

SERENITY RIDGE METROPOLITAN DISTRICT NO. 1 (“DISTRICT”)

141 Union Boulevard, Suite 150
Lakewood, Colorado 80228-1898
Tel: 303-987-0835 · 800-741-3254
Fax: 303-987-2032
<https://serenityridgemd1-2.colorado.gov>

NOTICE OF SPECIAL MEETING AND AGENDA

<u>Board of Directors:</u>	<u>Office:</u>	<u>Term/Expiration:</u>
Daniel Frank	Treasurer	2025/May 2025
Marc Cooper	Assistant Secretary	2025/May 2025
<i>VACANT</i>		2027/May 2025
<i>VACANT</i>		2027/May 2025
<i>VACANT</i>		2025/May 2025
David Solin	Recording Secretary	

DATE: Wednesday, April 24, 2024

TIME: 10:00 A.M.

PLACE: Zoom Meeting

<https://us02web.zoom.us/j/5469119353?pwd=SmtlcHJETFhCQUZEcVBBOGZVU3Fqdz09>
Meeting ID: 546 911 9353
Passcode: 912873
Dial In: 1-719-359-4580

I. ADMINISTRATIVE MATTERS

A. Present Disclosures of Potential Conflicts of Interest.

B. Confirm quorum, approve Agenda and confirm location of meeting and posting of notice and designate 24-hour posting location.

C. Consider approval of the Minutes from the December 15, 2022 Regular Meeting and the December 7, 2023 Special Meeting (enclosures).

II. PUBLIC COMMENT

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

III. FINANCIAL MATTERS

- A. Ratify approval of the preparation, execution and filing of the District’s Application for Exemption from Audit for 2023 (enclosure).
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IV. LEGAL MATTERS

- A. Discuss matters related to dissolution of the District.

1. Ratify approval of Omnibus Assignment and Assumption Agreement between the District and Serenity Ridge Metropolitan District No. 2 (“District No. 2”) (enclosure).
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2. Ratify approval of Bargain and Sale Deed from the District to District No. 2 (Tracts A through G, inclusive, Serenity Ridge Subdivision Filing No. 1 and Tract A, Block 1, Serenity Ridge Subdivision Filing No. 4) (enclosure).
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3. Ratify approval of Assignment and Bill of Sale from the District to District No. 2 (enclosure).
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4. Review and consider adoption of Resolution of the Board of Directors of the District Regarding Dissolution (enclosure).
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5. Authorize any additional actions necessary to facilitate dissolution of the District.
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V. OTHER BUSINESS

- A. Discuss cancellation of June 6, 2024 Regular Meeting.
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VI. ADJOURNMENT **THE NEXT REGULAR MEETING IS SCHEDULED FOR JUNE 6, 2024.**

RECORD OF PROCEEDINGS

MINUTES OF REGULAR MEETINGS OF THE BOARDS OF DIRECTORS OF THE SERENITY RIDGE METROPOLITAN DISTRICT NOS. 1 AND 2 HELD DECEMBER 15, 2022

Regular meetings of the Boards of Directors (the “Boards”) of the Serenity Ridge Metropolitan Districts Nos. 1 and 2 (hereinafter referred to as “District No. 1” and “District No. 2” respectively, and collectively the “Districts”) were duly held on Thursday, the 15th day of December, 2022, at 10:00 a.m. via Zoom. The meetings were open to the public.

ATTENDANCE

Directors In Attendance Were:

Richard Frank (District Nos. 1 and 2)
Daniel Frank (District Nos. 1 and 2)
Marc Cooper (District Nos. 1 and 2)
Fernando Dias (District No. 2)

Also In Attendance Were:

Steve Beck; Special District Management Services, Inc. (“SDMS”)

Erica Montague, Esq.; McGeady Becher P.C.

ADMINISTRATIVE MATTERS

Disclosure of Potential Conflicts of Interest: The Boards discussed the requirements pursuant to the Colorado Revised Statutes to disclose any potential conflicts of interest or potential breaches of fiduciary duty to the Boards of Directors and to the Secretary of State. Attorney Montague noted that quorums were present and requested members of the Boards disclose any potential conflicts of interest with regard to any matters scheduled for discussion at the meetings, and incorporated for the record those applicable disclosures made by the Board members prior to this meeting in accordance with the statute. Attorney Montague reported that disclosures of potential conflicts of interest were filed with the Secretary of State for all directors, and no additional conflicts were disclosed at the meeting.

Agenda: Mr. Beck reviewed the proposed agenda for the regular meetings with the Boards.

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the agenda for the regular meetings was approved.

Meeting Location and Posting of Notice: The Boards discussed the requirements of Section 32-1-903(1), C.R.S., concerning the location of the Board meetings.

RECORD OF PROCEEDINGS

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Boards determined to conduct the District's meetings via video / telephone conference. The Boards further noted that notice of the time, date and Zoom access information was duly posted and that they had not received any objections, or any requests that the means of hosting the meeting be changed by taxpaying electors within the Districts' boundaries.

Designation of 24-Hour Posting Location: Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Boards determined that notices of meetings of the District Boards required pursuant to Section 24-6-402(2)(c), C.R.S., shall be posted at least 24 hours prior to each meeting on the Districts' website: <https://serenityridgemd1-2.colorado.gov/>, or if posting on the website is unavailable, notice will be posted on a post within the boundaries of the Districts.

Minutes: The Boards reviewed the Minutes of the June 16, 2022 Special Meetings.

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Boards approved the Minutes of June 16, 2022 Special Meetings.

Resolutions Establishing Regular Meeting Dates, Time and Location, and Designating Location for Posting of 24-Hour Notices: Mr. Beck reviewed the business to be conducted in 2024 to meet statutory compliance requirements. The Boards determined to meet at 10:00 a.m. on March 16, June 15, September 14 and December 14, 2023 via video / telephone conference.

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Boards adopted Resolutions Establishing Regular Meeting Dates, Time and Location, and Designating Location for Posting of 24-Hour Notices.

§32-1-809, C.R.S. Reporting Requirements, Mode of Eligible Elector Notification for 2023: The Boards discussed §32-1-809, C.R.S. reporting requirements and directed staff to post the Transparency Notices on the Special District Association ("SDA") website and the District website.

Resignation and Appointment of Secretary to the Board: The Boards discussed the resignation of David Solin as Secretary to the Boards and considered the appointment of Steve Beck as Secretary to the Boards.

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Boards accepted the resignation of David Solin as Secretary to the Boards and appointed Steve Beck as Secretary to the Boards.

RECORD OF PROCEEDINGS

PUBLIC COMMENT There were no public comments.

FINANCIAL MATTERS

Ratification of Claims (District No. 1): The Board of District No. 1 considered ratifying the approval of the payment of claims for the periods ending as follows:

	Period Ending June 30, 2022	Period Ending July 31, 2022	Period Ending Aug. 31, 2022	Period Ending Sept. 30, 2022
General Fund	\$ 4,698.30	\$ 3,502.10	\$ 3,593.69	\$ 5,794.70
Debt Service Fund	-0-	-0-	-0-	-0-
Capital Projects Fund	-0-	-0-	\$	\$
Total	\$ 4,698.30	\$ 3,502.10	\$ 3,593.69	\$ 5,794.70

	Period Ending Oct. 31, 2022	Period Ending Nov. 30, 2022
General Fund	\$ 4,740.60	\$ 9,966.49
Debt Service Fund	-0-	-0-
Capital Projects Fund	-0-	-0-
Total	\$ 4,740.60	\$ 9,966.49

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Board of District No. 1 ratified approval of the payment of claims.

