

SECTION 14 METROPOLITAN DISTRICT

141 Union Boulevard, Suite 150
Lakewood, Colorado 80228-1898
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NOTICE OF SPECIAL MEETING AND AGENDA

<u>Board of Directors:</u>	<u>Office:</u>	<u>Term/Expiration:</u>
Jay Perlmutter	President	2020/May 2020
Jonathan Perlmutter	Treasurer	2022/May 2022
Douglas C. Ernst	Assistant Secretary	2022/May 2022
G. Darwin Toll, Jr.	Assistant Secretary	2020/May 2020
Kenya Jenkins	Assistant Secretary	2022/May 2022
Ann Finn	Secretary	

DATE: November 26, 2018

TIME: 9:00 A.M.

PLACE: Jordon Perlmutter & Co.
1601 Blake Street, Suite 600
Denver, Colorado 80217

I. ADMINISTRATIVE MATTERS

- A. Present Disclosures of Potential Conflicts of Interest and confirm quorum.

- B. Approve Agenda, confirm location of the meeting and posting of meeting notices.

- C. Review and approve Minutes of the July 17, 2018 special meeting (enclosure).

- D. Consider Regular Meeting dates for 2019 (suggested dates are _____ 2019). Review and consider approval of Resolution No. 2018-11-01; Resolution Establishing Regular Meeting Dates, Time and Location, and Designating Locations for Posting of 72-Hour and 24-Hour Notices (enclosure).

- E. Discuss §32-1-809, C.R.S. reporting requirements and mode of eligible elector notification (2018 SDA Website).

- F. Discuss possible debt authorization election in 2019.

II. FINANCIAL MATTERS

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

Fund	Period ending July 19, 2018	Period ending Aug. 21, 2018	Period ending Sept. 12, 2018	Period ending Oct. 18, 2018
General	\$ 19,994.23	\$ 38,069.91	\$ 32,403.86	\$ 24,796.66
Debt	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Capital	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Total	\$ 19,994.23	\$ 38,069.91	\$ 32,403.86	\$ 24,796.66

- B. Review and approve payment of claims through November 12, 2018 totaling \$29,934.96 (enclosure).
- C. Review and accept unaudited financial statements through the period ending October 31, 2018, and the schedule of cash position statement dated October 31, 2018 (enclosure).
- D. Consider engagement of Schilling & Company, Inc. to prepare the 2018 audit in the amount of \$5,000 (enclosure).
- E. Conduct Public Hearing to consider Amendment to 2018 Budget (if necessary) and consider adoption of Resolution to Amend the 2018 Budget and Appropriate Expenditures.
- F. Conduct Public Hearing on the proposed 2019 Budget and consider adoption of Resolution to Adopt the 2019 Budget and Appropriate Sums of Money and Set Mill Levies for General Fund _____, Debt Service Fund _____, and Other Fund(s) _____ for a total mill levy of _____ (enclosures – preliminary assessed valuation, 2019 draft budget and resolution).
- G. Consider authorizing the District Accountant to prepare and sign the DLG-70 Mill Levy Certification form for certification to the Board of County Commissioners and other interested parties.

III. LEGAL MATTERS

A. _____

IV. CAPITAL PROJECTS

A. Consider approval of request for developer reimbursement for costs associated with public improvements.

1. Review and approve Engineers Cost Verification letter (draft enclosed).

2. Discuss License Agreement.

B. Discuss status of Tract conveyances.

C. Discuss possible capital improvement projects for 2018.

OTHER MATTERS

A. _____

VI. ADJOURNMENT **THERE ARE NO MORE REGULAR MEETINGS SCHEDULED FOR 2018.**

Informational Enclosure:

- SDMS, Inc. Memo Regarding Rates
- McGeady Becher P.C. Memo Regarding Rates

RECORD OF PROCEEDINGS

MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS OF THE SECTION 14 METROPOLITAN DISTRICT HELD JULY 17, 2018

A special meeting of the Board of Directors of the Section 14 Metropolitan District, Jefferson County and the City and County of Denver, Colorado was duly posted and held on Tuesday, the 17th day of July, 2018, at 9:00 A.M., at the offices of Jordon Perlmutter and Co., 1601 Blake Street, Suite 600, Denver, Colorado, 80217. The meeting was open to the public.

ATTENDANCE

Directors In Attendance Were:

Jay Perlmutter
Jonathan Perlmutter
Douglas C. Ernst
Kenya Jenkins

Following discussion, upon motion duly made by Director Jay Perlmutter, seconded by Director Jonathan Perlmutter and, upon vote, unanimously carried, the absence of Director Toll was excused.

Also In Attendance Were:

Ann Finn; Special District Management Services, Inc.

MaryAnn M. McGeady, Esq.; McGeady Becher P.C.

Dawn Schilling; Schilling & Company Inc. (for a portion of the meeting)

DISCLOSURE OF POTENTIAL CONFLICTS OF INTEREST

Disclosure of Potential Conflicts of Interest: The Board discussed the requirements pursuant to the Colorado Revised Statutes to disclose any potential conflicts of interest or potential breaches of fiduciary duty to the Board of Directors and to the Secretary of State. Attorney McGeady noted that a quorum was present and requested members of the Board to disclose any potential conflicts of interest with regard to any matters scheduled for discussion at this meeting, and incorporated for the record those applicable disclosures made by the Board members prior to this meeting in accordance with the statute. It was noted that Directors' Disclosure Statements have been filed for all Directors.

RECORD OF PROCEEDINGS

ADMINISTRATIVE MATTERS

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 Jay Perlmutter, seconded by Director Jonathan Perlmutter and, upon vote, unanimously carried, the Agenda was approved.

Approval of Meeting Location: The Board entered into a discussion regarding the requirements of Section 32-1-903(1), C.R.S., concerning the location of the District's Board meeting.

Following discussion, upon motion duly made by Director Jay Perlmutter, seconded by Director Jonathan Perlmutter and, upon vote, unanimously carried, the Board determined that because there was not a suitable or convenient location within the District's boundaries to conduct this meeting, it was determined to conduct the meeting at the above stated location. 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 requests that the meeting place be changed by residents or tax paying electors within its boundaries.

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 within the boundaries of the District at least 24 hours prior to each meeting at the Bowles Village Shopping Center, 7421 W. Bowles Ave., in Littleton Colorado.

May 8, 2018 Regular Election: Ms. Finn advised the Board that because there were not more candidates than positions available, the May 8, 2018 Regular Election was cancelled by the Designated Election Official, as allowed under Colorado law. Directors Ernst, Jenkins and Jonathan Perlmutter were each deemed elected to 4-year terms ending in May, 2022.

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

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

President
Treasurer

Jay Perlmutter
Jonathan Perlmutter

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Assistant Secretary
Assistant Secretary
Assistant Secretary
Secretary

Douglas C. Ernst
G. Darwin Toll, Jr.
Kenya Jenkins
Ann E. Finn

Minutes: The Board reviewed the Minutes of the November 27, 2017 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 November 27, 2017 regular meeting.

FINANCIAL MATTERS

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

Fund	Period ending Dec. 14, 2017	Period ending Jan. 18, 2018	Period ending Feb. 13, 2018	Period ending March 12, 2018
General	\$ 22,568.71	\$ 11,186.61	\$ 15,150.25	\$ 16,087.14
Debt	\$ 1,375.00	\$ -0-	\$ -0-	\$ -0-
Capital	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Total	\$ 23,943.71	\$ 11,186.61	\$ 15,150.25	\$ 16,087.14

Fund	Period ending April 10, 2018	Period ending May 17, 2018	Period ending June 15, 2018
General	\$ 17,771.19	\$ 17,255.47	\$ 10,056.44
Debt	\$ -0-	\$ -0-	\$ 1,512.50
Capital	\$ -0-	\$ -0-	\$ -0-
Total	\$ 17,771.19	\$ 17,255.47	\$ 11,568.94

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

Claims: The July 17, 2018 claims were not available for review and approval. No action was taken by the Board.

Unaudited Financial Statements: The Board reviewed the unaudited financial statements of the District setting forth the cash deposits, investments, budget analysis, and accounts payable vouchers for the period ending May 31, 2018 and the schedule of cash position statement dated May 31, 2018.

Following review, upon motion duly made by Director Ernst, seconded by Director Jonathan Perlmutter and, upon vote, unanimously carried, the unaudited financial

RECORD OF PROCEEDINGS

statements for the period ending May 31, 2018 and the schedule of cash position statement dated May 31, 2018 were accepted, as presented.

2017 Audit: Ms. Schilling reviewed the 2017 draft Audit with the Board.

Following review and discussion, upon motion duly made by Director Jay Perlmutter, seconded by Director Ernst and, upon vote, unanimously carried, the Board approved the 2017 Audit and authorized execution of the Audit Representations Letter, subject to final review by General Counsel and receipt of an unmodified opinion letter.

Preparation of 2019 Budget: The Board discussed the preparation of the 2019 Budget.

Following discussion, upon motion duly made by Director Jay Perlmutter, seconded by Director Jonathan Perlmutter and, upon vote, unanimously carried, the Board appointed the District Accountant to prepare the 2019 Budget and set the public hearing to consider adoption of the 2019 Budget on Monday, November 26, 2018 at 9:00 a.m. at the regular meeting location.

LEGAL MATTERS

November 6, 2018 Election: The Board discussed a possible November 6, 2018 Election. No action was taken by the Board at this time.

CAPITAL PROJECTS

Capital Improvement Projects for 2018 : The Board entered into discussion regarding possible improvements to the monument signs and upgrading to LED lighting. No action was taken by the Board at this time.

OTHER MATTERS

There were no other matters to discuss at this time.

