

CITY CENTER WEST COMMERCIAL METROPOLITAN DISTRICT

141 Union Boulevard, Suite 150
Lakewood, Colorado 80228-1898
Tel: 303-987-0835 • 800-741-3254
Fax: 303-987-2032

<https://citycenterwestcommercialmd.colorado.gov/>

NOTICE OF REGULAR MEETING AND AGENDA

<u>Board of Directors:</u>	<u>Office:</u>	<u>Term/Expiration:</u>
Otis C. Moore, III	President	2027/May 2027
Andrew R. Klein	Treasurer	2027/May 2027
Michael J. Schroeder	Asst. Secretary	2027/May 2027
Paige Langley	Asst. Secretary	2025/May 2025
Mike Sandene	Asst. Secretary	2025/May 2025
Ann E. Finn	Secretary	

DATE: June 5, 2023

TIME: 1:00 P.M.

PLACE: VIA Zoom

<https://us02web.zoom.us/j/83875439749?pwd=Qk1VT1pHMEVJdEQxNVV1cWQ4N1VLdz09>

Phone Number: +1 719 359 4580

Meeting ID: 838 7543 9749

Passcode: 090300

One tap mobile: +17193594580,,83875439749#

I. ADMINISTRATIVE MATTERS

A. Confirm quorum. Present Disclosures of Potential Conflicts of Interest.

B. Approve agenda; confirm location of the meeting and posting of meeting notices and designate 24-hour posting location.

C. Discuss results of the cancelled of May 2, 2023 Regular Directors' Election (enclosure).

D. Consider appointment of Officers:

President _____
 Treasurer _____
 Secretary _____
 Asst. Secretary _____
 Asst. Secretary _____
 Asst. Secretary _____

E. **CONSENT AGENDA:** These items are considered to be routine and will be approved and/or ratified by one motion. There will be no separate discussion of these items unless a Board member so requests; in which event, the item will be removed from the Consent Agenda and considered in the Regular Agenda.

- Approve Minutes from the November 7, 2022 Regular Meeting (enclosure).
- Ratify approval of Service Agreement between the District and All Terrain Landscaping for 2023 landscape maintenance services.

II. PUBLIC COMMENT

A. Members of the public may express their views to the Board on matters that affect the District that are not otherwise on the agenda. Comments will be limited to three (3) minutes.

III. FINANCIAL MATTERS

A. Review and ratify approval of payment of claims for the following periods (enclosures):

Fund	Period Ending Nov. 30, 2022	Period Ending Dec. 31, 2022	Period Ending January 31, 2023	Period Ending February 28, 2023
General	\$ 7,644.97	\$ 11,272.82	\$ 6,827.26	\$ 5,505.62
Debt	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Capital	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Total	\$ 7,644	\$ 11,272.82	\$ 6,827.26	\$ 5,505.62

Fund	Period Ending March 31, 2023	Period Ending April 30, 2023	Period Ending May 31, 2023
General	\$ 7,048.99	\$ 8,231.47	\$ 9,383.74
Debt	\$ -0-	\$ -0-	\$ 7,000.00
Capital	\$ -0-	\$ -0-	\$ -0-
Total	\$ 7,048.99	\$ 8,231.47	\$ 16,383.74

- B. Review and accept unaudited financial statements through the period ending March 31, 2023 and updated cash position statement dated March 31, 2023 (enclosure).
-

- C. Review and consider approval of 2022 Audit and authorize execution of Representations Letter (enclosures).
-

IV. LEGAL MATTERS

- A. Discuss Status of Inclusion Agreement Requirements.
-

V. CAPITAL MATTERS

- A. Discuss status of construction.
-

VI. OPERATIONS

- A. _____
-

VII. OTHER BUSINESS

- A. _____
-

ADJOURNMENT

**THE NEXT REGULAR MEETING IS SCHEDULED FOR
NOVEMBER 6, 2023 – BUDGET HEARING**

NOTICE OF CANCELLATION
and
CERTIFIED STATEMENT OF RESULTS
§1-13.5-513(6), 32-1-104, 1-11-103(3) C.R.S.

NOTICE IS HEREBY GIVEN by the City Center West Commercial Metropolitan District, Weld County, Colorado, that at the close of business on the sixty-third day before the election, there were not more candidates for director than offices to be filled, including candidates filing affidavits of intent to be write-in candidates; therefore, the election to be held on May 2, 2023 is hereby canceled pursuant to section 1-13.5-513(6) C.R.S.

The following candidates are declared elected for the following terms of office:

<u>Name</u>	<u>Term</u>
Paige Langley	Next Regular Election, May 2025
Mike Sandene	Next Regular Election, May 2025
Andrew Klein	Second Regular Election, May 2027
Otis Moore	Second Regular Election, May 2027
Michael Schroeder	Second Regular Election, May 2027

/s/ Ann Finn
(Designated Election Official)

Contact Person for the District: Ann Finn
Telephone Number of the District: 303-987-0835
Address of the District: 141 Union Boulevard, Suite 150, Lakewood, CO 80228
District Facsimile Number: 303-987-2032
District Email: a finn@sdmsi.com

RECORD OF PROCEEDINGS

MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE CITY CENTER WEST COMMERCIAL METROPOLITAN DISTRICT HELD NOVEMBER 7, 2022

A Regular Meeting of the Board of Directors of the City Center West Commercial Metropolitan District (referred to hereafter as “Board”) was convened on Monday, the 7th day of November, 2022, at 1:00 p.m. This District Board meeting was held via conference call. The meeting was open to the public via conference call.

ATTENDANCE

Directors in Attendance Were:

Otis C. Moore, III
Michael J. Schroeder
Paige Langley

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the absence of Director Klein was excused.

Also In Attendance Were:

Ann E. Finn and James Ruthven; Special District Management Services, Inc.

Megan Becher, Esq.; McGeady Becher P.C.

Mike Sandene; Board Candidate

DISCLOSURE OF POTENTIAL CONFLICTS OF INTEREST

Disclosure of Potential Conflicts of Interest: The Board discussed the requirements pursuant to the Colorado Revised Statutes to disclose any potential conflicts of interest or potential breaches of fiduciary duty to the Board and to the Secretary of State. Attorney Becher noted that a quorum was present and requested members of the Board to disclose any potential conflicts of interest with regard to any matters scheduled for discussion at this meeting, and incorporated for the record those applicable disclosures made by the Board members prior to this meeting in accordance with the statute. Attorney Becher noted that all Directors’ Disclosure Statements had been filed. No additional conflicts were disclosed at the meeting.

ADMINISTRATIVE MATTERS

Agenda: The Board reviewed a proposed Agenda for the District’s Regular Meeting.

RECORD OF PROCEEDINGS

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board approved the Agenda, as amended.

Approval of Meeting Location: The Board entered into a discussion regarding the requirements of Section 32-1-903(1), C.R.S., concerning the location of the District's Board meeting. This District Board meeting was held by conference call and the public was encouraged to participate via conference call.

Ms. Finn noted that notice of the time, date and manner was duly posted and that no objections to the location or any requests that the meeting place be changed by taxpaying electors within the District's boundaries have been received.

Resignation of Director: The Board acknowledged the resignation of Director Kevin Smith effective as of August 13, 2022.

Appointment of Director: The Board discussed the vacancies on the Board.

It was noted that pursuant to Section 32-1-808(2)(a)(I), C.R.S., publication of a Notice of Vacancy was published in a newspaper having general circulation in the District and that no Letters of Interest from qualified eligible electors were received within ten (10) days of the date of such publication. As such, eligible elector Mike Sandene was nominated to serve on the Board.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board appointed Mike Sandene to fill the vacancy on the Board. The Oath of Office was administered.

Appointment of Officers: The Board entered into discussion regarding the appointment of officers.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the following slate of officers was appointed:

President	Otis C. Moore
Treasurer	Andrew R. Klein
Secretary	Ann E. Finn
Assistant Secretary	Michael J. Schroeder
Assistant Secretary	Paige Langley
Assistant Secretary	Mike Sandene

RECORD OF PROCEEDINGS

Consent Agenda: The Board considered the following actions:

- Approve Minutes from the August 9, 2022 Regular Meeting.
- Ratify approval of proposal from All Terrain Ponds and Sprinklers, LLC d/b/a All Terrain Landscaping for the removal of 6 dead 2-inch caliber trees.
- Ratify approval of proposal from All Terrain Ponds and Sprinklers, LLC d/b/a All Terrain Landscaping for the removal and replacement of a 2” caliber tree.
- Ratify approval of Change Order No. 1 to the Service Agreement between the District and All Terrain Ponds and Sprinklers, LLC d/b/a All Terrain Landscaping for snow removal services.

Following discussion and review, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board approved and/or ratified approval of, as appropriate, the above actions.