Unaudited Financial Statements for District No. 1: The Board for District No. 1 reviewed the District’s unaudited financial statements for the period ending September 30, 2022 and Schedule of Cash Position for the period ending September 30, 2022.

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Board for District No. 1 accepted the District’s unaudited financial statements for the period ending September 30, 2022 and Schedule of Cash Position for the period ending September 30, 2022.

Unaudited Financial Statements for District No. 2: The Board for District No. 2 reviewed the District’s unaudited financial statements for the period ending September 30, 2022 and Schedule of Cash Position for the period ending September 30, 2022.

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Board for District No. 2 accepted the District’s unaudited financial statements for the period ending September 30, 2022 and Schedule of Cash Position for the period ending September 30, 2022.

Exemption from Audit for 2022 for District No. 1: The Board discussed the appointment of the District Accountant to prepare the Application for Exemption from Audit for 2022.

RECORD OF PROCEEDINGS

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Board appointed the District Accountant to prepare the Application for Exemption from Audit for 2022.

Audit for 2022 for District No. 2: The Board discussed the engagement of an auditor for preparation of the 2022 Audit.

Following discussion, upon motion duly made by, seconded and, upon vote, unanimously carried, the Board approved the engagement of an Auditor to prepare the 2022 Audit.

2022 Budget Amendment Hearing for District No. 1: The President opened the public hearing to consider the Resolution to Amend the 2022 Budget and discuss related issues.

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

Following discussion, the Board determined that an amendment to the 2022 Budget was not necessary.

2022 Budget Amendment Hearing for District No. 2: The President opened the public hearing to consider the Resolution to Amend the 2022 Budget and discuss related issues.

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

Following discussion, the Board determined that an amendment to the 2022 Budget was not necessary.

2023 Budget Hearing for District No. 1: The President opened the public hearing to consider the proposed 2023 Budget and discuss related issues.

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

RECORD OF PROCEEDINGS

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

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Board approved the 2023 Budget and adopted the Resolution to Adopt the 2023 Budget and Appropriate Sums of Money and the Resolution to Set Mill Levies (0.000 mills) and authorized execution of the Certification of Budget. Mr. Beck was directed to transmit the Certification of Tax Levies to the Board of County Commissioners of Arapahoe County not later than December 15, 2022. Mr. Beck was further directed to transmit the Certification of Budget to the Division of Local Government not later than January 31, 2023.

2023 Budget Hearing for District No. 2: The President opened the public hearing to consider the proposed 2023 Budget and discuss related issues.

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

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

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Board approved the 2023 Budget and adopted the Resolution to Adopt the 2023 Budget and Appropriate Sums of Money and the Resolution to Set Mill Levies (for the General Fund at 4.549 mills, the Debt Service Fund at 42.044 mills, with an Abatement of 0.369, for a total of 46.962 mills) and authorized execution of the Certification of Budget and Certification of Tax Levies. Mr. Beck was directed to transmit the Certification of Tax Levies to the Board of County Commissioners of Arapahoe County not later than December 15, 2022. Mr. Beck was further directed to transmit the Certification of Budget to the Division of Local Government not later than January 31, 2023.

DLG-70 Certification of Tax Levies Forms (“Certifications”): Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Board authorized the District Accountant to prepare and sign the Certifications, and directed the District Accountant to file the Certifications with the Board of County Commissioners and other interested parties.

2024 Budget Preparation: The Boards discussed the preparation of the 2024 Budgets.

RECORD OF PROCEEDINGS

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Boards appointed the District Accountant to prepare the 2024 Budgets.

Potential Fee Imposition: The Boards discussed a potential fee imposition. No action was taken.

**OPERATION AND
MAINTENANCE
MATTERS /
CAPITAL PROJECT
MATTERS**

There were no operations & maintenance matters / capital project matters.

LEGAL MATTERS

Resolutions to Call the May 2, 2023 Regular Elections: Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the Boards adopted Resolutions to Call the May 2, 2023 Regular Elections and appointed Steve Beck as the Designated Election Official and authorized him to perform all tasks required for the May 2, 2023 Regular Elections of the Boards of Directors for the conduct of mail ballot elections.

Termination and Release of Streetscape and Easement Agreements for District No. 1: The District No. 1 Board discussed the Termination and Release of Streetscape and Easement Agreements by and between District No. 1 and Serenity Ridge Owners Association.

Following discussion, upon motion duly made, seconded and, upon vote unanimously carried, the District No. 1 Board approved the Termination and Release of Streetscape and Easement Agreements by and between District No. 1 and Serenity Ridge Owners Association.

OTHER BUSINESS

None.

ADJOURNMENT

There being no further business to come before the Boards at this time, upon motion duly made, seconded and, upon vote unanimously carried, the meetings were adjourned.

Respectfully submitted,

By _____
Secretary for the Meetings

RECORD OF PROCEEDINGS

MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS OF SERENITY RIDGE METROPOLITAN DISTRICT NO. 1 HELD DECEMBER 7, 2023

A special meeting of the Board of Directors (referred to hereafter as “Board”) of Serenity Ridge Metropolitan District No. 1 (referred to hereafter as the “District”) was duly held on Thursday, the 7th day of December, 2023, at 10:00 a.m. via video / telephone conference. The meeting was open to the public.

ATTENDANCE

Directors In Attendance Were:

Daniel Frank
Marc Cooper

Also In Attendance Were:

David Solin; Special District Management Services, Inc. (“SDMS”)

Paula Williams, Esq. and Kate Olson, Esq.; McGeady Becher P.C.

Fernando Dias, Christopher Parkins, Herbert Green, Wiktorina Pisarek-Green, Jennifer Elsea; Board of Directors of Serenity Ridge Metropolitan District No. 2

ADMINISTRATIVE MATTERS

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. Mr. Solin noted that a quorum was present and requested members of the Board disclose any potential conflicts of interest regarding any matters scheduled for discussion at the meeting and incorporated for the record those applicable disclosures made by the Board members prior to this meeting in accordance with the statute. Attorney Williams reported that disclosures of potential conflicts of interest were filed with the Secretary of State for all directors, and no additional conflicts were disclosed at the meeting.

Agenda: Mr. Solin reviewed the proposed agenda for the special meeting with the Board.

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board approved the agenda.

Meeting Location and Posting of Notice: The Board discussed the requirements of Section 32-1-903(1), C.R.S., concerning the location of the Board meeting.

RECORD OF PROCEEDINGS

Following discussion, upon motion duly made by Director Frank, seconded by Director Cooper and, upon vote unanimously carried, the Board determined to conduct the District's meeting via video / telephone conference. The Board further noted that notice of the time, date and conference information was duly posted and that they had not received any objections, or any requests that the means of hosting the meeting be changed by taxpaying electors within the District's boundaries.

Designation of 24-Hour Posting Location: Following discussion, upon motion duly made by Director Frank, seconded by Director Cooper 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 on the District website at least 24-hours prior to each meeting, or if the website is unavailable at the following location: on the South side of Arapahoe Road, between Smoky Hill Road and Powhatan Road.

August 15, 2023 Special Meeting Minutes: The Board reviewed the Minutes of the August 15, 2023 Special Meeting.

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board approved the Minutes of August 15, 2023 Special Meeting.