ADJOURNMENT

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

Respectfully submitted,

By _____
Secretary for the Meeting

RECORD OF PROCEEDINGS

THESE MINUTES ARE APPROVED AS THE OFFICIAL JULY 17, 2018 MINUTES
OF THE SECTION 14 METROPOLITAN DISTRICT BY THE BOARD OF
DIRECTORS SIGNING BELOW:

Jay Perlmutter

Jonathan Perlmutter

Douglas C. Ernst

G. Darwin Toll, Jr.

Kenya Jenkins

RESOLUTION NO. 2018-11-01

**RESOLUTION OF THE BOARD OF DIRECTORS OF
SECTION 14 METROPOLITAN DISTRICT
ESTABLISHING REGULAR MEETING DATES, TIME AND LOCATION, AND
DESIGNATING LOCATIONS FOR POSTING OF 72-HOUR AND 24-HOUR NOTICES**

- A. Pursuant to Section 32-1-903, C.R.S., special districts are required to designate a schedule for regular meetings, indicating the dates, time and location of said meetings.
- B. Pursuant to Section 24-6-402(2)(c), C.R.S., special districts are required to designate annually at the board of directors of the district's first regular meeting of each calendar year, the place at which notice will be posted at least 24 hours prior to each meeting.
- C. Pursuant to Section 32-1-903, C.R.S., special districts are required to post notices of regular and special meetings at three (3) public places within the district and at the office of the County Clerk and Recorder at least 72 hours prior to said meeting.
- D. Pursuant to Section 32-1-903, C.R.S., all special and regular meetings of the board shall be held at locations which are within the boundaries of the district or which are within the boundaries of any county in which the district is located, in whole or in part, or in any county so long as the meeting location does not exceed twenty (20) miles from the district boundaries unless such provision is waived.
- E. The provisions of Section 32-1-903, C.R.S., may be waived if: (1) the proposed change of location of a meeting of the board appears on the agenda of a regular or special meeting; and (2) a resolution is adopted by the board stating the reason for which a meeting is to be held in a location other than under Section 32-1-903(1), C.R.S., and further stating the date, time and place of such meeting.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Section 14 Metropolitan District of the County of Jefferson and the City and County of Denver, Colorado:

1. That the provisions of Section 32-1-903(1), C.R.S., be waived pursuant to the adoption of this Resolution.
2. That the Board of Directors (the "**District Board**") has determined that conducting regular and special meetings pursuant to Section 32-1-903(1), C.R.S., would be inconvenient and costly for the Directors and consultants of the District in that they live and/or work outside the twenty (20) mile radius requirement.
3. That regular meetings of the District Board of the Section 14 Metropolitan District for the year 2019 shall be held on June __, 2019 and November __, 2019 at 9:00 a.m., at the offices of Jordon Perlmutter & Co., 1601 Blake Street, #600, Denver, Colorado.
4. That special meetings of the District Board shall be held as often as the needs of the District require, upon notice to each Director.

5. That, until circumstances change and a future resolution of the District Board so designates, the location of all special and regular meetings of the District Board shall appear on the agenda(s) of said special and regular meetings.

6. That the residents and taxpaying electors of the District shall be given an opportunity to object to the meeting(s), location(s) and any such objections shall be considered by the District Board in setting future meetings.

7. Notice of Meetings of the District Board required pursuant to Section 24-6-402(2)(c), C.R.S., shall be posted within the boundaries of the District at least 24 hours prior to each meeting at the following location:

- (a) Bowles Village Shopping Center, 7421 W. Bowles Ave., Littleton, Colorado

8. Notices of regular and special meetings required to be posted at three (3) public places within the District and at the office of the County Clerk and Recorder at least 72 hours prior to said meeting shall be made pursuant to Section 32-1-903, C.R.S., at the following locations:

- (a) Bowles Village Shopping Center, 7421 W. Bowles Ave., Littleton, Colorado
- (b) Belleview Shores, 5300 Block of Wadsworth Blvd., Lakewood, Colorado
- (c) Chanson Plaza, 8100 Block of Bowles Ave., Littleton, Colorado

9. _____, or his/her designee, is hereby appointed to post the above-referenced notices.

RESOLUTION APPROVED AND ADOPTED on November 26, 2018.

**SECTION 14 METROPOLITAN
DISTRICT**

By: _____
President

Attest:

Secretary

Check No and Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total	Voi
4051							
07/19/2018	Bowles Village Center	6/2018	Landscape Maintenance	1-786	55.00	55.00	
07/19/2018	Bowles Village Center	6/2018	Utilities	1-710	2,290.00	2,290.00	
Total 4051:						2,345.00	
4052							
07/19/2018	Chanson, LLC	6/2018	Landscape Maintenance	1-786	187.00	187.00	
07/19/2018	Chanson, LLC	6/2018	Utilities	1-710	3,583.00	3,583.00	
Total 4052:						3,770.00	
4053							
07/19/2018	McGeady Becher P.C.	198C JUN 18	Legal	1-675	245.00	245.00	
Total 4053:						245.00	
4054							
07/19/2018	Schilling & Company, Inc	12053	Audit	1-615	5,000.00	5,000.00	
Total 4054:						5,000.00	
4055							
07/19/2018	Section 14 Development Company	6/2018	Landscape Maintenance	1-786	1,539.00	1,539.00	
07/19/2018	Section 14 Development Company	6/2018	Utilities	1-710	1,040.00	1,040.00	
Total 4055:						2,579.00	
4056							
07/19/2018	Special District Management Servic	JUNE 2018	District Management	1-614	137.21	137.21	
07/19/2018	Special District Management Servic	JUNE 2018	Accounting	1-613	671.30	671.30	
07/19/2018	Special District Management Servic	JUNE 2018	Election Expense	1-635	95.90	95.90	
Total 4056:						904.41	
20180701							
07/19/2018	Denver Water	5261 7/18	Utilities	1-710	925.59	925.59	M
Total 20180701:						925.59	
20180702							
07/19/2018	Denver Water	5256 7/18	Utilities	1-710	3,499.44	3,499.44	M
Total 20180702:						3,499.44	
20180703							
07/19/2018	Denver Water	5392 7/18	Utilities	1-710	725.79	725.79	M
Total 20180703:						725.79	
Grand Totals:						19,994.23	

Section 14 Metropolitan District
July-18

	General	Debt	Capital	Totals
Disbursements	\$ 19,994.23	\$ -	\$ -	\$ 19,994.23
Payroll	\$ -			\$ -
Payroll Taxes (Annually)	\$ -			\$ -
Total Disbursements from Checking Acct	\$ 19,994.23	\$ -	\$ -	\$ 19,994.23

Check No and Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total	Void/
4057							
08/21/2018	Bowles Village Center	7/2018	Landscape Maintenance	1-786	589.00	589.00	
08/21/2018	Bowles Village Center	7/2018	Utilities	1-710	764.00	764.00	
Total 4057:						1,353.00	
4058							
08/21/2018	Chanson, LLC	7/2018	Landscape Maintenance	1-786	6,374.00	6,374.00	
08/21/2018	Chanson, LLC	7/2018	Utilities	1-710	3,820.00	3,820.00	
Total 4058:						10,194.00	
4059							
08/21/2018	McGeady Becher P.C.	198C JULY 18	Legal	1-675	2,714.50	2,714.50	
Total 4059:						2,714.50	
4060							
08/21/2018	Section 14 Development Company	7/2018	Landscape Maintenance	1-786	11,971.00	11,971.00	
08/21/2018	Section 14 Development Company	7/2018	Utilities	1-710	1,752.00	1,752.00	
Total 4060:						13,723.00	
4061							
08/21/2018	Special District Management Servic	JULY 2018	District Management	1-614	2,346.79	2,346.79	
08/21/2018	Special District Management Servic	JULY 2018	Accounting	1-613	1,150.80	1,150.80	
08/21/2018	Special District Management Servic	JULY 2018	Audit	1-615	685.00	685.00	
08/21/2018	Special District Management Servic	JULY 2018	Election Expense	1-635	27.40	27.40	
Total 4061:						4,209.99	
20180801							
08/21/2018	Denver Water	5256 8/18	Utilities	1-710	3,151.64	3,151.64	M
Total 20180801:						3,151.64	
20180802							
08/21/2018	Denver Water	5392 8/18	Utilities	1-710	807.19	807.19	M
Total 20180802:						807.19	
20180803							
08/21/2018	Denver Water	5261 8/18	Utilities	1-710	1,547.19	1,547.19	M
Total 20180803:						1,547.19	
Grand Totals:						37,700.51	

Check Issue Date	Check Number	Payee	Amount
08/21/2018	9080	Ernst, Douglas C	92.35
08/21/2018	9081	Perlmutter, Jay	92.35
08/21/2018	9082	Perlmutter, Jonathan	92.35
08/21/2018	9083	Jenkins, Kenya	92.35
Grand Totals:			
	4		369.40

Section 14 Metropolitan District
August-18

	General	Debt	Capital	Totals
Disbursements	\$ 37,700.51	\$ -	\$ -	\$ 37,700.51
Payroll	\$ 369.40			\$ 369.40
Payroll Taxes (Annually)	\$ -			\$ -
Total Disbursements from Checking Acct	\$ 38,069.91	\$ -	\$ -	\$ 38,069.91

Check No and Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total	Void
4062							
09/12/2018	Bowles Village Center	8/2018	Landscape Maintenance	1-786	1,325.00	1,325.00	
09/12/2018	Bowles Village Center	8/2018	Utilities	1-710	1,379.00	1,379.00	
Total 4062:						2,704.00	
4063							
09/12/2018	Chanson, LLC	8/2018	Landscape Maintenance	1-786	7,305.00	7,305.00	
09/12/2018	Chanson, LLC	8/2018	Utilities	1-710	6,140.00	6,140.00	
Total 4063:						13,445.00	
4064							
09/12/2018	City and County of Denver	SD FEE 18-021	C&C of Denver Annual Fee	1-687	3,000.00	3,000.00	
Total 4064:						3,000.00	
4065							
09/12/2018	Section 14 Development Company	8/2018	Landscape Maintenance	1-786	4,551.00	4,551.00	
09/12/2018	Section 14 Development Company	8/2018	Utilities	1-710	4,060.00	4,060.00	
Total 4065:						8,611.00	
4066							
09/12/2018	Special District Management Servic	AUGUST 2018	District Management	1-614	343.34	343.34	
09/12/2018	Special District Management Servic	AUGUST 2018	Accounting	1-613	452.10	452.10	
Total 4066:						795.44	
20180901							
09/12/2018	Denver Water	5261 9/18	Utilities	1-710	1,413.99	1,413.99	M
Total 20180901:						1,413.99	
20180902							
09/12/2018	Denver Water	5392 9/18	Utilities	1-710	725.79	725.79	M
Total 20180902:						725.79	
20180903							
09/12/2018	Denver Water	5256 9/18	Utilities	1-710	1,708.64	1,708.64	M
Total 20180903:						1,708.64	
Grand Totals:						32,403.86	

Section 14 Metropolitan District
September-18

	General	Debt	Capital	Totals
Disbursements	\$ 32,403.86	\$ -	\$ -	\$ 32,403.86
Payroll	\$ -			\$ -
Payroll Taxes (Annually)	\$ -			\$ -
Total Disbursements from Checking Acct	\$ 32,403.86	\$ -	\$ -	\$ 32,403.86

Check No and Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total	Void
4067							
10/18/2018	Bowles Village Center	9/2018	Landscape Maintenance	1-786	547.00	547.00	
10/18/2018	Bowles Village Center	9/2018	Utilities	1-710	1,295.00	1,295.00	
Total 4067:						1,842.00	
4068							
10/18/2018	Chanson, LLC	9/2018	Landscape Maintenance	1-786	4,592.00	4,592.00	
10/18/2018	Chanson, LLC	9/2018	Utilities	1-710	5,603.00	5,603.00	
Total 4068:						10,195.00	
4069							
10/18/2018	Colorado Special District P&L	19W60144-808	Prepays	1-125	350.00	350.00	
Total 4069:						350.00	
4070							
10/18/2018	McGeady Becher P.C.	198C SEPT 18	Legal	1-675	17.50	17.50	
Total 4070:						17.50	
4071							
10/18/2018	Section 14 Development Company	9/2018	Landscape Maintenance	1-786	4,022.00	4,022.00	
10/18/2018	Section 14 Development Company	9/2018	Utilities	1-710	3,947.00	3,947.00	
Total 4071:						7,969.00	
4072							
10/18/2018	Special District Management Servic	SEPT 2018	District Management	1-614	172.04	172.04	
10/18/2018	Special District Management Servic	SEPT 2018	Accounting	1-613	698.70	698.70	
Total 4072:						870.74	
20181001							
10/18/2018	Denver Water	5256 10/18	Utilities	1-710	1,642.04	1,642.04	M
Total 20181001:						1,642.04	
20181002							
10/18/2018	Denver Water	5392 10/18	Utilities	1-710	636.99	636.99	M
Total 20181002:						636.99	
20181003							
10/18/2018	Denver Water	5261 10/18	Utilities	1-710	1,273.39	1,273.39	M
Total 20181003:						1,273.39	
Grand Totals:						24,796.66	

