

Eagle Bend Metropolitan District
Financial Statements

March 31, 2018

ACCOUNTANT'S COMPILATION REPORT

Board of Directors
Eagle Bend Metropolitan District

Management is responsible for the accompanying financial statements of each major fund of Eagle Bend Metropolitan District, as of and for the period ended March 31, 2018, which are comprised of the Balance Sheet and the related Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Governmental Funds and account groups for the three months then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with the Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements 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 these financial statements.

Management has elected to omit the Statement of Net Position, Statement of Activities, Management Discussion and Analysis and all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the District's financial position and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Eagle Bend Metropolitan District because we performed certain accounting services that impaired our independence.

Simmons & Wheeler P.C.

April 17, 2018
Englewood, Colorado

Eagle Bend Metropolitan District
Balance Sheet - Governmental Funds and Account Groups
March 31, 2018

See Accountant's Compilation Report

	<u>General Fund</u>	<u>Water Enterprise Fund</u>	<u>Debt Service Fund</u>	<u>Account Groups</u>	<u>Total All Funds</u>
Assets					
Current assets					
Cash in checking	\$ 75,357	\$ -	\$ -	\$ -	\$ 75,357
Cash in money market	1,000,000	200,000	202,891	-	1,402,891
Colostrust	1,179,615	1,931,771	1,002,932	-	4,114,318
Accounts receivable-HOA	-	4,249	-	-	4,249
Taxes receivable	33,577	-	194,175	-	227,752
Prepaid expenses	-	-	-	-	-
	<u>2,288,549</u>	<u>2,136,020</u>	<u>1,399,997</u>	<u>-</u>	<u>5,824,566</u>
Other assets					
Fixed assets	-	1,137,387	-	6,468,676	7,606,063
Accumulated depreciation	-	(99,252)	-	(1,470,983)	(1,570,235)
Amount available in debt service fund	-	-	-	1,399,997	1,399,997
Amount to be provided for retirement of debt	-	-	-	28,545,003	28,545,003
	<u>-</u>	<u>1,038,135</u>	<u>-</u>	<u>34,942,693</u>	<u>35,980,828</u>
	<u>\$ 2,288,549</u>	<u>3,174,155</u>	<u>\$ 1,399,997</u>	<u>\$ 34,942,693</u>	<u>\$ 41,805,394</u>
Liabilities and Equity					
Current liabilities					
Accounts payable	\$ 22,817	-	\$ -	\$ -	\$ 22,817
Accounts payable-payroll withholding	138	-	-	-	138
Accounts payable - COA ECCV	-	152,681	-	-	152,681
	<u>22,955</u>	<u>152,681</u>	<u>-</u>	<u>-</u>	<u>175,636</u>
General obligation bonds 2016	-	-	-	15,030,000	15,030,000
General obligation loan - 2012	-	-	-	14,915,000	14,915,000
Total liabilities	<u>22,955</u>	<u>152,681</u>	<u>-</u>	<u>29,945,000</u>	<u>30,120,636</u>
Fund Equity					
Investment in fixed assets	-	1,038,135	-	4,997,693	6,035,828
Fund balance	2,265,594	1,983,339	1,399,997	-	5,648,930
	<u>2,265,594</u>	<u>3,021,474</u>	<u>1,399,997</u>	<u>4,997,693</u>	<u>11,684,758</u>
	<u>\$ 2,288,549</u>	<u>3,174,155</u>	<u>\$ 1,399,997</u>	<u>\$ 34,942,693</u>	<u>\$ 41,805,394</u>

Eagle Bend Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds - Budget and Actual
For the Three Months ended March 31, 2018
General Fund

See Accountant's Compilation Report

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ 378,312	\$ 172,547	\$ (205,765)
Specific ownership taxes	22,726	7,279	(15,447)
Miscellaneous Income/Shared Costs	-	1,825	1,825
Interest income	200	4	(196)
	<u>401,238</u>	<u>181,655</u>	<u>(219,583)</u>
Expenditures			
Audit	7,000	-	7,000
Accounting	15,000	1,604	13,396
Legal	35,000	6,197	28,803
Insurance	10,000	6,673	3,327
Election Expense	25,000	3,980	21,020
Director fees	6,000	700	5,300
Payroll tax expenses	1,000	107	893
Administration-management	40,000	6,452	33,548
Economic Development	15,000	-	15,000
Communications			
Expenses	5,000	87	4,913
Meetings	2,500	225	2,275
Miscellaneous	6,000	1,072	4,928
County collection fees	5,206	2,588	2,618
Landscaping			
Utilities	7,500	146	7,354
Maintenance	60,000	7,560	52,440
HOA Projects - cost sharing	50,000	-	50,000
Transfers & Reserve			
Transfer to Water Enterprise Fund	34,000	-	34,000
Statutory Reserve - TABOR	8,706	-	8,706
Reserve - Water Project	716,000	-	716,000
Reserve - debt service	952,287	-	952,287
	<u>2,001,199</u>	<u>37,391</u>	<u>1,963,808</u>
Excess (deficiency) of revenues over expenditures	(1,599,961)	144,264	1,744,225
Fund balance beginning	1,599,961	2,121,330	521,369
Fund balance ending	\$ -	\$ 2,265,594	\$ 2,265,594