Resolution Establishing Regular Meeting Dates, Time and Location, and Designating Location for Posting of 24-Hour Notices: Mr. Solin reviewed the business to be conducted in 2024 to meet statutory compliance requirements. The Board determined to hold regular meetings in 2024 at 10:00 a.m. on June 6, and December 5, 2024 via video / telephone conference.

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board adopted the Resolution Establishing Regular Meeting Dates, Time and Location, and Designating Location for Posting of 24-Hour Notices.

§32-1-809, C.R.S. Requirements and Direct Staff Regarding Compliance for 2024: The Board discussed §32-1-809, C.R.S. requirements and directed staff regarding compliance for 2024 (post the Transparency Notice on the Special District Association ("SDA") and District website).

Insurance Matters:

Cyber Security and Increased Crime Coverage: Following discussion, the Board determined an increase in crime coverage was not necessary.

RECORD OF PROCEEDINGS

Insurance Committee: The Board determined establishment of an insurance committee to make final determinations regarding insurance matters was not necessary.

Renewal of Insurance and SDA Membership: Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board authorized the renewal of the District's insurance and SDA membership for 2024.

PUBLIC COMMENT There were no public comments.

FINANCIAL MATTERS

Unaudited Financial Statements and Schedule of Cash Position: Mr. Solin reviewed the Unaudited Financial Statements and Schedule of Cash Position for the period ending September 30, 2023 with the Board.

Following discussion, upon motion duly made by Director Frank, seconded by Director Cooper and, upon vote unanimously carried, the Board accepted the Unaudited Financial Statements and Schedule of Cash Position for the period ending September 30, 2023.

2023 Application for Exemption from Audit: The Board discussed the statutory requirements for an audit.

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board appointed the District Accountant to prepare and file an Application for Exemption from Audit for year ended December 31, 2023.

2023 Budget Amendment Hearing: The President opened the public hearing to consider the Resolution to Amend the 2023 Budget and discuss related issues.

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

Following review and discussion, upon a motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board adopted the Resolution to Amend the 2023 Budget.

2024 Budget Hearing: The President opened the public hearing to consider the proposed 2024 Budget and discuss related issues.

RECORD OF PROCEEDINGS

It was noted that publication of a Notice stating that the Board would consider adoption of the 2024 Budget and the date, time and place of the public hearing was made in a newspaper having general circulation within the District. No written objections were received prior to, or at, this public hearing. No public comments were received, and the President closed the public hearing.

Mr. Solin reviewed the estimated 2023 expenditures and the proposed 2024 revenues and expenditures with the Board.

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board approved the 2024 Budget and adopted the Resolution to Adopt the 2024 Budget and Appropriate Sums of Money and the Resolution to Set Mill Levies (0.000 mills), and authorized execution of the Certification of Budget. Mr. Solin was directed to transmit the Certification of Tax Levies to the Board of County Commissioners of Arapahoe County not later than January 10, 2024. Mr. Solin was further directed to transmit the Certification of Budget to the Division of Local Government not later than January 31, 2024.

DLG-70 Certification of Tax Levies Form (“Certification”): The Board discussed the preparation and filing of the Certification.

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board authorized the District Accountant to prepare and sign the Certification, and directed the District Accountant to file the Certification with the Board of County Commissioners and other interested parties.

2025 Budget Preparation: The Board discussed the preparation of the 2025 Budget.

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board appointed the District Accountant to prepare the 2025 Budget.

OPERATION AND MAINTENANCE MATTERS

2024 Landscape Maintenance Services: The Board discussed proposals for 2024 landscape maintenance services. No action was taken.

LEGAL MATTERS

Resolution Amending Policy on Colorado Open Records Act Requests: Attorney Williams presented the Resolution Amending Policy on Colorado Open Records Act Requests.

RECORD OF PROCEEDINGS

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board adopted the Resolution Amending Policy on Colorado Open Records Act Requests.

Transfer of Property Owned by the District to Serenity Ridge Metropolitan District No. 2 (“District No. 2”): The Board discussed the transfer of all property owned by the District to District No. 2.

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board approved the transfer of all property owned by the District to District No. 2.

Proposed Dissolution: The Board discussed the process to obtain approval from the City of Aurora to proceed with the proposed dissolution of the District.

Following discussion, upon motion duly made by Director Cooper, seconded by Director Frank and, upon vote unanimously carried, the Board authorized District Counsel to take actions necessary to seek approval from the City of Aurora to proceed with the proposed dissolution of the District.

OTHER BUSINESS

There was no other business to discuss.

ADJOURNMENT

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

Respectfully submitted,

By _____
Secretary for the Meeting

APPLICATION FOR EXEMPTION FROM AUDIT

LONG FORM

FOR LOCAL GOVERNMENTS WITH EITHER REVENUES OR EXPENDITURES MORE THAN \$100,000 BUT NOT MORE THAN \$750,000

Under the Local Government Audit Law (Section 29-1-601, et seq., C.R.S.) any local government may apply for an exemption from audit if neither revenues nor expenditures exceed \$750,000 for the year.

EXEMPTIONS FROM AUDIT ARE NOT AUTOMATIC

To qualify for exemption from audit, a local government must complete an Application for Exemption from Audit EACH YEAR and submit it to the Office of the State Auditor (OSA) for approval.

Any preparer of an Application for Exemption from Audit must be an independent accountant with knowledge of governmental accounting.

Approval for an exemption from audit is granted only upon the review by the OSA.

READ ALL INSTRUCTIONS BEFORE COMPLETING AND SUBMITTING THIS FORM

ALL APPLICATIONS MUST BE FILED WITH THE OSA WITHIN 3 MONTHS AFTER THE ACCOUNTING YEAR-END. FOR EXAMPLE, APPLICATIONS MUST BE RECEIVED BY THE OSA ON OR BEFORE MARCH 31 FOR GOVERNMENTS WITH A DECEMBER 31 YEAR-END. *APPLICATIONS FOR EXEMPTION FROM AUDIT SUBMISSIONS ARE NOT ELIGIBLE FOR AN EXTENSION OF TIME.*

GOVERNMENTAL ACTIVITY SHOULD BE REPORTED ON THE MODIFIED ACCRUAL BASIS

PROPRIETARY ACTIVITY SHOULD BE REPORTED ON A BUDGETARY BASIS

POSTMARK DATES WILL NOT BE ACCEPTED AS PROOF OF SUBMISSION ON OR BEFORE THE STATUTORY DEADLINE

PRIOR YEAR FORMS ARE OBSOLETE AND WILL NOT BE ACCEPTED.

FOR YOUR REFERENCE, COLORADO REVISED STATUTES CAN BE FOUND AT THIS ADDRESS:

APPLICATIONS SUBMITTED ON FORMS OTHER THAN THOSE PRESCRIBED BY THE OSA WILL NOT BE ACCEPTED.

<http://www.lexisnexis.com/hottopics/Colorado/>

APPLICATIONS MUST BE FULLY AND ACCURATELY COMPLETED.

CHECKLIST

- Has the preparer signed the application?
- Has the entity corrected all Prior Year Deficiencies as communicated by the OSA?
- Has the application been PERSONALLY reviewed and approved by the governing body?
- Are all sections of the form complete, including responses to all of the questions?
- Did you include any relevant explanations for unusual items in the appropriate spaces at the end of each section?
- Will this application be submitted electronically?
 - If yes, have you read and understand the new Electronic Signature Policy? See new [policy](#)
- or--
- Have you included a resolution?
 - Does the resolution state that the governing body PERSONALLY reviewed and approved the resolution in an open public meeting?
 - Has the resolution been signed by a MAJORITY of the governing body? (See sample resolution.)
- Will this application be submitted via a mail service? (e.g. US Post Office, FedEx, UPS, courier.)
 - If yes, does the application include ORIGINAL INK SIGNATURES from the MAJORITY of the governing body?