Resolution No. 2022-11-01; Resolution Establishing Regular Meeting Dates, Time and Location, and Designating Locations for Posting of 24-Hour Notices: Ms. Finn discussed with the Board Resolution No. 2022-11-01; Resolution Establishing Regular Meeting Dates, Time and Location, and Designating Locations for Posting of 24-Hour Notices.

The Board determined to meet at 1:00 p.m. on June 5, 2023, and November 6, 2023 via video/conference call.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board adopted Resolution No. 2022-12-01; Establishing Regular Meeting Dates, Time and Location, and Designating Location for 24-Hour Notices.

§32-1-809, C.R.S. Reporting Requirements, Mode of Eligible Elector Notification for 2023: The Board discussed §32-1-809, C.R.S. reporting requirements and mode of eligible elector notification for 2023.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board determined to post the required transparency notice information on the Special District Association’s website and the District website.

**PUBLIC
COMMENTS**

There were no public comments.

RECORD OF PROCEEDINGS

FINANCIAL MATTERS

Claims: The Board considered ratifying the approval of the payment of claims as follows:

Fund	Period Ending August 31, 2022	Period Ending Sept. 30, 2022	Period Ending October 31, 2022
General	\$ 19,665.34	\$ 25,043.63	\$ 11,503.80
Debt	\$ -0-	\$ -0-	\$ -0-
Capital	\$ -0-	\$ -0-	\$ -0-
Total	\$ 19,665.34	\$ 25,043.63	\$ 11,503.80

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board ratified approval of the payment of the claims.

Unaudited Financial Statements and Schedule of Cash Position: The Board reviewed the unaudited financial statements, dated September 30, 2022, and the schedule of cash position, dated September 30, 2022.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board accepted the unaudited financial statements dated September 30, 2022, and the schedule of cash position dated September 30, 2022.

2022 Audit: The Board reviewed an Engagement Letter from McMahan and Associates, L.L.C. to perform the 2022 Audit.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board approved the Engagement Letter with McMahan and Associates, L.L.C. to perform the 2022 Audit, for an amount not to exceed \$7,600.

2022 Budget Amendment Hearing: The President opened the public hearing to consider an amendment to the 2022 Budget.

It was noted that publication of Notice stating that the Board would consider amendment of the 2022 Budget and the date, time and place of the public hearing was made in a newspaper having general circulation within the District. No written objections were received prior to this public hearing.

No public comments were received and the public hearing was closed.

Following review, Director Moore moved to adopt the Resolution to Amend 2022 Budget, Director Schroeder seconded the motion and, upon vote, unanimously carried, the Board adopted the Resolution to Amend the 2022

RECORD OF PROCEEDINGS

Budget. A copy of the adopted Resolution is attached hereto and incorporated herein by this reference.

2023 Budget Hearing: The President opened the public hearing to consider the approval of the 2023 Budget.

It was noted that publication of Notice stating that the Board would consider adoption of the 2023 Budget and the date, time and place of the public hearing was made in a newspaper having general circulation within the District. No written objections were received prior to or at this public hearing.

No public comments were received, and the public hearing was closed.

Mr. Ruthven reviewed the estimated year-end 2022 revenues and expenditures and the proposed 2023 estimated revenues and expenditures.

Following discussion, the Board considered the adoption of Resolution No. 2022-11-03 to Adopt the 2022 Budget and Appropriate Sums of Money and Resolution No. 2022-11-04 to Set Mill Levies (for the General Fund at 10.000 mills, the Debt Service Fund at 50.000 mills and Other Funds at 0.000 mills, for a total of 60.000 mills). Upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Resolutions were adopted, as discussed, and execution of the Certification of Budget and Certification of Mill Levies was authorized, subject to receipt of final Certification of Assessed Valuation from the County on or before December 10, 2022. Ms. Finn was authorized to transmit the Certification of Mill Levies to the Division of Local Government not later than December 15, 2022. Ms. Finn was also authorized to transmit the Certification of Budget to the Division of Local Government not later than January 30, 2023. Copies of the adopted Resolutions are attached hereto and incorporated herein by this reference.

DLG-70 Mill Levy Certification Form: The Board considered authorizing the District Accountant to prepare and sign the DLG-70 Mill Levy Certification form for certification to the Board of County Commissioners and other interested parties.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board authorized the District Accountant to prepare and sign the DLG-70 Mill Levy Certification form for certification to the Board of County Commissioners and other interested parties.

RECORD OF PROCEEDINGS

2024 Budget Preparation: The Board discussed the preparation of the 2024 Budget.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board appointed the District Accountant to prepare the 2024 Budget.

LEGAL MATTERS

Election Resolution: The Board discussed Resolution No. 2022-11-05; Resolution Calling a Regular Election for Directors on May 2, 2023, appointing the Designated Election Official (the “DEO”) and authorizing the DEO to perform all tasks required for the conduct of a mail ballot election.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board adopted Resolution No. 2022-11-05; Resolution Calling a Regular Election for Directors on May 2, 2023, appointing the DEO and authorizing the DEO to perform all tasks required for the conduct of a mail ballot election. A copy of the adopted Resolution is attached hereto and incorporated herein by this reference.

Third Amendment to Operation Funding Agreement by and between City Center West Commercial Metropolitan District and City Center West, LP: The Board reviewed a Third Amendment to Operation Funding Agreement by and between City Center West Commercial Metropolitan District and City Center West, LP.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board approved the Third Amendment to Operation Funding Agreement by and between City Center West Commercial Metropolitan District and City Center West, LP.

CAPITAL MATTERS

Status of Construction: Director Moore reported to the Board that a hotel is currently under construction within the District.

OPERATIONS

2023 Landscape Maintenance Services: The Board entered into discussion regarding the 2023 landscape maintenance services for the District.

Following discussion, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the Board authorized Ms. Finn to work with Director Sandene to select a landscape contractor. The Board further authorized Attorney Becher to prepare the Service Agreement.

RECORD OF PROCEEDINGS

OTHER BUSINESS

There was no other business for the Board's consideration.

ADJOURNMENT

There being no further business to come before the Board at this time, upon motion duly made by Director Moore, seconded by Director Schroeder and, upon vote, unanimously carried, the meeting was adjourned.

Respectfully submitted,

By: _____
Secretary for the Meeting

City Center West Commercial Metropolitan District
November-22

Vendor	Invoice #	Date	Due Date	Amount in USD	Expense Account	Account Number
All Terrain Landscaping	77208	11/1/2022	12/1/2022	1861.64	Landscape Maint & Repair	1696
All Terrain Landscaping	FC 1373	10/11/2022	10/11/2022	260.36	Landscape Maint & Repair	1696
City of Greeley - Director of Finance	073-820913-01 10-2022	10/24/2022	10/24/2022	745.12	Utilities	1705
City of Greeley - Director of Finance	073-819658-01 10-2022	10/24/2022	10/24/2022	1573.44	Utilities	1705
McGeady Becher P.C.	914B 9-2022	9/30/2022	9/30/2022	945.5	Legal	1675
Special District Management Services	Oct-22	10/31/2022	11/30/2022	1436.83	Management	1680
Special District Management Services	Oct-22	10/31/2022	11/30/2022	769.6	Accounting	1614
Xcel Energy	799099500	10/5/2022	10/26/2022	52.48	Utilities	1705
				7644.97		

City Center West Commercial Metropolitan District
November-22

	General	Debt	Capital	Totals
Disbursements	\$ 7,644.97			\$ 7,644.97
Total Disbursements	\$ 7,644.97	\$ -	\$ -	\$ 7,644.97

City Center West Commercial Metropolitan District
December-22

Vendor	Invoice #	Date	Due Date	Amount in USD	Expense Account	Account Number
All Terrain Landscaping	77673	11/29/2022	12/29/2022	\$ 579.35	Snow Removal	1695
All Terrain Landscaping	77518	11/18/2022	12/18/2022	\$ 643.70	Snow Removal	1695
City of Greeley - Director of Finance	073-819658-01 11-2022	11/23/2022	11/23/2022	\$ 779.02	Utilities	1705
Colorado Special Districts Property and Liability Pool	23PL-61272-2023	10/20/2022	10/20/2022	\$ 3,201.00	Pre Paid Expense	1144
McGeady Becher P.C.	914B 10-2022	10/31/2022	10/31/2022	\$ 1,992.50	Legal	1675
Special District Management Services	Nov-22	11/30/2022	11/30/2022	\$ 1,690.58	Management	1680
Special District Management Services	Nov-22	11/30/2022	11/30/2022	\$ 1,568.80	Accounting	1614
T Charles Wilson Insurance	12006	11/3/2022	1/1/2023	\$ 775.00	Pre Paid Expense	1144
Xcel Energy	803153942	11/3/2022	11/25/2022	\$ 42.87	Utilities	1705
				\$ 11,272.82		

