

## LARKRIDGE METROPOLITAN DISTRICT NO. 2

141 Union Boulevard, Suite 150  
Lakewood, Colorado 80228-1898  
Tel: 303-987-0835 800-741-3254  
Fax: 303-987-2032  
Website: <https://larkridgemd1-2.colorado.gov/>

### NOTICE OF REGULAR MEETING AND AGENDA

<u>Board of Directors</u>	<u>Office</u>	<u>Term/Expiration</u>
Jonathan Perlmutter	President	2025/May 2025
Brian S. Heinze	Treasurer	2027/May 2027
Jay Perlmutter	Assistant Secretary	2027/May 2027
Shell D. Cook	Assistant Secretary	2027/May 2027
<b>VACANT</b>		2025/May 2025
	Secretary (not an elected position)	

DATE: July 26, 2023

TIME: 10:00 a.m.

PLACE: Jordon Perlmutter & Co.  
1601 Blake Street, Suite 600  
Denver, Colorado 80202

#### I. ADMINISTRATIVE MATTERS

A. Present Disclosures of Potential Conflicts of Interest.

---

B. Confirm quorum, location of the meeting and posting of meeting notices and designate 24-hour posting location. Approve Agenda.

---

C. Review and approve the Minutes of the October 26, 2022 Regular Meeting (enclosure).

---

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

---

E. Acknowledge resignation of Ann Finn as Secretary to the Board and consider appointment of Steve Beck as Secretary to the Board.

---

- F. Acknowledge the resignation of Douglas Ernst, effective May 31, 2023 (enclosure). Consider appointment of Darrin Keslar to fill a vacancy on the Board of Directors (Notice of Vacancy published July 13, 2023).
- 

- G. Consider appointment of Officers:

President \_\_\_\_\_  
 Treasurer \_\_\_\_\_  
 Secretary \_\_\_\_\_  
 Asst. Secretary \_\_\_\_\_  
 Asst. Secretary \_\_\_\_\_  
 Asst. Secretary \_\_\_\_\_

- H. Consider authorizing interested Board Members to attend the 2023 Special District Association’s Annual Conference in Keystone on September 12, 13 and 14, 2023.
- 

II. PUBLIC COMMENTS

- A. Members of the public may express their views to the Board on matters that affect the District. Comments will be limited to three (3) minutes.
- 

III. FINANCIAL MATTERS

- A. Review and ratify approval of payment of claims for periods indicated below (enclosures):

Fund	Period ending Nov. 14, 2022	Period ending Dec. 12, 2022	Period ending January 11, 2023	Period ending February 9, 2023
General	\$ 4,929.49	\$ 12,118.24	\$ 2,532.32	\$ 2,698.02
Debt	\$ -0-	\$ -0-	\$ 4,000.00	\$ -0-
Capital	\$ -0-	\$ -0-	\$ -0-	\$ -0-
<b>Total</b>	<b>\$ 4,929.49</b>	<b>\$ 12,118.24</b>	<b>\$ 6,532.32</b>	<b>\$ 2,698.02</b>

Fund	Period ending March 9, 2023	Period ending April 12, 2023	Period ending May 9, 2023	Period ending June 30, 2023
General	\$ 3,336.70	\$ 5,533.95	\$ 2,296.83	\$ 6,826.10
Debt	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Capital	\$ -0-	\$ -0-	\$ -0-	\$ -0-
<b>Total</b>	<b>\$ 3,336.70</b>	<b>\$ 5,533.95</b>	<b>\$ 2,296.83</b>	<b>\$ 6,826.10</b>

---

- B. Review and accept unaudited quarterly financial statements through the period December 31, 2022 and the schedule of cash position statement updated May 30, 2023 (enclosure).
-

- C. Consider approval of draft 2022 Audit (enclosure) and approval of execution of Representations Letter.
- 

- D. Consider setting the date for a Public Hearing to adopt the 2024 Budget for October 10, 2023, at 11:00 A.M., to be held at Jordon Perlmutter & Co., 1601 Blake Street, Suite 600, Denver, Colorado 80202.
- 

IV. LEGAL MATTERS

- A. Discuss status of conveyance of Easements.
- 

V. OPERATIONS

- A. Discuss Operation and Maintenance Agreement between the District and Thornton 164 LLC.
- 

- VII. ADJOURNMENT **THE NEXT REGULAR MEETING IS SCHEDULED FOR OCTOBER 10, 2023 – BUDGET HEARING**

## RECORD OF PROCEEDINGS

---

### MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS OF THE LARKRIDGE METROPOLITAN DISTRICT NO. 2 HELD OCTOBER 26, 2022

A Special Meeting of the Board of Directors (referred to hereafter as the “Board”) of Larkridge Metropolitan District No. 2 (the “District”) was convened on Wednesday, the 26th day of October, 2022 at 11:00 a.m. at Jordon Perlmutter & Co., 1601 Blake Street, Suite 600, Denver, Colorado 80202 and via conference call. The meeting was open to the public.

#### ATTENDANCE

#### Directors In Attendance Were:

Jonathan Perlmutter  
Jay Perlmutter  
Douglas Ernst

Following discussion, upon motion duly made by Director Ernst, seconded by Director Jay Perlmutter and, upon vote, unanimously carried, the absences of Directors Cook and Heinze were excused.

#### Also In Attendance Were:

Ann E. Finn; Special District Management Services, Inc.

MaryAnn M. McGeady, Esq. (via telephone) and Kate Olson, Esq.; McGeady Becher P.C.

Alex Fink (via telephone); CliftonLarsonAllen LLP

David Dansky, Esq. (via telephone); Foster, Graham, Milstein & Calisher, LLP, for a portion of the meeting

#### DISCLOSURE OF POTENTIAL CONFLICTS OF INTEREST

Disclosure of Potential Conflicts of Interest: The Board discussed the requirements of Colorado law to disclose any potential conflicts of interest or potential breaches of fiduciary duty of the Board of Directors to the Secretary of State. The members of the Board were requested 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 statute. It was noted by Attorney McGeady that disclosures of potential conflicts of interest were filed with the Secretary of State for all directors, and no additional conflicts were disclosed at the meeting.

## RECORD OF PROCEEDINGS

---

### ADMINISTRATIVE MATTERS

**Quorum/Confirm Location of Meeting/Posting of Meeting Notices:** Ms. Finn confirmed the presence of a quorum.

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. Following discussion, upon motion duly made by Director Ernst, seconded by Director Jay Perlmutter and, upon vote, unanimously carried, the Board determined that because there was not a suitable or convenient location within its boundaries to conduct this meeting, it was determined to conduct the meeting at the above-stated location, which is within 20 miles of the District. The Board further noted that notice of the time, date and location was duly posted and that they have not received any objections to the location or any requests that the meeting place be changed by taxpaying electors within its boundaries.

**Agenda:** Ms. Finn distributed for the Board's review and approval a proposed Agenda for the District's Special Meeting.

Following discussion, upon motion duly made by Director Ernst, seconded by Director Jay Perlmutter and, upon vote, unanimously carried, the Agenda was approved, as presented and the absence of Director Cook and Director Heinze was excused.

**Designation of 24-Hour Posting Location:** Following discussion, upon motion duly made by Director Jay Perlmutter, seconded by Director Jonathan Perlmutter, and upon vote unanimously carried, the Board determined that notices of meetings of the District Board required pursuant to Section 24-6-402(2)(c), C.R.S., shall be posted at least 24 hours prior to each meeting on the District's website at: <https://larkridgemd1-2.colorado.gov/> or if posting on the website is unavailable, notice will be posted at the northwest corner of the intersection of North Washington Street and E. 162<sup>nd</sup> Avenue.

**Minutes:** The Board reviewed the Minutes of the June 7, 2022 Regular Meeting.

Following discussion, upon motion duly made by Director Ernst, seconded by Director Jay Perlmutter and, upon vote, unanimously carried, the Board approved the Minutes of the June 7, 2022 Regular Meeting.

**Resolution No. 2022-10-01; Resolution Establishing Regular Meeting Dates, Time and Location, and Designating Location for Posting of 24-Hour Notices:** Ms. Finn discussed with the Board Resolution No. 2022-10-01; Resolution Establishing Regular Meeting Dates, Time and Location, and Designating Location for Posting of 24-Hour Notices.

## RECORD OF PROCEEDINGS

---

The Board determined to meet at 11:00 a.m. on June 6, 2023 and October 10, 2023 at Jordon Perlmutter & Co., 1601 Blake Street, Suite 600, Denver, Colorado 80202 and via Zoom.

Following discussion, upon motion duly made by Director Jonathan Perlmutter, seconded by Director Ernst and, upon vote, unanimously carried, the Board adopted Resolution No. 2022-10-01; Establishing Regular Meeting Dates, Time and Location, and Designating Location for Posting of 24-Hour Notices.

**Section 32-1-809, C.R.S. Reporting Requirements, Mode of Eligible Elector Notification for 2023:** The Board discussed Section 32-1-809, C.R.S. reporting requirements and mode of eligible elector notification for 2023 and directed staff to post the Transparency Notice on the Special District Association’s website and the District’s website.

**PUBLIC  
COMMENTS**

There were no public comments.

**FINANCIAL  
MATTERS**

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

Fund	Period ending June 9, 2022	Period ending July 13, 2022	Period ending August 11, 2022	Period ending Sept. 12, 2022
General	\$ 4,125.73	\$ 6,380.31	\$ 5,501.40	\$ 8,424.82
Debt	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Capital	\$ -0-	\$ -0-	\$ -0-	\$ -0-
<b>Total</b>	<b>\$ 4,125.73</b>	<b>\$ 6,380.31</b>	<b>\$ 5,501.40</b>	<b>\$ 8,424.82</b>

Fund	Period ending October 11, 2022
General	\$ 1,057.03
Debt	\$ -0-
Capital	\$ -0-
<b>Total</b>	<b>\$ 1,057.03</b>

Following discussion, upon motion duly made by Director Ernst, seconded by Director Jonathan Perlmutter and, upon vote, unanimously carried, the Board ratified the approval of the payment of claims, as presented.

**Unaudited Financial Statements:** Mr. Fink reviewed with the Board the unaudited quarterly financial statements of the District through the period ending June 30, 2022 and the schedule of cash position statement dated June 30, 2022, updated as of October 14, 2022.

## RECORD OF PROCEEDINGS

---

Following review and discussion, upon motion duly made by Director Jay Perlmutter, seconded by Ernst and, upon vote, unanimously carried, the Board accepted the unaudited financial statements for the period ending June 30, 2022 and the schedule of cash position statement dated June 30, 2022, updated as of October 14, 2022.

**2022 Budget Amendment Hearing:** The President opened the public hearing to consider the Resolution to Amend the 2022 Budget and discuss related issues.

It was noted that publication of Notice stating that the Board would consider adoption of a Resolution to Amend 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.

The Board determined that an amendment to the 2022 Budget was not necessary.

**2023 Budget Hearing:** The President opened the public hearing to consider the proposed 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 this public hearing. No public comments were received and the public hearing was closed.

Following discussion, the Board considered adoption of Resolution No. 2022-10-02; to Adopt the 2023 Budget and Appropriate Sums of Money and Resolution No. 2022-10-03; to Set Mill Levies for General Fund at 7.500 mills, the Debt Service Fund at 40.000 mills for a total mill levy of 47.500 mills. Upon motion duly made by Director Jay Perlmutter, seconded by Director Ernst and, upon vote, unanimously carried, the Board adopted Resolution No. 2022-10-02; to Adopt the 2023 Budget and Appropriate Sums of Money and Resolution No. 2021-10-03; to Set Mill Levies, subject to final Assessor's Valuation. Following discussion, upon vote unanimously carried, the Board adopted the Resolutions and authorized execution of the Certification of Budget. The District Accountant was directed to transmit the Certification of Tax Levies to the Board of County Commissioners of Adams County not later than December 15, 2022. District Counsel was directed to transmit the Certification of Budget to the Division of Local Government no later than January 30, 2023.

**DLG-70 Mill Levy Certification Form:** Mr. Fink reviewed with the Board the regulation of this year's filing of the DLG-70 Certification of Tax Levies form and the requested authorization of a Board member's signature on the form.

## RECORD OF PROCEEDINGS

---

The Board considered authorizing the District Accountant to prepare 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 Jay Perlmutter, seconded by Director Ernst and, upon vote, unanimously carried, the Board authorized the District Accountant to prepare and file the DLG-70 Mill Levy Certification form for certification to the Board of County Commissioners and other interested parties and authorized Director Jonathan Perlmutter to execute the DLG-70 Mill Levy Certification form.

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

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

**2022 Audit:** The Board considered the engagement of Dazzio & Associates, P.C. for preparation of 2022 Audit.

Following discussion, upon motion duly made by Director Jay Perlmutter, seconded by Director Ernst and, upon vote, unanimously carried, the Board approved the engagement of Dazzio & Associates, P.C. for preparation of 2022 Audit, in the amount of \$5,200.

**CliftonLarsonAllen LLP 2023 Scope of Work:** Mr. Fink reviewed with the Board the CliftonLarsonAllen LLP 2023 Scope of work.

Following discussion, upon motion duly made by Director Jay Perlmutter, seconded by Director Ernst and, upon vote, unanimously carried, the Board approved the CliftonLarsonAllen LLP 2023 Scope of work.