Checkout our web portal. Register your account and submit electronic Applications for Exemption From Audit, Extension of Time to File requests, Audited Financial Statements, and more! See the link below.

[Click here to go to the portal](#)

FILING METHODS

WEB PORTAL: Register and submit your Applications at our web portal: <https://apps.leg.co.gov/osa/lg> For faster processing the web portal is the preferred method for submission

MAIL: Office of the State Auditor
Local Government Audit Division
1525 Sherman St., 7th Floor
Denver, CO 80203

Please Note: The OSA's email addresses have changed as of December 1, 2023. Please ensure you are using the email address noted below.

QUESTIONS? Email: osa.lg@coleg.gov or Phone: 303-869-3000

IMPORTANT!

All Applications for Exemption from Audit are subject to review and approval by the Office of the State Auditor.

Governmental Activity should be reported on the Modified Accrual Basis

Proprietary Activity should be reported on the Cash or Budgetary Basis -- A Budget to GAAP reconciliation is provided in Part 3

Failure to file an application or denial of the request could cause the local government to lose its exemption from audit for that year and the ensuing year.

In that event, AN AUDIT SHALL BE REQUIRED.

APPLICATION FOR EXEMPTION FROM AUDIT

LONG FORM

NAME OF GOVERNMENT
ADDRESS

Serenity Ridge Metropolitan District No. 1
c/o Special District Management Services, Inc.
141 Union Blvd., Suite 150
Lakewood, CO 80228-1898
David Solin
303-987-0835
dsolin@sdmsi.com

For the Year Ended
12/31/2023
or fiscal year ended:

CONTACT PERSON
PHONE
EMAIL

CERTIFICATION OF PREPARER

I certify that I am an independent accountant with knowledge of governmental accounting and that the information in the Application is complete and accurate to the best of my knowledge. I am aware that the Audit Law requires that a person independent of the entity complete the application if revenues or expenditure are at least \$100,000 but not more than \$750,000, and that independent means someone who is separate from the entity.

NAME: **Kaitlyn Toman**
TITLE: **Accountant**
FIRM NAME (if applicable): **Special District Management Services, Inc.**
ADDRESS: **141 Union Blvd., Suite 150, Lakewood, CO 80228-1898**
PHONE: **303-987-0835**
RELATIONSHIP TO ENTITY: **Accountant**

PREPARER (SIGNATURE REQUIRED)	DATE PREPARED
<i>Kaitlyn Toman</i>	2/27/2024

Has the entity filed for, or has the district filed, a Title 32, Article 1 Special District Notice of Inactive Status during the year? [Applicable to Title 32 special districts only, pursuant to Sections 32-1-103 (9.3) and 32-1-104 (3), C.R.S.]	YES <input type="checkbox"/>	NO <input checked="" type="checkbox"/>	If Yes, date filed:
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PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

* Indicate Name of Fund

NOTE: Attach additional sheets as necessary.

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		General	Fund*		Fund*	Fund*	
Assets				Assets			
1-1	Cash & Cash Equivalents	\$ 9,487	\$ -	Cash & Cash Equivalents	\$ -	\$ -	
1-2	Investments	\$ -	\$ -	Investments	\$ -	\$ -	
1-3	Receivables	\$ -	\$ -	Receivables	\$ -	\$ -	
1-4	Due from Other Entities or Funds	\$ -	\$ -	Due from Other Entities or Funds	\$ -	\$ -	
1-5	Property Tax Receivable	\$ -	\$ -	Other Current Assets [specify...]	\$ -	\$ -	
	All Other Assets [specify...]						
1-6	Lease Receivable (as Lessor)	\$ -	\$ -	Total Current Assets	\$ -	\$ -	
1-7	Prepaid Expenses	\$ 5,972	\$ -	Capital & Right to Use Assets, net (from Part 6-4)	\$ -	\$ -	
1-8		\$ -	\$ -	Other Long Term Assets [specify...]	\$ -	\$ -	
1-9		\$ -	\$ -		\$ -	\$ -	
1-10		\$ -	\$ -		\$ -	\$ -	
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 15,459	\$ -	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ -	\$ -	
Deferred Outflows of Resources:				Deferred Outflows of Resources			
1-12	[specify...]	\$ -	\$ -	[specify...]	\$ -	\$ -	
1-13	[specify...]	\$ -	\$ -	[specify...]	\$ -	\$ -	
1-14	(add lines 1-12 through 1-13) TOTAL DEFERRED OUTFLOWS	\$ -	\$ -	(add lines 1-12 through 1-13) TOTAL DEFERRED OUTFLOWS	\$ -	\$ -	
1-15	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 15,459	\$ -	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ -	\$ -	
Liabilities				Liabilities			
1-16	Accounts Payable	\$ 24,298	\$ -	Accounts Payable	\$ -	\$ -	
1-17	Accrued Payroll and Related Liabilities	\$ -	\$ -	Accrued Payroll and Related Liabilities	\$ -	\$ -	
1-18	Unearned Revenue	\$ -	\$ -	Accrued Interest Payable	\$ -	\$ -	
1-19	Due to Other Entities or Funds	\$ 38,208	\$ -	Due to Other Entities or Funds	\$ -	\$ -	
1-20	All Other Current Liabilities	\$ -	\$ -	All Other Current Liabilities	\$ -	\$ -	
1-21	(add lines 1-16 through 1-20) TOTAL CURRENT LIABILITIES	\$ 62,506	\$ -	(add lines 1-16 through 1-20) TOTAL CURRENT LIABILITIES	\$ -	\$ -	
1-22	All Other Liabilities [specify...]	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ -	\$ -	
1-23		\$ -	\$ -	Other Liabilities [specify...]:	\$ -	\$ -	
1-24		\$ -	\$ -		\$ -	\$ -	
1-25		\$ -	\$ -		\$ -	\$ -	

1-26		\$ -	\$ -		\$ -	\$ -
1-27	(add lines 1-21 through 1-26) TOTAL LIABILITIES	\$ 62,506	\$ -	(add lines 1-21 through 1-26) TOTAL LIABILITIES	\$ -	\$ -
Deferred Inflows of Resources:				Deferred Inflows of Resources		
1-28	Deferred Property Taxes	\$ -	\$ -	Pension/OPEB Related	\$ -	\$ -
1-29	Lease related (as lessor)	\$ -	\$ -	Other [specify...]	\$ -	\$ -
1-30	(add lines 1-28 through 1-29) TOTAL DEFERRED INFLOWS	\$ -	\$ -	(add lines 1-28 through 1-29) TOTAL DEFERRED INFLOWS	\$ -	\$ -
Fund Balance				Net Position		
1-31	Nonspendable Prepaid	\$ -	\$ -	Net Investment in Capital and Right-to Use Assets	\$ -	\$ -
1-32	Nonspendable Inventory	\$ -	\$ -			
1-33	Restricted [specify...]	\$ -	\$ -	Emergency Reserves	\$ -	\$ -
1-34	Committed [specify...]	\$ -	\$ -	Other Designations/Reserves	\$ -	\$ -
1-35	Assigned [specify...]	\$ -	\$ -	Restricted	\$ -	\$ -
1-36	Unassigned:	\$ (47,047)	\$ -	Undesignated/Unreserved/Unrestricted	\$ -	\$ -
1-37	Add lines 1-31 through 1-36 This total should be the same as line 3-33 TOTAL FUND BALANCE	\$ (47,047)	\$ -	Add lines 1-31 through 1-36 This total should be the same as line 3-33 TOTAL NET POSITION	\$ -	\$ -
1-38	Add lines 1-27, 1-30 and 1-37 This total should be the same as line 1-15 TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	\$ 15,459	\$ -	Add lines 1-27, 1-30 and 1-37 This total should be the same as line 1-15 TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ -	\$ -