City Center West Commercial Metropolitan District
December-22

	General	Debt	Capital	Totals
Disbursements	\$ 11,272.82			\$ 11,272.82
Total Disbursements	\$ 11,272.82	\$ -	\$ -	\$ 11,272.82

City Center West Commercial Metropolitan District
January-23

Vendor	Invoice #	Date	Due Date	Amount in USD	Expense Account	Account Number
All Terrain Landscaping	78144	12/29/2022	1/28/2023	\$ 798.05	Snow Removal	1695
All Terrain Landscaping	77991	12/22/2022	1/21/2023	\$ 843.05	Snow Removal	1695
All Terrain Landscaping	78252	1/2/2023	2/1/2023	\$ 713.70	Snow Removal	1695
All Terrain Landscaping	77905	12/13/2022	1/12/2023	\$ 192.18	Snow Removal	1695
City of Greeley - Director of Finance	073-819658-01 12-2022	12/22/2022	12/22/2022	\$ 753.05	Utilities	1705
King Surveyors	418461	12/22/2022	12/22/2022	\$ 444.00	Miscellaneous	1685
McGeady Becher P.C.	914B 11-2022	11/30/2022	11/30/2022	\$ 1,845.00	Legal	1675
Prairie Mountain Media, LLC	326485	10/31/2022	11/15/2022	\$ 27.28	Miscellaneous	1685
Special District Management Services	Dec-22	12/31/2022	12/31/2022	\$ 453.60	Management	1680
Special District Management Services	Dec-22	12/31/2022	12/31/2022	\$ 695.60	Accounting	1614
Special District Management Services	Dec-22	12/31/2022	12/31/2022	\$ 14.80	Election	1635
Xcel Energy	807048004	12/5/2022	12/23/2022	\$ 46.95	Utilities	1705
				\$ 6,827.26		

City Center West Commercial Metropolitan District
January-23

	General	Debt	Capital	Totals
Disbursements	\$ 6,827.26			\$ 6,827.26
Total Disbursements	\$ 6,827.26	\$ -	\$ -	\$ 6,827.26

City Center West Commercial Metropolitan District
February-23

Vendor	Invoice #	Date	Due Date	Amount in USD	Expense Account	Account Number
All Terrain Landscaping	78440	1/18/2023	2/17/2023	\$ 795.00	Snow Removal	1695
All Terrain Landscaping	78650	1/30/2023	3/1/2023	\$ 695.00	Snow Removal	1695
All Terrain Landscaping	FC 1392	1/17/2023	1/17/2023	\$ 36.37	Landscape Maint & Repair	1696
City of Greeley - Director of Finance	073-819658-01 1-2023	1/25/2023	1/25/2023	\$ 1,034.74	Utilities	1705
McGeady Becher P.C.	914B 12-2022	12/31/2022	12/31/2022	\$ 645.00	Legal	1675
Special District Association of Colorado	2023 Renewal	2/3/2023	2/3/2023	\$ 365.13	Insurance/SDA Dues	1670
Special District Management Services	Jan-23	1/31/2023	1/31/2023	\$ 568.20	Management	1680
Special District Management Services	Jan-23	1/31/2023	1/31/2023	\$ 1,200.00	Accounting	1614
Special District Management Services	Jan-23	1/31/2023	1/31/2023	\$ 109.80	Election	1635
Xcel Energy	811354417	1/9/2023	1/30/2023	\$ 56.38	Utilities	1705
				\$ 5,505.62		

City Center West Commercial Metropolitan District
February-23

	General	Debt	Capital	Totals
Disbursements	\$ 5,505.62			\$ 5,505.62
Total Disbursements	\$ 5,505.62	\$ -	\$ -	\$ 5,505.62

City Center West Commercial Metropolitan District
March-23

Vendor	Invoice #	Date	Due Date	Amount in USD	Expense Account	Account Number
All Terrain Landscaping	78911	2/23/2023	3/25/2023	\$ 810.00	Snow Removal	1695
All Terrain Landscaping	79086	3/7/2023	4/6/2023	\$ 190.00	Snow Removal	1695
All Terrain Landscaping	78799	2/16/2023	3/18/2023	\$ 815.00	Snow Removal	1695
City of Greeley - Director of Finance	073-819658-01 2-2023	2/22/2023	2/22/2023	\$ 852.14	Utilities	1705
McGeady Becher P.C.	914B 1-2023	1/31/2023	1/31/2023	\$ 1,808.41	Legal	1675
Special District Management Services	Feb-23	2/28/2023	2/28/2023	\$ 757.34	Management	1680
Special District Management Services	Feb-23	2/28/2023	2/28/2023	\$ 1,500.00	Accounting	1614
Special District Management Services	Feb-23	2/28/2023	2/28/2023	\$ 274.40	Election	1635
Xcel Energy	815375570	2/8/2023	3/1/2023	\$ 41.70	Utilities	1705
				\$ 7,048.99		

City Center West Commercial Metropolitan District
March-23

	General	Debt	Capital	Totals
Disbursements	\$ 7,048.99			\$ 7,048.99
Total Disbursements	\$ 7,048.99	\$ -	\$ -	\$ 7,048.99

City Center West Commercial Metropolitan District

April-23

Vendor	Invoice #	Date	Due Date	Amount in USD	Expense Account	Account Number
All Terrain Landscaping	79453	4/4/2023	5/4/2023	\$ 265.00	Snow Removal	1695
All Terrain Landscaping	79188	3/27/2023	4/26/2023	\$ 355.00	Landscape Maint & Repair	1696
All Terrain Landscaping	79430	4/3/2023	5/3/2023	\$ 1,932.14	Landscape Maint & Repair	1696
City of Greeley - Director of Finance	073-819658-01 3-2023	4/12/2023	4/12/2023	\$ 882.56	Utilities	1705
McGeady Becher P.C.	9148 02-2023	2/28/2023	2/28/2023	\$ 1,147.78	Legal	1675
Prairie Mountain Media, LLC	341843	3/31/2023	4/15/2023	\$ 63.36	Miscellaneous	1685
Special District Management Services	Mar-23	3/31/2023	3/31/2023	\$ 865.00	Management	1680
Special District Management Services	Mar-23	3/31/2023	3/31/2023	\$ 2,464.00	Accounting	1614
Special District Management Services	Mar-23	3/31/2023	3/31/2023	\$ 189.80	Election	1635
Utility Notification Center Of Colorado	Application Fee	4/14/2023	4/15/2023	\$ 25.00	Miscellaneous	1685
Xcel Energy	819518775	3/10/2023	3/30/2023	\$ 41.83	Utilities	1705
				\$ 8,231.47		

City Center West Commercial Metropolitan District
April-23

	General	Debt	Capital	Totals
Disbursements	\$ 8,231.47			\$ 8,231.47
<u>Total Disbursements</u>	<u>\$ 8,231.47</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,231.47</u>

City Center West Commercial Metropolitan District
May-23

Vendor	Invoice #	Date	Due Date	Amount in USD	Expense Account	Account Number
All Terrain Landscaping	79797	4/24/2023	5/24/2023	\$ 1,062.56	Landscape Maint & Repair	1696
All Terrain Landscaping	80273	5/1/2023	5/31/2023	\$ 1,932.14	Landscape Maint & Repair	1696
All Terrain Landscaping	79766	4/24/2023	5/24/2023	\$ 1,036.76	Landscape Maint & Repair	1696
City of Greeley - Director of Finance	073-819658-01 4-2023	4/4/2023	4/4/2023	\$ 1,147.47	Utilities	1705
McGeady Becher P.C.	914B 3-2023	3/31/2023	3/31/2023	\$ 2,238.13	Legal	1675
Special District Management Services	Apr-23	4/30/2023	4/30/2023	\$ 788.40	Management	1680
Special District Management Services	Apr-23	4/30/2023	4/30/2023	\$ 1,072.00	Accounting	1614
Special District Management Services	Apr-23	4/30/2023	4/30/2023	\$ 64.00	Election	1635
UMB Bank, N.A.	945351	4/18/2023	4/18/2023	\$ 3,000.00	Paying Agent Fees	2668
UMB Bank, N.A.	945352	4/18/2023	4/18/2023	\$ 4,000.00	Paying Agent Fees	2668
Xcel Energy	823S91880	4/10/2023	4/28/2023	\$ 42.28	Utilities	1705
				\$ 16,383.74		

City Center West Commercial Metropolitan District
May-23

	General	Debt	Capital	Totals
Disbursements	\$ 9,383.74	\$ 7,000.00		\$ 16,383.74
<u>Total Disbursements</u>	<u>\$ 9,383.74</u>	<u>\$ 7,000.00</u>	<u>\$ -</u>	<u>\$ 16,383.74</u>

CITY CENTER WEST COMMERCIAL METROPOLITAN DISTRICT
Schedule of Cash Position
March 31, 2023