---

### **LEGAL MATTERS**

**Resolution No. 2022-10-04; Resolution Calling May 2, 2023 Regular Election:** The Board discussed Resolution No. 2022-10-04; Resolution Calling a Regular Election for Directors May 2, 2023, appointing the Designated Election Official (“DEO”), and authorizing the DEO to perform all tasks required for the conduct of mail ballot election. The Board also discussed the need for ballot issues and/or questions.

Following discussion, upon motion duly made by Director Jay Perlmutter, seconded by Director Jonathan Perlmutter and, upon vote, unanimously carried, the Board adopted Resolution No. 2022-10-04; Resolution Calling a Regular Election for



## RECORD OF PROCEEDINGS

---

Directors on May 2, 2023, appointing Ann Finn as the DEO, and authorizing the DEO to perform all tasks required for the conduct of mail ballot election. The Board further authorized Attorney Olson to review documents to determine remaining debt authorization and to determine if a TABOR election is necessary.

### **Conveyance of Easements:**

*Engagement of Fidelity National Title Insurance Company:* The Board reviewed a proposal from Fidelity National Title Insurance Company.

Following discussion, upon motion duly made by Director Jonathan Perlmutter, seconded by Director Jay Perlmutter and, upon vote, unanimously carried, the Board approved the engagement of Fidelity National Title Insurance Company, subject to legal counsel review.

### **OPERATIONS**

**Operations and Maintenance Agreement between the District and Thornton 164 LLC:** The Board deferred discussion.

**District's Operation and Maintenance Services for 2023:** The Board deferred discussion.

### **CAPITAL MATTERS**

There were no capital matters to discuss.

### **ADJOURNMENT**

There being no further business to come before the Board at this time, upon motion duly made by Director Jonathan Perlmutter, seconded by Director Jay Perlmutter and, upon vote, unanimously carried, the Special Meeting was adjourned.

Respectfully submitted,

By: \_\_\_\_\_  
Secretary for the Meeting

**RESOLUTION OF DESIGNATED ELECTION OFFICIAL  
REGARDING CANCELLATION OF ELECTION AND  
DECLARATION DEEMING CANDIDATES ELECTED**

LARKRIDGE METROPOLITAN DISTRICT NO. 2  
Adams County, Colorado

A. The Designated Election Official of the Larkridge Metropolitan District No. 2 (“**District**”) has been duly authorized by the Board of Directors of the District to cancel the election and declare candidates elected at the close of business on the sixty-third (63<sup>rd</sup>) day before the election to be conducted on May 2, 2023, pursuant to that certain Resolution Calling Election attached hereto as **Exhibit A**.

B. On the sixty-third (63<sup>rd</sup>) 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.

NOW, THEREFORE, be it resolved by the Designated Election Official of the District that:

1. The regular election to be conducted on May 2, 2023, is hereby cancelled pursuant to Section 1-13.5-513, C.R.S.

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

<u>Name</u>	<u>Term</u>
Brian Heinze	Second Regular Election, May 2027
Jay Perlmutter	Second Regular Election, May 2027
Jonathan Perlmutter	Second Regular Election, May 2027

DATED this 2nd day of March, 2023.

LARKRIDGE METROPOLITAN DISTRICT  
NO. 2

By: *Ann Finn*  
Ann Finn, Designated Election Official  
Larkridge Metropolitan District No. 2  
141 Union Boulevard, Suite 150  
Lakewood, Colorado 80228  
Phone: (303) 987-0835

**EXHIBIT A**

Resolution Calling Election

**RESOLUTION NO. 2022-11-04**

**A RESOLUTION OF THE BOARD OF DIRECTORS OF  
LARKRIDGE METROPOLITAN DISTRICT NO. 2  
CALLING A REGULAR ELECTION FOR DIRECTORS  
MAY 2, 2023**

A. The terms of the offices of Directors Brian S. Heinze, Jonathan Perlmutter and Jay Perlmutter shall expire upon the election of his/her/their successors at the regular election, to be held on May 2, 2023 (“**Election**”), and upon such successors taking office.

B. In accordance with the provisions of the Special District Act (“**Act**”) and the Uniform Election Code (“**Code**”), the Election must be conducted to elect three (3) Directors to serve until the second regular election, to occur May 4, 2027.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Larkridge Metropolitan District No. 2 (the “**District**”) of the County of Adams, Colorado:

1. Date and Time of Election. The Election shall be held on May 2, 2023, between the hours of 7:00 A.M. and 7:00 P.M. pursuant to and in accordance with the Act, Code, and other applicable laws. At that time, three (3) Directors shall be elected to serve until the second regular election, to occur May 4, 2027.

2. Precinct. The District shall consist of one (1) election precinct for the convenience of the eligible electors of the District.

3. Conduct of Election. The Election shall be conducted as an independent mail ballot election in accordance with all relevant provisions of the Code. The Designated Election Official shall have on file, no later than fifty-five (55) days prior to the Election, a plan for conducting the independent mail ballot Election.

4. Designated Election Official. Ann E. Finn shall be the Designated Election Official and is hereby authorized and directed to proceed with any action necessary or appropriate to effectuate the provisions of this Resolution and of the Act, Code or other applicable laws. The Election shall be conducted in accordance with the Act, Code and other applicable laws. Among other matters, the Designated Election Official shall appoint election judges as necessary, arrange for the required notices of election (either by mail or publication) and printing of ballots, and direct that all other appropriate actions be accomplished.

5. Call for Nominations. The Designated Election Official shall provide Call for Nominations as required under Section 1-13.5-501, C.R.S., as applicable.

6. Absentee Ballot Applications. NOTICE IS FURTHER GIVEN, pursuant to Section 1-13.5-1002, C.R.S., that applications for and return of absentee ballots may be filed with Ann E. Finn, the Designated Election Official of the District, c/o Special District Management Solutions, 141 Union Boulevard, Suite 150, Lakewood, Colorado 80228, (303)

987-0835, between the hours of 8:00 a.m. and 5:00 p.m., until the close of business on the Tuesday immediately preceding the Election (April 25, 2023).

7. Self-Nomination and Acceptance Forms. Self-Nomination and Acceptance Forms are available and can be obtained from Ann E. Finn, the Designated Election Official for the District, c/o Special District Management Solutions, 141 Union Boulevard, Suite 150, Lakewood, Colorado 80228, (303) 987-0835 and on the District's website at: <https://larkridgemd1-2.colorado.gov/>.

8. Cancellation of Election. If the only matter before the electors is the election of Directors of the District and if, at 5:00 P.M. on February 28, 2023, the sixty-third day prior to the regular election, there are not more candidates than offices to be filled at the Election, including candidates timely filing affidavits of intent, the Designated Election Official shall cancel the Election and declare the candidates elected. Notice of such cancellation shall be published and posted in accordance with law.

9. Severability. If any part or provision of this Resolution is adjudged to be unenforceable or invalid, such judgment shall not affect, impair or invalidate the remaining provisions of this Resolution, it being the Board of Director's intention that the various provisions hereof are severable.

10. Repealer. All acts, orders and resolutions, or parts thereof, of the Board of Directors which are inconsistent or in conflict with this Resolution are hereby repealed to the extent only of such inconsistency or conflict.

11. Effective Date. The provisions of this Resolution shall take effect as of the date adopted and approved by the Board of Directors of the District.

**[SIGNATURE PAGE FOLLOWS]**

**[SIGNATURE PAGE TO RESOLUTION  
CALLING A REGULAR ELECTION FOR DIRECTORS  
MAY 2, 2023]**

RESOLUTION APPROVED AND ADOPTED on \_\_\_\_\_, 2022.

**LARKRIDGE METROPOLITAN  
DISTRICT NO. 2**

By:   
\_\_\_\_\_

President

Attest:

  
\_\_\_\_\_

Secretary

**From:** [Doug Ernst](#)  
**To:** [Ann Finn](#)  
**Cc:** [MaryAnn McGeady \(mmcgeady@specialdistrictlaw.com\)](mailto:mmcgeady@specialdistrictlaw.com); [Jonathan Perlmutter](#)  
**Subject:** Larkridge Metro District #2  
**Date:** Wednesday, May 17, 2023 10:48:02 AM

---

Ann,

Effective 05/31/23 I am resigning from the board of directors.

Doug Ernst  
Jordon Perlmutter & Co  
1601 Blake St, Suite 600  
Denver, CO 80202  
303-595-9919

Check No/Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total
<b>1833</b>						
11/14/2022	CliftonLarsonAllen LLP	3441791	Accounting	1-7000	1,080.45	<u>1,080.45</u>
Total 1833:						<u>1,080.45</u>
<b>1834</b>						
11/14/2022	McGeady Becher P.C.	699M 9-2022	Legal Services	1-7460	2,080.52	<u>2,080.52</u>
Total 1834:						<u>2,080.52</u>
<b>1835</b>						
11/14/2022	Special Dist Mgmt Services	10-2022	District Manage	1-7440	1,768.52	<u>1,768.52</u>
Total 1835:						<u>1,768.52</u>
Grand Totals:						<u><u>4,929.49</u></u>



Larkridge Metropolitan District No. 2  
November-22

	General	Capital	Debt	Totals
Disbursements	\$ 4,929.49			\$ 4,929.49
<u>Total Disbursements from Checking Acct</u>	<u>\$ 4,929.49</u>	<u>\$ -</u>		<u>\$ 4,929.49</u>

Check No/Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total
<b>1836</b>						
12/12/2022	CliftonLarsonAllen LLP	3480817	Accounting	1-7000	2,695.09	2,695.09
Total 1836:						2,695.09
<b>1837</b>						
12/12/2022	Colorado Special Districts P	23PL-60414-21	Insurance and B	1-7360	3,655.00	3,655.00
Total 1837:						3,655.00
<b>1838</b>						
12/12/2022	Foster Graham Milstein & C	202043 2	Legal Services	1-7460	1,200.00	1,200.00
Total 1838:						1,200.00
<b>1839</b>						
12/12/2022	McGeady Becher P.C.	699M 10-2022	Legal Services	1-7460	3,449.05	3,449.05
Total 1839:						3,449.05
<b>1840</b>						
12/12/2022	Special Dist Mgmt Services	11-2022	District Manage	1-7440	344.10	344.10
Total 1840:						344.10
<b>1841</b>						
12/12/2022	T Charles Wilson Insurance	12019	Insurance and B	1-7360	775.00	775.00
Total 1841:						775.00
Grand Totals:						12,118.24

Larkridge Metropolitan District No. 2  
December-22

	General	Capital	Debt	Totals
Disbursements	\$ 12,118.24			\$ 12,118.24
Total Disbursements from Checking Acct	\$ 12,118.24	\$ -		\$ 12,118.24

Check No/Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total
<b>1842</b>						
01/11/2023	CliftonLarsonAllen LLP	3506720	Accounting	1-7000	289.54	289.54
01/11/2023	CliftonLarsonAllen LLP	3537046	Accounting	1-7000	1,369.20	1,369.20
Total 1842:						<u>1,658.74</u>
<b>1843</b>						
01/11/2023	McGeady Becher P.C.	699M 11-2022	Legal Services	1-7460	373.29	373.29
Total 1843:						<u>373.29</u>
<b>1844</b>						
01/11/2023	Special Dist Mgmt Services	12-2022	District Manage	1-7440	500.29	500.29
Total 1844:						<u>500.29</u>
<b>1845</b>						
01/11/2023	UMB Bank, N.A.	938147	Paying agent / tr	2-7450	4,000.00	4,000.00
Total 1845:						<u>4,000.00</u>
Grand Totals:						<u><u>6,532.32</u></u>

Larkridge Metropolitan District No. 2  
January-23

	General	Capital	Debt	Totals
Disbursements	\$ 2,532.32		\$ 4,000.00	\$ 6,532.32
<u>Total Disbursements from Checking Acct</u>	<u>\$ 2,532.32</u>	<u>\$ -</u>	<u>\$</u>	<u>\$ 6,532.32</u>

Check No/Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total
<b>1846</b>						
02/09/2023	McGeady Becher P.C.	699M 12-2022	Legal Services	1-7460	1,337.80	1,337.80
Total 1846:						1,337.80
<b>1847</b>						
02/09/2023	Special Dist Mgmt Services	01-2023	District Manage	1-7440	1,012.01	1,012.01
Total 1847:						1,012.01
<b>1848</b>						
02/09/2023	Special District Association	2023 MEMBER	Dues and Subsc	1-7365	348.21	348.21
Total 1848:						348.21
Grand Totals:						2,698.02

Larkridge Metropolitan District No. 2  
February-23

	General	Capital	Debt	Totals
Disbursements	\$ 2,698.02			\$ 2,698.02
Total Disbursements from Checking Acct	\$ 2,698.02	\$ -		\$ 2,698.02

Check No/Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total
<b>1849</b>						
03/09/2023	McGeady Becher P.C.	699M 1-2023	Legal Services	1-7460	1,904.16	1,904.16
	Total 1849:					1,904.16
<b>1850</b>						
03/09/2023	Special Dist Mgmt Services	02-2023	District Manage	1-7440	506.94	506.94
03/09/2023	Special Dist Mgmt Services	02-2023	Election	1-7470	925.60	925.60
	Total 1850:					1,432.54
	Grand Totals:					3,336.70