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		
		General	Fund*		Fund*	Fund*	
Tax Revenue				Tax Revenue			
2-1	Property [include mills levied in Question 10-6]	\$ -	\$ -	Property [include mills levied in Question 10-6]	\$ -	\$ -	
2-2	Specific Ownership	\$ -	\$ -	Specific Ownership	\$ -	\$ -	
2-3	Sales and Use Tax	\$ -	\$ -	Sales and Use Tax	\$ -	\$ -	
2-4	Other Tax Revenue [specify...]:	\$ -	\$ -	Other Tax Revenue [specify...]:	\$ -	\$ -	
2-5		\$ -	\$ -		\$ -	\$ -	
2-6		\$ -	\$ -		\$ -	\$ -	
2-7		\$ -	\$ -		\$ -	\$ -	
2-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ -	\$ -	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ -	\$ -	
2-9	Licenses and Permits	\$ -	\$ -	Licenses and Permits	\$ -	\$ -	
2-10	Highway Users Tax Funds (HUTF)	\$ -	\$ -	Highway Users Tax Funds (HUTF)	\$ -	\$ -	
2-11	Conservation Trust Funds (Lottery)	\$ -	\$ -	Conservation Trust Funds (Lottery)	\$ -	\$ -	
2-12	Community Development Block Grant	\$ -	\$ -	Community Development Block Grant	\$ -	\$ -	
2-13	Fire & Police Pension	\$ -	\$ -	Fire & Police Pension	\$ -	\$ -	
2-14	Grants	\$ -	\$ -	Grants	\$ -	\$ -	
2-15	Donations	\$ -	\$ -	Donations	\$ -	\$ -	
2-16	Charges for Sales and Services	\$ -	\$ -	Charges for Sales and Services	\$ -	\$ -	
2-17	Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -	
2-18	Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ -	\$ -	
2-19	Interest/Investment Income	\$ -	\$ -	Interest/Investment Income	\$ -	\$ -	
2-20	Tap Fees	\$ -	\$ -	Tap Fees	\$ -	\$ -	
2-21	Proceeds from Sale of Capital Assets	\$ -	\$ -	Proceeds from Sale of Capital Assets	\$ -	\$ -	
2-22	All Other [specify...]:	\$ -	\$ -	All Other [specify...]:	\$ -	\$ -	
2-23		\$ -	\$ -		\$ -	\$ -	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ -	\$ -	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ -	\$ -	
Other Financing Sources				Other Financing Sources			
2-25	Debt Proceeds	\$ -	\$ -	Debt Proceeds	\$ -	\$ -	
2-26	Lease Proceeds	\$ -	\$ -	Lease Proceeds	\$ -	\$ -	
2-27	Developer Advances	\$ -	\$ -	Developer Advances	\$ -	\$ -	

Please use this space to provide explanation of any items on this page

2-28	Other: Transfer from District No. 2	\$	144,750	\$	-	Other [specify...]:	\$	-	\$	-
2-29	Add lines 2-25 through 2-28 TOTAL OTHER FINANCING SOURCES	\$	144,750	\$	-	Add lines 2-25 through 2-28 TOTAL OTHER FINANCING SOURCES	\$	-	\$	-
2-30	Add lines 2-24 and 2-29 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$	144,750	\$	-	Add lines 2-24 and 2-29 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$	-	\$	-
										144,750

IF GRAND TOTAL REVENUES AND OTHER FINANCING SOURCES for all funds (Line 2-29) are GREATER than \$750,000 - STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at (303) 869-3000 for assistance.

PART 3 - FINANCIAL STATEMENTS - OPERATING STATEMENT - EXPENDITURES/EXPENSES

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page	
		General	Fund*		Fund*	Fund*		
Expenditures				Expenses				
3-1	General Government	\$	157,844	\$	-	General Operating & Administrative	\$ - \$ -	
3-2	Judicial	\$	-	\$	-	Salaries	\$ - \$ -	
3-3	Law Enforcement	\$	-	\$	-	Payroll Taxes	\$ - \$ -	
3-4	Fire	\$	-	\$	-	Contract Services	\$ - \$ -	
3-5	Highways & Streets	\$	-	\$	-	Employee Benefits	\$ - \$ -	
3-6	Solid Waste	\$	-	\$	-	Insurance	\$ - \$ -	
3-7	Contributions to Fire & Police Pension Assoc.	\$	-	\$	-	Accounting and Legal Fees	\$ - \$ -	
3-8	Health	\$	-	\$	-	Repair and Maintenance	\$ - \$ -	
3-9	Culture and Recreation	\$	-	\$	-	Supplies	\$ - \$ -	
3-10	Transfers to other districts	\$	-	\$	-	Utilities	\$ - \$ -	
3-11	Other [specify...]:	\$	-	\$	-	Contributions to Fire & Police Pension Assoc.	\$ - \$ -	
3-12		\$	-	\$	-	Other [specify...]	\$ - \$ -	
3-13		\$	-	\$	-		\$ - \$ -	
3-14	Capital Outlay	\$	-	\$	-	Capital Outlay	\$ - \$ -	
	Debt Service					Debt Service		
3-15	Principal (should match amount in 4-4)	\$	-	\$	-	Principal (should match amount in 4-4)	\$ - \$ -	
3-16	Interest	\$	-	\$	-	Interest	\$ - \$ -	
3-17	Bond Issuance Costs	\$	-	\$	-	Bond Issuance Costs	\$ - \$ -	
3-18	Developer Principal Repayments	\$	-	\$	-	Developer Principal Repayments	\$ - \$ -	
3-19	Developer Interest Repayments	\$	-	\$	-	Developer Interest Repayments	\$ - \$ -	
3-20	All Other [specify...]:	\$	-	\$	-	All Other [specify...]:	\$ - \$ -	
3-21		\$	-	\$	-		\$ - \$ -	
3-22	Add lines 3-1 through 3-21 TOTAL EXPENDITURES	\$	157,844	\$	-	Add lines 3-1 through 3-21 TOTAL EXPENSES	\$ - \$ -	
3-23	Interfund Transfers (In)	\$	-	\$	-	Net Interfund Transfers (In) Out	\$ - \$ -	
3-24	Interfund Transfers Out	\$	-	\$	-	Other [specify...][enter negative for expense]	\$ - \$ -	
3-25	Other Expenditures (Revenues):	\$	-	\$	-	Depreciation/Amortization	\$ - \$ -	
3-26		\$	-	\$	-	Other Financing Sources (Uses) (from line 2-28)	\$ - \$ -	
3-27		\$	-	\$	-	Capital Outlay (from line 3-14)	\$ - \$ -	
3-28		\$	-	\$	-	Debt Principal (from line 3-15, 3-18)	\$ - \$ -	
3-29	(Add lines 3-23 through 3-28) TOTAL TRANSFERS AND OTHER EXPENDITURES	\$	-	\$	-	(Line 3-27, plus line 3-28, less line 3-26, less line 3-25, plus line 3-24) TOTAL GAAP RECONCILING ITEMS	\$ - \$ -	
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 2-29, less line 3-22, less line 3-29	\$	(13,094)	\$	-	Net Increase (Decrease) in Net Position Line 2-29, less line 3-22, plus line 3-29, less line 3-23	\$ - \$ -	
3-31	Fund Balance, January 1 from December 31 prior year report	\$	(33,953)	\$	-	Net Position, January 1 from December 31 prior year report	\$ - \$ -	
3-32	Prior Period Adjustment (MUST explain)	\$	-	\$	-	Prior Period Adjustment (MUST explain)	\$ - \$ -	
3-33	Fund Balance, December 31 Sum of Lines 3-30, 3-31, and 3-32 This total should be the same as line 1-37.	\$	(47,047)	\$	-	Net Position, December 31 Sum of Lines 3-30, 3-31, and 3-32 This total should be the same as line 1-37.	\$ - \$ -	
							GRAND TOTAL	\$ 157,844