Section 14 Metropolitan District
October-18

	General	Debt	Capital	Totals
Disbursements	\$ 24,796.66	\$ -	\$ -	\$ 24,796.66
Payroll	\$ -			\$ -
Payroll Taxes (Annually)	\$ -			\$ -
Total Disbursements from Checking Acct	\$ 24,796.66	\$ -	\$ -	\$ 24,796.66

Check No and Date	Payee	Invoice No	GL Account Title	GL Acct	Amount	Total	Void
4073							
11/12/2018	Bowles Village Center	10/2018	Landscape Maintenance	1-786	714.00	714.00	
11/12/2018	Bowles Village Center	10/2018	Utilities	1-710	1,261.00	1,261.00	
Total 4073:						1,975.00	
4074							
11/12/2018	Chanson, LLC	10/2018	Landscape Maintenance	1-786	13,834.00	13,834.00	
11/12/2018	Chanson, LLC	10/2018	Utilities	1-710	5,177.00	5,177.00	
Total 4074:						19,011.00	
4075							
11/12/2018	McGeady Becher P.C.	198C OCT 18	Legal	1-675	35.00	35.00	
Total 4075:						35.00	
4076							
11/12/2018	Section 14 Development Company	10/2018	Landscape Maintenance	1-786	3,887.00	3,887.00	
11/12/2018	Section 14 Development Company	10/2018	Utilities	1-710	3,487.00	3,487.00	
Total 4076:						7,374.00	
4077							
11/12/2018	Special District Management Servic	OCT 2018	District Management	1-614	513.99	513.99	
11/12/2018	Special District Management Servic	OCT 2018	Accounting	1-613	890.50	890.50	
Total 4077:						1,404.49	
20181101							
11/12/2018	Denver Water	5261 11/18	Utilities	1-710	48.69	48.69	M
Total 20181101:						48.69	
20181102							
11/12/2018	Denver Water	5256 11/2018	Utilities	1-710	71.39	71.39	M
Total 20181102:						71.39	
20181103							
11/12/2018	Denver Water	5392 11/18	Utilities	1-710	15.39	15.39	M
Total 20181103:						15.39	
Grand Totals:						29,934.96	

Section 14 Metropolitan District
November-18

	General	Debt	Capital	Totals
Disbursements	\$ 29,934.96	\$ -	\$ -	\$ 29,934.96
Payroll	\$ -			\$ -
Payroll Taxes (Annually)	\$ -			\$ -
Total Disbursements from Checking Acct	\$ 29,934.96	\$ -	\$ -	\$ 29,934.96

SECTION 14 METROPOLITAN DISTRICT

Schedule of Cash Position

October 31, 2018

	<u>Rate</u>	<u>Operating</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Total</u>
Checking:					
Cash in Bank-US Bank		\$ 9,814.85	\$ 237.50	\$ 1,152.34	\$ 11,204.69
Investments:					
Cash in Bank-ColoTrust	2.25%	866,861.71	1,035,976.40	628.31	1,903,466.42
Trustee Accounts:					
US Bank-Series 2000 Interest		-	17.20	-	17.20
US Bank-Series 2000 Principal		-	233.78	-	233.78
TOTAL FUNDS:		<u>\$ 876,676.56</u>	<u>\$ 1,036,464.88</u>	<u>\$ 1,780.65</u>	<u>\$ 1,914,922.09</u>

2018 Mill Levy Information

Certified General Fund Mill Levy:	9.857
Certified Debt Service Fund Mill Levy:	
Current District	13.812
Westlake / Fairmark (Denver)	4.976
Villages at Raccoon Creek (Denver)	13.812
1994 Exclusion (Jefferson)	4.976
Grant Ranch Cove (Jefferson)	13.812
Total Certified Mill Levy	<u>23.669</u>

Board of Directors

- Jay Perlmutter
- Jonathan Perlmutter
- Douglas C. Ernst
- G. Darwin Toll, Jr.
- Kenya Jenkins

* Authorized signer on the Checking Account

SECTION 14 METROPOLITAN DISTRICT

FINANCIAL STATEMENTS

October 31, 2018

SECTION 14 METROPOLITAN DISTRICT
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
October 31, 2018

	GENERAL	DEBT SERVICE	CAPITAL PROJECTS	FIXED ASSETS	LONG-TERM DEBT	TOTAL
Assets						
Cash in Bank-US Bank	\$ 9,814.85	\$ 237.50	\$ 1,152.34	\$ -	\$ -	\$ 11,204.69
Cash in Bank-ColoTrust	866,861.71	1,035,976.40	628.31	-	-	1,903,466.42
Property Taxes Receivable	11,113.06	24,547.43	-	-	-	35,660.49
US Bank-Series 2000 Interest	-	17.20	-	-	-	17.20
US Bank-Series 2000 Principal	-	233.78	-	-	-	233.78
Prepays	350.00	-	-	-	-	350.00
Total Current Assets	888,139.62	1,061,012.31	1,780.65	-	-	1,950,932.58
Other Debits						
Amount in Debt Service Fund	-	-	-	-	1,036,464.88	1,036,464.88
Amount to be Provided for Debt	-	-	-	-	898,535.12	898,535.12
Total Other Debits	-	-	-	-	1,935,000.00	1,935,000.00
Capital Assets						
Monument signs	-	-	-	146,017.00	-	146,017.00
Contributed signs	-	-	-	145,852.00	-	145,852.00
Chanson Sign	-	-	-	52,148.00	-	52,148.00
Streets	-	-	-	157,386.39	-	157,386.39
Accumulated Depreciation	-	-	-	(305,609.00)	-	(305,609.00)
Total Capital Assets	-	-	-	195,794.39	-	195,794.39
Total Assets	\$ 888,139.62	\$ 1,061,012.31	\$ 1,780.65	\$ 195,794.39	\$ 1,935,000.00	\$ 4,081,726.97
Liabilities						
Payroll Taxes Payable	61.20	-	-	-	-	61.20
G.O. Bonds Payable	\$ -	\$ -	\$ -	\$ -	\$ 1,935,000.00	\$ 1,935,000.00
Total Liabilities	61.20	-	-	-	1,935,000.00	1,935,061.20
Deferred Inflows of Resources						
Deferred Property Taxes	11,113.06	24,547.43	-	-	-	35,660.49
Total Deferred Inflows of Resources	11,113.06	24,547.43	-	-	-	35,660.49
Fund Balance						
Investment in Fixed Assets	-	-	-	195,794.39	-	195,794.39
Fund Balance	463,605.65	229,836.25	1,769.37	-	-	695,211.27
Current Year Earnings	413,359.71	806,628.63	11.28	-	-	1,219,999.62
Total Fund Balances	876,965.36	1,036,464.88	1,780.65	195,794.39	-	2,111,005.28
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ 888,139.62	\$ 1,061,012.31	\$ 1,780.65	\$ 195,794.39	\$ 1,935,000.00	\$ 4,081,726.97

SECTION 14 METROPOLITAN DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the 10 Months Ending,
October 31, 2018
General Fund

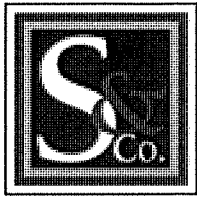
Account Description	Period Actual	YTD Actual	Budget	Under/(Over) Budget	% of Budget
Revenues					
Property Taxes - Denver	\$ -	\$ 94,050.76	\$ 94,467.00	\$ 416.24	99.6%
Property Taxes - Jeff. Cty.	48.37	410,762.18	421,459.00	10,696.82	97.5%
Specific Ownership Taxes	8,592.55	86,088.77	86,608.00	519.23	99.4%
Interest Income	1,746.57	13,114.21	5,000.00	(8,114.21)	262.3%
Total Revenues	<u>10,387.49</u>	<u>604,015.92</u>	<u>607,534.00</u>	<u>3,518.08</u>	<u>99.4%</u>
Expenditures					
Accounting	698.70	7,946.00	11,220.00	3,274.00	70.8%
District Management	172.04	5,213.44	9,017.00	3,803.56	57.8%
Audit	-	5,685.00	6,000.00	315.00	94.8%
Director's Fees	-	400.00	1,500.00	1,100.00	26.7%
Dues & Subscriptions	-	-	600.00	600.00	0.0%
Election Expense	-	970.28	1,000.00	29.72	97.0%
Insurance	-	5,740.11	6,284.00	543.89	91.3%
Legal	17.50	6,746.00	14,280.00	7,534.00	47.2%
Legal Publications	-	-	100.00	100.00	0.0%
Miscellaneous Expenses	14.00	260.00	1,000.00	740.00	26.0%
C&C of Denver Annual Fee	-	3,000.00	3,000.00	-	100.0%
Payroll Taxes	-	30.60	115.00	84.40	26.6%
Treasurer's Fees	0.76	7,110.17	7,739.00	628.83	91.9%
Utilities	14,397.42	75,267.61	90,000.00	14,732.39	83.6%
Landscape Maintenance	9,161.00	72,287.00	95,000.00	22,713.00	76.1%
Contingency	-	-	81,230.00	81,230.00	0.0%
Total Expenditures	<u>24,461.42</u>	<u>190,656.21</u>	<u>328,085.00</u>	<u>137,428.79</u>	<u>58.1%</u>
Excess (Deficiency) of Revenues Over Expenditures	(14,073.93)	413,359.71	279,449.00	(133,910.71)	
Transfers and Other (Sources) Uses					
Transfer to Capital	-	-	350,000.00	350,000.00	
Emergency Reserves	-	-	18,225.00	18,225.00	
Total Transfers and Other (Sources) Uses	<u>-</u>	<u>-</u>	<u>368,225.00</u>	<u>368,225.00</u>	
Change in Fund Balance	(14,073.93)	413,359.71	(88,776.00)	(502,135.71)	
Beginning Fund Balance	-	463,605.65	88,776.00	(374,829.65)	
Ending Fund Balance	<u>\$ (14,073.93)</u>	<u>\$ 876,965.36</u>	<u>\$ -</u>	<u>\$ (876,965.36)</u>	

SECTION 14 METROPOLITAN DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the 10 Months Ending,
October 31, 2018
Debt Service Fund

