CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1

2021 ANNUAL REPORT TO THE TOWN OF PARKER, DOUGLAS COUNTY, COLORADO

Pursuant to the Consolidated Service Plan for Chambers Highpoint Metropolitan District Nos. 1 and 2, each District is required to submit an annual report to the Town of Parker, Douglas County, Colorado pursuant to Town Code Section 10.11.040, that shall include, but not be limited to, the information on the progress of the District and implementation of the Service Plan. To that end, District No. 1 reports the following relating to significant events of District No. 1 through December 31, 2021:

- A. A narrative summary of the progress of the District in implementing its Service Plan for the report year.
 - Plans for construction and development are proceeding, however, no actual construction or installation of improvements occurred in 2021.
- B. Audited financial statements of the District for the report year including a statement of financial condition (i.e., balance sheet) as of December 31 of the report year and the statement of operations (i.e., revenues and expenditures) for the report year, except when exemption from audit has been granted for the report year.
 - A copy of the 2021 audited financial statements are not available at the time of this filing.
- C. <u>Unless disclosed within a separate schedule to the financial statements, a summary of the capital expenditures incurred by the District in development of Public Improvements in the report year, as well as any Public Improvements proposed to be undertaken in the five (5) years following the report year.</u>
 - The following public improvements were constructed in 2021 and are anticipated to be constructed in the next five years until completion: bridge, roads, storm drainage, water, and sewer.
- D. <u>Unless disclosed within a separate schedule to the financial statements, a summary of the financial obligations of the District at the end of the report year, including the amount of outstanding Debt, the amount and terms of any new Debt issued in the report year, the amount of payment or retirement of existing Debt of the District in the report year, the total assessed valuation of all taxable properties within the District as of January 1 of the report year and the current mill levy of the District pledged to Debt retirement in the report year.</u>
 - A copy of the 2021 audited financial statements are not available at the time of this filing.

1. Summary of Amount of Outstanding Bonded Indebtedness of the District:

The District did not have any outstanding bonded indebtedness in 2021. District No. 2 issued its Limited Tax General Obligation and Special Revenue Bonds, Series 2021 in the amount of \$11,300,000. The District is obligated to pledge certain revenues to District No. 2 for the payment of such bonds under that certain Capital Pledge Agreement between the District, District No. 2, and UMB Bank, N.A.

2. The amount of payment or retirement of Debt of the District in the report year:

No Debt was paid or retired in the 2021 report year.

3. <u>Total Assessed Valuation of the Taxable Properties within the District:</u>

The District received a certification of valuation from the Douglas County Assessor that reports the following net total taxable assessed valuation for 2021:

Chambers Highpoint Metropolitan District No. 1: \$400

4. Current Mill Levy of the District Pledged to Debt Retirement in the Report Year.

The District did not impose a debt service mill levy in 2021.

E. The District's budget for the calendar year in which the annual report is submitted.

The District's 2022 budget is attached as **Exhibit B**.

F. A summary of residential and commercial development in the District for the report year.

Public improvements were constructed during the report year.

G. A summary of all fees, charges and assessments imposed by the District as of January 1 of the report year.

The District did not impose any fees, charges or assessments as of January 1, 2021.

H. <u>Certification of the Board that no action, event or condition enumerated in Town Code section</u>

10.11.060 has occurred in the report year, or certification that such event has occurred but that an amendment to the Service Plan that allows such event has been approved by Town Council.

The Board does hereby certify that no actions or events enumerated in Town Code section 10.11.060 have occurred in 2021.

I. The name, business address and telephone number of each member of the Board together with the name of its chief administrative officers and general counsel and the date, place and time of the regular meetings of the Board.

The names, business address and telephone number of the Board members and general counsel for the District and the place and time for meetings are attached as **Exhibit C**.

J. <u>Certification from the External Financial Advisor that the District is in compliance with all provisions of the Service Plan; Certification from the Board of the District that the District is in compliance with all provisions of the Service Plan.</u>

The District did not engage an External Financial Advisor in 2021 because the District did not issue any privately placed debt for which an External Financial Advisor is required under the Service Plan.

- K. A copy of the most recent notice issued by the District, pursuant to Section 32-1-809, C.R.S. is attached as **Exhibit E**.
- L. A copy of any intergovernmental agreements entered into by the District since the filing of the last annual report.