IF GRAND TOTAL EXPENDITURES for all funds (Line 3-22) are GREATER than \$750,000 - STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at (303) 869-3000 for assistance.

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.		YES	NO	Please use this space to provide any explanations or comments:	
4-1	Does the entity have outstanding debt?	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
4-2	Is the debt repayment schedule attached? If no, MUST explain:	<input type="checkbox"/>	<input type="checkbox"/>		
4-3	Is the entity current in its debt service payments? If no, MUST explain:	<input type="checkbox"/>	<input type="checkbox"/>		
4-4	Please complete the following debt schedule, if applicable: (please only include principal amounts)				
		Outstanding at beginning of year*	Issued during year	Retired during year	Outstanding at year-end
	General obligation bonds	\$ -	\$ -	\$ -	\$ -
	Revenue bonds	\$ -	\$ -	\$ -	\$ -
	Notes/Loans	\$ -	\$ -	\$ -	\$ -
	Lease & SBITA** Liabilities (GASB 87 & 96)	\$ -	\$ -	\$ -	\$ -
	Developer Advances	\$ -	\$ -	\$ -	\$ -
	Other (specify):	\$ -	\$ -	\$ -	\$ -
	TOTAL	\$ -	\$ -	\$ -	\$ -

****Subscription Based Information Technology Arrangements**

*Must agree to prior year-end balance

Please answer the following questions by marking the appropriate boxes.		YES	NO
4-5	Does the entity have any authorized, but unissued, debt [Section 29-1-605(2) C.R.S.]?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	How much?	\$ -	
	Date the debt was authorized:		
4-6	Does the entity intend to issue debt within the next calendar year?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	How much?	\$ -	
4-7	Does the entity have debt that has been refinanced that it is still responsible for?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	What is the amount outstanding?	\$ -	
4-8	Does the entity have any lease agreements?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	What is being leased?		
	What is the original date of the lease?		
	Number of years of lease?		
	Is the lease subject to annual appropriation?	<input type="checkbox"/>	<input type="checkbox"/>
	What are the annual lease payments?	\$ -	

PART 5 - CASH AND INVESTMENTS

Please provide the entity's cash deposit and investment balances.		AMOUNT	TOTAL	Please use this space to provide any explanations or comments:
5-1	YEAR-END Total of ALL Checking and Savings accounts	\$ 9,487		
5-2	Certificates of deposit	\$ -		
	TOTAL CASH DEPOSITS		\$ 9,487	
Investments (if investment is a mutual fund, please list underlying investments):				
5-3		\$ -		
		\$ -		
		\$ -		
	TOTAL INVESTMENTS		\$ -	
	TOTAL CASH AND INVESTMENTS		\$ 9,487	

Please answer the following question by marking in the appropriate box		YES	NO	N/A
5-4	Are the entity's Investments legal in accordance with Section 24-75-601, et. seq., C.R.S.?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
5-5	Are the entity's deposits in an eligible (Public Deposit Protection Act) public depository (Section 11-10.5-101, et seq. C.R.S.)? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

PART 6 - CAPITAL AND RIGHT-TO-USE ASSETS

Please answer the following question by marking in the appropriate box		YES	NO	Please use this space to provide any explanations or comments:	
6-1	Does the entity have capitalized assets?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
6-2	Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-506, C.R.S.? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
6-3	Complete the following Capital & Right-To-Use Assets table for GOVERNMENTAL FUNDS:				
		Balance - beginning of the year*	Additions*	Deletions	Year-End Balance
	Land	\$ -	\$ -	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -

Infrastructure	\$ 7,857,375	\$ -	\$ -	\$ 7,857,375
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Leased & SBITA Right-to-Use Assets	\$ -	\$ -	\$ -	\$ -
Intangible Assets	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Amortization Right to Use Assets (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 7,857,375	\$ -	\$ -	\$ 7,857,375

6-4

Complete the following Capital & Right-To-Use Assets table for PROPRIETARY FUNDS:	Balance - beginning of the year*	Additions*	Deletions	Year-End Balance
Land	\$ -	\$ -	\$ -	\$ -
Buildings	\$ -	\$ -	\$ -	\$ -
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Leased & SBITA Right-to-Use Assets	\$ -	\$ -	\$ -	\$ -
Intangible Assets	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Amortization Right to Use Assets (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ -	\$ -	\$ -	\$ -

* Must agree to prior year-end balance
 * Generally capital asset additions should be reported at capital outlay on line 3-14 and capitalized in accordance with the government's capitalization policy. Please explain any discrepancy

PART 7 - PENSION INFORMATION

		YES	NO	Please use this space to provide any explanations or comments:
7-1	Does the entity have an "old hire" firefighters' pension plan?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
7-2	Does the entity have a volunteer firefighters' pension plan?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
If yes: Who administers the plan?		<input type="checkbox"/>	<input type="checkbox"/>	
Indicate the contributions from:				
	Tax (property, SO, sales, etc.):	\$ -		
	State contribution amount:	\$ -		
	Other (gifts, donations, etc.):	\$ -		
	TOTAL	\$ -		
	What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?	\$ -		

PART 8 - BUDGET INFORMATION

Please answer the following question by marking in the appropriate box		YES	NO	N/A	Please use this space to provide any explanations or comments:
8-1	Did the entity file a current year budget with the Department of Local Affairs, in accordance with Section 29-1-113 C.R.S.? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
8-2	Did the entity pass an appropriations resolution in accordance with Section 29-1-108 C.R.S.? If no, MUST explain:	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
If yes: Please indicate the amount appropriated for each fund separately for the year reported					
Governmental/Proprietary Fund Name		Total Appropriations By Fund			
General		\$ 92,500			
		\$ -			
		\$ -			
		\$ -			

PART 9 - TAX PAYER'S BILL OF RIGHTS (TABOR)

Please answer the following question by marking in the appropriate box		YES	NO	Please use this space to provide any explanations or comments:
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.				