	Rate	Operating	Debt Service	Total
Checking:				
Cash in Bank - First Bank		\$ 16,670.47	\$ 91,143.90	\$ 107,814.37
Trustee:				
UMB Senior Bond Fund			234.11	234.11
UMB Debt Service Reserve Fund			779,106.16	779,106.16
UMB Surplus Fund			38,195.26	38,195.26
UMB Subordinate Project Fund			52,446.38	52,446.38
TOTAL FUNDS:		\$ 16,670.47	\$ 961,125.81	\$ 977,796.28

2023 Mill Levy Information

General Fund	10.000
Debt Service Fund	50.000
Abatement	0.445
Total	60.445

Board of Directors

* Otis C. Moore, III
* Andrew R. Klein
Michael John Schroeder
Paige Langley
Mike Sandene

*authorized signer on checking account

CITY CENTER WEST COMMERCIAL METROPOLITAN DISTRICT

FINANCIAL STATEMENTS

March 31, 2023

CITY CENTER WEST COMMERCIAL METROPOLITAN DISTRICT
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
 March 31, 2023

	GENERAL	DEBT SERVICE	LONG-TERM DEBT	TOTAL MEMO ONLY
Assets				
Cash in Bank - First Bank	\$ 16,670	\$ 91,144	\$ -	\$ 107,814
UMB Senior Bond Fund	-	234	-	234
UMB Debt Service Reserve Fund	-	779,106	-	779,106
UMB Subordinate Project Fund	-	52,446	-	52,446
UMB Surplus Fund	-	38,195	-	38,195
Property Taxes Receivable	39,687	189,979	-	229,666
Due from Other District	2,013	8,899	-	10,912
Total Current Assets	<u>58,371</u>	<u>1,160,003</u>	<u>-</u>	<u>1,218,374</u>
Other Debits				
Amount in Debt Service Fund	-	-	970,024	970,024
Amount to be Provided for Debt	-	-	8,356,401	8,356,401
Total Other Debits	<u>-</u>	<u>-</u>	<u>9,326,425</u>	<u>9,326,425</u>
Total Assets	<u>\$ 58,371</u>	<u>\$ 1,160,003</u>	<u>\$ 9,326,425</u>	<u>\$ 10,544,799</u>
Liabilities				
2020A Bonds Payable	\$ -	\$ -	\$ 7,995,000	\$ 7,995,000
2020B Bonds Payable	-	-	1,162,000	1,162,000
Developer Advance-Operations	-	-	156,928	156,928
Developer Advance - Oper Int	-	-	12,497	12,497
Total Liabilities	<u>-</u>	<u>-</u>	<u>9,326,425</u>	<u>9,326,425</u>
Deferred Inflows of Resources				
Deferred Property Taxes	39,687	189,979	-	229,666
Total Deferred Inflows of Resources	<u>39,687</u>	<u>189,979</u>	<u>-</u>	<u>229,666</u>
Fund Balance				
Fund Balance	(15,956)	873,029	-	857,073
Current Year Earnings	34,640	96,995	-	131,635
Total fund balances	<u>18,684</u>	<u>970,024</u>	<u>-</u>	<u>988,708</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 58,371</u>	<u>\$ 1,160,003</u>	<u>\$ 9,326,425</u>	<u>\$ 10,544,799</u>

CITY CENTER WEST COMMERCIAL METROPOLITAN DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
General Fund
For the 3 Months Ending
March 31, 2023

Account Description	Period Actual	YTD Actual	Budget	Favorable (Unfavorable) Variance	% of Budget
Revenues					
Property Tax Revenue	\$ 18,383	\$ 18,383	\$ 58,070	\$ (39,687)	31.7%
Specific Ownership Taxes	384	384	3,484	(3,100)	11.0%
Developer Advance	33,609	33,609	80,000	(46,391)	42.0%
Interest Income	-	-	20	(20)	0.0%
Total Revenues	52,376	52,376	141,574	(89,198)	37.0%
Expenditures					
Accounting	2,700	2,700	13,000	10,300	20.8%
Audit	-	-	7,600	7,600	0.0%
Election	384	384	1,000	616	38.4%
Insurance/SDA Dues	5,041	5,041	4,500	(541)	112.0%
Legal	1,808	1,808	17,000	15,192	10.6%
Management	1,326	1,326	14,000	12,674	9.5%
Miscellaneous	216	216	500	284	43.1%
Snow Removal	4,019	4,019	5,000	981	80.4%
Landscape Maint & Repair	36	36	33,000	32,964	0.1%
Treasurer's Fees	278	278	871	593	31.9%
Utilities	1,929	1,929	23,000	21,071	8.4%
Emergency Reserve	-	-	1,847	1,847	0.0%
Total Expenditures	17,736	17,736	121,318	103,582	14.6%
Excess (Deficiency) of Revenues Over Expenditures	34,640	34,640	20,256	14,384	
Beginning Fund Balance	(15,956)	(15,956)	(15,314)	(642)	
Ending Fund Balance	\$ 18,684	\$ 18,684	\$ 4,942	\$ 13,742	

CITY CENTER WEST COMMERCIAL METROPOLITAN DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
Debt Service Fund
For the 3 Months Ending
March 31, 2023

<u>Account Description</u>	<u>Period Actual</u>	<u>YTD Actual</u>	<u>Budget</u>	<u>Favorable (Unfavorable) Variance</u>	<u>% of Budget</u>
Revenues					
Property Tax Revenue	\$ 87,999	\$ 87,999	\$ 277,978	\$ (189,979)	31.7%
Specific Ownership Taxes	1,823	1,823	16,679	(14,856)	10.9%
Interest Income	8,543	8,543	5,000	3,543	170.9%
Total Revenues	<u>98,365</u>	<u>98,365</u>	<u>299,657</u>	<u>(201,292)</u>	<u>32.8%</u>
Expenditures					
Bond Interest	-	-	664,230	664,230	0.0%
Bond Principal	-	-	35,000	35,000	0.0%
Paying Agent Fees	52	52	3,000	2,948	1.7%
Treasurer's Fees	1,318	1,318	4,170	2,852	31.6%
Total Expenditures	<u>1,370</u>	<u>1,370</u>	<u>706,400</u>	<u>705,030</u>	<u>0.2%</u>
Excess (Deficiency) of Revenues Over Expenditures	96,995	96,995	(406,743)	503,738	
Transfers and Other Sources (Uses)					
Transfer from Other District	-	-	30,171	(30,171)	
Total Transfers and Other Sources (Uses)	<u>-</u>	<u>-</u>	<u>30,171</u>	<u>(30,171)</u>	
Change in Fund Balance	96,995	96,995	(376,572)	473,567	
Beginning Fund Balance	873,029	873,029	865,949	7,080	
Ending Fund Balance	<u>\$ 970,024</u>	<u>\$ 970,024</u>	<u>\$ 489,377</u>	<u>\$ 480,647</u>	

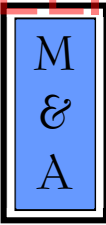
City Center West Commercial Metropolitan District

**Financial Statements
December 31, 2022**

**City Center West Commercial Metropolitan District
Financial Report
December 31, 2022**

Table of Contents

	Page
INDEPENDENT AUDITOR'S REPORT	A1 – A3
Government-wide Financial Statements:	
Balance Sheet/Statement of Net Position	B1
Statement of Revenues, Expenditures and Changes in Fund Balances/Statement of Activities	B2
Notes to the Financial Statements	C1 – C14
Required Supplementary Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – General Fund	D1
Supplementary Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:	
Debt Service Fund	E1
Capital Projects Fund	E2



INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
City Center West Commercial Metropolitan District**

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of City Center West Commercial Metropolitan District (the "District"), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, based on our audit, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of City Center West Commercial Metropolitan District, as of December 31, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for one year after the date that the financial statements are issued.

Member: American Institute of Certified Public Accountants

PAUL J. BACKES, CPA, CGMA
MICHAEL N. JENKINS, CA, CPA, CGMA
MATTHEW D. MILLER, CPA

AVON: (970) 845-8800
ASPEN: (970) 544-3996
FRISCO: (970) 668-3481

**INDEPENDENT AUDITOR'S REPORT
To the Board of Directors
City Center West Commercial Metropolitan District**

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

The District has not presented Management's Discussion and Analysis that accounting principles generally accepted in the United States of America have determined necessary to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economical, or historical context. Our opinions on the basic financial statements are not affected by the missing information.

The budgetary comparison information in section D is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

PRELIMINARY DRAFT

INDEPENDENT AUDITOR'S REPORT
To the Board of Directors
City Center West Commercial Metropolitan District

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements taken as a whole. The individual fund budgetary comparison found in Section E is presented for purposes of additional analysis and is not a required part of the financial statements.