The District entered into that certain Intergovernmental District Facilities Construction and Administrative Services Agreement with District No. 2 on April 6, 2021.

The foregoing Annual Report and accompanying exhibits are submitted this 31st day of August, 2022.

SPENCER FANE LLP

/s/*Russell W. Dykstra*Russell W. Dykstra, General Counsel

EXHIBIT A

2021 AUDIT EXEMPTION CHAMBERS HIGH POINT METROPOLITAN DISTRICT NO. 1

The 2021 audit documents were not available at the time of this filing.

EXHIBIT B

2022 BUDGET FOR CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1

LETTER OF BUDGET TRANSMITTAL

Date: January <u>22</u>, 2022

To: Division of Local Government

1313 Sherman Street, Room 521

Denver, Colorado 80203

Attached are the 2022 budget and budget message for CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1 in Douglas County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on November 3, 2021. If there are any questions on the budget, please contact:

Simmons & Wheeler, P.C. Attn: Diane Wheeler 304 Inverness Way South, Suite 490 Englewood, CO 80112 Tel.: 303-689-0833

I, Jeffrey S. Robinson, as President of the Chambers Highpoint Metropolitan District No. 1, hereby certify that the attached is a true and correct copy of the 2022 budget.

By: Jeffrey Robinson

RESOLUTION

TO ADOPT 2022 BUDGET, APPROPRIATE SUMS OF MONEY, AND AUTHORIZE THE CERTIFICATION OF THE TAX LEVY CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2022 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1, DOUGLAS COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2022, AND ENDING ON THE LAST DAY OF DECEMBER, 2022,

WHEREAS, the Board of Directors of the Chambers Highpoint Metropolitan District No. 1 has authorized its consultants to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, the proposed budget has been submitted to the Board of Directors of the District for its consideration; and

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was available for inspection by the public at a designated public office, a public hearing was held on November 3, 2021 and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues or planned to be expended from reserves or fund balances so that the budget remains in balance, as required by law; and

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is \$4; and

WHEREAS, the Board of Directors finds that it is required to temporarily lower the operating mill levy to render a refund for \$0; and

WHEREAS, the amount of money necessary to balance the budget for voter-approved bonds and interest is \$0; and

WHEREAS, the amount of money necessary to balance the budget for contractual obligation purposes from property tax revenue as approved by voters from property tax revenue is \$20; and

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue as approved by voters or at public hearing is \$0; and

WHEREAS, the amount of money necessary to balance the budget for refunds/abatements is \$0; and

WHEREAS, the 2021 valuation for assessment for the District as certified by the County Assessor of Douglas County is \$420; and

WHEREAS, at an election held on November 8, 2016 the District has eliminated the revenue and expenditure limitations imposed on governmental entities by Article X, Section 20 of the Colorado Constitution and Section 29-1-301, C.R.S., as amended.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CHAMBERS HIGHPOINT METROPOLITAN DISTRICT OF DOUGLAS COUNTY, COLORADO:

- Section 1. <u>Adoption of Budget</u>. That the budget as submitted, and attached hereto and incorporated herein by this reference, and if amended, then as amended, is hereby approved and adopted as the budget of the Chambers Highpoint Metropolitan District No. 1 for calendar year 2022.
- Section 2. <u>Budget Revenues</u>. That the estimated revenues for each fund as more specifically set out in the budget attached hereto are accepted and approved.
- Section 3. <u>Budget Expenditures</u>. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.
- Section 4. <u>Levy of General Property Taxes</u>. That the Board of Directors does hereby certify the levy of general property taxes for collection in 2022 as follows:
- A. <u>Levy for General Operating and Other Expenses</u>. That for the purposes of meeting all general operating expense of the District during the 2022 budget year, there is hereby levied a tax of 10.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2021.
- B. <u>Temporary Tax Credit or Rate Reduction</u>. That pursuant to Section 39-1-111.5, C.R.S. for the purposes of effect of a refund for the purposes set forth in Section 20 of Article X of the Colorado Constitution, there is hereby certified a temporary property tax credit or temporary mill levy rate reduction of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2021.
- C. <u>Levy for General Obligation Bonds and Interest</u>. That for the purposes of meeting all debt retirement expense of the District during the 2022 budget year, as the funding requirements of the current outstanding general obligation indebtedness is detailed in the

following "Certification of Tax Levies," there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2021.