PART 10 - GENERAL INFORMATION

Please answer the following question by marking in the appropriate box		YES	NO	Please use this space to provide any explanations or comments:
10-1	Is this application for a newly formed governmental entity?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	

If yes: **Date of formation:**

10-2 Has the entity changed its name in the past or current year? YES NO

If Yes: **NEW name**
PRIOR name

10-3 Is the entity a metropolitan district? YES NO

10-4 Please indicate what services the entity provides:

10-5 Does the entity have an agreement with another government to provide services? YES NO

If yes: **List the name of the other governmental entity and the services provided:**

10-6 Does the entity have a certified mill levy? YES NO

If yes: **Please provide the number of mills levied for the year reported (do not enter \$ amounts):**

Bond Redemption mills	0.000
General/Other mills	0.000
Total mills	0.000

10-7 **NEW 2023!** If the entity is a Title 32 Special District formed on or after 7/1/2000, has the entity filed its preceding year annual report with the State Auditor as required under SB 21-262 [Section 32-1-207 C.R.S.]? If NO, please explain. YES NO N/A

Please use this space to provide any additional explanations or comments not previously included:

OSA USE ONLY

Entity Wide:	General Fund	Governmental Funds	Notes
Unrestricted Cash & Investments \$ 9,487	Unrestricted Fund Balance \$ (47,047)	Total Tax Revenue \$ -	
Current Liabilities \$ 62,506	Total Fund Balance \$ (47,047)	Revenue Paying Debt Service \$ -	
Deferred Inflow \$ -	PY Fund Balance \$ (33,953)	Total Revenue \$ 144,750	
	Total Revenue \$ 144,750	Total Debt Service Principal \$ -	
	Total Expenditures \$ 157,844	Total Debt Service Interest \$ -	
		Total Assets \$ 15,459	
		Total Liabilities \$ 62,506	
Governmental	Interfund In \$ -	Enterprise Funds	
Total Cash & Investments \$ 9,487	Interfund Out \$ -	Net Position \$ -	
Transfers In \$ -	Proprietary	PY Net Position \$ -	
Transfers Out \$ -	- Current Assets \$ -	Government-Wide	
Property Tax \$ -	- Deferred Outflow \$ -	- Total Outstanding Debt \$ -	
Debt Service Principal \$ -	- Current Liabilities \$ -	- Authorized but Unissued \$ -	
Total Expenditures \$ 157,844	Deferred Inflow \$ -	- Year Authorized \$ 1/0/1900	
Total Developer Advances \$ -	- Cash & Investments \$ -		
Total Developer Repayments \$ -	- Principal Expense \$ -		

PART 12 - GOVERNING BODY APPROVAL

Please answer the following question by marking in the appropriate box

	YES	NO
12-1 If you plan to submit this form electronically, have you read the new Electronic Signature Policy?	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Office of the State Auditor — Local Government Division - Exemption Form Electronic Signatures Policy and Procedures

Policy - Requirements

The Office of the State Auditor Local Government Audit Division may accept an electronic submission of an application for exemption from audit that includes governing board signatures obtained through a program such as Docusign or Echosign. Required elements and safeguards are as follows:

- The preparer of the application is responsible for obtaining board signatures that comply with the requirement in Section 29-1-604 (3), C.R.S., that states the application shall be personally reviewed, approved, and signed by a majority of the members of the governing body.
- The application must be accompanied by the signature history document created by the electronic signature software. The signature history document must show when the document was created and when the document was emailed to the various parties, and include the dates the individual board members signed the document. The signature history must also show the individuals' email addresses and IP address.

• Office of the State Auditor staff will not coordinate obtaining signatures.

The application for exemption from audit form created by our office includes a section for governing body approval. Local governing boards note their approval and submit the application through one of the following three methods:

- 1) Submit the application in hard copy via the US Mail including original signatures.
- 2) Submit the application electronically via email and either,
 - a. Include a copy of an adopted resolution that documents formal approval by the Board, or
 - b. Include electronic signatures obtained through a software program such as DocuSign or Echosign in accordance with the requirements noted above.

Below is the certification and approval of the governing body. By signing, each individual member is certifying they are a duly elected or appointed officer of the local government. Governing members may be verified. Also by signing, the individual member certifies that this Application for Exemption from Audit has been prepared consistent with Section 29-1-604, C.R.S., which states that a governmental agency with revenue and expenditures of \$750,000 or less must have an application prepared by an independent accountant with knowledge of governmental accounting; completed to the best of their knowledge and is accurate and true. Use additional pages if needed.

MUST Print the names of ALL members of the governing body below.		A MAJORITY of the members of the governing body must sign below.	
1	Full Name Daniel Frank	I, _____ Daniel Frank _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed: <u><i>Daniel Frank</i></u> Date: <u>03/25/2024</u> My term Expires: May 2025	
2	Full Name Marc Cooper	I, _____ Marc Cooper _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed: <u><i>Marc Cooper</i></u> Date: <u>03/26/2024</u> My term Expires: May 2025	
3	Full Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____	
4	Full Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____	
5	Full Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____	
6	Full Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____	
7	Full Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____	

EXAMPLE - DO NOT FILL OUT THIS PAGE

This sample resolution/ordinance for exemption from audit is provided as an example of the documentation that is required, the wording may be used as a basis for your own local government document, if needed, however you MUST draft your own ordinance or resolution making any changes where applicable. Legal counsel should be consulted regarding any questions.

RESOLUTION/ORDINANCE FOR EXEMPTION FROM AUDIT
(Pursuant to Section 29-1-604, C.R.S.)

A RESOLUTION/ORDINANCE APPROVING AN EXEMPTION FROM AUDIT FOR YEAR 20XX FOR THE (name of government), STATE OF COLORADO.

WHEREAS, the (governing body) of (name of government) wishes to claim exemption from the audit requirements of Section 29-1-603, C.R.S.; and

WHEREAS, Section 29-1-604, C.R.S., states that any local government where neither revenues nor expenditures exceed seven hundred and fifty thousand dollars may, with the approval of the State Auditor, be exempt from the provision of Section 29-1-603, C.R.S. and

Mayor/President/Chairman, etc.

ATTEST:

Town Clerk, Secretary, etc.

**OMNIBUS ASSIGNMENT AND ASSUMPTION AGREEMENT
BETWEEN
SERENITY RIDGE METROPOLITAN DISTRICT NOS. 1 AND 2**

This **OMNIBUS ASSIGNMENT AND ASSUMPTION AGREEMENT** (this “**Assignment**”) is made and entered into as of March 13, 2024, by and between Serenity Ridge Metropolitan District No. 1, a quasi-municipal corporation and political subdivision of the State of Colorado (the “**District No. 1**”) and Serenity Ridge Metropolitan District No. 2, a quasi-municipal corporation and political subdivision of the State of Colorado (the “**District No. 2**”). District No. 1 and District No. 2 shall collectively be referred to herein as the “**Districts.**”

RECITALS

WHEREAS, the formation of the Districts was approved by the City Council of Aurora in conjunction with the approval of a Consolidated Service Plan for the Districts dated August 4, 2003 (the “**Service Plan**”).

WHEREAS, under the Service Plan, the Districts are intended to work together and coordinate their activities with respect to construction, operation and maintenance of public improvements and financing of public improvements.

WHEREAS, the Districts were formed to serve that residential development known as “Serenity Ridge” (the “**Development**”).

WHEREAS, the Development has been completed and all public improvements have been constructed and paid for through the issuance of debt by District No. 2.

WHEREAS, District No. 2 is capable of operating and maintaining the public improvements as well as facilitating payment of its debt and accordingly, it has been determined by the respective Boards of each of the Districts, that the purposes for which District No. 1 was formed have been fulfilled.

WHEREAS, the Boards of each of the Districts have determined that it is in the best interests of the residents and taxpayers within the Districts that District No. 1 be dissolved and that District No. 2 assume any and all obligations of District No. 1, resulting in a more efficient and economical provision of services.

WHEREAS, various agreements have been authorized by District No. 1 and the parties wish to assign such agreements to the District No. 2 and for District No. 2 to assume any and all such agreements and obligations.