Larkridge Metropolitan District No. 2  
March-23

	General	Capital	Debt	Totals
Disbursements	\$ 3,336.70			\$ 3,336.70
Total Disbursements from Checking Acct	\$ 3,336.70	\$ -		\$ 3,336.70

Check No/Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total
<b>1851</b>						
04/12/2023	CliftonLarsonAllen LLP	3561586	Accounting	1-7000	1,052.10	1,052.10
04/12/2023	CliftonLarsonAllen LLP	3604881	Accounting	1-7000	46.20	46.20
04/12/2023	CliftonLarsonAllen LLP	3646487	Accounting	1-7000	1,364.21	1,364.21
Total 1851:						<u>2,462.51</u>
<b>1852</b>						
04/12/2023	Colorado Community Media	82183	Miscellaneous	1-7480	57.96	57.96
Total 1852:						<u>57.96</u>
<b>1853</b>						
04/12/2023	McGeady Becher P.C.	699M 2-2023	Legal Services	1-7460	2,462.38	2,462.38
Total 1853:						<u>2,462.38</u>
<b>1854</b>						
04/12/2023	Special Dist Mgmt Services	03-2023	District Manage	1-7440	377.30	377.30
04/12/2023	Special Dist Mgmt Services	03-2023	Election	1-7470	173.80	173.80
Total 1854:						<u>551.10</u>
Grand Totals:						<u><u>5,533.95</u></u>

Larkridge Metropolitan District No. 2  
April-23

	General	Capital	Debt	Totals
Disbursements	\$ 5,533.95			\$ 5,533.95
<u>Total Disbursements from Checking Acct</u>	<u>\$ 5,533.95</u>	<u>\$ -</u>		<u>\$ 5,533.95</u>

Check No/Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total
<b>1855</b>						
05/09/2023	McGeady Becher P.C.	699M 3-2023	Legal Services	1-7460	1,441.78	1,441.78
Total 1855:						1,441.78
<b>1856</b>						
05/09/2023	Special Dist Mgmt Services	4-2023	District Manage	1-7440	775.05	775.05
05/09/2023	Special Dist Mgmt Services	4-2023	Election	1-7470	80.00	80.00
Total 1856:						855.05
Grand Totals:						2,296.83

Larkridge Metropolitan District No. 2  
May-23

	General	Capital	Debt	Totals
Disbursements	\$ 2,296.83			\$ 2,296.83
Total Disbursements from Checking Acct	\$ 2,296.83	\$ -		\$ 2,296.83

Check No/Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total
<b>1857</b>						
06/12/2023	CliftonLarsonAllen LLP	3721467	Accounting	1-7000	2,578.70	2,578.70
Total 1857:						2,578.70
<b>1858</b>						
06/12/2023	McGeady Becher P.C.	699M 4-2023	Legal Services	1-7460	3,267.35	3,267.35
Total 1858:						3,267.35
<b>1859</b>						
06/12/2023	Special Dist Mgmt Services	5-2023	District Manage	1-7440	746.85	746.85
06/12/2023	Special Dist Mgmt Services	5-2023	Election	1-7470	233.20	233.20
Total 1859:						980.05
Grand Totals:						6,826.10

Larkridge Metropolitan District No. 2  
June-23

	General	Capital	Debt	Totals
Disbursements	\$ 6,826.10			\$ 6,826.10
Total Disbursements from Checking Acct	\$ 6,826.10	\$ -		\$ 6,826.10

MAY 15 2023



CliftonLarsonAllen

Direct Billing Inquiries to:

CliftonLarsonAllen LLP  
(844) 325-1836

Payment is due upon receipt

Account Name Larkridge Metro District No. 2  
Account Number A515717  
Authorization Number 0000051604

Invoice Total \$2,578.70  
Invoice # 3721467  
Invoice Date 5/11/2023

To pay your bill electronically please visit [claconnect.com/billpay](http://claconnect.com/billpay)

Professional services rendered through April 30, 2023 in connection with:

Monthly Accounting Services \$338.00  
2022 Audit 2,112.50  
Direct Costs 5.67

Dist. Name	Amount
1-7000	2578.70
Dist. Mgr. Initials	aej

Technology and Client Support Fee \$122.53

Invoice Total \$2,578.70

Payment is due upon receipt.

Please detach and remit payment to the address below.

We Appreciate Your Business and Referrals

Remit to:

CliftonLarsonAllen LLP  
P.O. Box 31001-2443  
Pasadena, CA 91110-2443

0912443A51571700002578700000037214675

Larkridge Metro District No. 2  
141 Union Blvd.  
Ste. 150  
Lakewood, CO 80228

Amount Remitted \$ \_\_\_\_\_  
Account Number A515717  
Invoice Number 3721467





## Attachment to Invoice 3721467 Dated 5/11/2023

Client: A515717 Larkridge Metro District No. 2

Date	Name	Office	Hours	Engagement		Description
				Rate	Amount	
<b>Engagement: - SD SSARS Preparation 2023</b>						
4/4/2023	T Brown	011 Colorado	0.05	115.00	5.75	Bank statements
4/10/2023	K Suhanyi	011 Colorado	0.25	130.00	32.50	researched outstanding invoices and emailed Cyndi
4/10/2023	S Johnson	011 Colorado	0.05	120.00	6.00	ptax
4/17/2023	K Suhanyi	011 Colorado	0.25	130.00	32.50	updated cash sheet and sent email on AP
4/18/2023	J Carroll	011 Colorado	0.25	480.00	120.00	monthly accounting
4/20/2023	S Uzzan	011 Colorado	6.90	130.00	897.00	Audit MD2
4/20/2023	K Suhanyi	011 Colorado	0.10	130.00	13.00	updated deposit list
4/21/2023	S Uzzan	011 Colorado	5.50	130.00	715.00	MD2 audit
4/21/2023	J VerBerkmoes	011 Colorado	0.17	125.00	21.25	Prep bank deposit.
4/24/2023	S Uzzan	011 Colorado	1.15	130.00	149.50	Lark MD 2 audit
4/24/2023		No Office	0.00	0.00	5.67	Courier - Swift - 4/21
4/25/2023	J Colby	011 Colorado	0.10	120.00	12.00	File Maintenance
4/25/2023	S Uzzan	011 Colorado	2.70	130.00	351.00	turned in draft for MD2
4/25/2023	A Fink	011 Colorado	0.25	250.00	62.50	Continuing Disclosure
4/25/2023	K Suhanyi	011 Colorado	0.25	130.00	32.50	edit CD and sent for signature
Subtotal for engagement:- SD SSARS Preparation			<u>17.97</u>		<u>2,456.17</u>	
<b>Grand Total</b>			<u>17.97</u>		<u>2,456.17</u>	

MAY 13 2023

McGEADY BECHER P.C.  
450 E. 17th Avenue, Ste 400  
Denver, CO 80203  
(303) 592-4380

Page 1  
04/30/2023  
699M

Larkridge Metropolitan District No. 2  
SDMSI  
141 Union Blvd.  
Suite 150  
Lakewood CO 80228

Dist. Name			Account No.
S/L Code	Amount		
1-7460	3267.35		
Dist. Mgr. Initials	ce		

ATTN: Accounts Payable (1)

Payments received after 04/30/2023 are not included on this statement.

McGEADY BECHER P.C.

PREVIOUS BALANCE	FEES	EXPENSES	ADVANCES	PAYMENTS	BALANCE
699-0004 MEETINGS 194.43	0.00	0.00	0.00	-45.45	\$148.98
699-0005 BUDGETS 68.18	45.00	0.45	0.00	-68.18	\$45.45
699-0006 INSURANCE 0.00	90.00	0.90	0.00	0.00	\$90.90
699-0007 GENERAL INFORMATION STMTS/TRANSPARENCY NOTICES 45.45	0.00	0.00	0.00	0.00	\$45.45
699-0008 DISTRICT MAPS 0.00	22.50	0.22	0.00	0.00	\$22.72
699-0013 ELECTIONS 88.38	180.00	1.80	0.00	0.00	\$270.18
699-0015 AUDITS 1,022.62	90.00	0.90	0.00	0.00	\$1,113.52
699-0202 WEBSITE MAINTENANCE 90.90	0.00	0.00	0.00	-90.90	\$0.00
699-0299 OFFICIAL RECORDS MAINTENANCE 75.75	0.00	0.00	0.00	-15.15	\$60.60

PREVIOUS BALANCE	FEEES	EXPENSES	ADVANCES	PAYMENTS	BALANCE
699-0904 REFUNDING & IMPROVEMENT BONDS 2019					
48.48	0.00	0.00	0.00	-48.48	\$0.00
699-1201 SERVICE PLAN					
111.10	0.00	0.00	0.00	-111.10	\$0.00
699-1502 TRACT ACQUISITIONS, JP THORNTON					
2,158.87	2,807.50	28.08	0.00	-2,083.12	\$2,911.33
<u>3,904.16</u>	<u>3,235.00</u>	<u>32.35</u>	<u>0.00</u>	<u>-2,462.38</u>	<u>\$4,709.13</u>

\$ 3267.35

McGEADY BECHER P.C.  
450 E. 17th Avenue, Ste 400  
Denver, CO 80203  
(303) 592-4380

Larkridge Metropolitan District No. 2  
SDMSI  
141 Union Blvd.  
Suite 150  
Lakewood CO 80228

Page 1  
04/30/2023  
Account No. 699-0004M  
Invoice No. 116106278

ATTN: Accounts Payable (1)

MEETINGS

*Payments received after 04/30/2023 are not included on this statement.*

PREVIOUS BALANCE THIS MATTER: \$194.43

04/27/2023 Payment received-Thank you. -45.45

BALANCE DUE: \$148.98

PAST DUE AMOUNTS:					
<u>0-30</u>	<u>31-60</u>	<u>61-90</u>	<u>91-120</u>	<u>121-180</u>	<u>181+</u>
148.98	0.00	0.00	0.00	0.00	0.00

BUDGETS

*Payments received after 04/30/2023 are not included on this statement.*

PREVIOUS BALANCE THIS MATTER: \$68.18

		HOURS	AMOUNT
04/24/2023	Attention to budget tracking	<u>0.20</u>	<u>45.00</u>
	FOR CURRENT SERVICES RENDERED THIS MATTER:	0.20	45.00

RECAPITULATION			
<u>TIMEKEEPER</u>	<u>HOURS</u>	<u>HOURLY RATE</u>	<u>TOTAL:</u>
Zander Myers	0.20	\$225.00	\$45.00

Administrative Fee 0.45  
 TOTAL EXPENSES: 0.45

TOTAL CURRENT BALANCE: 45.45

04/27/2023 Payment received-Thank you. -68.18

BALANCE DUE: \$45.45

INSURANCE

*Payments received after 04/30/2023 are not included on this statement.*

		HOURS	AMOUNT
04/20/2023	Attention to insurance action items	<u>0.40</u>	<u>90.00</u>
	FOR CURRENT SERVICES RENDERED THIS MATTER:	0.40	90.00

RECAPITULATION			
<u>TIMEKEEPER</u>	<u>HOURS</u>	<u>HOURLY RATE</u>	<u>TOTAL:</u>
Zander Myers	0.40	\$225.00	\$90.00

Administrative Fee	<u>0.90</u>
TOTAL EXPENSES:	0.90
TOTAL CURRENT BALANCE:	90.90
BALANCE DUE:	<u>\$90.90</u>

GENERAL INFORMATION STMTS/TRANSPARENCY NOTICES

*Payments received after 04/30/2023 are not included on this statement.*

PREVIOUS BALANCE THIS MATTER: \$45.45

BALANCE DUE: \$45.45

PAST DUE AMOUNTS:

<u>0-30</u>	<u>31-60</u>	<u>61-90</u>	<u>91-120</u>	<u>121-180</u>	<u>181+</u>
45.45	0.00	0.00	0.00	0.00	0.00

DISTRICT MAPS

*Payments received after 04/30/2023 are not included on this statement.*

		HOURS	AMOUNT
04/06/2023	Attention to submission to records	0.10	22.50
	FOR CURRENT SERVICES RENDERED THIS MATTER:	0.10	22.50

RECAPITULATION			
<u>TIMEKEEPER</u>	<u>HOURS</u>	<u>HOURLY RATE</u>	<u>TOTAL:</u>
Zander Myers	0.10	\$225.00	\$22.50

Administrative Fee	0.22
TOTAL EXPENSES:	0.22
TOTAL CURRENT BALANCE:	22.72
BALANCE DUE:	<u>\$22.72</u>



ELECTIONS

*Payments received after 04/30/2023 are not included on this statement.*

PREVIOUS BALANCE THIS MATTER: \$88.38

		HOURS	AMOUNT
04/18/2023	Attention to 2023 election action items	0.80	180.00
	FOR CURRENT SERVICES RENDERED THIS MATTER:	0.80	180.00

RECAPITULATION		HOURS	HOURLY RATE	TOTAL:
<u>TIMEKEEPER</u>				
Zander Myers		0.80	\$225.00	\$180.00

Administrative Fee	1.80
TOTAL EXPENSES:	1.80

TOTAL CURRENT BALANCE: 181.80

BALANCE DUE: \$270.18

PAST DUE AMOUNTS:					
0-30	31-60	61-90	91-120	121-180	181+
270.18	0.00	0.00	0.00	0.00	0.00

AUDITS

*Payments received after 04/30/2023 are not included on this statement.*

PREVIOUS BALANCE THIS MATTER: \$1,022.62

		HOURS	AMOUNT
04/03/2023	Attention to 2022 audit action items and email to records regarding same	0.20	45.00
04/06/2023	Attention to 2022 audit actions items	0.20	45.00
	FOR CURRENT SERVICES RENDERED THIS MATTER:	0.40	90.00