- D. <u>Levy for Contractual Obligations</u>. That for the purposes of meeting the contractual obligation expense of the District during the 2022 budget year, as detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 47.678 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2021
- E. <u>Levy for Capital Expenditures</u>. That for the purposes of meeting all capital expenditures of the District during the 2022 budget year pursuant to Section 29-1-301(1.2) or 29-1-302(1.5), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2021.
- F. <u>Levy for Refunds/Abatements</u>. That for the purposes of recoupment of refunds/abatements of taxes pursuant to Section 39-10-114(1)(a)(I)(B), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2021.
- Section 5. <u>Property Tax and Fiscal Year Spending Limits</u>. That, being fully informed, the Board finds that the foregoing budget and mill levies do not result in a violation of any applicable property tax or fiscal year spending limitation.
- Section 6. <u>Certification</u>. That the appropriate officers of the District are hereby authorized and directed to certify by December 15, 2021, to the Board of County Commissioners of Douglas County, Colorado, the mill levies for the District herein above determined and set, or be authorized and directed to certify to the Board of County Commissioners of Douglas County, Colorado, as herein above determined and set, but as recalculated as needed upon receipt of the final certification of valuation from the County Assessor on or about December 10, 2021 in order to comply with any applicable revenue and other budgetary limits or to implement the intent of the District. That said certification shall be in substantially the form set out and attached hereto and incorporated herein by this reference.
- Section 7. <u>Appropriations</u>. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

[remainder of page intentionally left blank; signature page follows]

ADOPTED this 3rd day of November 2021.

CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1

	Jeffrey Robinson					
	President					
ATTEST:						
Fred Miale						
Secretary						

ATTACH COPY OF THE ADOPTED BUDGET AND THE CERTIFICATION OF TAX LEVIES

CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1 2022 BUDGET MESSAGE

Attached please find a copy of the adopted 2022 budget for Chambers Highpoint Metropolitan District No. 1.

The Chambers Highpoint Metropolitan District No. 1 has adopted a budget for two funds, a General Fund to provide for the payment of general operating expenditures of the district; and a Debt Service Fund to provide for payments on the outstanding general obligation debt.

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

The primary source of revenue for the district in 2022 will be developer advances. The district intends to impose a 57.678 mill levy on the property within the district in 2022, of which 10.000 mills will be dedicated to the General Fund and the balance of 47.678 mills will be allocated to the Debt Service Fund.

Chambers Highpoint Metropolitan District No. 1 Adopted Budget General Fund For the Year ended December 31, 2022

		Actual <u>2020</u>	Adopted Budget <u>2021</u>		Estimate 2021		Adopted Budget <u>2022</u>	
Beginning fund balance	\$	(15,877)	\$	22	\$		\$	
Revenues:								
Property taxes		20		19		19		4
Specific ownership taxes		2		2		2		-
Developer advances		31,968	_	49,957		30,000		49,996
Total revenues		31,990		49,978		30,021		50,000
Total funds available		16,113		50,000		30,021		50,000
Expenditures:								
Accounting / audit		2,323		5,000		2,500		5,000
Election expense		-		1,500		_		1,500
Insurance/SDA dues		-		3,000		2,500		3,000
Legal		13,790		20,000		25,000		20,000
Miscellaneous		-		-		21		-
Treasurer fees		-		-		-		-
Contingency		-		19,615		-		19,615
Emergency reserve (3%)	_	<u> </u>	_	885				885
Total expenditures		16,113	_	50,000		30,021		50,000
Ending fund balance	\$	<u>-</u>	\$	-	\$		\$	-
Assessed valuation			\$	400			\$	420
Mill Levy			_	47.678				10.000

Chambers Highpoint Metropolitan District No. 1 Adopted Budget Capital Projects Fund For the Year ended December 31, 2022

	Actual <u>2020</u>	Adopted Budget <u>2021</u>		Estimate 2021		Adopted Budget <u>2022</u>
Beginning fund balance	\$ <u>-</u>	\$	<u>-</u>	\$	<u>-</u>	\$ -
Revenues: Developer advances	 <u>-</u>		700,000		<u>-</u>	<u>-</u>
Total revenues	 		700,000		<u>-</u>	
Total funds available	 		700,000		<u>-</u>	
Expenditures: Capital expenditures	 		700,000		<u>-</u>	<u>-</u>
Total expenditures	 -		700,000		<u>-</u>	
Ending fund balance	\$ 	\$		\$	<u>-</u>	<u>\$</u>