NOW THEREFORE, in consideration of the mutual covenants and promises expressed herein, the Districts hereby agree as follows:

COVENANTS AND AGREEMENTS

1. Assignment of Outstanding Contracts or Obligations. District No. 1 hereby assigns and delegates its rights and responsibilities with respect to all of its agreements, contracts or obligations of any kind whatsoever to the District No. 2 and District No. 2 hereby accepts the assignment and delegation of the rights and responsibilities under all of the District No. 1's contracts, agreements or obligations. For avoidance of doubt, any obligation known or unknown of District No. 1 is hereby transferred to and assumed by District No. 2 as if it were the original entity to such obligation.

2. Future Agreements. Nothing herein shall prohibit District No, 2 from entering into contracts or other arrangements pursuant to Section 29-1-203, C.R.S. and as might be authorized by the provisions of the Service Plan. As of the date of this Assignment, any such agreements shall be the sole obligation and responsibility of the District No, 2.

3. Entirety. This Assignment and its Recitals constitute the entire agreement between the parties concerning the subject matter herein, and all prior negotiations, representations, contracts, understandings, or agreements pertaining to such matters are merged into and superseded by this Assignment.

4. Governing Law. This Assignment arises out of the transaction of business in the State of Colorado by the parties hereto and shall be governed and construed in accordance with the laws of the State of Colorado. The performance by the parties of their respective obligations of this Assignment shall be in strict compliance with all applicable laws and the rules and regulations of all governmental agencies, municipal, county, state, and federal, having jurisdiction in the premises.

5. Instruments of Further Assurance. The parties hereto each covenant that they will do, execute, acknowledge, and deliver or cause to be done, executed, acknowledged, and delivered, such acts, instruments, documents and transfers as may reasonably be required for the performance of their obligations hereunder.

[SIGNATURE PAGE FOLLOWS]

[SIGNATURE PAGE TO ASSIGNMENT AND ASSUMPTION AGREEMENT]

SERENITY RIDGE METROPOLITAN
DISTRICT NO. 1

By: 
Title: President

ATTEST:


Secretary

SERENITY RIDGE METROPOLITAN
DISTRICT NO. 2

By: 
Title: President

ATTEST:


Secretary

DOCUMENTARY FEE EXEMPT

BARGAIN AND SALE DEED

THIS BARGAIN AND SALE DEED (“Deed”), made as of this 25th day of March, 2024, by Serenity Ridge Metropolitan District No. 1, a quasi-municipal corporation and political subdivision of the State of Colorado (“Grantor”) to Serenity Ridge Metropolitan District No. 2, a quasi-municipal corporation and political subdivision of the State of Colorado, whose address is c/o Special District Management Services, Inc. 141 Union Boulevard, Suite 150, Lakewood, Colorado 80228 (“Grantee”).

WITNESSETH, that Grantor, for and in consideration of the sum of Ten Dollars (\$10.00) and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, has remised, sold and conveyed unto the Grantee, and its successors and assigns forever, the real property described below, together with all improvements thereon, owned by the Grantor situate, lying and being in the County of Arapahoe, State of Colorado, and being more particularly described as:

Tracts A through G, inclusive
Serenity Ridge Subdivision Filing No. 1
County of Arapahoe,
State of Colorado

Tract A, Block 1
Serenity Ridge Subdivision Filing No. 4
County of Arapahoe,
State of Colorado

Any other real property interest Grantor may have in and to any real property located within the boundaries of Arapahoe County, Colorado, it being the intention of Grantor and Grantee that Grantor convey to Grantee any and all interests Grantor has in any real property within Arapahoe County, Colorado

(the “Property”);

TOGETHER WITH all and singular the hereditaments and appurtenances thereunto belonging, or in anywise appertaining, and the reversion and reversions, remainder and remainders, rents, issues and profits thereof; and all of the estate, right, title, interest, claim and demand whatsoever of the Grantor, either in law or equity, of, in and to the above-bargained Property together with the hereditaments and appurtenances;

TO HAVE AND TO HOLD, the Property above bargained and described with the appurtenances, unto the Grantee, and its successors and assigns forever.

No separate bill of sale with respect to improvements on the Property will be executed.

IN WITNESS WHEREOF, the Grantor has executed this Deed on the date set forth above.

GRANTOR:

SERENITY RIDGE METROPOLITAN DISTRICT NO. 1, a quasi-municipal corporation and political subdivision of the State of Colorado

By: [Signature]
Daniel Frank, President

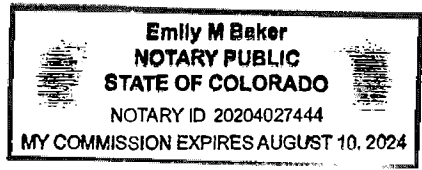
STATE OF COLORADO)
)ss.
COUNTY OF ARAPAHOE)

The foregoing instrument was acknowledged before me this 25th day of March, 2024 by Daniel Frank, as President of the Serenity Ridge Metropolitan District No. 1, a quasi-municipal corporation and political subdivision of the State of Colorado.

WITNESS MY HAND AND OFFICIAL SEAL.

My commission expires: August 10, 2024

[Signature]
Notary Public



RESOLUTION NO. 2024-04-01

A RESOLUTION OF THE BOARD OF DIRECTORS OF SERENITY RIDGE METROPOLITAN DISTRICT NO. 1 REGARDING DISSOLUTION

A. Serenity Ridge Metropolitan District No. 1 (the “**District**”), a quasi-municipal corporation and political subdivision of the State of Colorado, operates pursuant to its Consolidated Service Plan for the District and Serenity Ridge Metropolitan District No. 2, which was approved by the City Council of the City of Aurora, Arapahoe County, Colorado, on August 4, 2003.

B. Sections 32-1-701 *et seq.*, C.R.S. provide a process under which a special district may dissolve.

C. The District’s Board of Directors (the “**Board**”) has determined that it is in the best interests of the District that the District be dissolved.

D. The Board desires to make certain findings, hereinafter set forth, with respect to the dissolution of the District.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE SERENITY RIDGE METROPOLITAN DISTRICT NO. 1 OF ARAPAHOE COUNTY, COLORADO:

1. The Board hereby determines that it is in the best interest of the District that the District be dissolved.

2. The District has no outstanding financial obligations.

3. The District does not own any real or personal property, and does not own, operate or maintain any public improvements.

4. The District currently does not provide any services; therefore, no services shall be continued.

5. The members of the Board shall continue in office only so long as is necessary to take any further actions required to dissolve the District and thereafter shall not continue in office.

6. All prior resolutions, or any parts thereof, to the extent that they are inconsistent with this Resolution, are hereby rescinded.

7. Judicial invalidation of any of the provisions of this Resolution or of any paragraph, sentence, clause, phrase or word herein, or the application thereof in any given circumstances, shall not affect the validity of the remainder of this Resolution, unless such invalidation would act to destroy the intent or essence of this Resolution.

8. This Resolution shall be in full force and effect immediately upon the date of adoption by the Board, as set forth on the following signature page.

**[SIGNATURE PAGE TO RESOLUTION OF THE BOARD OF DIRECTORS OF
SERENITY RIDGE METROPOLITAN DISTRICT NO. 1 REGARDING
DISSOLUTION]**

RESOLUTION APPROVED AND ADOPTED on April 24, 2024.

**SERENITY RIDGE METROPOLITAN
DISTRICT NO. 1**

By: _____
President

Attest:

Secretary