RECAPITULATION

<u>TIMEKEEPER</u>	<u>HOURS</u>	<u>HOURLY RATE</u>	<u>TOTAL:</u>
Zander Myers	0.40	\$225.00	\$90.00

Administrative Fee 0.90  
 TOTAL EXPENSES: 0.90

TOTAL CURRENT BALANCE: 90.90

BALANCE DUE: \$1,113.52

PAST DUE AMOUNTS:

<u>0-30</u>	<u>31-60</u>	<u>61-90</u>	<u>91-120</u>	<u>121-180</u>	<u>181+</u>
1,113.52	0.00	0.00	0.00	0.00	0.00

Larkridge Metropolitan District No. 2

Page 8  
04/30/2023  
Account No. 699-0202M  
Invoice No. 116106278

WEBSITE MAINTENANCE

*Payments received after 04/30/2023 are not included on this statement.*

	PREVIOUS BALANCE THIS MATTER:	\$90.90
04/27/2023	Payment received-Thank you.	-90.90
	BALANCE DUE:	<u>\$0.00</u>

OFFICIAL RECORDS MAINTENANCE

*Payments received after 04/30/2023 are not included on this statement.*

PREVIOUS BALANCE THIS MATTER: \$75.75

04/27/2023 Payment received-Thank you. -15.15

BALANCE DUE: \$60.60

PAST DUE AMOUNTS:

<u>0-30</u>	<u>31-60</u>	<u>61-90</u>	<u>91-120</u>	<u>121-180</u>	<u>181+</u>
60.60	0.00	0.00	0.00	0.00	0.00

Larkridge Metropolitan District No. 2

Page 10  
04/30/2023  
Account No. 699-0904M  
Invoice No. 116106278

REFUNDING & IMPROVEMENT BONDS 2019

*Payments received after 04/30/2023 are not included on this statement.*

	PREVIOUS BALANCE THIS MATTER:	\$48.48
04/27/2023	Payment received-Thank you.	-48.48
	BALANCE DUE:	<u>\$0.00</u>

SERVICE PLAN

*Payments received after 04/30/2023 are not included on this statement.*

	PREVIOUS BALANCE THIS MATTER:	\$111.10
04/27/2023	Payment received-Thank you.	-111.10
	BALANCE DUE:	<u>\$0.00</u>

TRACT ACQUISITIONS, JP THORNTON

*Payments received after 04/30/2023 are not included on this statement.*

PREVIOUS BALANCE THIS MATTER: \$2,158.87

		HOURS	AMOUNT
04/04/2023	Prepare for and participate in meeting with Ms. McGeady, Mr. Dansky, Mr. Heinze and Ms. Finn regarding next steps for conveyance of public improvements	3.70	1,387.50
	Prepare for and attend conference with Mr. Heinz,, Mr. Dansky, Ms. Finn and Ms. Olson regarding project matters	1.60	880.00
04/18/2023	Telephone conference with Ms. Olson regarding processing conveyance	0.30	165.00
	Research regarding Public improvement conveyances; Telephone conference with ms. McGeady regarding next steps	<u>1.00</u>	<u>375.00</u>
	FOR CURRENT SERVICES RENDERED THIS MATTER:	6.60	2,807.50

RECAPITULATION

<u>TIMEKEEPER</u>	<u>HOURS</u>	<u>HOURLY RATE</u>	<u>TOTAL:</u>
MaryAnn M. McGeady	1.90	\$550.00	\$1,045.00
Kate M. Olson	4.70	375.00	1,762.50

Administrative Fee 28.08

TOTAL EXPENSES: 28.08

TOTAL CURRENT BALANCE: 2,835.58

04/27/2023 Payment received-Thank you. -2,083.12

BALANCE DUE: \$2,911.33

PAST DUE AMOUNTS:

<u>0-30</u>	<u>31-60</u>	<u>61-90</u>	<u>91-120</u>	<u>121-180</u>	<u>181+</u>
2,911.33	0.00	0.00	0.00	0.00	0.00

TOTAL BALANCE DUE: \$4,709.13



Special District Management Services, Inc.

141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898  
303-987-0835 | Fax: 303-987-2032  
www.sdmsi.com

Larkridge Metropolitan District No. 2  
141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898

Statement Date: 05/31/2023  
Account No. LRMD2.00

Invoice for Services Rendered - 05/31/2023

Dist. Name	Amount
1-7440	746.85
1-7470	233.20
Dist. Mgr. Initials	aw

	Previous Balance	Fees	Expenses	Advances	Payments	Balance
LRMD2-00	22.45	0.00	15.05	0.00	-22.45	\$15.05
LRMD2-01 Board Meetings	61.80	331.60	0.00	0.00	-61.80	\$331.60
LRMD2-02 Management Matters	153.20	144.20	0.00	0.00	-153.20	\$144.20
LRMD2-03 Records Management	32.00	16.00	0.00	0.00	-32.00	\$16.00
LRMD2-04 Legal Matters	329.60	0.00	0.00	0.00	-329.60	\$0.00
LRMD2-05 Insurance Matters	16.00	0.00	0.00	0.00	-16.00	\$0.00
LRMD2-08 Election Matters	80.00	233.20 1-7470	0.00	0.00	-80.00	\$233.20
LRMD2-09 Financial Matters	160.00	176.00	0.00	0.00	-160.00	\$176.00
LRMD2-24 Website Design/Maintenance	0.00	64.00	0.00	0.00	0.00	\$64.00
	<u>855.05</u>	<u>965.00</u>	<u>15.05</u>	<u>0.00</u>	<u>-855.05</u>	<u>\$980.05</u>

\$ 980.05



# SDMS | Special District Management Services, Inc.

141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898  
303-987-0835 | Fax: 303-987-2032  
www.sdmsi.com

Statement Date: 05/31/2023  
Statement No. 124492  
Account No. LRMD2.00

## Larkridge Metropolitan District No. 2

### Expenses

05/31/2023	Postage, May 2023.	10.25
05/31/2023	Duplicating, May 2023.	<u>4.80</u>
	Total Expenses	15.05
	Total Current Work	15.05
	Previous Balance	\$22.45

### Payments

05/18/2023	Payment	-22.45
	Balance Due	<u>\$15.05</u>

# SDMS | Special District Management Services, Inc.

141 Union Boulevard, Suite 150  
 Lakewood, CO 80228-1898  
 303-987-0835 | Fax: 303-987-2032  
 www.sdmsi.com

Statement Date: 05/31/2023  
 Statement No. 124493  
 Account No. LRMD2.01

## Larkridge Metropolitan District No. 2

### Board Meetings

#### Fees

			Hours	
05/25/2023	AP	Draft Minutes for the October 26, 2022 meeting and agenda for the June 6, 2023 meeting.	1.00	160.00
05/30/2023	AF	Review and revise Minutes of the October 26, 2022 Board meeting. Update Agenda for the June 6, 2023 Board meeting.	0.60	123.60
	AP	Revise Minutes for the October 26, 2022 meeting with Manager comments. Revise agenda for the June 6, 2023 meeting with Manager comments and financial details. Transmit to Attorney for review.	0.30	48.00
	AP	Board Meeting Preparation		<u>0.00</u>
		For Current Services Rendered	1.90	331.60
		Total Current Work		331.60
		Previous Balance		\$61.80

#### Payments

05/18/2023		Payment		-61.80
		Balance Due		<u>\$331.60</u>



**Special District Management Services, Inc.**

141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898  
303-987-0835 | Fax: 303-987-2032  
www.sdmsi.com

Statement Date: 05/31/2023  
Statement No. 124494  
Account No. LRMD2.02

**Larkridge Metropolitan District No. 2**

Management Matters

Fees

			Hours	
05/08/2023	AF	Review and approve invoices.	0.10	20.60
05/17/2023	AF	Telephone conversation with Director Jonathan Perlmutter regarding Oath of Office, terms of office and appointment of Board members and Board meetings. Conference with staff regarding same. Telephone conversation with paralegal regarding Notice of Vacancy and qualification of new Board member.	<u>0.60</u>	<u>123.60</u>
		For Current Services Rendered	0.70	144.20
		Total Current Work		144.20
		Previous Balance		\$153.20

Payments

05/18/2023		Payment		-153.20
		Balance Due		<u>\$144.20</u>



**Special District Management Services, Inc.**

141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898  
303-987-0835 | Fax: 303-987-2032  
www.sdmsi.com

Statement Date: 05/31/2023  
Statement No. 124495  
Account No. LRMD2.03

**Larkridge Metropolitan District No. 2**

Records Management

Fees

			Hours	
05/02/2023	CLW	Maintain the District's records which are available for public inspection during regular business hours for the month of May 2023.	<u>0.10</u>	<u>16.00</u>
		For Current Services Rendered	<u>0.10</u>	<u>16.00</u>
		Total Current Work		16.00
		Previous Balance		\$32.00

Payments

05/18/2023	Payment			-32.00
	Balance Due			<u>\$16.00</u>

# SDMS | Special District Management Services, Inc.

141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898  
303-987-0835 | Fax: 303-987-2032  
www.sdmsi.com

Statement Date: 05/31/2023  
Statement No. 124496  
Account No. LRMD2.04

## Larkridge Metropolitan District No. 2

### Legal Matters

	Previous Balance		\$329.60
		<u>Payments</u>	
05/18/2023	Payment		-329.60
	Balance Due		<u>\$0.00</u>

# SDMS | Special District Management Services, Inc.

141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898  
303-987-0835 | Fax: 303-987-2032  
www.sdmsi.com

Statement Date: 05/31/2023  
Statement No. 124497  
Account No. LRMD2.05

## Larkridge Metropolitan District No. 2

### Insurance Matters

	Previous Balance		\$16.00
		<u>Payments</u>	
05/18/2023	Payment		-16.00
	Balance Due		<u>\$0.00</u>



Special District Management Services, Inc.

141 Union Boulevard, Suite 150
Lakewood, CO 80228-1898
303-987-0835 | Fax: 303-987-2032
www.sdmsi.com

Statement Date: 05/31/2023
Statement No. 124498
Account No. LRMD2.08

Larkridge Metropolitan District No. 2

Election Matters

Fees

Table with columns for Date, AP/AF, Description, Hours, and Amount. Includes entries for 05/09/2023, 05/11/2023, 05/12/2023, 05/15/2023, 05/17/2023, 05/23/2023, and 05/31/2023. Total Current Work: 233.20

# SDMS | Special District Management Services, Inc.

141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898  
303-987-0835 | Fax: 303-987-2032  
www.sdmsi.com

Statement Date: 05/31/2023  
Statement No. 124498  
Account No. LRMD2.08

## Larkridge Metropolitan District No. 2

	Previous Balance		\$80.00
		<u>Payments</u>	
05/18/2023	Payment		-80.00
	Balance Due		<u>\$233.20</u>





**Special District Management Services, Inc.**

141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898  
303-987-0835 | Fax: 303-987-2032  
www.sdmsi.com

Statement Date: 05/31/2023  
Statement No. 124499  
Account No. LRMD2.09

**Larkridge Metropolitan District No. 2**

Financial Matters

Fees

			Hours	
05/01/2023	CLW	Print and file invoices for current month's accounts payable.	0.20	32.00
05/05/2023	CLW	Compile, code, and input invoices for May payments. Transmit invoices to District Manager for review and approval.	0.20	32.00
05/09/2023	CLW	Print checks. Prepare accounts payable list. Transmit information to accountant. Scan and assemble payables. Prepare cash disbursement packet. Prepare transmittal letter to Board members requesting signatures. Distribute checks for signature.	0.30	48.00
05/10/2023	CLW	Receive funding approval from Accountant for May checks. Update tracking and file approval until checks are returned.	0.10	16.00
05/16/2023	CLW	Verify with accountant funds available for release of checks, distribute May checks and file back-up.	0.10	16.00
05/30/2023	CLW	Transmit requested claims to Ms Padilla.	<u>0.20</u>	<u>32.00</u>
		For Current Services Rendered	1.10	176.00
		Total Current Work		176.00
		Previous Balance		\$160.00

Payments

05/18/2023	Payment			-160.00
	Balance Due			<u>\$176.00</u>

# SDMS | Special District Management Services, Inc.

141 Union Boulevard, Suite 150  
Lakewood, CO 80228-1898  
303-987-0835 | Fax: 303-987-2032  
www.sdmsi.com

Statement Date: 05/31/2023  
Statement No. 124500  
Account No. LRMD2.24

## Larkridge Metropolitan District No. 2

### Website Design/Maintenance

#### Fees

			Hours	
05/11/2023	LL	Create contact page for the website to include District Management information. Add Board of Director information and terms of Office in compliance with Statute and to reflect May 2023 elections.	0.20	32.00
05/22/2023	LL	Review 2023 Meeting Notice. Confirm and post to District website.	0.20	32.00
		For Current Services Rendered	0.40	64.00
		Total Current Work		64.00
		Balance Due		<u>\$64.00</u>

