

Prairie Star Metropolitan District No. 2
Financial Statements

December 31, 2020

ACCOUNTANT'S COMPILATION REPORT

Board of Directors
Prairie Star Metropolitan District No. 2

Management is responsible for the accompanying financial statements of each major fund of Prairie Star Metropolitan District No. 2, as of and for the period ended December 31, 2020, which are comprised of the Balance Sheet and the related Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – Governmental Funds and account groups for the twelve months then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with the Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

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

We are not independent with respect to Prairie Star Metropolitan District No. 2 because we performed certain accounting services that impaired our independence.

Simmons & Wheeler P.C.

March 8, 2021
Englewood, Colorado

Prairie Star Metropolitan District #2
Balance Sheet - Governmental Funds and Account Groups
December 31, 2020

See Accountant's Compilation Report

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Account Groups</u>	<u>Total All Funds</u>
Assets				
Current assets				
Cash in checking	\$ -	\$ 40,148	\$ -	\$ 40,148
Cash in Colotrust	-	46,641	-	46,641
UMB-Surplus Fund	-	80,100	-	80,100
UMB-Reserve Fund	-	527,272	-	527,272
Restricted Project Fund	-	509,483	-	509,483
Bond Fund	-	156,694	-	156,694
Accounts receivable - taxes	637	2,231	-	2,868
Receivable District 1	3,715	39,584	-	43,299
	<u>4,352</u>	<u>1,402,153</u>	<u>-</u>	<u>1,406,505</u>
Other assets				
Amount available in debt service fund	-	-	1,402,153	1,402,153
Amount to be provided for retirement of debt	-	-	4,792,847	4,792,847
	<u>-</u>	<u>-</u>	<u>6,195,000</u>	<u>6,195,000</u>
	<u>\$ 4,352</u>	<u>\$ 1,402,153</u>	<u>\$ 6,195,000</u>	<u>\$ 7,601,505</u>
Liabilities and Equity				
Current liabilities				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Payable to District #1	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
General obligation bonds	-	-	6,195,000	6,195,000
Total liabilities	<u>-</u>	<u>-</u>	<u>6,195,000</u>	<u>6,195,000</u>
Fund Equity				
Investment in improvements	-	-	-	-
Fund balance (deficit)	4,352	1,402,153	-	1,406,505
	<u>4,352</u>	<u>1,402,153</u>	<u>-</u>	<u>1,406,505</u>
	<u>\$ 4,352</u>	<u>\$ 1,402,153</u>	<u>6,195,000</u>	<u>\$ 7,601,505</u>

Prairie Star Metropolitan District #2
 Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual - Governmental Funds
 For the Twelve Months Ended December, 2020
 General Fund

See Accountant's Compilation Report

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ 109,476	\$ 109,171	\$ (305)
Specific ownership taxes	6,954	7,847	893
Misc Income	-	4,475	4,475
Interest income	<u>100</u>	<u>19</u>	<u>(81)</u>
	<u>116,530</u>	<u>121,512</u>	<u>4,982</u>
Expenditures			
Treasurer's fees	1,640	2,184	(544)
Miscellaneous	100	124	(24)
Transfers to District #1	113,130	114,852	(1,722)
Emergency reserve	<u>1,660</u>	<u>-</u>	<u>1,660</u>
	<u>116,530</u>	<u>117,160</u>	<u>(630)</u>
 Change in fund balance	 <u>-</u>	 <u>4,352</u>	 <u>4,352</u>
 Fund balance - beginning	 <u>-</u>	 <u>-</u>	 <u>-</u>
 Fund balance - ending	 <u>\$ -</u>	 <u>\$ 4,352</u>	 <u>\$ 4,352</u>

Prairie Star Metropolitan District #2
Revenues, Expenditures and Changes in Fund Balance
Budget and Actual - Governmental Funds
For the Twelve Months Ended December, 2020
Debt Fund

See Accountant's Compilation Report

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ 383,185	\$ 382,117	\$ (1,068)
Specific ownership taxes	24,907	27,465	2,558
Interest income	<u>2,000</u>	<u>4,364</u>	<u>2,364</u>
	<u>410,092</u>	<u>413,946</u>	<u>3,854</u>
Expenditures			
Bond Interest	356,213	356,213	-
Treasurer's fees	3,767	7,645	(3,878)
Trustee Fee	<u>-</u>	<u>-</u>	<u>-</u>
	<u>359,980</u>	<u>363,858</u>	<u>(3,878)</u>
Change in fund balance	<u>50,112</u>	<u>50,088</u>	<u>(24)</u>
Fund balance - beginning	<u>1,329,664</u>	<u>1,352,065</u>	<u>22,401</u>
Fund balance - ending	\$ <u><u>1,379,776</u></u>	\$ <u><u>1,402,153</u></u>	\$ <u><u>22,377</u></u>