13,900	15,000
Water sewer maintenance	4,143	12,000	-	-	12,000
Snow removal	11,546	25,000	1,726	15,000	20,000
Pest control	-	1,000	1,638	3,000	1,000
Winter water	-	2,000	-	-	2,000
Irrigation repairs	2,028	4,000	701	2,000	4,000
Tree shrub replacement	-	3,000	-	-	16,000
Planting beds	-	5,000	-	-	5,000
Backflow testing	-	950	-	-	950
General contract maintenance	-	950	-	-	950
Lighting electrical repairs	6,716	1,000	-	-	1,000
Concrete/alley maintenance	-	1,000	-	-	1,000
Design review fee	-	2,300	-	-	2,300
Trash Removal	5,657	21,168	3,954	8,500	11,000
Bond Issue costs	6,000	-	-	-	-
Election	-	3,500	-	-	-
Insurance/ SDA Dues	3,517	3,000	2,910	2,910	3,492
Legal	20,718	25,000	12,258	25,000	25,000
Miscellaneous	2,320	5,600	-	-	1,000
Treasurer's Fees	1,655	606	557	606	612
Contingency	-	5,300	-	-	4,690
Emergency Reserve	-	5,725	-	-	5,712
Total expenditures	<u>129,937</u>	<u>201,859</u>	<u>54,924</u>	<u>129,016</u>	<u>200,806</u>
Ending fund balance	<u>\$ 38,179</u>	<u>\$ -</u>	<u>\$ 54,133</u>	<u>\$ 16,238</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 3,446,620</u>			<u>\$ 4,469,380</u>
Mill Levy		<u>11.722</u>			<u>9.128</u>

Pomponio Terrace Metropolitan District
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>6/30/2020</u>	Estimate <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ -	\$ -	\$ 22,479	\$ 22,479	\$ 22,479
Revenues:					
Interest Income	265	-	-	-	-
Bond Premium	56,677	-	-	-	-
Developer advance	6,880,783	-	-	-	-
Bond Proceeds Series 2019	<u>6,641,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>13,578,725</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total funds available	<u>13,578,725</u>	<u>-</u>	<u>22,479</u>	<u>22,479</u>	<u>22,479</u>
Expenditures:					
Contingency	-	-	-	-	-
Capital expenditures	6,880,783	-	-	-	22,479
Repay developer advances	5,340,388	-	-	-	-
Repay developer advances - interest	40,719	-	-	-	-
Issuance Costs	425,766	-	-	-	-
Transfer to Debt Service	<u>868,590</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>13,556,246</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,479</u>
Ending fund balance	<u>\$ 22,479</u>	<u>\$ -</u>	<u>\$ 22,479</u>	<u>\$ 22,479</u>	<u>\$ -</u>

Pomponio Terrace Metropolitan District
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>6/30/2020</u>	Estimate <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ -	\$ 741,000	\$ 752,482	\$ 752,482	\$ 610,032
Revenues:					
Property taxes	-	139,423	128,158	137,500	199,781
Specific ownership taxes	-	11,154	4,688	9,300	15,982
Transfer from Capital Projects	868,590	-	-	-	-
Interest income	<u>8,482</u>	<u>-</u>	<u>4,857</u>	<u>7,000</u>	<u>-</u>
Total revenues	<u>877,072</u>	<u>150,577</u>	<u>137,703</u>	<u>153,800</u>	<u>215,763</u>
Total funds available	<u>877,072</u>	<u>891,577</u>	<u>890,185</u>	<u>906,282</u>	<u>825,795</u>
Expenditures:					
Bond interest expense	124,590	291,250	145,625	291,250	291,250
Treasurer's fees	-	2,091	1,923	2,000	2,997
Trustee / paying agent fees	<u>-</u>	<u>6,000</u>	<u>-</u>	<u>3,000</u>	<u>6,000</u>
Total expenditures	<u>124,590</u>	<u>299,341</u>	<u>147,548</u>	<u>296,250</u>	<u>300,247</u>
Ending fund balance	<u>\$ 752,482</u>	<u>\$ 592,236</u>	<u>\$ 742,637</u>	<u>\$ 610,032</u>	<u>\$ 525,548</u>
Assessed valuation		<u>\$ 3,446,620</u>			<u>\$ 4,469,380</u>
Mill Levy		<u>40.452</u>			<u>44.700</u>
Total Mill Levy		<u>52.174</u>			<u>53.828</u>

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