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**

**Schedule of Cash Position**

**December 31, 2022**

**Updated as of May 30, 2022**

	<b>General Fund</b>	<b>Debt Service Fund</b>	<b>Total</b>
<b><u>Wells Fargo - Checking</u></b>			
Balance as of 12/31/22	\$ 81,396.61	\$ -	\$ 81,396.61
Subsequent activities:			
01/11/23 - Released Checks 1842-1845	(2,532.32)	(4,000.00)	(6,532.32)
02/09/23 - Released Checks 1846-1848	(2,698.02)	-	(2,698.02)
03/09/23 - Released Checks 1849-1850	(3,336.70)	-	(3,336.70)
04/12/23 - Released Checks 1851-1854	(5,533.95)	-	(5,533.95)
05/09/23 - Released Checks 1855-1856	(2,296.83)	-	(2,296.83)
<i>Anticipated Transfer from CSAFE</i>	-	4,000.00	4,000.00
<i>Anticipated Balance</i>	<u>64,998.79</u>	<u>-</u>	<u>64,998.79</u>
<b><u>CSAFE - Savings</u></b>			
Balance as of 12/31/22	4,754.94	6,753.57	11,508.51
Subsequent activities:			
01/10/23 - December PPTX Received	600.70	3,203.74	3,804.44
01/31/23 - Interest Income	-	53.95	53.95
02/10/23 - January PPTX Received	558.46	2,978.25	3,536.71
02/28/23 - Interest Income	-	62.68	62.68
03/10/23 - Febraury PPTX Received	763.89	4,073.67	4,837.56
03/31/23 - Interest Income	-	91.01	91.01
04/10/23 - March PPTX Received	1,088.96	5,806.93	6,895.89
04/26/23 - TDA Q1 Deposit	37,164.56	198,157.86	235,322.42
04/30/23 - Interest Income	-	308.06	308.06
05/10/23 - April PPTX Received	772.29	4,117.89	4,890.18
<i>Anticipated Transfer to UMB Series 2019 Bond Fund</i>	-	(221,607.61)	(221,607.61)
<i>Anticipated Transfer to Wells Fargo</i>	-	(4,000.00)	(4,000.00)
<i>Anticipated Balance</i>	<u>45,703.80</u>	<u>-</u>	<u>45,703.80</u>
<b><u>UMB Series 2019 - Bond Fund - 149225.1</u></b>			
Balance as of 12/31/22	-	1,311.43	1,311.43
Subsequent activities:			
01/03/23 - Transfer from Reserve Fund	-	11,010.30	11,010.30
01/31/23 - Bank Fees	-	(0.17)	(0.17)
01/31/23 - Interest Income	-	42.89	42.89
02/28/23 - Interest Income	-	44.43	44.43
02/28/23 - Bank Fees	-	(2.37)	(2.37)
03/31/23 - Bank Fees	-	(2.53)	(2.53)
03/31/23 - Interest Income	-	50.34	50.34
04/03/23 - Transfer from 149225.2	-	14,001.57	14,001.57
04/30/23 - Bank Fees	-	(2.54)	(2.54)
04/30/23 - Interest Income	-	94.48	94.48
<i>Anticipated Transfer from CSAFE</i>	-	221,607.61	221,607.61
<i>Anticipated Transfer from UMB Series 2019 Surplus Fund</i>	-	152,682.06	152,682.06
<i>Anticipated 06/01 DS Payment</i>	-	(400,837.50)	(400,837.50)
<i>Anticipated Balance</i>	<u>-</u>	<u>-</u>	<u>-</u>

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**Schedule of Cash Position**  
**December 31, 2022**  
**Updated as of May 30, 2022**

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
<b><u>UMB Series 2019 - Reserve Fund - 149225.2</u></b>			
Balance as of 12/31/22	-	1,286,436.80	1,286,436.80
Subsequent activities:			
01/03/23 - Transfer to Bond Fund	-	(11,010.30)	(11,010.30)
01/31/23 - Bank Fees	-	(214.00)	(214.00)
01/31/23 - Interest Income	-	4,987.89	4,987.89
02/28/23 - Interest Income	-	4,604.98	4,604.98
02/28/23 - Bank Fees	-	(266.30)	(266.30)
03/31/23 - Bank Fees	-	(267.08)	(267.08)
03/31/23 - Interest Income	-	5,210.13	5,210.13
04/03/23 - Transfer to 149225.1	-	(14,001.57)	(14,001.57)
04/30/23 - Bank Fees	-	(268.05)	(268.05)
04/30/23 - Interest Income	-	4,833.98	4,833.98
<i>Anticipated Balance</i>	-	<u>1,280,046.48</u>	<u>1,280,046.48</u>
<b><u>UMB Series 2019 - Surplus Fund - 149225.3</u></b>			
Balance as of 12/31/22	-	1,137,639.22	1,137,639.22
Subsequent activities:			
01/31/23 - Bank Fees	-	(189.24)	(189.24)
01/31/23 - Interest Income	-	4,444.45	4,444.45
02/28/23 - Bank Fees	-	(237.39)	(237.39)
02/28/23 - Interest Income	-	4,107.45	4,107.45
03/31/23 - Bank Fees	-	(238.22)	(238.22)
03/31/23 - Interest Income	-	4,647.29	4,647.29
04/30/23 - Bank Fees	-	(239.09)	(239.09)
04/30/23 - Interest Income	-	4,353.97	4,353.97
<i>Anticipated Transfer to UMB Series 2019 Bond Fund</i>	-	(152,682.06)	(152,682.06)
<i>Anticipated Balance</i>	-	<u>1,001,606.38</u>	<u>1,001,606.38</u>
<b><i>Total Anticipated Balance</i></b>	<b><u>\$ 110,702.59</u></b>	<b><u>\$ 2,281,652.86</u></b>	<b><u>\$ 2,392,355.45</u></b>

**Yield Information as of 4/30/23**

CSAFE - 4.93%

UMB invested in C-Safe - 4.87%

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**

**Schedule of Cash Position**

**December 31, 2022**

**Updated as of July 18, 2023**

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
<b><u>Wells Fargo - Checking</u></b>			
Balance as of 12/31/22	\$ 81,396.61	\$ -	\$ 81,396.61
Subsequent activities:			
01/11/23 - Released Checks 1842-1845	(2,532.32)	(4,000.00)	(6,532.32)
02/09/23 - Released Checks 1846-1848	(2,698.02)	-	(2,698.02)
03/09/23 - Released Checks 1849-1850	(3,336.70)	-	(3,336.70)
04/12/23 - Released Checks 1851-1854	(5,533.95)	-	(5,533.95)
05/11/23 - Transfer from CSAFE	-	4,000.00	4,000.00
05/22/23 - Released Checks 1855-1856	(2,296.83)	-	(2,296.83)
07/17/23 - Released Checks 1858-1859	(4,247.40)	-	(4,247.40)
<i>Anticipated Activity:</i>			-
<i>Anticipated Payables</i>	(11,100.61)	-	(11,100.61)
<i>Anticipated Balance</i>	<u>49,650.78</u>	<u>-</u>	<u>49,650.78</u>
<b><u>CSAFE - Savings</u></b>			
Balance as of 12/31/22	4,754.93	6,753.58	11,508.51
Subsequent activities:			
01/10/23 - December PPTX Received	600.70	3,203.74	3,804.44
01/31/23 - Interest Income	-	53.95	53.95
02/10/23 - January PPTX Received	558.46	2,978.25	3,536.71
02/28/23 - Interest Income	-	62.68	62.68
03/10/23 - Febraury PPTX Received	763.89	4,073.67	4,837.56
03/31/23 - Interest Income	-	91.01	91.01
04/10/23 - March PPTX Received	1,088.96	5,806.93	6,895.89
04/25/23 - TDA Q1 Deposit	37,164.56	198,157.86	235,322.42
04/30/23 - Interest Income	-	308.06	308.06
05/10/23 - April PPTX Received	772.29	4,117.89	4,890.18
05/11/23 - Transfer to Wells Fargo Checking	-	(4,000.00)	(4,000.00)
05/23/23 - Transfer to UMB Series 2019 Bond Fund	-	(221,607.61)	(221,607.61)
05/31/23 - Interest Income	-	876.70	876.70
06/09/23 - May PPTX Received	1,186.38	6,326.92	7,513.30
06/30/23 - Interest Income	-	220.77	220.77
07/09/23 - June PPTX Received	1,038.54	5,538.09	6,576.63
<i>Anticipated Balance</i>	<u>47,928.71</u>	<u>12,962.49</u>	<u>60,891.20</u>

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**Schedule of Cash Position**  
**December 31, 2022**  
**Updated as of July 18, 2023**

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
<b><u>UMB Series 2019 - Bond Fund - 149225.1</u></b>			
Balance as of 12/31/22	-	1,311.43	1,311.43
Subsequent activities:			
01/03/23 - Transfer from Reserve Fund	-	11,010.30	11,010.30
01/31/23 - Bank Fees	-	(0.17)	(0.17)
01/31/23 - Interest Income	-	42.89	42.89
02/28/23 - Interest Income	-	44.43	44.43
02/28/23 - Bank Fees	-	(2.37)	(2.37)
03/31/23 - Bank Fees	-	(2.53)	(2.53)
03/31/23 - Interest Income	-	50.34	50.34
04/03/23 - Transfer from 149225.2	-	14,001.57	14,001.57
04/30/23 - Bank Fees	-	(2.54)	(2.54)
04/30/23 - Interest Income	-	94.48	94.48
05/23/23 - Transfer from CSAFE	-	221,607.61	221,607.61
05/24/23 - Transfer from UMB Surplus Fund	-	152,595.22	152,595.22
05/31/23 - Interest Income	-	488.69	488.69
05/31/23 - Bank Fees	-	(5.28)	(5.28)
06/01/23 - DS Payment	-	(400,837.50)	(400,837.50)
06/30/23 - Interest Income	-	57.91	57.91
06/30/23 - Bank Fees	-	(25.62)	(25.62)
<i>Anticipated Balance</i>	-	<u>428.86</u>	<u>428.86</u>
<b><u>UMB Series 2019 - Reserve Fund - 149225.2</u></b>			
Balance as of 12/31/22	-	1,286,436.80	1,286,436.80
Subsequent activities:			
01/03/23 - Transfer to Bond Fund	-	(11,010.30)	(11,010.30)
01/31/23 - Bank Fees	-	(214.00)	(214.00)
01/31/23 - Interest Income	-	4,987.89	4,987.89
02/28/23 - Interest Income	-	4,604.98	4,604.98
02/28/23 - Bank Fees	-	(266.30)	(266.30)
03/31/23 - Bank Fees	-	(267.08)	(267.08)
03/31/23 - Interest Income	-	5,210.13	5,210.13
04/03/23 - Transfer to 149225.1	-	(14,001.57)	(14,001.57)
04/30/23 - Bank Fees	-	(268.05)	(268.05)
04/30/23 - Interest Income	-	4,833.98	4,833.98
05/31/23 - Interest Income	-	5,879.43	5,879.43
05/31/23 - Bank Fees	-	(266.35)	(266.35)
06/30/23 - Interest Income	-	5,444.59	5,444.59
06/30/23 - Bank Fees	-	(267.22)	(267.22)
<i>Anticipated Balance</i>	-	<u>1,285,659.56</u>	<u>1,290,836.93</u>

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**Schedule of Cash Position**  
**December 31, 2022**  
**Updated as of July 18, 2023**

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
<b><u>UMB Series 2019 - Surplus Fund - 149225.3</u></b>			
Balance as of 12/31/22	-	1,137,639.22	1,137,639.22
Subsequent activities:			
01/31/23 - Bank Fees	-	(189.24)	(189.24)
01/31/23 - Interest Income	-	4,444.45	4,444.45
02/28/23 - Bank Fees	-	(237.39)	(237.39)
02/28/23 - Interest Income	-	4,107.45	4,107.45
03/31/23 - Bank Fees	-	(238.22)	(238.22)
03/31/23 - Interest Income	-	4,647.29	4,647.29
04/30/23 - Bank Fees	-	(239.09)	(239.09)
04/30/23 - Interest Income	-	4,353.97	4,353.97
05/24/23 - Transfer to UMB Bond Fund	-	(152,595.22)	(152,595.22)
05/31/23 - Bank Fees	-	(240.01)	(240.01)
05/31/23 - Interest Income	-	5,152.23	5,152.23
06/30/23 - Bank Fees	-	(232.75)	(232.75)
06/30/23 - Interest Income	-	4,262.69	4,262.69
<i>Anticipated Balance</i>	<u>-</u>	<u>1,010,635.38</u>	<u>1,010,635.38</u>
<b><i>Total Anticipated Balance</i></b>	<b><u>\$ 97,579.49</u></b>	<b><u>\$ 2,309,686.29</u></b>	<b><u>\$ 2,412,443.15</u></b>

**Yield Information as of 6/30/23**  
CSAFE - 5.14%  
UMB invested in C-Safe - 5.04%

**LARKRIDGE METROPOLITAN  
DISTRICT NO. 2  
Adams County, Colorado**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**YEAR ENDED DECEMBER 31, 2022**