Account Description	Period Actual	YTD Actual	Budget	Under/(Over) Budget	% of Budget
Revenues					
Property Taxes - Denver	\$ -	\$ 131,787.48	\$ 132,370.00	\$ 582.52	99.6%
Property Taxes - Jeff. Cty.	67.88	576,492.22	591,505.00	15,012.78	97.5%
PrtY Taxes - Ex Denver	-	71,901.01	75,881.00	3,979.99	94.8%
PrtY Taxes - Ex Jeff. Cty.	-	75,757.92	75,758.00	0.08	100.0%
Interest Income	2,024.64	12,397.12	-	(12,397.12)	0.0%
Total Revenues	<u>2,092.52</u>	<u>868,335.75</u>	<u>875,514.00</u>	<u>7,178.25</u>	<u>99.2%</u>
Expenditures					
Bond Principal 2000	-	-	940,000.00	940,000.00	0.0%
Bond Interest 2000	-	48,375.00	96,750.00	48,375.00	50.0%
Trustee/Paying Agent Fees	-	1,512.50	4,000.00	2,487.50	37.8%
Treasurer's Fees	1.07	11,819.62	13,133.00	1,313.38	90.0%
Total Expenditures	<u>1.07</u>	<u>61,707.12</u>	<u>1,053,883.00</u>	<u>992,175.88</u>	<u>5.9%</u>
Excess (Deficiency) of Revenues Over Expenditures	2,091.45	806,628.63	(178,369.00)	(984,997.63)	
Beginning Fund Balance	-	229,836.25	230,726.00	889.75	
Ending Fund Balance	<u>\$ 2,091.45</u>	<u>\$ 1,036,464.88</u>	<u>\$ 52,357.00</u>	<u>\$ (984,107.88)</u>	

SECTION 14 METROPOLITAN DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the 10 Months Ending,
October 31, 2018
Capital Projects Fund

Account Description	Period Actual	YTD Actual	Budget	Under/(Over) Budget	% of Budget
Revenues					
Interest Income	\$ 1.23	\$ 11.28	\$ -	\$ (11.28)	0.0%
Transfer from General Fund	-	-	350,000.00	350,000.00	0.0%
Total Revenues	<u>1.23</u>	<u>11.28</u>	<u>350,000.00</u>	<u>349,988.72</u>	<u>0.0%</u>
Expenditures					
Reimbrse developer- cap. proj.	-	-	550,000.00	550,000.00	0.0%
Contingency	-	-	1,769.00	1,769.00	0.0%
Total Expenditures	<u>-</u>	<u>-</u>	<u>551,769.00</u>	<u>551,769.00</u>	<u>0.0%</u>
Excess (Deficiency) of Revenues Over Expenditures	1.23	11.28	(201,769.00)	(201,780.28)	
Beginning Fund Balance	-	1,769.37	201,769.00	199,999.63	
Ending Fund Balance	<u>\$ 1.23</u>	<u>\$ 1,780.65</u>	<u>\$ -</u>	<u>\$ (1,780.65)</u>	



SCHILLING & COMPANY, INC.

Certified Public Accountants

P.O. Box 631579
HIGHLANDS RANCH, CO 80163

PHONE: 720.348.1086
FAX: 720.348.2920

November 12, 2018

Board of Directors
Section 14 Metropolitan District
c/o Special District Management Services, Inc.
141 Union Boulevard, Suite 150
Lakewood, Colorado 80228

Board of Directors:

We are pleased to confirm our understanding of the services we are to provide Section 14 Metropolitan District (District) for the year ended December 31, 2018. We will audit the financial statements of the governmental activities and each major fund including the related notes to the financial statements, which collectively comprise the basic financial statements of the District as of and for the year ended December 31, 2018. Accounting standards generally accepted in the United States of America provide for certain required supplementary information (RSI), such as management's discussion and analysis (MD&A), to supplement the District's basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the District's RSI in accordance with auditing standards generally accepted in the United States of America. These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The following RSI is required by generally accepted accounting principles and will be subjected to certain limited procedures, but will not be audited, if presented:

- Management's Discussion and Analysis.

We have also been engaged to report on supplementary information other than RSI that accompanies the District's financial statements. We will subject the following supplementary information to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and we will provide an opinion on it in relation to the financial statements as a whole, in a report combined with our auditor's report on the financial statements:

- Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Debt Service Fund
- Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Capital Projects Fund

The following other information accompanying the financial statements will not be subjected to the auditing procedures applied in our audit of the financial statements, and our auditor's report will not provide an opinion or any assurance on that other information.

- Summary of Assessed Valuation, Mill Levy and Property Taxes Collected
- Ten Largest Taxpayers Within the District
- Assessed Valuation of Classes of Property in the District
- Debt Ratios of the District

Audit Objective

The objective of our audit is the expression of opinions as to whether your financial statements are fairly presented, in all material respects, in conformity with generally accepted accounting principles and to report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as a whole. Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America and will include tests of the accounting records and other procedures we consider necessary to enable us to express such opinions. We will issue a written report upon completion of our audit of the District's financial statements. Our report will be addressed to the Board of Directors of the District. We cannot provide assurance that unmodified opinions will be expressed. Circumstances may arise in which it is necessary for us to modify our opinions or add emphasis-of-matter or other-matter paragraphs. If our opinions on the financial statements are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or may withdraw from this engagement.

Audit Procedures—General

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We will plan and perform the audit to obtain reasonable rather than absolute assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the government or to acts by management or employees acting on behalf of the government.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us, even though the audit is properly planned and performed in accordance with U.S. generally accepted auditing standards. In addition, an audit is not designed to detect immaterial misstatements, or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. However, we will inform the appropriate level of management of any material errors, any fraudulent financial reporting, or misappropriation of assets that come to our attention. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, and may include direct confirmation of receivables and certain other assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will request written representations from your attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will require certain written representations from you about the financial statements and related matters.

Audit Procedures—Internal Control

Our audit will include obtaining an understanding of the government and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. An audit is not designed to provide assurance on internal control or to identify deficiencies in internal control. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards.

Audit Procedures—Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the District's compliance with the provisions of applicable laws, regulations, contracts, and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion.

Other Services

We understand that the financial statements and related notes to the financial statements of the District will be prepared by the District's accountants. We, in our sole professional judgment, reserve the right to refuse to perform any procedure or take any action that could be construed as assuming management responsibilities.

Management Responsibilities

Management is responsible for establishing and maintaining effective internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, including monitoring ongoing activities; for the selection and application of accounting principles; and for the preparation and fair presentation of the financial statements in conformity with U.S. generally accepted accounting principles.

Management is also responsible for making all financial records and related information available to us and for the accuracy and completeness of that information. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, (2) additional information that we may request for the purpose of the audit, and (3) unrestricted access to persons within the government from whom we determine it necessary to obtain audit evidence.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the management representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the government involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected

fraud affecting the government received in communications from employees, former employees, regulators, or others. In addition, you are responsible for identifying and ensuring that the government complies with applicable laws and regulations.

With regard to including the auditor's report in an exempt offering document, you agree that the aforementioned auditor's report, or reference to Schilling & Company, Inc., will not be included in any such offering document without our prior permission or consent. Any agreement to perform work in connection with an exempt offering document, including an agreement to provide permission or consent, will be a separate engagement.

With regard to an exempt offering document with which Schilling & Company, Inc. is not involved, you agree to clearly indicate in the exempt offering document that Schilling & Company, Inc. is not involved with the contents of such offering document.

You are responsible for the preparation of the supplementary information in conformity with U.S. generally accepted accounting principles. You agree to include our report on the supplementary information in any document that contains and indicates that we have reported on the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon. Your responsibilities include acknowledging to us in the representation letter that (1) you are responsible for presentation of the supplementary information in accordance with GAAP; (2) you believe the supplementary information, including its form and content, is fairly presented in accordance with GAAP; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information.

With regard to the electronic dissemination of audited financial statements, including financial statements published electronically on your website, you understand that electronic sites are a means to distribute information and, therefore, we are not required to read the information contained in these sites or to consider the consistency of other information in the electronic site with the original document.

You agree to assume all management responsibilities for financial statement preparation services and any other nonattest services we provide; oversee the services by designating an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of the services; and accept responsibility for them.

Engagement Administration, Fees, and Other

We may from time to time, and depending on the circumstances, use third-party service providers in serving your account. We may share confidential information about you with these service providers, but remain committed to maintaining the confidentiality and security of your information. Accordingly, we maintain internal policies, procedures, and safeguards to protect the confidentiality of your personal information. In addition, we will secure confidentiality agreements with all service providers to maintain the confidentiality of your information and we will take reasonable precautions to determine that they have appropriate procedures in place to prevent the unauthorized release of your confidential information to others. In the event that we are unable to secure an appropriate confidentiality agreement, you will be asked to provide your consent prior to the sharing of your confidential information with the third-party service provider. Furthermore, we will remain responsible for the work provided by any such third-party service providers.

The audit documentation for this engagement is the property of Schilling & Company, Inc. and constitutes confidential information.

Dawn Schilling is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign it.

Our fee for these services will be \$5,000 which includes preparation of the audited financial statements and related footnotes. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation. In accordance with our firm policies, work may be suspended if your account becomes 60 days or more overdue and may not be resumed until your account is paid in full. If we elect to terminate our services for nonpayment, our engagement will be deemed to have been completed upon written notification of termination, even if we have not completed our report. You will be obligated to compensate us for all time expended and to reimburse us for all out-of-pocket costs through the date of termination. The above fee is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the audit. If significant additional time is necessary, we will discuss it with you and arrive at a new fee estimate before we incur the additional costs.

If our report on the financial statements will be included in another document (for example, in connection with a bond offering), the procedures we may be asked to perform in connection therewith will be considered an engagement separate and distinct from the audit engagement, for which I will bill you separately at our standard hourly rate of \$160 per hour. Also, any calculations performed in connection with the District's TABOR compliance will be billed at our standard hourly rate.

In accordance with C.R.S. § 8-17.5-101, *et seq.*, the Schilling & Company, Inc. (Company) hereby certifies to the District that:

The Company hereby states to the District that the Company does not knowingly employ or contract with an illegal alien who will perform work under the Agreement and that it will participate in the E-Verify Program or Department Program (as defined in §8-17.5-101 C.R.S.) in order to confirm the employment eligibility of all employees of the Company who are newly hired to perform work under the Agreement.

In accordance with §8-17.5-102, C.R.S., the Company shall not:

- (a) Knowingly employ or contract with an illegal alien to perform work under the Agreement; or
- (b) Enter into a contract with a subcontractor that fails to certify to the Company that the subcontractor shall not knowingly employ or contract with an illegal alien to perform work under the Agreement.

The Company represents and warrants it has confirmed the employment eligibility of all of its employees who are newly hired for employment to perform work under the Agreement through participation in either the E-Verify Program or the Department Program.