The individual fund budgetary comparison found in Section E, is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

McMahan and Associates, L.L.C.
Avon, Colorado

FINANCIAL STATEMENTS

City Center West Commercial Metropolitan District
Balance Sheet/
Statement of Net Position
December 31, 2022

	Balance Sheet			Adjustments	Statement of Net Position
	General Fund	Debt Service Fund	Capital Project Fund		
Assets:					
Cash and investments - Unrestricted	-	76,675	-	76,675	76,675
Cash and investments - Restricted	-	771,624	-	771,624	771,624
Property tax receivable	58,070	277,978	-	336,048	336,048
Other assets	4,676	-	-	4,676	4,676
Due from Residential District	2,013	8,899	-	10,912	10,912
Interfund balances	(15,830)	15,830	-	-	-
Total Assets	<u>48,929</u>	<u>1,151,006</u>	<u>-</u>	<u>1,199,935</u>	<u>1,199,935</u>
Liabilities:					
Accounts payable	6,815	-	-	6,815	6,815
Accrued interest payable	-	-	-	10,108	10,108
Accrued bond interest payable	-	-	-	354,473	354,473
Developer advance payable	-	-	-	123,319	123,319
Bonds payable:					
Due within one year	-	-	-	35,000	35,000
Due in more than one year	-	-	-	9,122,000	9,122,000
Total Liabilities	<u>6,815</u>	<u>-</u>	<u>-</u>	<u>9,644,900</u>	<u>9,651,715</u>
Deferred Inflows of Resources:					
Unavailable property taxes	58,070	277,978	-	336,048	336,048
Total Deferred Inflows of Resources	<u>58,070</u>	<u>277,978</u>	<u>-</u>	<u>336,048</u>	<u>336,048</u>
Fund Balance/Net Position:					
Fund Balance:					
Restricted for emergency	1,907	-	-	1,907	(1,907)
Restricted for bond covenant	-	771,624	-	771,624	(771,624)
Assigned	-	101,404	-	101,404	(101,404)
Unassigned	(17,863)	-	-	(17,863)	17,863
Total Fund Balance	<u>(15,956)</u>	<u>873,028</u>	<u>-</u>	<u>857,072</u>	<u>(857,072)</u>
Total Liabilities and Fund Balance	<u>48,929</u>	<u>1,151,006</u>	<u>-</u>	<u>1,199,935</u>	<u>(1,199,935)</u>
Net Position:					
Restricted for emergency				1,907	1,907
Unrestricted				(8,789,735)	(8,789,735)
Total Net Position				<u>(8,787,828)</u>	<u>(8,787,828)</u>

The accompanying notes are an integral part of these financial statements.

City Center West Commercial Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance/
Statement of Activities
For the Year Ended December 31, 2022

Statement of Revenues, Expenditures and Changes in Fund Balance

	General Fund	Debt Service Fund	Capital Project Fund	Total	Adjustments	Statement of Activities
Revenues:						
Property tax	60,011	291,885	-	351,896	-	351,896
Specific ownership tax	3,451	17,254	-	20,705	-	20,705
Miscellaneous income	119	12,637	-	12,756	-	12,756
Total Revenues	63,581	321,776	-	385,357	-	385,357
Expenditures/Expenses:						
Accounting and audit	20,376	-	-	20,376	-	20,376
Election	746	-	-	746	-	746
Legal	22,860	-	-	22,860	-	22,860
Insurance	4,000	-	-	4,000	-	4,000
Maintenance and utilities	66,080	-	-	66,080	-	66,080
Miscellaneous	925	-	-	925	-	925
District management	15,012	-	-	15,012	-	15,012
Paying agent fees	-	7,218	-	7,218	-	7,218
County treasurer's fees	877	4,387	-	5,264	-	5,264
Interest	-	559,650	-	559,650	128,645	688,295
Total Expenditures/Expenses	130,876	571,255	-	702,131	128,645	830,776
Excess (Deficiency) of Revenues Over Expenditures	(67,295)	(249,479)	-	(316,774)	316,774	-
Other Financing Sources (Uses):						
Developer advance	62,094	-	-	62,094	(62,094)	-
Transfers from Residential District	-	5,166	-	5,166	-	5,166
Total Other Financing Sources (Uses)	62,094	5,166	-	67,260	(62,094)	5,166
Change in Fund Balance/Net Position	(5,201)	(244,313)	-	(249,514)	(440,253)	(440,253)
Fund Balance/Net Position:						
Beginning	(10,755)	1,117,341	-	1,106,586		(8,347,575)
Ending	(15,956)	873,028	-	857,072		(8,787,828)

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

**City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022**

I. Summary of Significant Accounting Policies

City Center West Commercial Metropolitan District (the "District"), a quasi-municipal corporation, was organized on April 17, 2008, and is governed pursuant to provisions of the Colorado Special District Act. Organization of the District was preceded by the September 4, 2007 approval by the City Council of the City of Greeley (the "City") of a Consolidated Service Plan (the "Original Service Plan") for the District and City Center West Residential Metropolitan District (the "Residential District"). The Original Service Plan was superseded by the August 16, 2016 approval by the City Council of the Second Amended and Restated Service Plan for the District, the Commercial District and City Center West Residential Metropolitan District No. 2 (the "Service Plan"). The District was established for the purpose of financing and constructing public improvements benefiting the inhabitants and taxpayers of the District and the Residential District as set forth in the Service Plan. It is anticipated in the Service Plan that substantially all of the public improvements will be dedicated to the City of Greeley (the "City"). The District currently contains approximately 53 acres of property located in the northwestern portion of the City.

The financial statements of the District have been prepared in conformity with U.S. generally accepted accounting principles ("GAAP") as applied to government units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

A. Reporting Entity

The District is governed by an elected Board which is responsible for setting policy, appointing administrative personnel and adopting an annual budget in accordance with the provisions of the Colorado Special District Act. The reporting entity consists of (a) the primary government (i.e., the District), and (b) organizations for which the District is financially accountable or the organization's primary purpose is to benefit the District. The District is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on the District. Consideration is also given to other organizations which are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the District. Organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

The District is not financially accountable for any entity based on the above criteria nor is the District a component unit of any other entity.

B. Government-wide and Fund Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type.

1. Government-wide Financial Statements

In the Statement of Net Position, the District's activities are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts—invested in capital assets, net of related debt; restricted; and unrestricted net position.

City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

1. Government-wide Financial Statements (continued)

The focus of the Statement of Net Position and the Statement of Activities is on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

2. Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The fund focus is on current available resources and budget compliance. The District reports the following governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources not required to be accounted for in another fund.

The Debt Service Fund is used to account for property taxes and other revenues used to pay principal, interest, and related costs on debt.

The Capital Projects Fund is used to account for the funding, acquisition, and construction of major capital projects and infrastructure.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures, or expenses are recognized in the accounts and reported in the financial statements.

1. Long-term Economic Focus and Accrual Basis

Governmental activities in the government-wide financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows.

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter (within 60 days of December 31) to be used to pay liabilities of the current period. Expenditures are generally recognized when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt, if any, is recognized when due.

City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

1. Cash and Cash Equivalents

Cash and cash equivalents are defined as deposits that can be withdrawn at any time without notice or penalty and investments with maturities of three months or less.

2. Fund Balance

The District classifies governmental fund balances as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority which is the Board of Directors.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the Board of Directors or its management designee.

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The District uses restricted amounts first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the District first uses committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The District does not have a formal minimum fund balance policy. However, the District's budget includes a calculation of targeted reserve positions and management reports the target amounts annually to the Board of Directors.

City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)

II. Reconciliation of Government-wide and Fund Financial Statements

A. Explanation of differences between the governmental fund Balance Sheet and the government-wide Statement of Net Position

The governmental fund Balance Sheet and the government-wide Statement of Net Position include a reconciling column. Explanation of the adjustments included in the reconciling column is as follows:

Developer advance payable	\$ 123,319
Developer interest payable	10,108
Bond interest payable	354,473
Bonds payable	9,157,000

Long-term liabilities are not due and payable in the current period and therefore not reported in the funds.

B. Explanation of differences between the governmental fund Statement of Revenue, Expenditures and Changes in Fund Balance and the government-wide Statement of Activities

The governmental fund Statement of Revenue, Expenditures and Changes in Fund Balance and the government-wide Statement of Activities include a reconciling column. Explanation of the adjustments included in the reconciling column is as follows:

Developer advance - operating	\$ 62,094
-------------------------------	-----------

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Change in accrued interest	\$ 128,645
----------------------------	------------

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds.

III. Stewardship, Compliance, and Accountability

A. Budgets and Budgetary Accounting

In the fall of each year, the District's Board of Directors formally adopts a budget with appropriations by fund for the ensuing year pursuant to the Colorado Local Budget Law. The budget for the governmental funds is adopted on a basis consistent with U.S. generally accepted accounting principles ("GAAP").