**LARKRIDGE METROPOLITAN DISTRICT NO. 2  
TABLE OF CONTENTS  
YEAR ENDED DECEMBER 31, 2022**

<b>INDEPENDENT AUDITOR’S REPORT</b>	<b>1</b>
<b>BASIC FINANCIAL STATEMENTS</b>	
<b>GOVERNMENT-WIDE FINANCIAL STATEMENTS</b>	
<b>STATEMENT OF NET POSITION</b>	<b>1</b>
<b>STATEMENT OF ACTIVITIES</b>	<b>2</b>
<b>FUND FINANCIAL STATEMENTS</b>	
<b>BALANCE SHEET – GOVERNMENTAL FUNDS</b>	<b>3</b>
<b>STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN         FUND BALANCES – GOVERNMENTAL FUNDS</b>	<b>4</b>
<b>RECONCILIATION OF THE STATEMENT OF REVENUES,         EXPENDITURES, AND CHANGES IN FUND BALANCES OF THE         GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES</b>	<b>5</b>
<b>GENERAL FUND – STATEMENT OF REVENUES, EXPENDITURES, AND         CHANGES IN FUND BALANCE – BUDGET AND ACTUAL</b>	<b>6</b>
<b>NOTES TO BASIC FINANCIAL STATEMENTS</b>	<b>7</b>
<b>SUPPLEMENTARY INFORMATION</b>	
<b>DEBT SERVICE FUND – SCHEDULE OF REVENUES, EXPENDITURES,     AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL</b>	<b>26</b>
<b>OTHER INFORMATION</b>	
<b>SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY</b>	<b>28</b>
<b>SUMMARY OF ASSESSED VALUATION, MILL LEVY, AND PROPERTY     TAXES COLLECTED</b>	<b>29</b>

**INSERT INDEPENDENT AUDITOR'S REPORT**

## **BASIC FINANCIAL STATEMENTS**

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2022**

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Cash and Investments	\$ 82,852
Cash and Investments - Restricted	2,435,441
Receivable - County Treasurer	3,805
Property Tax Receivable	10,340
Prepaid Expenses	5,130
Capital Assets, Net	<u>226,810</u>
Total Assets	<u>2,764,378</u>
<b>LIABILITIES</b>	
Accounts Payable	7,870
Accrued Interest Payable	66,806
Noncurrent Liabilities:	
Due in More Than One Year	<u>25,599,964</u>
Total Liabilities	<u>25,674,640</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Property Tax Revenue	<u>10,340</u>
Total Deferred Inflows of Resources	<u>10,340</u>
<b>NET POSITION</b>	
Restricted for:	
Emergency Reserves	3,300
Debt Service	1,089,271
Unrestricted	<u>(24,013,173)</u>
Total Net Position	<u><u>\$ (22,920,602)</u></u>

See accompanying Notes to Basic Financial Statements.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED DECEMBER 31, 2022**

		Program Revenues			Net Revenues (Expenses) and Change in Net Position
Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
<b>FUNCTIONS/PROGRAMS</b>					
Primary Government:					
Governmental Activities:					
General Government	\$ 68,139	\$ -	\$ 99,004	\$ -	\$ 30,865
Interest and Related Costs on Long-Term Debt	1,272,770	-	527,908	-	(744,862)
Total Governmental Activities	\$ 1,340,909	\$ -	\$ 626,912	\$ -	(713,997)
<b>GENERAL REVENUES</b>					
Property Taxes					9,384
Specific Ownership Taxes					46,190
Net Investment Income					43,081
Total General Revenues					98,655
<b>CHANGE IN NET POSITION</b>					(615,342)
Net Position - Beginning of Year					(22,305,260)
<b>NET POSITION - END OF YEAR</b>					\$ (22,920,602)

See accompanying Notes to Basic Financial Statements.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2022**

	General	Debt Service	Total Governmental Funds
<b>ASSETS</b>			
Cash and Investments	\$ 82,852	\$ -	\$ 82,852
Cash and Investments - Restricted	3,300	2,432,141	2,435,441
Receivable - County Treasurer	601	3,204	3,805
Property Taxes Receivable	1,633	8,707	10,340
Prepaid Expense	5,130	-	5,130
Total Assets	\$ 93,516	\$ 2,444,052	\$ 2,537,568
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ 3,870	\$ 4,000	\$ 7,870
Total Liabilities	3,870	4,000	7,870
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Tax Revenue	1,633	8,707	10,340
Total Deferred Inflows of Resources	1,633	8,707	10,340
<b>FUND BALANCES</b>			
Nonspendable:			
Prepaid Expenses	5,130	-	5,130
Restricted For:			
Emergency Reserves	3,300	-	3,300
Debt Service	-	2,431,345	2,431,345
Unassigned	79,583	-	79,583
Total Fund Balances	88,013	2,431,345	2,519,358
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 93,516	\$ 2,444,052	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 226,810

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

Bonds Payable	(15,157,187)
Accrued Bond Interest Payable	(66,806)
Developer Advance Payable	(8,670,185)
Accrued Interest on Developer Advance	(1,772,592)

Net Position of Governmental Activities \$ (22,920,602)

See accompanying Notes to Basic Financial Statements.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED DECEMBER 31, 2022**

	General	Debt Service	Total Governmental Funds
<b>REVENUES</b>			
Property Taxes	\$ 1,482	\$ 7,902	\$ 9,384
Property Taxes from TDA	99,004	527,908	626,912
Specific Ownership Taxes	7,293	38,897	46,190
Net Investment Income	4	43,077	43,081
Total Revenues	107,783	617,784	725,567
<b>EXPENDITURES</b>			
Current:			
Accounting	16,125	-	16,125
Audit	5,000	-	5,000
County Treasurer's Fee	22	117	139
District Management	10,031	-	10,031
Dues and Subscriptions	352	-	352
Election	1,184	-	1,184
Insurance and Bonds	4,573	-	4,573
Legal	18,127	-	18,127
Miscellaneous	124	-	124
Debt Service:			
Paying Agent Fees	-	4,000	4,000
Interest Expense - Bond	-	801,675	801,675
Total Expenditures	55,538	805,792	861,330
<b>NET CHANGE IN FUND BALANCES</b>	52,245	(188,008)	(135,763)
Fund Balances - Beginning of Year	35,768	2,619,353	2,655,121
<b>FUND BALANCES - END OF YEAR</b>	\$ 88,013	\$ 2,431,345	\$ 2,519,358

See accompanying Notes to Basic Financial Statements.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL  
FUNDS TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2022**

Net Change in Fund Balances - Total Governmental Funds \$ (135,763)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. In the statement of activities, capital outlay is not reported as an expenditure. However, the statement of activities will report as depreciation expense the allocation of the cost of any depreciable asset over the estimated useful life of the asset. During the current period, there were no depreciable assets. Therefore, this is the amount of capital outlay in the current period.

Depreciation (12,601)

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 governmental funds.

Amortization/Expense of Bond Discount (6,388)

Accrued Interest on Developer Advance (460,590)

Change in Net Position of Governmental Activities \$ (615,342)

See accompanying Notes to Basic Financial Statements.



**LARKRIDGE METROPOLITAN DISTRICT NO. 2  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2022**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>			
Property Taxes	\$ 1,463	\$ 1,482	\$ 19
Property Taxes from TDA	98,987	99,004	17
Specific Ownership Taxes	7,137	7,293	156
Interest Income	-	4	4
Total Revenues	<u>107,587</u>	<u>107,783</u>	<u>196</u>
<b>EXPENDITURES</b>			
Current:			
Accounting	28,000	16,125	11,875
Audit	5,500	5,000	500
County Treasurer's Fee	22	22	-
District Management	20,000	10,031	9,969
Dues and Subscriptions	400	352	48
Election	2,500	1,184	1,316
Insurance and Bonds	5,000	4,573	427
Legal	30,000	18,127	11,873
Signage Maintenance	8,500	-	8,500
Miscellaneous	1,000	124	876
Contingency	4,078	-	4,078
Total Expenditures	<u>105,000</u>	<u>55,538</u>	<u>49,462</u>
<b>NET CHANGE IN FUND BALANCES</b>	2,587	52,245	49,658
Fund Balance - Beginning of Year	<u>28,434</u>	<u>35,768</u>	<u>7,334</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 31,021</u>	<u>\$ 88,013</u>	<u>\$ 56,992</u>

See accompanying Notes to Basic Financial Statements.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 1 DEFINITION OF REPORTING ENTITY**

Larkridge Metropolitan District No. 2 (the District), a quasi-municipal corporation and political subdivision of the state of Colorado, was organized by order and decree of the District Court for Adams County on May 18, 2004, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District's service area is located in Thornton, Colorado. The District was established to provide water, storm sewer and sanitary sewer, streets and traffic and safety protection, parks and recreation, transportation, mosquito control, and other powers.

The District follows the Governmental Accounting Standards Board (GASB) accounting pronouncements, which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens, and fiscal dependency.

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

The District is not financially accountable for any other organization, nor is the District a component unit of any other primary governmental entity.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The more significant accounting policies of the District are described as follows:

**Government-Wide and Fund Financial Statements**

The government-wide financial statements include the statement of net position and the statement of activities. These financial statements include all of the activities of the District. The effect of interfund activity has been removed from these statements. Governmental activities are normally supported by property taxes and intergovernmental revenues.

The statement of net position reports all financial and capital resources of the District. The difference between the assets, deferred outflow of resources, liabilities, and deferred inflow of resources of the District is reported as net position.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Government-Wide and Fund Financial Statements (Continued)**

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for the governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met. Depreciation, if any, is computed and recorded as an operating expense. Expenditures for capital assets are shown as increases in assets and redemption of bonds, loans, notes and developer advances are recorded as a reduction in liabilities.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The major sources of revenue susceptible to accrual are property taxes and specific ownership taxes. All other revenue items are considered to be measurable and available only when cash is received by the District. The District has determined that Developer advances are not considered as revenue susceptible to accrual. Expenditures, other than interest on long-term obligations, are recorded when the liability is incurred or the long-term obligation due.

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of the governmental funds.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Budgets**

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures and other financing uses level and lapses at year-end. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting unless otherwise indicated.

**Pooled Cash and Investments**

The District follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, all cash is deposited to and disbursed from a single bank account. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Investment earnings are allocated periodically to the participating funds based upon each fund's average equity balance in the total cash.

**Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Capital assets which are anticipated to be conveyed to other governmental entities are recorded as construction in progress, and are not included in the calculation of net investment in capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Depreciation expense has been computed using the straight-line method over the following estimated economic useful life:

Monument Signs

20 Years

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Property Taxes**

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District. Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred inflow of resources in the year they are levied and measurable. The property tax revenues are recorded as revenue in the year they are available or collected.

**Deferred Inflows of Resources**

In addition to liabilities, the statement of net position and the fund balance sheet reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category. Accordingly, the item, *deferred property tax revenue*, is deferred and recognized as an inflow of resources in the period that the amount becomes available.

**Equity**

**Net Position**

For government-wide presentation purposes when both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

**Fund Balance**

Fund balance for governmental funds should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned, and unassigned. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

*Nonspendable Fund Balance* – The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or legally or contractually required to be maintained intact.

*Restricted Fund Balance* – The portion of fund balance that is constrained to being used for a specific purpose by external parties (such as bondholders), constitutional provisions, or enabling legislation.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2022**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Equity (Continued)**

**Fund Balance (Continued)**

*Committed Fund Balance* – The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government’s highest level of decision-making authority, the Board of Directors. The constraint may be removed or changed only through formal action of the Board of Directors.

*Assigned Fund Balance* – The portion of fund balance that is constrained by the government’s intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Board of Directors to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

*Unassigned Fund Balance* – The residual portion of fund balance that does not meet any of the criteria described above.

If more than one classification of fund balance is available for use when an expenditure is incurred, it is the District’s practice to use the most restrictive classification first.

**NOTE 3 CASH AND INVESTMENTS**

Cash and investments as of December 31, 2022, are classified in the accompanying financial statements as follows:

Cash and Investments	\$ 82,852
Cash and Investments - Restricted	<u>2,435,441</u>
Total Cash and Investments	<u><u>\$ 2,518,293</u></u>

Cash and investments as of December 31, 2022, consist of the following:

Deposits with Financial Institutions	\$ 81,397
Investments	<u>2,436,896</u>
Total Cash and Investments	<u><u>\$ 2,518,293</u></u>

**Deposits with Financial Institutions**

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. PDPA allows the institution to create a single collateral pool for all public funds.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 3 CASH AND INVESTMENTS (CONTINUED)**

**Deposits with Financial Institutions (Continued)**

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 102% of the aggregate uninsured deposits.

The State Commissioners 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.

At December 31, 2022, the District's cash deposits had a bank balance and a carrying balance of \$81,397.

**Investments**

The District has adopted a formal investment policy that follows state statutes regarding investments.

The District generally limits its concentration of investments to those noted with an asterisk (\*) below, which are believed to have minimal credit risk, minimal interest rate risk, and no foreign currency risk. Additionally, the District is not subject to concentration risk or investment custodial risk disclosure requirements for investments that are in the possession of another party.

Colorado revised statutes limit investment maturities to five years or less unless formally approved by the Board of Directors. Such actions are generally associated with a debt service reserve or sinking fund requirements.