The Company is prohibited from using the E-Verify Program or the Department Program procedures to undertake pre-employment screening of job applicants while the Agreement is in effect.

If the Company obtains actual knowledge that a subcontractor performing work under the Agreement knowingly employs or contracts with an illegal alien, the Company shall:

- (a) Notify the subcontractor and the District within three days that the Company has actual knowledge that the subcontractor is employing or contracting with an illegal alien; and
- (b) Terminate the subcontract with the subcontractor if within three days of receiving the notice the subcontractor does not stop employing or contracting with the illegal alien; except that the Company shall not terminate the contract with the subcontractor if during such three days the subcontractor provides information to establish that the subcontractor has not knowingly employed or contracted with an illegal alien.

The Company shall comply with any reasonable request by the Colorado Department of Labor and Employment made in the course of an investigation that the Department is undertaking, pursuant to the authority established in §8-17.5-102, C.R.S.

If the Company violates any provision of C.R.S. §8-17.5-102, *et seq.*, the District may terminate the Agreement immediately and the Company shall be liable to the District for actual and consequential damages of the District resulting from such termination, and the District shall report such violation by the Company to the Colorado Secretary of State, as required by law.

We appreciate the opportunity to be of service to the District and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy and return it to us.

Very truly yours,

SCHILLING & COMPANY, INC.

Schilling & Company, Inc.

RESPONSE:

This letter correctly sets forth the understanding of Section 14 Metropolitan District.

By: _____

Title: _____

Date: _____

Certification of Valuation by County Assessor

Name of Jurisdiction Section 14 Metropolitan District

New Entity? ☐ Yes ☒ No

IN Denver COUNTY, COLORADO ON

August 27, 2018

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS ("5.5%" LIMIT) ONLY

In accordance with 39-5-121(2)(a) and 39-5-128(1), C.R.S., and no later than August 25, the Assessor certifies the TOTAL VALUATION FOR ASSESSMENT for the taxable year 2018:

1. Previous year's NET TOTAL TAXABLE assessed valuation:	1.	\$9,583,720
2. Current year's GROSS TOTAL TAXABLE assessed valuation: <small>This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec. 20(8)(b), Colo. Constitution.</small>	2.	\$9,247,430
3. LESS TIF District Increment, If any:	3.	\$0
4. Current year's NET TOTAL TAXABLE assessed valuation:	4.	\$9,247,430
5. New Construction*: <small>New Construction is defined as: Taxable real property structures and the personal property connected with the structure.</small>	5.	\$0
6. Increased production of producing mine*:	6.	\$0
7. Annexations/Inclusions:	7.	\$0
8. Previously exempt Federal property*:	8.	\$0
9. New primary oil or gas production from any producing oil and gas leasehold or land (29-1-301(1)(b), C.R.S.): <small>Jurisdiction must apply (Form DLG 52B) to the division of Local Government before the value can be treated as growth in the limit calculation.</small>	9.	\$0
10. Taxes collected last year on omitted property as of August 1 (29-1-301(1)(a), C.R.S.):	10.	\$0
11. Taxes abated and refunded as of August 1 (29-1-301(1)(a), C.R.S. and (39-10-114(1)(a)(I)(B), C.R.S.):	11.	\$0

*Jurisdiction must submit respective certifications (Forms DLG 52 & 52A) to the Division of Local Government in order for the values to be treated as growth in the limit calculation.

USE FOR "TABOR LOCAL GROWTH" CALCULATIONS ONLY

In accordance with the provisions of Art. X, Sec. 20, Colo. Cons., and 39-5-121(2)(b), C.R.S., the Assessor certifies the TOTAL ACTUAL VALUATION for the taxable year 2018:

1. Current year's total actual value of ALL REAL PROPERTY: <small>This includes the actual value of all taxable real property plus the actual value of religious, private school, and charitable real property.</small>	1.	\$30,768,100
ADDITIONS to taxable real property:		
2. Construction of taxable real property improvements: <small>Construction is defined as newly constructed taxable real property structures.</small>	2.	\$0
3. Annexation/Inclusions:	3.	\$0
4. Increased mining production: <small>Includes production from new mines and increases in production of existing producing mines.</small>	4.	\$0
5. Previously exempt property:	5.	\$0
6. Oil or gas production from a new well:	6.	\$0
7. Taxable real property omitted from the previous year's tax warrant: <small>If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.)</small>	7.	\$0
DELETIONS from taxable real property:		
8. Destruction of taxable real property improvements:	8.	\$0
9. Disconnections/Exclusions:	9.	\$0
10. Previously taxable property:	10.	\$0

IN ACCORDANCE WITH 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS:

1. Total actual value of all taxable property:	1.	
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NOTE: ALL LEVIES MUST BE CERTIFIED to the COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.



DENVER
THE MILE HIGH CITY

CITY AND COUNTY OF DENVER

Department of Finance

Assessment Division
201 W. Colfax Ave. Dept. 406
Denver, CO 80202
Phone: 720-913-1311
Fax: 720-913-4101
www.denvergov.org/assessor

August 24, 2018

Section 14 Metropolitan District
% Special District Management Services Inc
141 Union Boulevard, Suite 150
Lakewood, CO 80228-1898

Re: Special District: Section 14 Metropolitan District
2018 Assessed Value: \$9,247,430
District Court Order Annexation Name
86CV1007 Section 14

To Whom it May Concern:

In keeping with Colorado laws and procedures, the Assessor of the City and County of Denver hereby certifies that the amount above is the total value of all known taxable property located within the boundaries of the named annexation (special district).

Please check the current boundaries within the annexation(s) for any errors or omissions and for changes due to inclusions and/or exclusions of record subsequent to the date of annexation (this information is available electronically from the Assessor's Office). *It is the responsibility of the district administrator to check these boundaries and report any inconsistencies to the Assessor as soon as possible as changes could impact both certification and the district's budget.*

This Certification of Assessed Valuation reflects the value of the district as of August 25th, 2018, for use on the 2018 tax warrant. *However, the amount stated above is subject to revision by the Property Tax Administrator, the State Board of Equalization, the State Board of Assessment Appeals, or other proper authority.*

If your district intends to levy a tax for the year 2018, a certification of the levy must be submitted **no later than December 15, 2018** or, as otherwise provided by law, to:

Keith Erffmeyer, Assessor
201 West Colfax Avenue,
Department 406
Denver, Colorado 80202

Your levy must show the portions designated for operational purposes and for bonded debt service. If you have questions, please contact Nicole Culpepper at 720-913-4049.

Very truly yours,

Keith Erffmeyer
Assessor

Certification of Valuation by County Assessor

Name of Jurisdiction Section 14 Metropolitan District (debt only-Racoon Creek) New Entity? ☐ Yes ☒ No

IN Denver COUNTY, COLORADO ON August 27, 2018

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS ("5.5%" LIMIT) ONLY

In accordance with 39-5-121(2)(a) and 39-5-128(1), C.R.S., and no later than August 25, the Assessor certifies the TOTAL VALUATION FOR ASSESSMENT for the taxable year 2018:

1. Previous year's NET TOTAL TAXABLE assessed valuation:	1.	\$3,762,240
2. Current year's GROSS TOTAL TAXABLE assessed valuation: <small>This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec. 20(8)(b), Colo. Constitution.</small>	2.	\$3,490,290
3. LESS TIF District Increment, If any:	3.	\$0
4. Current year's NET TOTAL TAXABLE assessed valuation:	4.	\$3,490,290
5. New Construction*: <small>New Construction is defined as: Taxable real property structures and the personal property connected with the structure.</small>	5.	\$0
6. Increased production of producing mine*:	6.	\$0
7. Annexations/Inclusions:	7.	\$0
8. Previously exempt Federal property*:	8.	\$0
9. New primary oil or gas production from any producing oil and gas leasehold or land (29-1-301(1)(b), C.R.S.): <small>Jurisdiction must apply (Form DLG 52B) to the division of Local Government before the value can be treated as growth in the limit calculation.</small>	9.	\$0
10. Taxes collected last year on omitted property as of August 1 (29-1-301(1)(a), C.R.S.):	10.	\$0
11. Taxes abated and refunded as of August 1 (29-1-301(1)(a), C.R.S. and (39-10-114(1)(a)(1)(B), C.R.S.):	11.	\$0

*Jurisdiction must submit respective certifications (Forms DLG 52 & 52A) to the Division of Local Government in order for the values to be treated as growth in the limit calculation.

USE FOR "TABOR LOCAL GROWTH" CALCULATIONS ONLY

In accordance with the provisions of Art. X, Sec. 20, Colo. Cons., and 39-5-121(2)(b), C.R.S., the Assessor certifies the TOTAL ACTUAL VALUATION for the taxable year 2018:

1. Current year's total actual value of ALL REAL PROPERTY: <small>This includes the actual value of all taxable real property plus the actual value of religious, private school, and charitable real property.</small>	1.	\$48,310,900
ADDITIONS to taxable real property:		
2. Construction of taxable real property improvements: <small>Construction is defined as newly constructed taxable real property structures.</small>	2.	\$0
3. Annexation/Inclusions:	3.	\$0
4. Increased mining production: <small>Includes production from new mines and increases in production of existing producing mines.</small>	4.	\$0
5. Previously exempt property:	5.	\$0
6. Oil or gas production from a new well:	6.	\$0
7. Taxable real property omitted from the previous year's tax warrant: <small>If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.)</small>	7.	\$0
DELETIONS from taxable real property:		
8. Destruction of taxable real property improvements:	8.	\$0
9. Disconnections/Exclusions:	9.	\$0
10. Previously taxable property:	10.	\$0

IN ACCORDANCE WITH 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS:

1. Total actual value of all taxable property:	1.	
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NOTE: ALL LEVIES MUST BE CERTIFIED to the COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.



DENVER
THE MILE HIGH CITY

CITY AND COUNTY OF DENVER
Department of Finance

Assessment Division
201 W. Colfax Ave. Dept. 406
Denver, CO 80202
Phone: 720-913-1311
Fax: 720-913-4101
www.denvergov.org/assessor

August 24, 2018

Section 14 Metropolitan District (debt only-Racoon Creek)
% Special District Management Services Inc
141 Union Boulevard, Suite 150
Lakewood, CO 80228-1898

Re: Special District: Section 14 Metropolitan District (debt only-Racoon Creek)

2018 Assessed Value: \$3,490,290

District Court Order
86CV1007

Annexation Name
Section 14

To Whom it May Concern:

In keeping with Colorado laws and procedures, the Assessor of the City and County of Denver hereby certifies that the amount above is the total value of all known taxable property located within the boundaries of the named annexation (special district).