- (1) For the 2022 budget, prior to August 25, 2021, the County Assessor sent to the District a certified assessed valuation of all taxable property within the District's boundaries. The County Assessor may change the assessed valuation on or before December 10, 2021 only once by a single notification to the District.

City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

A. Budgets and Budgetary Accounting (continued)

- (2) On or before October 15 of each year, the District's management normally submits to the District's Board of Directors a recommended budget which details the necessary property taxes needed along with other available revenues to meet the District's operating requirements.
- (3) For the 2022 budget, prior to December 15, 2021, the District computed and certified to the County Commissioners a rate of a levy that derived the necessary property taxes as computed in the proposed budget.
- (4) After a required publication of "Notice of Proposed Budget" and a public hearing, the District adopts the proposed budget and an appropriating resolution, which legally appropriated expenditures for the upcoming year.
- (5) After adoption of the budget resolution, the District may make the following changes: (a) transfer appropriated monies between funds or between spending agencies within a fund, as determined by the original appropriation level; (b) supplement appropriations to the extent of revenues in excess of those estimated in the budget; (c) emergency appropriations; and (d) reduce appropriations for which originally estimated revenues are insufficient.
- (6) All appropriations lapse at a year-end.

Taxes levied in one year are collected in the succeeding year. Thus taxes certified in 2021 were collected in 2022 and taxes certified in 2022 will be collected in 2023. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than April 30th) or two equal installments (not later than February 28th and June 15th) without interest or penalty. Taxes that are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 15th.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the District because it is at present considered not necessary to assure effective budgetary control or to facilitate effective cash planning and control.

The General Fund had a deficit fund balance of \$15,956, which may be a violation of state statute.

B. TABOR Amendment - Revenue and Spending Limitation Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20, commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitations which apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increases, a mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)

III. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment - Revenue and Spending Limitation Amendment (continued)

TABOR also requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending (excluding bonded debt service). The District restricted \$1,907 of its December 31, 2022 year-end fund balance in the General Fund for emergencies.

The initial base for local government spending and revenue limits is December 31, 1992, fiscal year spending. Future spending and revenue limits are determined based on the prior year's fiscal year spending adjusted for inflation in the prior calendar year plus annual local growth. Fiscal year spending is generally defined as expenditures and reserve increases with certain exceptions. Revenue, if any, in excess of the fiscal year spending limit must be refunded in the next fiscal year unless voters approve retention of such revenue.

On November 6, 2007, and May 6, 2014, the District's voters approved the ballot issues identified below. A summary of the approved annual revenue and debt increases is as follows:

Ballot Issue	Tax Maximum	Debt Maximum	Purpose, as may be defined more specifically in the ballot issue
5B/5A	2,500,000	not applicable	Administration, operations, maintenance, capital expenses
5C/5B	4,000,000	not applicable	Administration, operations, maintenance, capital expenses
5D/5C	100,000,000	not applicable	Intergovernmental joint financing of public improvements
5O/5D	not applicable	not applicable	Authorization to collect and spend all revenues
5E/5E	136,000,000	40,000,000	Street improvements
5F/5F	136,000,000	40,000,000	Parks and recreational facilities
5G/5G	136,000,000	40,000,000	Water infrastructure and services
5H/5H	136,000,000	40,000,000	Sewer and sanitation infrastructure and services
--/5I	116,000,000	20,000,000	Transportation infrastructure and services
5I/5J	136,000,000	40,000,000	Mosquito control
5J/5K	136,000,000	40,000,000	Traffic and safety controls
--/5L	116,000,000	20,000,000	Fire protection
--/5M	116,000,000	20,000,000	Television relay and translation system
--/5N	116,000,000	20,000,000	Public safety
5K/5O	136,000,000	40,000,000	Operating and maintenance expense
5L/5P	340,000,000	100,000,000	Debt refinancing
5M/5Q	136,000,000	40,000,000	Intergovernmental agreements or other contracts
5N/5R	not applicable	not applicable	Authorization to enter into intergovernmental agreements

**City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)**

III. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment - Revenue and Spending Limitation Amendment (continued)

The District's management believes the District is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

IV. Detailed Notes on all Funds

A. Deposits

The Colorado Public Deposit Protection Act ("PDPA") requires that all units of local government deposit cash in eligible public depositories; eligibility is determined by State regulators. Amounts on deposit in excess of Federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. The PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to the aggregate uninsured deposits.

The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

Concentration of Credit Risk: At year end, more than five percent of the District's investments were held in UMB. Such concentration is permitted by the District's investment policy.

B. Investments

The District has adopted a policy which requires it to follow state statutes for investments. Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments, and entities such as the District, may invest which include:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Banker's acceptances of certain banks
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market mutual funds
- Guaranteed investment contract
- Local government investment pools

C. Restricted Cash and Investments

The District has restricted \$771,624 (in cash equivalents with UMB) for the bond reserve fund. Detail of the bond reserve fund are found below in the Long-term Obligation note.

**City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)**

IV. Detailed Notes on all Funds (continued)

D. Summary of Cash Deposits and Investments

Cash deposits and investments are reflected on the December 31, 2022 Balance Sheets as follows:

<u>Type</u>	<u>Rating</u>	<u>Carrying Amount</u>	<u>Maturities</u>	
			<u>Less Than One Year</u>	<u>One to Five Years</u>
<i>Deposits:</i>				
Checking and on-demand accounts		-	-	-
Cash with county treasurer		1,228	-	-
<i>Investments:</i>				
Cash Held by Trustee Bank	Not rated	847,071	847,071	-
		<u>848,299</u>		
 <u>Financial Statement Captions:</u>				
Cash and investments - Unrestricted		76,675		
Cash and investments - restricted		771,624		
		<u>848,299</u>		

E. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by governmental units until the subsequent year. In accordance with GAAP, the assessed but uncollected property taxes have been recorded as a receivable and as deferred inflow of resources.

F. Long-term Obligations

1. Limited Tax General Obligation Refunding and Improvements Bonds, Series 2020A

On April 9, 2020, the District issued its \$7,995,000 Limited Tax General Obligation Refunding and Improvement Bonds, Series 2020A (the "2020A Senior Bonds"). Proceeds from the 2020A Senior Bonds were used to refund Series 2014A Senior Bonds and the Series 2014B Subordinate Bonds previously issued by the Residential District, finance public improvements related to the Development, pay capitalized interest on the 2020A Senior Bonds, fund the Senior Reserve Fund and pay other costs in connection with the issuance of the 2020A Senior Bonds and the 2020B Subordinate Bonds (discussed below). The interest on the Series 2020A Senior Bonds is 7% and is payable semi-annually on June 1 and December 1, commencing on June 1, 2020, and shall mature on December 1, 2049.

The Series 2020A Senior Bonds are secured by a Reserve Fund in the amount of \$771,624 which is presented as a restricted fund balance. The Reserve Fund can be released to the Bond Fund if amounts therein are insufficient to pay principal of and interest on the Bonds.

City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)

IV. Detailed Notes on all Funds (continued)

F. Long-term Obligations (continued)

1. Limited Tax General Obligation Refunding and Improvements Bonds, Series 2020A (continued)

The remaining fund balance in the Debt Service Fund of \$101,404 is intended to be used for the principal and interest payment.

2. Subordinate General Obligation Limited Tax Bonds, Series 2020B

On April 9, 2020, the District issued its \$1,162,000 Subordinate General Obligation Limited Tax Bonds, Series 2020B (the "Series 2020B Subordinate Bonds"). Proceeds from the 2020B Subordinate Bonds will be used to finance additional public improvements related to the Development. The interest on the Series 2020B Subordinate Bonds is 9% and is payable annually on each December 15, commencing on December 15, 2020, and shall mature on December 15, 2049. These bonds are subordinate to the Series 2020A Senior Bonds.

3. Developer Advance Payable

Since 2014, the District incurred various operating and maintenance expenses that required the request of advance funds from the Developer. In accordance with the Amended and Restated Operation Funding Agreement discussed in Note V. B. below, there is Developer Advance Payable balance of \$123,319 outstanding at year end.

The interest rate on the Developer Advance Payable is 8%.

4. Authorized, Unissued Debt

At elections held on November 6, 2007, and May 6, 2014, the District's eligible electors authorized the District to issue up to \$500,000,000 in general obligation debt (including operations and maintenance, intergovernmental agreements and debt refunding), of which \$487,161,119 remains unissued as of December 31, 2022 for the various purposes summarized in Note III.B. However, the District and City Center West Residential Metropolitan District shall not issue debt in excess of \$20,000,000 in total aggregate principal amount pursuant to the Service Plan nor in excess of \$13,000,000 pursuant to the Debt Allocation IGA (defined and discussed below). The Board of Directors currently has no plan to seek voter approval for general obligation indebtedness in excess of this amount.