Chambers Highpoint Metropolitan District No. 1 Adopted Budget Debt Service Fund For the Year ended December 31, 2022

	Actual <u>2020</u>	Adopted Budget <u>2021</u>	Estimate <u>2021</u>	Adopted Budget <u>2022</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -
Revenues: Property taxes Specific ownership taxes Interest income	- - -	- - -	- - -	20 2
Total revenues		. <u> </u>		22
Total funds available				22
Expenditures: Transfer to District 2	<u>-</u>	-		22
Total expenditures		·	<u>-</u>	22
Ending fund balance	\$ -	\$ -	\$ -	<u>\$</u> _
Assessed valuation		\$ 400		\$ 420
Mill Levy		_		47.678
Total Mill Levy		47.678		57.678

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO The County Commissioners of Douglas County, Colorado On behalf of the Chambers Highpoint Metro District 1 the Board of Directors of the Chambers Highpoint Metropolitan District No. 1

Hereby officially certifies the following mills to be levied against the taxing entity's **GROSS** assessed valuation of: \$420 Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area the tax levies must be calculated using the NET AV. The taxing entity 's total property tax revenue will be derived from the mill levy multiplied against the **NET** assessed valuation of: \$420

Submitted: John Simmons for budget/fiscal year 2022

PURPOSE	LEVY	REVENUE
1. General Operating Expenses	10.000 mills	\$4
2. <minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction</minus>	-0.000 mills	-\$0
SUBTOTAL FOR GENERAL OPERATING:	10.000 mills	\$4
 3. General Obligation Bonds and Interest 4. Contractual Obligations 5. Capital Expenditures 6. Refunds/Abatements 7. Other 	0.000 mills 47.678 mills 0.000 mills 0.000 mills	\$0 \$20 \$0 \$0
7. Other 8. Judgment	0.000 mills 0.000 mills	\$0 \$0
8. Judgment TOTAL:	57.678 mills	\$0 \$24

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.). Taxing entities that are Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.). Use additional pages as necessary.

The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

<u>CERTIFY A SEPARATE MILL LEVY FOR EACH BOND, CONTRACT, OTHER, AND/OR JUDGMENT:</u>

BONDS

No Bonds Available

CONTRACTS

1. Purpose of Contract: Agreement to remit funds to Chambers Highpointe MD #2
Title: Capital Pledge Agreement

 Date of Issue:
 2021-07-01

 Principal Amount:
 \$11,300,000

 Maturity Date:
 2051-12-01

 Levy:
 47.678

 Revenue:
 \$20

OTHER

No Other Available

JUDGMENT

No Judgment Available

Explanation of Change:

Generated On Mon, 13 Dec 2021

EXHIBIT C

DISTRICT OFFICIALS CONTACT INFORMATION FOR CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1

The names, business address and telephone number of the Board members and general counsel for the District and the place and time for meetings are as follows:

Board of Directors:

Jeffrey S. Robinson, President Frederick V. Miale, Secretary

Business Address: c/o Spencer Fane LLP

1700 Lincoln Street, Suite 2000

Denver, CO 80203

Telephone: (303) 839-3800

General Counsel for the District:

Spencer Fane LLP c/o Russell W. Dykstra 1700 Lincoln Street, Suite 2000

Denver, CO 80203

Telephone: (303) 839-3800

Place and Time for Meetings of the District:

The Board has determined to not hold regular meetings at this time; rather, special meetings will be called on an as needed basis when District business requires meetings. Unless the Board of Directors otherwise specifies, the location of the meetings will be at 4600 S. Ulster Street, Suite 1400, Denver, Colorado 80237, which is not more than 20 miles outside of the boundaries of the District and is in accordance with Colorado law.

EXHIBIT D EXTERNAL FINANCIAL ADVISOR CERTIFICATE

The District did not engage an External Financial Advisor in 2021 because the District did not issue any privately placed debt for which an External Financial Advisor is required under the Service Plan.

EXHIBIT E TRANSPARENCY NOTICE FOR CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1

NOTICE TO ELECTORS SPECIAL DISTRICT TRANSPARENCY NOTICE – 2022 Pursuant to CRS 32-1-809

This information must be provided to the eligible electors of the district between November 16 and January 15.