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest which include:

- . Obligations of the United States, certain U.S. government agency securities, and securities of the World Bank
- . General obligation and revenue bonds of U.S. local government entities
- . Certain certificates of participation
- . Certain securities lending agreements
- . Bankers' acceptances of certain banks
- . Commercial paper
- . Written repurchase agreements and certain reverse repurchase agreements collateralized by certain authorized securities
- . Certain money market funds
- . Guaranteed investment contracts
- \* Local government investment pools

**LARKRIDGE METROPOLITAN DISTRICT NO. 2  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2022**

**NOTE 3 CASH AND INVESTMENTS (CONTINUED)**

**Investments (Continued)**

As of December 31, 2022, the District had the following investments:

<u>Investment</u>	<u>Maturity</u>	<u>Amount</u>
Colorado Surplus Asset Fund Trust (CSAFE)	Weighted-Average Under 60 Days	<u>\$ 2,436,896</u>

**CSAFE**

The District invested in the Colorado Surplus Asset Fund Trust (CSAFE) (the Trust), which is an investment vehicle established by state statute for local government entities to pool surplus assets. The State Securities Commissioner administers and enforces all state statutes governing the Trust. The Trust currently offers two portfolios – CSAFE CASH FUND and CSAFE CORE.

CSAFE CASH FUND operations similar to a money market fund, with each share valued at \$1.00. CSAFE may invest in U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain money market funds and highest rated commercial paper, any security allowed under Section 24-75-601.1, C.R.S.

CSAFE CORE, a variable Net Asset Value (NAV) Local Government Investment Pool, offers weekly liquidity and is managed to approximate a \$2.00 transactional share price. CSAFE CORE may invest in securities authorized by Section 24-75-601.1, C.R.S., including U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain obligations of U.S. government agencies, and highest rated commercial paper.

A designated custodial bank serves as custodian for CSAFE’s portfolio pursuant to a custodian agreement. The custodian acts as safekeeping agent for CSAFE’s investment portfolio and provides services as the depository in connection with direct investments and withdrawals. The custodian’s internal records segregate investments owned by CSAFE. CSAFE CASH FUND is rated AAmmf and CSAFE CORE is rated AAAf/S1 by Fitch Ratings. CSAFE records its investments at amortized cost and the District records its investments in CSAFE using the amortized cost method. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.



**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 4 CAPITAL ASSETS**

An analysis of the changes in capital assets for the year ended December 31, 2022, follows:

	Balance December 31, 2021	Additions	Retirements/ Reclassifications	Balance December 31, 2022
Governmental Activities:				
Capital Assets, Being Depreciated:				
Monument Signs	\$ 252,012		\$ -	\$ 252,012
Total Capital Assets, Being Depreciated	252,012	-	-	252,012
Less Accumulated Depreciation For:				
Monument Signs	12,601	12,601	-	25,202
Total Accumulated Depreciation	12,601	12,601	-	25,202
Total Capital Assets, Being Depreciated, Net	239,411	(12,601)	-	226,810
Capital Assets, Net	<u>\$ 239,411</u>	<u>\$ (12,601)</u>	<u>\$ -</u>	<u>\$ 226,810</u>

Depreciation expense was charged to functions/programs of the District as follows:

Governmental Activities:	
General Government	
Total Depreciation Expense - Governmental Activities	<u>\$ 12,601</u>

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 5 LONG-TERM OBLIGATIONS**

The following is an analysis of changes in the District's long-term obligations for the year ended December 31, 2022:

	Balance at December 31, 2021	Additions	Reductions	Balance at December 31, 2022	Due Within One Year
Bonds Payable:					
General Obligation Bonds:					
Series 2019	\$ 15,270,000	\$ -	\$ -	\$ 15,270,000	\$ -
Discount	(119,201)	-	6,388	(112,813)	-
Subtotal of Bonds Payable	15,150,799	-	6,388	15,157,187	-
Other Debts:					
Developer Advances:					
Operational	12,083	-	-	12,083	-
Capital	8,658,102	-	-	8,658,102	-
Accrued Interest on					
Developer Advances:					
Operational	1,085	845	-	1,930	-
Capital	1,310,917	459,745	-	1,770,662	-
Subtotal of Other Debts	9,982,187	460,590	-	10,442,777	-
Total Long-Term Obligations	<u>\$ 25,132,986</u>	<u>\$ 460,590</u>	<u>\$ 6,388</u>	<u>\$ 25,599,964</u>	<u>\$ -</u>

The details of the District's long-term obligations are as follows:

**General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding and Improvement Bonds, Series 2019 (Series 2019 Bonds)**

**Series 2019 Bonds Details**

The District issued the Series 2019 Bonds on January 15, 2019, in the par amount of \$15,270,000. Proceeds from the sale of the Series 2019 Bonds were used to (i) refund the 2014 Loan; (ii) pay project costs; (iii) fund a Reserve Fund; (iv) fund capitalized interest; and (v) pay costs of issuance of the Series 2019 Bonds. The Series 2019 Bonds bear interest at 5.25% which is payable semiannually on June 1 and December 1, beginning on June 1, 2019. Annual mandatory fund principal payments are due on December 1, beginning on December 1, 2024. The Series 2019 Bonds mature on December 1, 2048. To the extent the principal of any bond is not paid when due, such principal shall remain outstanding until paid and shall continue to bear interest at the rate borne by the bond. To the extent interest on any Bond is not paid when due, such interest shall compound on each interest payment date, at the rate then borne by the bond. The Series 2019 Bonds are not subject to early termination. The Series 2019 Bonds are not subject to acceleration. The Series 2019 Bonds do not have any unused lines of credit. No assets have been pledged as collateral on the Series 2019 Bonds.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2022**

**NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)**

**Events of Default**

Events of default occur if the District fails to impose the Required Mill Levy, or to apply the Pledged Revenues as required by the Indenture, or does not comply with other customary terms and conditions consistent with normal municipal financing as described in the Indenture.

**Optional Redemption**

The Series 2019 Bonds are subject to redemption prior to maturity, at the option of the District, on December 1, 2023, and on any date thereafter, upon payment of par, accrued interest, and a redemption premium of a percentage of the principal amount so redeemed, as follows:

<u>Date of Redemption</u>	<u>Redemption Premium</u>
December 1, 2023 to November 30, 2024	3.00 %
December 1, 2024 to November 30, 2025	2.00
December 1, 2025 to November 30, 2026	1.00

**Series 2019 Bonds Pledged Revenue**

The Series 2019 Bonds are secured by and payable solely from and to the extent of Pledged Revenue which means the money derived by the District from the following sources, net of any costs of collection: (a) the Required Mill Levy, whether received from the Thornton Development Authority (TDA) pursuant to the TDA Cooperation Agreement, directly from the County Treasurer, or otherwise; (b) the portion of the Specific Ownership Tax which is collected as a result of imposition of the Required Mill Levy; and (c) any other legally available moneys which the District determines, in its absolute discretion, to transfer to the Trustee for application as Pledged Revenue.

**Series 2019 Bonds Required Mill Levy**

Prior to the Conversion Date, the District is to impose a Required Mill Levy in an amount sufficient to pay the Series 2019 Bonds when due (in determining such Required Mill Levy, the District may take into account amounts in the Surplus Fund in excess of the Minimum Surplus Amount if it elects to use such moneys for payment of debt service) and, if necessary, an amount sufficient to replenish the Reserve Fund to the amount of the Reserve Requirement, but (i) not in excess of 50.000 mills, and (ii) if the Surplus Fund is less than the Maximum Surplus Amount, not less than 40.000 mills, or such lesser mill levy that will pay the Series 2019 Bonds when due, will replenish the Reserve Fund to the amount of the Reserve Requirement, and will fund the Surplus Fund up to the Maximum Surplus Amount.

The Conversion Date is the first date on which all of the following conditions are met: (a) the Debt to Assessed Ratio is 50% or less; and (b) no amounts of principal or interest on the Series 2019 Bonds are due but unpaid.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)**

**Series 2019 Bonds Required Mill Levy (Continued)**

If the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement is changed with respect to commercial property (or any other class of property on which the District is authorized to certify its mill levy) after the date of issuance of the Series 2019 Bonds, such mill levy shall be increased or decreased to reflect such changes, such increases or decreases to be determined by the Board in good faith (such determination to be binding and final) so that to the extent possible, the actual tax revenues generated by such mill levy are neither diminished nor enhanced as a result of such changes. For purposes of the foregoing, a change in the ratio of assessed valuation to statutory actual value shall be deemed to be a change in the method of calculating assessed valuation.

On and after the Conversion Date, the District is to impose a Required Mill Levy each year in an amount sufficient to pay the principal of, premium if any, and interest on the Series 2019 Bonds when due, without limitation of rate and in amounts sufficient to make such payments when due. On and after the Conversion Date, the definition of Required Mill Levy shall be determined exclusively by this paragraph regardless of any subsequent increase in the Debt to Assessed Ratio.

**Series 2019 Bonds Reserve Fund**

The Series 2019 Bonds are also secured by amounts on deposit in the Reserve Fund which was funded upon issuance of the Series 2019 Bonds in the amount of the Reserve Requirement of \$1,275,213. The balance in the Reserve Fund as of December 31, 2022, was \$1,286,437.

**Series 2019 Bonds Surplus Fund**

The Series 2019 Bonds are further secured by amounts on deposit in the Surplus Fund, if any. Prior to the Conversion Date, Pledged Revenue that is not needed to pay debt service on the Series 2019 Bonds in any year will be deposited to and held in the Surplus Fund, up to the Maximum Surplus Amount of \$1,527,000. Amounts in the Surplus Fund in excess of the Minimum Surplus Amount of \$850,000 may be applied to debt service, if needed, in order to maintain the minimum mill levy. The balance in the Surplus Fund as of December 31, 2022 was \$1,137,639.

Upon the Conversion Date, both the Reserve Fund and the Surplus Fund will be terminated and any moneys therein remitted to the District for application to any lawful purpose of the District.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)**

**Series 2019 Bonds Debt Service**

The outstanding principal and interest of the Series 2019 Bonds are due as follows:

<u>Year Ending December 31,</u>	Governmental Activities		
	Bonded Debt		
	Principal	Interest	Total
2023	\$ -	\$ 801,675	\$ 801,675
2024	55,000	801,675	856,675
2025	225,000	798,788	1,023,788
2026	260,000	786,975	1,046,975
2027	270,000	773,325	1,043,325
2028-2032	1,795,000	3,622,763	5,417,763
2033-2037	2,610,000	3,070,201	5,680,201
2038-2042	3,710,000	2,275,877	5,985,877
2043-2047	5,110,000	1,162,877	6,272,877
2048	1,235,000	64,838	1,299,838
Total	<u>\$ 15,270,000</u>	<u>\$ 14,158,994</u>	<u>\$ 29,428,994</u>

**Authorized Debt**

On November 6, 2018, a majority of the qualified electors of the District authorized the issuance of indebtedness in an amount not to exceed \$322,000,000 at an interest rate not to exceed 18% per annum. This authorization constituted a restatement and replacement of all authorization for debt approved by the District's electorate at prior elections.

At December 31, 2022, the District had authorized but unissued indebtedness in the following amounts allocated for the following purposes:

	November 6, 2018 Authorization	Authorization Used for 2019 Bonds	Authorized But Unissued
Street Improvements	\$ 23,000,000	\$ 5,749,726	\$ 17,250,274
Water	23,000,000	972,044	22,027,956
Sanitary Sewer	23,000,000	3,812,012	19,187,988
Park and Recreation	23,000,000	1,173,178	21,826,822
Transportation	23,000,000	-	23,000,000
Mosquito Control	23,000,000	-	23,000,000
Safety Protection	23,000,000	-	23,000,000
Fire Protection	23,000,000	-	23,000,000
Television Relay	23,000,000	-	23,000,000
Security	23,000,000	-	23,000,000
Operations	23,000,000	-	23,000,000
Refunding	23,000,000	3,563,040	19,436,960
IGA	23,000,000	-	23,000,000
Telephone, Satellite, and Fiber Optics	23,000,000	-	23,000,000
Total	<u>\$ 322,000,000</u>	<u>\$ 15,270,000</u>	<u>\$ 306,730,000</u>

**LARKRIDGE METROPOLITAN DISTRICT NO. 2  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2022**

**NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)**

**Authorized Debt (Continued)**

The District's Second Amended and Restated Service Plan (the Service Plan) establishes a mill levy cap of 50.000 mills for debt service (the Maximum Debt Mill Levy). The Maximum Debt Mill Levy may be increased or decreased to reflect any change in law for calculating assessed valuation on property for taxation purposes.

The District's Service Plan establishes a limit on the issuance of debt in the amount of \$23,000,000. Any increase in the debt limit will be considered a material modification of the District's Service Plan which would require approval from the city of Thornton.

In the future, the District may issue a portion of the remaining authorized but unissued general obligation debt for purposes of providing public improvements to support development as it occurs within the District's service area.

**NOTE 6 NET POSITION**

The District has net position consisting of two components - restricted, and unrestricted.

Restricted net position consists of assets that are restricted for use either externally imposed by creditors, grantors, contributors, or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The District had a restricted net position as of December 31, 2022, as follows:

	Governmental Activities
Restricted Net Position:	
Emergencies	\$ 3,300
Debt Service	1,089,271
Total Restricted Net Position	\$ 1,092,571

The District's unrestricted net position as of December 31, 2022 is \$(24,013,173). This deficit amount is a result of the District being responsible for the repayment of both bonds issued and developer advances received for public improvements, which were conveyed to other governmental entities and which costs were removed from the District's financial records.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 7 DISTRICT AGREEMENTS**

**Tax Increment Sharing Agreement**

The District has entered into the Tax Increment Sharing Agreement with the Thornton Development Authority (Authority), dated as of June 9, 2004, regarding the sharing of Tax Increment Revenues generated within the District. The Tax Increment Sharing Agreement provides that in consideration for the District providing public improvements and services, the Authority agrees that the portion of revenues which it receives as a result of ad valorem property tax increments, which are attributable to the District's current and future levy of ad valorem taxes on property within the Development and encompassed by the Urban Renewal Plan, shall be segregated upon receipt and shall be remitted by the Authority to the District within 45 days of the end of each quarter.