Please check the current boundaries within the annexation(s) for any errors or omissions and for changes due to inclusions and/or exclusions of record subsequent to the date of annexation (this information is available electronically from the Assessor's Office). *It is the responsibility of the district administrator to check these boundaries and report any inconsistencies to the Assessor as soon as possible as changes could impact both certification and the district's budget.*

This Certification of Assessed Valuation reflects the value of the district as of August 25th, 2018, for use on the 2018 tax warrant. *However, the amount stated above is subject to revision by the Property Tax Administrator, the State Board of Equalization, the State Board of Assessment Appeals, or other proper authority.*

If your district intends to levy a tax for the year 2018, a certification of the levy must be submitted **no later than December 15, 2018** or, as otherwise provided by law, to:

Keith Erffmeyer, Assessor
201 West Colfax Avenue,
Department 406
Denver, Colorado 80202

Your levy must show the portions designated for operational purposes and for bonded debt service. If you have questions, please contact Nicole Culpepper at 720-913-4049.

Very truly yours,

Keith Erffmeyer
Assessor

Certification of Valuation by County Assessor

Name of Jurisdiction Section 14 Metropolitan District (deby only-Fairmark) New Entity? ☐ Yes ☒ No

IN Denver COUNTY, COLORADO ON August 27, 2018

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS ("5.5%" LIMIT) ONLY

In accordance with 39-5-121(2)(a) and 39-5-128(1), C.R.S., and no later than August 25, the Assessor certifies the TOTAL VALUATION FOR ASSESSMENT for the taxable year 2018:

1. Previous year's NET TOTAL TAXABLE assessed valuation:	1.	\$4,806,530
2. Current year's GROSS TOTAL TAXABLE assessed valuation: <small>This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec. 20(8)(b), Colo. Constitution.</small>	2.	\$4,806,510
3. LESS TIF District Increment, If any:	3.	\$0
4. Current year's NET TOTAL TAXABLE assessed valuation:	4.	\$4,806,510
5. New Construction*: <small>New Construction is defined as: Taxable real property structures and the personal property connected with the structure.</small>	5.	\$0
6. Increased production of producing mine*:	6.	\$0
7. Annexations/Inclusions:	7.	\$0
8. Previously exempt Federal property*:	8.	\$0
9. New primary oil or gas production from any producing oil and gas leasehold or land (29-1-301(1)(b), C.R.S.): <small>Jurisdiction must apply (Form DLG 52B) to the division of Local Government before the value can be treated as growth in the limit calculation.</small>	9.	\$0
10. Taxes collected last year on omitted property as of August 1 (29-1-301(1)(a), C.R.S.):	10.	\$0
11. Taxes abated and refunded as of August 1 (29-1-301(1)(a), C.R.S. and (39-10-114(1)(a)(I)(B), C.R.S.):	11.	\$0

*Jurisdiction must submit respective certifications (Forms DLG 52 & 52A) to the Division of Local Government in order for the values to be treated as growth in the limit calculation.

USE FOR "TABOR LOCAL GROWTH" CALCULATIONS ONLY

In accordance with the provisions of Art. X, Sec. 20, Colo. Cons., and 39-5-121(2)(b), C.R.S., the Assessor certifies the TOTAL ACTUAL VALUATION for the taxable year 2018:

1. Current year's total actual value of ALL REAL PROPERTY: <small>This includes the actual value of all taxable real property plus the actual value of religious, private school, and charitable real property.</small>	1.	\$65,688,000
ADDITIONS to taxable real property:		
2. Construction of taxable real property improvements: <small>Construction is defined as newly constructed taxable real property structures.</small>	2.	\$0
3. Annexation/Inclusions:	3.	\$0
4. Increased mining production: <small>Includes production from new mines and increases in production of existing producing mines.</small>	4.	\$0
5. Previously exempt property:	5.	\$0
6. Oil or gas production from a new well:	6.	\$0
7. Taxable real property omitted from the previous year's tax warrant: <small>If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.)</small>	7.	\$0
DELETIONS from taxable real property:		
8. Destruction of taxable real property improvements:	8.	\$0
9. Disconnections/Exclusions:	9.	\$0
10. Previously taxable property:	10.	\$0

IN ACCORDANCE WITH 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS:

1. Total actual value of all taxable property:	1.	
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NOTE: ALL LEVIES MUST BE CERTIFIED to the COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.



DENVER
THE MILE HIGH CITY

CITY AND COUNTY OF DENVER
Department of Finance

Assessment Division
201 W. Colfax Ave. Dept. 406
Denver, CO 80202
Phone: 720-913-1311
Fax: 720-913-4101
www.denvergov.org/assessor

August 24, 2018

Section 14 Metropolitan District (deby only-Fairmark)
% Special District Management Services Inc
141 Union Boulevard, Suite 150
Lakewood, CO 80228-1898

Re: Special District: Section 14 Metropolitan District (deby only-Fairmark)
2018 Assessed Value: \$4,806,510
District Court Order Annexation Name
86CV1007 Section 14

To Whom it May Concern:

In keeping with Colorado laws and procedures, the Assessor of the City and County of Denver hereby certifies that the amount above is the total value of all known taxable property located within the boundaries of the named annexation (special district).

Please check the current boundaries within the annexation(s) for any errors or omissions and for changes due to inclusions and/or exclusions of record subsequent to the date of annexation (this information is available electronically from the Assessor's Office). *It is the responsibility of the district administrator to check these boundaries and report any inconsistencies to the Assessor as soon as possible as changes could impact both certification and the district's budget.*

This Certification of Assessed Valuation reflects the value of the district as of August 25th, 2018, for use on the 2018 tax warrant. *However, the amount stated above is subject to revision by the Property Tax Administrator, the State Board of Equalization, the State Board of Assessment Appeals, or other proper authority.*

If your district intends to levy a tax for the year 2018, a certification of the levy must be submitted **no later than December 15, 2018** or, as otherwise provided by law, to:

Keith Erffmeyer, Assessor
201 West Colfax Avenue,
Department 406
Denver, Colorado 80202

Your levy must show the portions designated for operational purposes and for bonded debt service. If you have questions, please contact Nicole Culpepper at 720-913-4049.

Very truly yours,

Keith Erffmeyer
Assessor

CERTIFICATION OF VALUATION BY JEFFERSON COUNTY ASSESSOR

New Tax Entity ☐ YES ☒ NO

Date: August 27, 2018

NAME OF TAX ENTITY: SECTION 14 METRO DIST

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATION ("5.5%" LIMIT) ONLY

IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT FOR THE TAXABLE YEAR 2018:

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	1. \$	42,757,296
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: ‡	2. \$	42,112,982
3. LESS TOTAL TIF AREA INCREMENTS, IF ANY:	3. \$	0
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	4. \$	42,112,982
5. NEW CONSTRUCTION: *	5. \$	0
6. INCREASED PRODUCTION OF PRODUCING MINE: ≈	6. \$	0
7. ANNEXATIONS/INCLUSIONS:	7. \$	0
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY: ≈	8. \$	0
9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b), C.R.S.): Φ	9. \$	0
10. TAXES RECEIVED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1)(A), C.R.S.). Includes all revenue collected on valuation not previously certified:	10. \$	0
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(I)(B), C.R.S.):	11. \$	5,542

‡ This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec 20(8)(b), Colo. Constitution

* New construction is defined as: Taxable real property structures and the personal property connected with the structure.

≈ Jurisdiction must submit to the Division of Local Government respective Certifications of Impact in order for the values to be treated as growth in the limit calculation; use Forms DLG 52 & 52A.

Φ Jurisdiction must apply to the Division of Local Government before the value can be treated as growth in the limit calculation; use Form DLG 52B.

USE FOR TABOR "LOCAL GROWTH" CALCULATION ONLY

IN ACCORDANCE WITH ART X, SEC.20, COLO. CONSTITUTION AND 39-5-121(2)(b), C.R.S., THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2018:

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: ¶	1. \$	133,698,656
ADDITIONS TO TAXABLE REAL PROPERTY		
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	2. \$	0
3. ANNEXATIONS/INCLUSIONS:	3. \$	0
4. INCREASED MINING PRODUCTION: §	4. \$	0
5. PREVIOUSLY EXEMPT PROPERTY:	5. \$	0
6. OIL OR GAS PRODUCTION FROM A NEW WELL:	6. \$	0
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT: (If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.):	7. \$	0

DELETIONS FROM TAXABLE REAL PROPERTY

8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	8. \$	0
9. DISCONNECTIONS/EXCLUSIONS:	9. \$	0
10. PREVIOUSLY TAXABLE PROPERTY:	10. \$	0

¶ This includes the actual value of all taxable real property plus the actual value of religious, private school, and charitable real property.

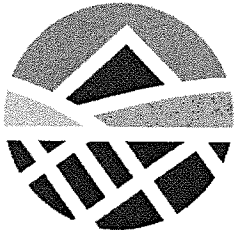
* Construction is defined as newly constructed taxable real property structures.

§ Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS:

1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY	1. \$	145,252,466
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NOTE: ALL LEVIES MUST BE CERTIFIED TO THE COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.



August 27, 2018

Ron Sandstrom

Assessor

OFFICE OF THE ASSESSOR
100 Jefferson County Parkway
Golden, CO 80419-2500
Phone: 303-271-8600
Fax: 303-271-8616
Website: <http://assessor.jeffco.us>
E-mail Address: assessor@jeffco.us

SECTION 14 METRO DIST
ANN FINN
00141 UNION BLVD 150
LAKEWOOD CO 80228

Code # 4805

CERTIFICATION OF VALUATION

The Jefferson County Assessor reports a taxable assessed valuation for your taxing entity for 2018 of:

\$42,112,982

The breakdown of the taxable valuation of your property is enclosed.

As further required by CRS 39-5-128(1), you are hereby notified to officially certify your levy to the Board of County Commissioners no later than December 15.

CRS 39-1-111(5) requires that this office transmit a notification by December 10 of any changes to valuation made after the original certification.

Ron Sandstrom
Jefferson County Assessor

enc

CERTIFICATION OF VALUATION BY JEFFERSON COUNTY ASSESSOR

New Tax Entity ☐ YES ☒ NO

Date: August 27, 2018

NAME OF TAX ENTITY: SECTION 14 METRO DIST EX 04

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATION ("5.5%" LIMIT) ONLY

IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT FOR THE TAXABLE YEAR 2018:

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	1. \$	3,672,778
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: ‡	2. \$	3,689,155
3. LESS TOTAL TIF AREA INCREMENTS, IF ANY:	3. \$	0
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	4. \$	3,689,155
5. NEW CONSTRUCTION: *	5. \$	0
6. INCREASED PRODUCTION OF PRODUCING MINE: ≈	6. \$	0
7. ANNEXATIONS/INCLUSIONS:	7. \$	0
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY: ≈	8. \$	0
9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b), C.R.S.): Φ	9. \$	0
10. TAXES RECEIVED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1)(A), C.R.S.). Includes all revenue collected on valuation not previously certified:	10. \$	0
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.):	11. \$	0

‡ This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec 20(8)(b), Colo. Constitution

* New construction is defined as: Taxable real property structures and the personal property connected with the structure.

≈ Jurisdiction must submit to the Division of Local Government respective Certifications of Impact in order for the values to be treated as growth in the limit calculation; use Forms DLG 52 & 52A.