Eagle Bend Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds - Budget and Actual
For the Three Months ended March 31, 2018
Debt Service Fund

See Accountant's Compilation Report

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ 2,187,776	\$ 997,843	\$ (1,189,933)
Specific ownership taxes	131,267	42,097	(89,170)
Interest income	<u>40,000</u>	<u>15,130</u>	<u>(24,870)</u>
	<u>2,359,043</u>	<u>1,055,070</u>	<u>(1,303,973)</u>
Expenditures			
GO 2012 loan interest	505,619	-	505,619
GO 2012 loan principal	865,000	-	865,000
2016 - Bond Interest	623,869	-	623,869
Trustee fees	5,000	300	4,700
County collection fees	<u>31,746</u>	<u>14,968</u>	<u>16,778</u>
	<u>2,031,234</u>	<u>15,268</u>	<u>2,015,966</u>
Excess (deficiency) of revenues over expenditures	327,809	1,039,802	711,993
Fund balance beginning	<u>345,806</u>	<u>360,195</u>	<u>14,389</u>
Fund balance ending	<u>\$ 673,615</u>	<u>\$ 1,399,997</u>	<u>\$ 726,382</u>

Eagle Bend Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds - Budget and Actual
For the Three Months ended March 31, 2018
Water Enterprise Fund

See Accountant's Compilation Report

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
HOA water sales - Fixed	\$ 228,000	\$ 28,500	\$ (199,500)
HOA water sales - Variable	113,000	4,249	(108,751)
Transfer from General Fund	34,000	-	(34,000)
	<hr/>	<hr/>	<hr/>
Total revenues	375,000	32,749	(342,251)
Expenditures			
Water Operations			
Wells			
Electric	75,000	6,305	68,695
Water	32,000	1,056	30,944
Repair & maintenance-wells	250,000	1,673	248,327
Buchanan			
Water	1,000	-	1,000
ECCV pipeline meter			
Water	27,500	-	27,500
Repair & maintenance	10,000	-	10,000
Water Engineer	90,000	4,942	85,058
Water projects			
Legal	15,000	6,197	8,803
Consultants	25,000	1,604	23,396
3rd Well/New Water Pipeline	600,000	-	600,000
Administration			
Directors	6,000	700	5,300
Meetings	2,500	225	2,275
Miscellaneous	4,000	87	3,913
District Management	40,000	6,452	33,548
Contingency	5,206	-	5,206
Reserves for Future Water Resources	460,000	-	460,000
	<hr/>	<hr/>	<hr/>
Total expenditures	1,643,206	29,241	1,613,965
Excess (deficiency) of revenues over expenditures	(1,268,206)	3,508	1,271,714
Fund balance beginning	<hr/>	<hr/>	<hr/>
	1,268,206	1,979,831	711,625
Fund balance ending	<hr/>	<hr/>	<hr/>
	\$ -	\$ 1,983,339	\$ 1,983,339

EAGLE BEND METROPOLITAN DISTRICT
Current Cash Deposits, Location, and Interest Rate

Account Location		Balance	Interest Rate
Colotrust Plus+	\$	4,114,317.93	1.89%
Sunflower Bank	\$	254,942.57	0.10%
FirstBank Checking	\$	42,689.39	0.10%
FirstBank Money Market	\$	1,000,223.72	1.25%
Bank of the West Money Market	\$	147,724.71	0.09%

CD's

As of 4-13-18

Term

1 Month	1.60%	1.65%
2 Month	1.65%	1.70%
3 Month	1.70%	1.75%
4 Month	1.80%	1.80%
5 Month	1.85%	1.85%
6 Month	1.90%	1.95%
Public Funds Money Market	1.60%	1.60%