(THE REMAINDER OF THIS PAGE IS INTENTIONALLY LEFT BLANK.)

**City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)**

IV. Detailed Notes on all Funds (continued)

F. Long-term Obligations (continued)

5. Schedule of Debt Service Requirements

The District's future annual debt service requirements are as follows:

	2020A and 2020B G.O. Bonds	
	Principal	Interest
2023	35,000	664,230
2024	50,000	661,780
2025	55,000	658,280
2026	70,000	654,430
2027	75,000	649,530
2028-2032	585,000	3,149,650
2033-2037	1,000,000	2,890,300
2038-2042	1,605,000	2,461,200
2043-2047	2,455,000	1,789,200
2048-2049	3,227,000	454,510
Total	9,157,000	14,033,110

6. Schedule of Changes in Long-term Obligations

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
2020A G.O. Bonds	7,995,000	-	-	7,995,000	35,000
2020B G.O. Bonds	1,162,000	-	-	1,162,000	-
Developer Advance Payable - Operating	61,225	62,094	-	123,319	-
Developer interest payable	2,777	7,331	-	10,108	-
Bond interest payable	233,470	121,003	-	354,473	-
Total	9,454,472	190,428	-	9,644,900	35,000

V. Other Information

A. 2009 Operation Funding Agreement

On December 10, 2009, the District entered into a 2009 Operation Funding Agreement, effective as of January 1, 2009 (the "2009 OFA") with City Center West, L.P., a Colorado limited partnership (the "Developer"). The 2009 OFA sets forth the terms and conditions under which the Developer advanced funds to the District for operations and maintenance expenses incurred in fiscal year 2009. The repayment obligation bears interest at a rate of 8%. The Developer's obligation to advance funds expired on February 28, 2010, and the District's obligation to reimburse the Developer for such advances expires on December 31, 2049. Any amounts outstanding after December 31, 2049, will be deemed discharged and satisfied in full.

City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)

V. Other Information (continued)

B. Amended and Restated Operation Funding Agreement

On June 2, 2014, the District entered into a 2014 Operation Funding Agreement with the Developer, which was amended by a First Amendment approved on November 12, 2014, a Second Amendment approved on November 2, 2015, a Third Amendment approved November 7, 2016, and a Fourth Amendment dated November 5, 2018, (as so amended, the "2014 OFA"). On March 11, 2020, the District and Developer entered into an Amended and Restated Operation Funding Agreement, which amended and restated the 2014 OFA in its entirety, as amended by that certain First Amendment to the Amended and Restated Operation Funding Agreement, dated November 2, 2020 (as so amended, the "Amended and Restated OFA") which sets forth the terms and conditions under which the Developer will advance funds to the District for operations and maintenance expenses incurred in fiscal years 2014 through 2021 up to the Shortfall Amount. On November 22, 2021, the District and Developer entered into the Second Amendment to the Amended and Restated OFA, which extends the period in which the Developer will cover the Shortfall Amount through fiscal year 2022. On November 7, 2022, the District and Developer entered into the Third Amendment to the Amended and Restated OFA, which extends the period in which the Developer will cover the Shortfall Amount through fiscal year 2024. The repayment obligation bears interest at a rate of 8%. The Developer's obligation to advance funds expires upon advance to the District of amounts sufficient to pay expenses incurred in 2014 through 2024, not to exceed the Shortfall Amount, and the District's obligation to reimburse the Developer for such advances expires on December 31, 2044. Any amounts outstanding after December 31, 2044, will be deemed discharged and satisfied in full. The District's reimbursement obligation under the Amended and Restated OFA is subordinate to the 2009 OFA.

C. Facilities Funding and Acquisition Agreement

On March 11, 2020, the District entered into a Facilities Funding and Acquisition Agreement (the "FFAA") with the Developer with an effective date of January 1, 2020. The FFAA sets forth the terms and conditions pursuant to which the District will acquire public improvements constructed by the Developer. It is expected that a portion of the proceeds of the Series 2020A and Series 2020B Bonds will be used to reimburse the Developer for the costs of constructing public improvements and for organization expenses.

D. Cost Sharing Agreement

On October 28, 2011, the Developer and NCMC+BH Greeley II, LLC, a Colorado limited liability company ("Banner") entered into and recorded a Cost Sharing Agreement (the "Agreement"), which was acknowledged by the District and the City Center West Residential Metropolitan District (the "Residential District" and, collectively with the District, the "Districts"). Prior to the Agreement, Banner purchased a parcel of property adjacent to the development. The Agreement sets forth the terms and conditions under which the Developer or Banner will cause the installation of and share installation costs for certain infrastructure that serves both the Developer's and Banner's property. The Agreement provides that the Districts will pay the Developer's portion of costs for the portion of the infrastructure that is contemplated by the Districts' Service Plan. These costs will be paid from bond proceeds if: (i) the Districts issue and sell bonds related to the Service Plan infrastructure, (ii) funds are available from such bonds, and (iii) the Developer and Banner enter into a facility funding agreement related to the Service Plan. The Developer and Banner have not yet entered into a facility funding agreement as of December 31, 2022.

City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)

V. Other Information (continued)

E. Capital Pledge Agreement

On December 1, 2014, the District entered into a Capital Pledge Agreement with the Residential District that required the District to impose ad valorem property taxes for payment of the Residential District's Series 2014A Senior Bonds, the Series 2014B Subordinate Bonds, and any Additional Revenue Obligations (the "2014 Capital Pledge Agreement"). The lien on the pledged revenues had priority over any or all other obligations and liabilities of the District. The Residential District's Series 2014A Senior Bonds and 2014B Subordinate Bonds were refunded by the District's April 9, 2020 issuance of its Series 2020A Senior Bonds and Series 2020B Subordinate Bonds, and therefore, the 2014 Capital Pledge Agreement is no longer in effect.

On April 9, 2020, the Residential District entered into a Capital Pledge Agreement with the District, under which the Residential District agreed to pledge certain revenue to the District for the repayment of the District's Series 2020A Senior Bonds, Series 2020B Subordinate Bonds, and Additional Obligations, including revenue generated from the imposition of the Residential District Required Mill Levy, specific ownership taxes derived from the imposition of the Residential District Required Mill Levy, and revenue remitted to or collected by the Residential District that is generated from the imposition of payments in lieu of taxes (PILOTs) pursuant to recorded covenants (collectively, the "Residential District Pledged Revenue"). The lien on the Residential District Pledged Revenue has priority over any or all other obligations and liabilities of the Residential District.

F. Intergovernmental Agreement with the City of Greeley, Colorado

On November 12, 2014, the District entered into an intergovernmental agreement with the City of Greeley, Colorado, (the "City") as required by the Service Plan. This agreement states the District will not take any action, including the issuance of any obligations or the imposition of any tax, which would constitute a material departure from the terms of the Service Plan. Any material departure from the terms of the Service Plan will entitle the City to protect and enforce its rights by such suit, action, or special proceedings as the City deems appropriate.

On June 6, 2019, the District, the Residential District and City Center West Residential District No. 2 entered into an Intergovernmental Agreement Regarding Debt Allocation (the "Debt Allocation IGA"). Pursuant to the Debt Allocation IGA, the District, the Residential District and City Center West Residential District No. 2 acknowledge that the Service Plan establishes a combined total aggregate debt limitation for all three districts of \$20,000,000 (the "Service Plan Debt Limit") and that the three districts are responsible for the provision, financing, construction, operation and maintenance of public infrastructure within the collective service area of the three districts. Under the Debt Allocation IGA, the District and the Residential District are allocated \$13,000,000 of the Service Plan Debt Limit and City Center West Residential District No. 2 is allocated \$7,000,000 of the Service Plan Debt Limit. The three districts may agree to reallocate the Service Plan Debt Limit upon written agreement.

G. Colorado Special Districts Property and Liability Pool

The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; or errors or omissions. The District is insured for such risks as a member of the Colorado Special Districts Property and Liability Pool ("Pool").

**City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)**

V. Other Information (continued)

G. Colorado Special Districts Property and Liability Pool (continued)

The Pool is an organization created by intergovernmental agreement to provide property and general liability, automobile physical damage and liability, public officials liability and boiler and machinery coverage to its members. The Pool provides coverage for property claims up to the values declared and liability coverage for claims up to \$1,000,000. There have been no claims in any of the past three years.

The District pays annual premiums to the Pool for liability, property and public official's coverage. In the event aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds which the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula.

A summary of audited statutory basis financial information for the Pool as of and for the year ended December 31, 2021 (the latest audited information available) is as follows:

Assets	<u>68,195,261</u>
Liabilities	46,165,251
Capital and surplus	<u>22,030,010</u>
Total	<u><u>68,195,261</u></u>
Revenue	24,889,624
Underwriting expenses	<u>25,123,490</u>
Underwriting gain (loss)	(233,866)
Other income	<u>362,484</u>
Net income (loss)	<u><u>128,618</u></u>

H. Related Party Transactions

All members of the Board of Directors are either officers or employees of entities related to the Developer.