Φ Jurisdiction must apply to the Division of Local Government before the value can be treated as growth in the limit calculation; use Form DLG 52B.

USE FOR TABOR "LOCAL GROWTH" CALCULATION ONLY

IN ACCORDANCE WITH ART X, SEC.20, COLO. CONSTITUTION AND 39-5-121(2)(b), C.R.S., THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2018:

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: ¶	1. \$	49,851,521
ADDITIONS TO TAXABLE REAL PROPERTY		
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	2. \$	0
3. ANNEXATIONS/INCLUSIONS:	3. \$	0
4. INCREASED MINING PRODUCTION: §	4. \$	0
5. PREVIOUSLY EXEMPT PROPERTY:	5. \$	0
6. OIL OR GAS PRODUCTION FROM A NEW WELL:	6. \$	0
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT: (If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.):	7. \$	0

DELETIONS FROM TAXABLE REAL PROPERTY

8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	8. \$	0
9. DISCONNECTIONS/EXCLUSIONS:	9. \$	0
10. PREVIOUSLY TAXABLE PROPERTY:	10. \$	0

¶ This includes the actual value of all taxable real property plus the actual value of religious, private school, and charitable real property.

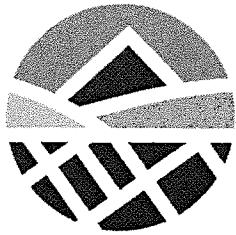
* Construction is defined as newly constructed taxable real property structures.

§ Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS:

1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY	1. \$	49,973,545
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NOTE: ALL LEVIES MUST BE CERTIFIED TO THE COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.



August 27, 2018

Ron Sandstrom

Assessor

OFFICE OF THE ASSESSOR
100 Jefferson County Parkway
Golden, CO 80419-2500
Phone: 303-271-8600
Fax: 303-271-8616
Website: <http://assessor.jeffco.us>
E-mail Address: assessor@jeffco.us

SECTION 14 METRO DIST EX 04
ANN FINN
00141 UNION BLVD 150
LAKEWOOD CO 80228

Code # 4807

CERTIFICATION OF VALUATION

The Jefferson County Assessor reports a taxable assessed valuation for your taxing entity for 2018 of:

\$3,689,155

The breakdown of the taxable valuation of your property is enclosed.

As further required by CRS 39-5-128(1), you are hereby notified to officially certify your levy to the Board of County Commissioners no later than December 15.

CRS 39-1-111(5) requires that this office transmit a notification by December 10 of any changes to valuation made after the original certification.

Ron Sandstrom
Jefferson County Assessor

enc

CERTIFICATION OF VALUATION BY JEFFERSON COUNTY ASSESSOR

New Tax Entity ☐ YES ☒ NO

Date: August 27, 2018

NAME OF TAX ENTITY: SECTION 14 METRO DIST EX 94

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATION ("5.5%" LIMIT) ONLY

IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT FOR THE TAXABLE YEAR 2018:

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	1. \$	4,886,852
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: ‡	2. \$	4,915,422
3. LESS TOTAL TIF AREA INCREMENTS, IF ANY:	3. \$	0
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	4. \$	4,915,422
5. NEW CONSTRUCTION: *	5. \$	0
6. INCREASED PRODUCTION OF PRODUCING MINE: ≈	6. \$	0
7. ANNEXATIONS/INCLUSIONS:	7. \$	0
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY: ≈	8. \$	0
9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b), C.R.S.): Ⓢ	9. \$	0
10. TAXES RECEIVED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1)(A), C.R.S.). Includes all revenue collected on valuation not previously certified:	10. \$	0
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.):	11. \$	0

‡ This value reflects personal property exemptions IF enacted by the jurisdiction as authroized by Art. X, Sec 20(8)(b), Colo. Constituion

* New construction is defined as: Taxable real property structures and the personal property connected with the structure.

≈ Jurisdiction must submit to the Division of Local Government respective Certifications of Impact in order for the values to be treacd as growth in the limit calculation; use Forms DLG 52 & 52A.

Ⓢ Jurisdiction must apply to the Division of Local Government before the value can be treated as growth in the limit calculation; use Form DLG 52B.

USE FOR TABOR "LOCAL GROWTH" CALCULATION ONLY

IN ACCORDANCE WITH ART X, SEC.20, COLO. CONSTITUTION AND 39-5-121(2)(b), C.R.S., THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2018:

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: ¶	1. \$	63,003,031
ADDITIONS TO TAXABLE REAL PROPERTY		
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	2. \$	0
3. ANNEXATIONS/INCLUSIONS:	3. \$	0
4. INCREASED MINING PRODUCTION: §	4. \$	0
5. PREVIOUSLY EXEMPT PROPERTY:	5. \$	0
6. OIL OR GAS PRODUCTION FROM A NEW WELL:	6. \$	0
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT: (If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.):	7. \$	0

DELETIONS FROM TAXABLE REAL PROPERTY

8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	8. \$	0
9. DISCONNECTIONS/EXCLUSIONS:	9. \$	0
10. PREVIOUSLY TAXABLE PROPERTY:	10. \$	0

¶ This includes the actual value of all taxable real property plus the actual value of religious, private school, and charitable real property.

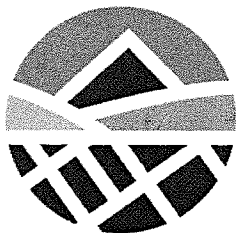
* Construction is defined as newly constructed taxable real property structures.

§ Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS:

1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY	1. \$	64,308,343
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NOTE: ALL LEVIES MUST BE CERTIFIED TO THE COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.



August 27, 2018

Ron Sandstrom

Assessor

OFFICE OF THE ASSESSOR
100 Jefferson County Parkway
Golden, CO 80419-2500
Phone: 303-271-8600
Fax: 303-271-8616
Website: <http://assessor.jeffco.us>
E-mail Address: assessor@jeffco.us

SECTION 14 METRO DIST EX 94
ANN FINN
00141 UNION BLVD 150
LAKEWOOD CO 80228-1837

Code # 4806

CERTIFICATION OF VALUATION

The Jefferson County Assessor reports a taxable assessed valuation for your taxing entity for 2018 of:

\$4,915,422

The breakdown of the taxable valuation of your property is enclosed.

As further required by CRS 39-5-128(1), you are hereby notified to officially certify your levy to the Board of County Commissioners no later than December 15.

CRS 39-1-111(5) requires that this office transmit a notification by December 10 of any changes to valuation made after the original certification.

Ron Sandstrom
Jefferson County Assessor

enc

SECTION 14 METROPOLITAN DISTRICT
Assessed Value, Property Tax and Mill Levy Information

	2017 Actual	2018 Adopted Budget	2019 Preliminary Budget
Assessed Valuation			
Jefferson County	\$ 37,534,351	\$ 42,757,296	\$ 42,112,982
Denver County	8,443,000	9,583,720	9,247,430
Sub Total Assessed Valuation	45,977,351	52,341,016	51,360,412
Assessed Valuation Exclusions			
Jefferson Exclusions:			
Jefferson-1994	4,220,332	4,886,852	4,915,422
Grant Ranch Cove-04	3,546,470	3,672,778	3,689,155
Denver Exclusions:			
Westlake (Fairmark)	4,150,630	4,806,530	4,806,510
Villages at Raccoon Creek	3,506,510	3,762,240	3,490,290
Sub Total Assessed Valuations Exclusions	15,423,942	17,128,400	16,901,377
TOTAL ASSESSED VALUATIONS	\$ 61,401,293	\$ 69,469,416	\$ 68,261,789
Mill Levy			
General Fund	5.110	9.857	9.857
Temporary Mill Levy Reduction	0.000	0.000	0.000
Refunds and Abatements			
Denver	0.000	0.000	0.000
Denver - Villages at Raccoon Creek	0.000	0.000	0.000
Jefferson	0.000	0.000	0.023
Jefferson - Exclusion 1994	0.000	0.000	0.000
Jefferson - Grant Ranch Cove	0.000	0.000	0.194
Debt Service Fund			
Denver	18.559	13.812	16.107
Denver - Westlake aka Fairmark	6.687	4.976	5.803
Denver - Villages at Raccoon Creek	18.559	13.812	16.107
Jefferson	18.559	13.812	16.107
Jefferson - Exclusion 1994	6.687	4.976	5.803
Jefferson - Exclusion Grant Ranch Cove	18.559	13.812	16.107
Combined Total Mill Levy-Jefferson/Denver ONLY	23.669	23.669	25.964
Property Taxes			
General Fund	\$ 234,945	\$ 515,926	\$ 506,260
Debt Service Fund	853,294	722,934	827,262
Debt Service Fund Exclusions	186,872	150,926	172,055
Temporary Mill Levy Reduction	-	-	-
Refunds and Abatements	-	1,685	-
Actual/Budgeted Property Taxes	\$ 1,275,111	\$ 1,391,471	\$ 1,505,577

SECTION 14 METROPOLITAN DISTRICT

GENERAL FUND 2019 Preliminary Budget with 2017 Actual, 2018 Budget, and 2018 Estimated

	2017 Actual	01/18-10/18 YTD Actual	2018 Adopted Budget	2018 Estimated	2019 Preliminary Budget
BEGINNING FUND BALANCE	\$ 300,061	\$ 463,606	\$ 88,776	\$ 463,606	\$ 536,388
REVENUE					
Property Taxes - Denver	43,144	94,051	94,467	94,467	91,152
Property Taxes - Jeff. Cty.	190,844	410,762	421,459	421,459	415,108
Specific Ownership Taxes	117,015	86,089	86,608	86,608	86,608
Interest Income	5,219	13,114	5,000	14,000	5,000
Miscellaneous Income	40,000	-	-	-	-
Total Revenue	396,222	604,016	607,534	616,534	597,868
Total Funds Available	696,283	1,067,622	696,310	1,080,140	1,134,257
EXPENDITURES					
Accounting	10,881	7,946	11,220	11,200	11,500
District Management	8,515	5,213	9,017	9,000	9,400
Audit	4,667	5,685	6,000	5,685	6,000
Director's Fees	1,400	400	1,500	800	1,600
Dues & Subscriptions	475	-	600	-	600
Election Expense	-	970	1,000	970	-
Insurance	5,001	5,740	6,284	5,740	6,900
Legal	8,136	6,746	14,280	14,000	14,500
Legal Publications	-	-	100	100	100
Miscellaneous Expenses	104	260	1,000	1,000	1,000
C&C of Denver Annual Fee	3,000	3,000	3,000	3,000	3,000
Payroll Taxes	107	31	115	62	122
Treasurer's Fees	3,296	7,110	7,739	7,739	7,594
Utilities	101,912	75,268	90,000	90,000	90,000
Landscape Maintenance	85,185	72,287	95,000	95,000	95,000
Contingency	-	-	81,230	81,230	85,000
Emergency Reserves	-	-	18,225	18,225	17,936
Total Expenditures	232,678	190,656	346,310	343,751	350,252
Transfers and Other Uses					
Transfer to Capital	-	-	350,000	200,000	350,000
Total Expenditures Requiring Appropriation	232,678	190,656	696,310	543,751	700,252
ENDING FUND BALANCE	\$ 463,605	\$ 876,965	\$ -	\$ 536,388	\$ 434,004