Legal Name of Special District	CHAMBERS HIGHPOINT METROPOLITAN DISTRICT NO. 1					
District's Principal Business Office	Address: Telephone Number:	c/o Spencer Fane LLP 1700 Lincoln Street, Suite 2000 Denver, CO 80203 303-839-3800				
Manager or Primary Contact Person	Name: Telephone Number: E-Mail Address:	Russell W. Dykstra, General Counsel 303-839-3800 rdykstra@spencerfane.com				
District's Website Address (required if choosing to post meeting notices online per HB 19-1087)	www.chambershighpointmd.com					
Physical Location (County and Municipality)	County: Town of Parker, Douglas County					
Regular Board Meeting Information	Location: Address: City, State: Day(s): Time:	4600 S. Ulster Street, Suite 1400 Denver, CO Special Meetings as needed tbd				
Posting Place for Meeting Notice (Website or Physical Address if the District does not have a website)	Location: Address: City:	www.chambershighpointmd.com				
Notice of Proposed Action to Fix or Increase Fees, Rates, Tolls, Penalties or Charges for Domestic Water or Sanitary Sewer Services Hearing for fee changes per CRS 32-1-1001(2)(s)(4)	Location: Address: City: Date: Notice:					
Research and Retrieval of Public Records Notice per CRS 24-72-205(6)	Fee per hour: District Policy: Contact Name: Telephone Number:	\$33.58 for each hour after the first hour (no charge for the first hour) Contact the person named below regarding the Board's policy for research and retrieval of the District's public records. Russell W. Dykstra				
Current District Mill Levy	Telephone Number: 303-839-3800 Mills for levy in year 2021 for collection in 2022: 57.678					
Ad Valorem Tax Revenue	Amount of total ad valorem tax revenue received by the district in the previous year: \$ 19.00 (2021 unaudited)					
Names of Board Members	(1) Jeffrey S. Robinson Contact information: rdykstra@spencerfane.cc ☐ This office is not on the election. OR: This office election ballot for a ☐ One term (3) Frederick V. Miale Contact information: rdykstra@spencerfane.cc ☐ This office is not on the election. OR: This office election ballot for a ☐ One term	e ballot at the next regular included on next regular e-year term Three-year om e ballot at the next regular e included on next regular e included on next regular	(2) Vacant Contact information: rdykstra@spencerfane.com ☐ This office is not on the ballot at the next regular election. OR: This office included on next regular election ballot for a ☐ One-year term ☐ Three-year term (4) Vacant Contact information: rdykstra@spencerfane.com ☐ This office is not on the ballot at the next regular election. OR: This office included on next regular election ballot for a ☐ One-year term ☐ Three-year term			

		This office is not on the election. OR : This office	Contact information: rdykstra@spencerfane.com This office is not on the ballot at the next regular election. OR: This office included on next regular election ballot for a One-year term Three-year					
For seven-member boards:		(6) n/a			(7) 1	n/a		
Date of Next Regular Election		May 3, 2022						
Board Candidate Self-Nomination Forms: Any eligible elector of the special district who desires to be a candidate for the office of special district director must file a self-nomination and acceptance form or letter with the Designated Election Official (or the Board Chair or Secretary, if no DEO). (per C.R.S. 1-13.5-303)								
Deadline for Self-Nomination Forms: Self-nomination and acceptance forms must be filed not less than 67 days before the date of the regular election. (The self-nomination deadline for the 2022 regular election is February 25, 2022, no later than 5:00 p.m.)								
District Election Results: Posted on the website of the Department of Local Affairs https://dola.colorado.gov/lgis/								
Permanent Mail-In Voter (PMIV) status (for applicable elections): Absentee voting or for permanent absentee voter status are available from and must be returned to the Designated Election Official. (per C.R.S. 1-13.5-1003)								
Designated Election Official	Name: Address: Phone:	Becky Johnson c/o Spencer Fane LLP, 1700 Lincoln Street, Suite 2000, Denver, CO 80203 303-839-3800				et, Suite 2000, Denver, CO 80203		
Notice Completed By: Beck	y Johnson, Pa	nralegal		Date of Notic	e:	01/11/2022		

Note that some information provided herein may be subject to change after the notice is posted.