I. Inclusion Covenant (8 Acres)

On March 11, 2020, the District, the Residential District, and BV Retail Land Holdings, LLLP ("BV Retail"), entered into an Inclusion Covenant (8 Acres), under which BV Retail covenanted that upon the occurrence of a triggering event, certain property it owns will be included into either the District or Residential District, as applicable, and that if such property is not included into one of the districts after a triggering event, or not included within 5 years of the effective date of the Inclusion Covenant (8 Acres), it will be subject to a covenant imposing a payment in lieu of taxes that is equivalent to the debt service mill levy imposed by the District.

City Center West Commercial Metropolitan District
Notes to the Financial Statements
December 31, 2022
(Continued)

V. Other Information (continued)

J. Inclusion Agreement for 8-Acre Parcel

On March 11, 2020, the District, the Residential District, and BV Retail Land Holdings, LLLP ("BV Retail"), entered into an Inclusion Agreement for 8-Acre Parcel, under which BV Retail agreed that upon the occurrence of a triggering event, certain property it owns will be included into either the District or Residential District. The Inclusion Agreement for 8-Acre Parcel also provides that, in the event such property becomes tax exempt, it will be subject to a covenant imposing a payment in lieu of taxes that is equivalent to the mill levies imposed by the District or Residential District, as applicable, and that if such property is not included into either the District or Residential District within 5 years of the effective date of the Inclusion Covenant (8 Acres), such property would be subject to a covenant imposing a payment in lieu of taxes that is equivalent to the debt service mill levy imposed by the District.

K. Exclusion/Inclusion Agreement for 20-Acre Parcel

On March 11, 2020, the District, the Residential District, and the Developer entered into an Exclusion/Inclusion Agreement for 20-Acre Parcel, under which the Developer agreed that, to the extent any property that it owns within the 20 acre parcel becomes residential property, such property shall be included into the Residential District, or, that such property will be excluded from the District and subsequently included into the Residential District, as applicable, and that such property will thereafter be subject to the Residential District's mill levies.

K. Consent Agreement Regarding Exclusion/Inclusion Agreement for 20-Acre Parcel

On October 5, 2021, the District, the Residential District, and La Salle Investors, LLC entered into a Consent Agreement Regarding Exclusion/Inclusion Agreement for 20-Acre Parcel (the "Consent Agreement") under which La Salle agreed to perform the obligations of the Developer under the Exclusion/Inclusion Agreement for 20-Acre Parcel to ensure that property classified as "residential" would remain or be included into the Residential District, and that property classified as "commercial" would remain or be included into the District. The Consent Agreement recognizes that La Salle had purchased certain property from the Developer (the "La Salle Property"), which, as of the date of the Consent Agreement, was classified as "commercial," and thus in the District. However, to the extent that La Salle obtained City zoning approval to use the La Salle Property as "residential" property, La Salle would Petition the District to exclude the La Salle Property from the District and also petition the Residential District to include the La Salle Property into the Residential District. The Consent Agreement further recognizes the parties' intent that the La Salle Property be subject to the mill levy of only of one the District or Residential District, but not both.

REQUIRED SUPPLEMENTARY INFORMATION

PRELIMINARY DRAFT

**Budget and Actual
General Fund
For the Year Ended December 31, 2022
With Comparative Totals for the Year Ended December 31, 2021**

	2022			Variance Positive (Negative)	2021
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Property tax	58,304	58,304	60,011	1,707	52,727
Specific ownership tax	3,498	3,498	3,451	(47)	2,695
Miscellaneous income	20	20	119	99	19
Total Revenues	<u>61,822</u>	<u>61,822</u>	<u>63,581</u>	<u>1,759</u>	<u>55,441</u>
Expenditures:					
Accounting and audit	20,000	20,000	20,376	(376)	21,618
Election	2,000	2,000	746	1,254	-
Legal	15,000	25,000	22,860	2,140	17,525
Insurance	3,800	3,800	4,000	(200)	334
Maintenance and utilities	53,000	73,000	66,080	6,920	45,696
Miscellaneous	500	500	925	(425)	45
District management	12,000	12,000	15,012	(3,012)	10,430
County treasurer's fees	875	875	877	(2)	791
Emergency reserves	3,055	4,045	-	4,045	-
Total Expenditures	<u>110,230</u>	<u>141,220</u>	<u>130,876</u>	<u>10,344</u>	<u>96,439</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(48,408)</u>	<u>(79,398)</u>	<u>(67,295)</u>	<u>12,103</u>	<u>(40,998)</u>
Other Financing Sources (Uses):					
Developer advance	40,000	73,000	62,094	(10,906)	33,762
Transfer in/(out)	-	-	-	-	(10,229)
Total Other Financing (Uses)	<u>40,000</u>	<u>73,000</u>	<u>62,094</u>	<u>(10,906)</u>	<u>23,533</u>
Change in Fund Balance	(8,408)	(6,398)	(5,201)	1,197	(17,465)
Fund Balance - Beginning	<u>10,165</u>	<u>10,165</u>	<u>(10,755)</u>	<u>(20,920)</u>	<u>6,710</u>
Fund Balance - Ending	<u><u>1,757</u></u>	<u><u>3,767</u></u>	<u><u>(15,956)</u></u>	<u><u>(19,723)</u></u>	<u><u>(10,755)</u></u>

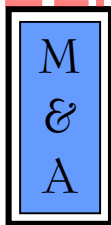
SUPPLEMENTARY INFORMATION

City Center West Commercial Metropolitan District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Debt Service Fund
For the Year Ended December 31, 2022
With Comparative Totals for the Year Ended December 31, 2021

	2022			Variance Positive (Negative)	2021
	Original Budget	Final Budget	Actual		Actual
Revenues:					
Property tax	291,520	291,520	291,885	(365)	263,633
Specific ownership tax	17,491	17,491	17,254	237	13,477
Miscellaneous income	720	720	12,637	(11,917)	565
Total Revenues	309,731	309,731	321,776	(12,045)	277,675
Expenditures:					
Interest	559,650	559,650	559,650	-	559,650
Paying agent fees	3,000	10,000	7,218	2,782	7,095
County treasurer's fees	4,373	4,373	4,387	(14)	3,956
Total Expenditures	567,023	574,023	571,255	2,768	570,701
Excess (Deficiency) of Revenues Over Expenditures	(257,292)	(264,292)	(249,479)	(14,813)	(293,026)
Other Financing Sources (Uses):					
Transfers from Residential District	31,596	31,596	5,166	26,430	28,510
Transfers in (out)	-	-	-	-	(967,356)
Developer reimbursement	-	-	-	-	(299,218)
Total Other Financing Sources (Uses)	31,596	31,596	5,166	26,430	(1,238,064)
Change in Fund Balance	(225,696)	(232,696)	(244,313)	11,617	(1,531,090)
Fund Balance - Beginning	1,124,956	1,124,956	1,117,341	7,615	2,648,431
Fund Balance - Ending	899,260	892,260	873,028	19,232	1,117,341

City Center West Commercial Metropolitan District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Capital Projects Fund
For the Year Ended December 31, 2022
With Comparative Totals for the Year Ended December 31, 2021

	2022			Variance Positive (Negative)	2021
	Original Budget	Final Budget	Actual		Actual
Expenditures:					
Capital outlay	-	-	-	-	2,025
Total Expenditures	-	-	-	-	2,025
Excess (Deficiency) of Revenues Over Expenditures	-	-	-	-	(2,025)
Other Financing Sources (Uses):					
Operating transfers in (out)	-	-	-	-	977,584
Total Other Financing Sources (Uses)	-	-	-	-	977,584
Change in Fund Balance	-	-	-	-	975,559
Fund Balance - Beginning	-	-	-	-	(975,559)
Fund Balance - Ending	-	-	-	-	-



To the Board of Directors City Center West Commercial Metropolitan District

We have audited the financial statements of City Center West Commercial Metropolitan District (the "District") for the year ended December 31, 2022. Professional standards require that we provide you with the following information related to our audit.

Qualitative Aspects of Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by City Center West Commercial Metropolitan District are described in the notes to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no estimates affecting the financial statements as of December 31, 2022.

Difficulties Encountered in Performing the Audit

We encountered no difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. No such misstatements were noted.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Member: American Institute of Certified Public Accountants

PRELIMINARY DRAFT

City Center West Commercial Metropolitan District
Page 2 of 2

Management Representations

As is required in an audit engagement we have requested certain representations from management that are included in the management representation letter.

This report is intended solely for the information and use of the Board of Directors, management, and others within the organization and is not intended to be, and should not be, used by anyone other than those specified parties.

Sincerely,

McMahan and Associates, L.L.C.
Avon, Colorado