**Monument Funding and Acquisition Agreement**

The District and Thornton 164, LLC (the Landowner) entered into a Monument Funding and Acquisition Agreement dated July 17, 2018, as amended on November 3, 2020 (2018 Monument Funding Agreement). Pursuant to the 2018 Monument Funding Agreement, the Landowner agrees to construct and convey the Monument (defined therein) to the District upon the completion of construction, subject to certain conditions described therein, while reserving to itself the Panels (defined therein) located on the face of the Monument over which the Landowner shall retain all rights of ownership and responsibility for operation and maintenance. Subject to the receipt of funding as set forth in Section 6 of the 2018 Monument Funding Agreement, the District agrees to reimburse the Landowner for certified construction costs up to a maximum of \$105,400.00, together with interest at a rate of 7% per annum. No payment will be due under the 2018 Monument Funding Agreement unless and until the District issues bonds in an amount sufficient to reimburse the Development for all or a portion of its costs. In the event that the District has not reimbursed the Landowner for any portion of the costs incurred pursuant to the 2018 Monument Funding Agreement by December 31, 2048, any amount of principal and accrued interest outstanding on such date shall be deemed to be forever discharged and satisfied in full.

The District and the Landowner entered into a Monument Funding and Acquisition Agreement dated April 11, 2019, as amended on November 3, 2020 (2019 Monument Funding Agreement). Pursuant to the 2019 Monument Funding Agreement, the Landowner agrees to construct the Monument (defined therein) and to convey the Monument, subject to certain conditions described therein, as well as install landscaping within the Monument Easement Property (defined therein), and to convey to the District the completed Monument while reserving to itself the Panels (defined therein) located on the face of the monument over with the Landowner shall retain all rights of ownership and responsibility for operation and maintenance. Subject to the receipt of funding as set forth in Section 7 of the 2019 Monument Funding Agreement, the District agrees to reimburse the Landowner for certified construction costs up to a maximum of \$82,345.52, together with interest at a rate of 7% per annum. No payment will be due under the 2019 Monument Funding Agreement unless and until the District issues bonds in an amount sufficient to reimburse the Development for all or a portion of its costs. In the event that the District has not reimbursed the Landowner for any portion of the costs incurred pursuant to the 2019 Monument Funding Agreement by December 31, 2049, any amount of principal and accrued interest outstanding on such date shall be deemed to be forever discharged and satisfied in full.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 7 DISTRICT AGREEMENTS (CONTINUED)**

**Monument Funding and Acquisition Agreement (Continued)**

The District and the Landowner entered into a Monument Funding and Acquisition Agreement dated November 3, 2020 (2020 Monument Funding Agreement). Pursuant to the 2020 Monument Funding Agreement, the Landowner agrees to construct the Monument (defined therein) and to convey the Monument, subject to certain conditions described therein, as well as install landscaping within the Monument Easement Property (defined therein), and to convey to the District the completed Monument while reserving to itself the Panels (defined therein) located on the face of the monument over with the Landowner shall retain all rights of ownership and responsibility for operation and maintenance. Subject to the receipt of funding as set forth in Section 7 of the 2020 Monument Funding Agreement, the District agrees to reimburse the Landowner for certified construction costs up to a maximum of \$64,266.00, together with interest at a rate of 7% per annum. No payment will be due under the 2020 Monument Funding Agreement unless and until the District issues bonds in an amount sufficient to reimburse the Development for all or a portion of its costs. In the event that the District has not reimbursed the Landowner for any portion of the costs incurred pursuant to the 2020 Monument Funding Agreement by December 31, 2050, any amount of principal and accrued interest outstanding on such date shall be deemed to be forever discharged and satisfied in full.

**Retaining Wall Funding and Acquisition Agreement**

The District and the Landowner entered into a Retaining Wall Funding and Acquisition Agreement (Retaining Wall Agreement) dated July 17, 2018. The Landowner agrees to construct the Phase I Retaining Wall (described therein), to make a deposit with the city of Thornton for a Phase II Retaining Wall (described therein) and to convey the constructed Phase I Retaining Wall, subject to certain conditions described therein, to the District upon completion of construction. The District agrees to reimburse the Landowner for the Certified Construction Costs (defined therein) up to \$550,000 plus interest and for the cost of deposit for the Phase II Retaining Wall plus interest thereon. Simple interest at the rate of 7.0% per annum is to accrue on any reimbursements due to the Landowner. No payment will be due under the Retaining Wall Agreement unless and until the District issues bonds in an amount sufficient to reimburse the Landowner for all or a portion of its costs. In the event that the District has not reimbursed the Landowner for any portion of the costs incurred pursuant to the Retaining Wall Agreement by December 31, 2048, any amount of principal and accrued interest outstanding on such date shall be deemed to be forever discharged and satisfied in full.



**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 7 DISTRICT AGREEMENTS (CONTINUED)**

**Retaining Wall Construction and Maintenance Agreement**

The District and the city of Thornton (City) entered into an Intergovernmental Agreement Regarding Retaining Wall Construction and Maintenance (Retaining Wall IGA) dated April 9, 2019. Pursuant to the Retaining Wall IGA, the City and District agree that the District, at its sole expense, will fund, design and construct the Phase II Retaining Wall if any Interstate 25 (I25) expansion makes the Phase II Retaining Wall necessary and will keep, maintain, repair and replace said Retaining Wall. The City will provide advance notice of any I25 expansion to the District not less than 12 months prior to groundbreaking. Failure to provide notice to the District shall absolve the District of the funding obligation to fund, design and construct the Phase II Retaining Wall. The District's design and build plans and specifications are subject to prior written approval by the City. The District shall be deemed to own the Phase II Retaining Wall improvements upon commencement of construction.

**NOTE 8 RELATED PARTY**

The Developer of the property which constitutes the District is Jordon Perlmutter & Co. Jordon Perlmutter & Co. has an interest in the Landowner. The members of the Board of Directors are employees, owners, or are otherwise associated with Jordon Perlmutter & Co. and the Landowner, and may have conflicts of interest in dealing with the District.

**Operation Funding Agreement**

The District and the Landowner entered into an Operations Funding Agreement on June 8, 2021, with an effective date of January 1, 2020 (2020 Operations Funding Agreement). Pursuant to the 2020 Operations Funding Agreement, the Landowner has agreed to advance funds to the District to pay the operations and maintenance expenses of the District. The District has agreed to: (i) use its reasonable efforts to impose and collect its operations mill levy and to impose and collect its rates, fees, tolls and charges in the minimum amounts set forth in the District's Service Plan; and (ii) repay the amounts advanced by the Landowner under the Operations Funding Agreement, together with interest at the rate of 7%, to the extent that it has funds available after the payment of its annual debt service payments and operations and maintenance expenses. The repayment obligation of the District is specifically subordinate to the District's annual debt service obligations except under the conditions set forth in the Operations Funding Agreement. As of December 31, 2022, outstanding advances under the Agreement totaled \$12,083 and accrued interest totaled \$1,930.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 8 RELATED PARTY (CONTINUED)**

**Facilities Acquisition and Reimbursement Agreement**

The District and the Landowner have entered into a Second Amended and Restated Facilities Acquisition and Reimbursement Agreement dated June 13, 2017 (the Agreement). Pursuant to the Agreement, the Landowner has agreed to advance funds to the District for the construction of Project Improvements (as such term is defined in the Agreement). The District has agreed to reimburse the Landowner for funds advanced under the Agreement, together with simple interest thereon to be accrued at a rate of 5.310%, from the proceeds of the bonds to the extent of the amounts advanced for the Project Improvements. The Landowner may design, construct and complete certain of the Project Improvements, pursuant to construction contract requirements in the Agreement. Subject to receipt of funding, the District agrees to make payment to the Landowner for costs verified by an independent engineer. As of December 31, 2022, outstanding advances under the Agreement totaled \$8,658,102 and accrued interest totaled \$1,770,662.

**NOTE 9 RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees; or acts of God.

The District is a member of the Colorado Special Districts Property and Liability Pool (the Pool). The Pool is an organization created by intergovernmental agreement to provide property, liability, public officials' liability, boiler and machinery, and workers' compensation coverage to its members. Settled claims have not exceeded this coverage in any of the past three fiscal years.

The District pays annual premiums to the Pool for liability, property and public officials' liability coverage, and workers' compensation 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.

**NOTE 10 TAX, SPENDING, AND DEBT LIMITATIONS**

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR), contains tax, spending, revenue, and debt limitations which apply to the state of Colorado and all local governments.

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022**

**NOTE 10 TAX, SPENDING, AND DEBT LIMITATIONS (CONTINUED)**

On May 8, 2012 and November 6, 2018, a majority of the District's electors authorized the District to collect and spend or retain in a reserve the full amount of all currently levied taxes and fees of the District annually, without regard to any limitations under TABOR.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

The District's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits will require judicial interpretation.

## **SUPPLEMENTARY INFORMATION**

**LARKRIDGE METROPOLITAN DISTRICT NO. 2  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2022**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
<b>REVENUES</b>			
Property Taxes	\$ 7,801	\$ 7,902	\$ 101
Property Taxes from TDA	527,927	527,908	(19)
Specific Ownership Taxes	38,064	38,897	833
Net Investment Income	2,500	43,077	40,577
Total Revenues	<u>576,292</u>	<u>617,784</u>	<u>41,492</u>
<b>EXPENDITURES</b>			
County Treasurer's Fees	117	117	-
Bond Interest - Series 2019	801,675	801,675	-
Paying Agent Fees	5,000	4,000	1,000
Contingency	8,208	-	8,208
Total Expenditures	<u>815,000</u>	<u>805,792</u>	<u>9,208</u>
<b>NET CHANGE IN FUND BALANCE</b>	(238,708)	(188,008)	50,700
Fund Balance - Beginning of Year	<u>2,622,676</u>	<u>2,619,353</u>	<u>(3,323)</u>
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ 2,383,968</u></u>	<u><u>\$ 2,431,345</u></u>	<u><u>\$ 47,377</u></u>

## **OTHER INFORMATION**

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**DECEMBER 31, 2022**

\$15,270,000 General Obligation Refunding Bonds  
Series 2019  
Interest 5.250%  
Dated January 15, 2019  
Interest Payable June 1 and December 1  
Principal Due December 1

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ -	\$ 801,675	\$ 801,675
2024	55,000	801,675	856,675
2025	225,000	798,788	1,023,788
2026	260,000	786,975	1,046,975
2027	270,000	773,325	1,043,325
2028	305,000	759,150	1,064,150
2029	325,000	743,138	1,068,138
2030	360,000	726,075	1,086,075
2031	380,000	707,175	1,087,175
2032	425,000	687,225	1,112,225
2033	445,000	664,913	1,109,913
2034	490,000	641,550	1,131,550
2035	515,000	615,825	1,130,825
2036	565,000	588,788	1,153,788
2037	595,000	559,125	1,154,125
2038	650,000	527,888	1,177,888
2039	685,000	493,763	1,178,763
2040	745,000	457,800	1,202,800
2041	780,000	418,688	1,198,688
2042	850,000	377,738	1,227,738
2043	890,000	333,113	1,223,113
2044	965,000	286,388	1,251,388
2045	1,015,000	235,725	1,250,725
2046	1,090,000	182,438	1,272,438
2047	1,150,000	125,213	1,275,213
2048	1,235,000	64,838	1,299,838
Total	<u>\$ 15,270,000</u>	<u>\$ 14,158,994</u>	<u>\$ 29,428,994</u>

**LARKRIDGE METROPOLITAN DISTRICT NO. 2**  
**SUMMARY OF ASSESSED VALUATION, MILL LEVY, AND PROPERTY TAXES COLLECTED**  
**DECEMBER 31, 2022**

Year Ended December 31,	Prior Year Gross Assessed Valuation for Current Year Property Tax Levy	Prior Year Net Assessed Valuation for Current Year Property Tax Levy	Mills Levied		Total Property Taxes		Percentage Collected to Levied
			General	Debt Service	Levied	Collected	
2018	\$ 6,535,380	\$ 492,980	13.750	32.250	\$ 22,677	\$ 22,677	100.00 %
2019	7,885,200	314,560	7.500	40.000	14,941	14,941	100.00
2020	8,917,080	141,430	7.500	40.000	6,718	6,704	99.79
2021	13,384,270	202,780	7.500	40.000	9,631	9,920	103.00
2022	13,594,180	195,030	7.500	40.000	9,264	9,384	101.30
Estimated for the Year Ending December 31, 2023	\$ 15,970,540	\$ 217,680	7.500	40.000	\$ 10,340		

NOTE: Property taxes collected in any one year include collection of delinquent property taxes assessed in prior years, as well as reductions for property tax refunds or abatements. Information received from the County Treasurer does not permit identification of specific year of assessment.