SECTION 14 METROPOLITAN DISTRICT

DEBT SERVICE FUND

2019 Preliminary Budget

with 2017 Actual, 2018 Adopted Budget, 2018 Amended Budget, and 2018 Estimated

	2017 Actual	01/18-10/18 YTD Actual	2018 Adopted Budget	2018 Estimated	2019 Preliminary Budget
BEGINNING FUND BALANCE	\$ 226,074	\$ 229,836	\$ 230,726	\$ 229,836	\$ 65,467
REVENUE					
Property Taxes - Denver	156,694	131,787	132,370	132,370	148,948
Property Taxes - Jeff. Cty.	693,124	576,492	591,505	591,505	678,314
Prty Taxes - Ex Denver	92,627	71,901	75,881	75,881	84,110
Prty Taxes - Ex Jeff. Cty.	93,779	75,758	75,758	75,758	87,945
Interest Income	8,576	12,397	-	13,000	-
Total Revenue	1,044,799	868,336	875,514	888,514	999,318
Total Funds Available	1,270,873	1,098,172	1,106,240	1,118,350	1,064,785
EXPENDITURES					
Bond Principal 2000	885,000	-	940,000	940,000	995,000
Bond Interest 2000	138,788	48,375	96,750	96,750	49,750
Trustee/Paying Agent Fees	2,750	1,513	4,000	3,000	3,821
Treasurer's Fees	14,499	11,820	13,133	13,133	16,214
Total Expenditures	1,041,036	61,707	1,053,883	1,052,883	1,064,785
Total Expenditures Requiring Appropriation	1,041,036	61,707	1,053,883	1,052,883	1,064,785
ENDING FUND BALANCE	\$ 229,836	\$ 1,036,465	\$ 52,357	\$ 65,467	(0)

SECTION 14 METROPOLITAN DISTRICT

CAPITAL PROJECTS FUND 2019 Preliminary Budget with 2017 Actual, 2018 Adopted Budget, and 2018 Estimated

	2017 Actual	01/18-10/18 YTD Actual	2018 Adopted Budget	2018 Estimated	2019 Preliminary Budget
BEGINNING FUND BALANCE	\$ 1,762	\$ 1,769	\$ 201,769	\$ 1,769	\$ 34,494
REVENUE					
Interest Income	7	11	-	12	-
Transfer from General Fund	-	-	350,000	200,000	350,000
Total Revenue	7	11	350,000	200,012	350,000
Total Funds Available	1,769	1,781	551,769	201,781	384,494
EXPENDITURES					
Reimbrse developer- cap. proj.	-	-	550,000	167,287	382,725
Contingency	-	-	1,769	-	1,769
Total Expenditures	-	-	551,769	167,287	384,494
Total Expenditures Requiring Appropriation	-	-	551,769	167,287	384,494
ENDING FUND BALANCE	\$ 1,769	\$ 1,781	\$ -	\$ 34,494	\$ -

RESOLUTION NO. 2018 - 11 - ____
A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE SECTION 14 METROPOLITAN DISTRICT
TO ADOPT THE 2019 BUDGET AND APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the Section 14 Metropolitan District ("District") has appointed the District Accountant to prepare and submit a proposed 2019 budget to the Board at the proper time; and

WHEREAS, the District Accountant has submitted a proposed budget to this Board on or before October 15, 2018, for its consideration; and

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on November 26, 2018, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, reserve transfers and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution ("TABOR") and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

WHEREAS, the Board of Directors of the District has made provisions therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of the District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Section 14 Metropolitan District:

1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Section 14 Metropolitan District for the 2019 fiscal year.

2. That the budget, as hereby approved and adopted, shall be certified by the Secretary of the District to all appropriate agencies and is made a part of the public records of the District.

3. That the sums set forth as the total expenditures of each fund in the budget attached hereto as **EXHIBIT A** and incorporated herein by reference are hereby appropriated from the revenues of each fund, within each fund, for the purposes stated.

ADOPTED this 26th day of November, 2018.

Secretary

(SEAL)

EXHIBIT A
(Budget)

I, Ann E. Finn, hereby certify that I am the duly appointed Secretary of the Section 14 Metropolitan District, and that the foregoing is a true and correct copy of the budget for the budget year 2019, duly adopted at a meeting of the Board of Directors of the Section 14 Metropolitan District held on November 26, 2018.

By: _____
Secretary

RESOLUTION NO. 2018 - 11 - ____
A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE SECTION 14 METROPOLITAN DISTRICT
TO SET MILL LEVIES

WHEREAS, the Board of Directors of the Section 14 Metropolitan District ("District") has adopted the 2019 annual budget in accordance with the Local Government Budget Law on November 26, 2018; and

WHEREAS, the adopted budget is attached to the Resolution of the Board of Directors to Adopt the 2019 Budget and Appropriate Sums of Money, and such budget is incorporated herein by this reference; and

WHEREAS, the amount of money necessary to balance the budget for general fund expenses from property tax revenue is identified in the budget; and

WHEREAS, the amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is identified in the budget; and

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Section 14 Metropolitan District:

1. That for the purposes of meeting all general fund expenses of the District during the 2019 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

2. That for the purposes of meeting all debt service fund expenses of the District during the 2019 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

3. That the District Accountant of the District is hereby authorized and directed to immediately certify to the City Council of the City and County of Denver and the County Commissioners of Jefferson County, Colorado, the mill levies for the District as set forth in the District's Certifications of Tax Levies (attached hereto as **EXHIBIT A** and incorporated herein by reference), recalculated as needed upon receipt of the final certification of valuation from the County Assessors in order to comply with any applicable revenue and other budgetary limits.

ADOPTED this 26th day of November, 2018.

Secretary

(SEAL)

EXHIBIT A
(Certification of Tax Levies)

November 16, 2018 Draft

Board of Directors
Section 14 Metropolitan District
C/o Ann Finn, Manager
141 Union Blvd., Suite 150
Lakewood, Colorado 80228

Re: Section 14 Metropolitan District
 Signage for Chanson Plaza and Bellevue Shores
 Monument Signage Retrofitting

Gentlemen:

We have received copies of the invoices that were provided by the District's Manager, Ann Finn, in connection with the above retrofitting of monument signage work in Jefferson County, Colorado, pursuant to making recommendations for reimbursement by the Section 14 Metropolitan District to the Jordan Perlmutter Company.

Reference is made to the Service Plan, details / layouts of monument signage, and copies of quotations / invoices for the contractor, Gordon Sign who was engaged to furnish and install double faced signs on existing bases and furnish and install double faced identification signs on existing bases to match the size and design of existing signs, and documentation for the project was forwarded by the Jordan Perlmutter Company.

It should be noted that competitive bidding procedures were not used in selecting Gordon Sign for construction of the project. However, it should be noted that the signs at both locations were originally designed and constructed by Gordon Sign— except for the entities indicated on the sign faces – and the quoted price was consistent with the project budget. The primary objective was to retrofit the existing signage to incorporate LED technology with double faced panels at the existing locations taking advantage of prudent existing constructed elements incorporating same in the finished product.

Accordingly, we have concluded that Gordon Sign's price satisfies the requirement that the costs are representative of those that are prevailing in the Denver Metropolitan area. Therefore, in our opinion, all of the services provided and / or work performed, are appropriate as District expenses and are recommended for reimbursement.

We have prepared a spreadsheet summary of invoices that were associated with the project, noting our reimbursement recommendations in the column labeled as "District Eligible" and are attaching it hereto for reference.

Recommendations

The facilities for which reimbursement is requested are provided for in the District Service Plan and the pricing therefor is consistent with current costs that are prevailing in the Denver Metro Area. A site visit has provided general confirmation that construction of the items for which reimbursement is being requested has been completed. Further, vouchers evidencing payment via, ledgers of transactions, noting dates of invoices, check numbers and amount paid for each vendor, serve as evidence of payment for the invoices that were submitted.

Therefore, we recommend that the Board of Directors of the Section 14 Metropolitan District approve reimbursement to the Jordan Perlmutter Company for the invoices submitted for the Signage for Chanson Plaza and Belleview Shores in the total amount of **\$167,287.09** subject to such rules and regulations as may apply.

We are available to answer any questions regarding these recommendations.

Very truly yours,
EVO Consulting Services, Inc.

William K. Brown, P. E.
District Oversight Engineer
Section 14 Metropolitan District

Attachment

11/19/2018

[illegible]

SECTION 14 METROPOLITAN DISTRICT
SUMMARY OF DISTRICT ELIGIBLE REIMBURSABLE EXPENSES
11/19/2018



Special District
Management
Services, Inc.

141 Union Boulevard, Suite 150
Lakewood, CO 80228-1898
303-987-0835 • Fax: 303-987-2032

MEMORANDUM

TO: Board of Directors

FROM: Deborah D. McCoy
President

DATE: September 1, 2018

RE: Notice of 2019 Rate Increase

In accordance with the Management Agreement ("Agreement") between the District and Special District Management Services, Inc. ("SDMS"), at the time of the annual renewal of the Agreement, the hourly rate described in Article III for management services shall increase. Our current rates are \$137.00 per hour for management, administration and accounting, field services are \$70 per hour and utility billing is \$65.00 per hour. The new rates will be \$140.00/hr. for management administration and accounting. Field services and utility locates will be \$75.00/hr. At this time, no change will be made to the utility billing rate of \$65.00 per hour.

We hope you will understand that it is necessary to increase our rates so that we may continue to provide the best and most efficient management services you expect from SDMS.



November 1, 2018

Ladies and Gentlemen:

In accordance with the Firm's fee engagement letter, this letter is to advise you of the Firm's decision to set our hourly rates, effective January 1, 2019, as follows:

Attorneys

MaryAnn McGeady	\$475.00
Mary Jo Dougherty	\$475.00
Megan Becher	\$475.00
Paula Williams	\$400.00
Elisabeth Cortese	\$400.00
Jon Hoistad	\$295.00
Emily Murphy	\$295.00
Suzanne Meintzer	\$295.00
Samantha Lillehoff	\$250.00
Sarah McGrath	\$250.00
Jennifer Rogers	\$250.00

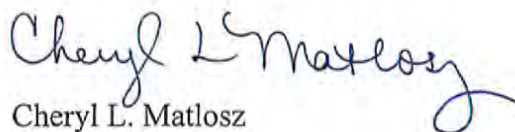
Paralegals

Susan Askew	\$200.00
Dawn Fredette	\$200.00
Jennifer Henry	\$200.00
Jenny Pino	\$200.00
Craig Sorensen	\$200.00

We appreciate your continued trust and confidence in our firm and look forward to representing your interests in 2019 and beyond.

Very truly yours,

McGEADY BECHER P.C.



Cheryl L. Matlosz
Firm Administrator