

Falcon Highlands Metropolitan District
Financial Statement Variances
July 31, 2015

Current month variances:

Note to reader: Budget variances assume an annual budget divided by 12 months. Therefore, as of July 2015, the District should be at 58.33% of the total budget for 2015.

Property Taxes Collected

1. The 2015 collections through July are at 92.46% of the total amount levied compared to 88.16% at this time last year.

General Fund

1. Insurance expenditures are on budget as the annual premiums were paid in full in January.
2. Overall, the total General Fund expenditures are at 51.47% of budget.

Debt Service

1. As of July 31, 2015, the District has received 2 tap fees.

Conservation Trust Fund

1. As of July 31, 2015, the District has received \$2,114.48 in Conservation Trust Fund proceeds.

Enterprise Fund

1. As presented on page 14, the July operating revenues totaled \$48,618. The past 3-year average for the month of July has been \$48,804. The January – July operating revenues totaled \$239,698 compared to a 3-year average of \$225,354. While this \$14,344 variance is positive, the wet spring and summer that we are experiencing may put a further strain on the Enterprise Fund. We will continue to monitor this closely as we move through what is normally our larger revenue months.
2. Insurance expenditures are on budget as mentioned in the General Fund section.
3. Overall, the total Enterprise Fund expenditures are at 22.79% of budget.

Cash and Investments

As of August 24, 2015 the available cash and investments are as follows:

1. General Fund: \$382,290.67
2. Debt Service Fund: \$1,382,458.94 of which \$900,561.36 is the Reserve Fund
3. Enterprise Fund: \$219,493.99
4. Conservation Trust Fund: \$2,114.48

FALCON HIGHLANDS METROPOLITAN DISTRICT
FINANCIAL STATEMENTS

JULY 31, 2015

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Accountant's Compilation Report

Board of Directors
Falcon Highlands Metropolitan District
El Paso County, Colorado

We have compiled the accompanying balance sheet - all fund types and schedule of capital assets and long-term debt of Falcon Highlands Metropolitan District as of July 31, 2015, and the related statement of revenues, expenditures and changes in fund balances - budget and actual for the period from January 1, 2015 through July 31, 2015, for the General Fund, the statement of revenues, expenses and changes in net position for the period ending July 31, 2015 and 2014, for the Enterprise Fund, and the accompanying supplementary information which is presented only for supplementary analysis purposes. We have not audited or reviewed the accompanying financial statements and supplementary schedules and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supplementary schedules are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements and supplementary schedules in accordance with accounting principles generally accepted in the United States of America, and for designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements and supplementary schedules.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information, in the form of financial statements and supplementary schedules, without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements or supplementary schedules. During our compilation, we did become aware of certain departures from accounting principles generally accepted in the United States of America that are described in the following paragraph.

Government-wide financial statements, the statement of revenues, expenditures and changes in fund balances - governmental funds, and the management discussion and analysis have not been presented. Accounting principles generally accepted in the United States of America require that such statements and information be presented when financial statements purport to present financial position and results of operations.

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

We are not independent with respect to Falcon Highlands Metropolitan District.

A handwritten signature in black ink that reads 'CliftonLarsonAllen LLP'.

Colorado Springs, Colorado
August 24, 2015

**FALCON HIGHLANDS METROPOLITAN DISTRICT
BALANCE SHEET - ALL FUND TYPES AND SCHEDULE OF
CAPITAL ASSETS AND LONG-TERM DEBT
JULY 31, 2015**

	<u>Governmental Funds</u>			<u>Business - Type Funds</u>	<u>Total</u>	<u>Schedule of Capital Assets and Long-Term Debt</u>
	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Conservation Trust Fund</u>	<u>Enterprise Fund</u>		<u>Debt</u>
ASSETS						
Cash	\$ 391,109	\$ 213,231	\$ 2,114	\$ 222,918	\$ 829,372	\$ -
Cash - Series 2004 Bonds	-	1,159,021	-	-	1,159,021	-
Cash - Series 2007 Bonds	-	10,160	-	-	10,160	-
Accounts receivable	13,115	-	-	53,091	66,206	-
Prepaid expense	276	-	-	26	302	-
Due from County	6,019	47	-	-	6,066	-
Capital assets, net	-	-	-	4,148,540	4,148,540	1,351,545
TOTAL ASSETS	<u>\$ 410,519</u>	<u>\$ 1,382,459</u>	<u>\$ 2,114</u>	<u>\$ 4,424,575</u>	<u>\$6,219,667</u>	<u>\$ 1,351,545</u>
LIABILITIES AND FUND BALANCES						
Accounts payable	\$ 6,180	\$ -	\$ -	\$ 31,534	\$ 37,714	\$ -
Payroll liabilities	-	-	-	1,881	1,881	-
LONG-TERM LIABILITIES						
Series 2004 Bonds	-	-	-	-	-	7,125,000
Series 2004 A - original issue discount	-	-	-	-	-	(52,717)
Series 2007 Subordinate Bonds	-	-	-	-	-	4,935,000
Series 2004 B-1 Notes	-	-	-	-	-	1,000,000
Series 2006 B-2 Notes	-	-	-	-	-	1,500,000
Series 2006 B-3 Notes	-	-	-	-	-	440,000
Series 2004 B-1 Notes - accrued interest	-	-	-	-	-	349,500
Series 2006 B-2 Notes - accrued interest	-	-	-	-	-	436,917
Series 2006 B-3 Notes - accrued interest	-	-	-	-	-	128,162
Series 2007 Sub Bonds - accrued interest	-	-	-	-	-	4,263,208
Letter of Credit - Cygnet LLC	-	-	-	-	-	265,000
Cygnet, LLC - notes payable	-	-	-	-	-	4,025,291
RDS, LLC - notes payable	-	-	-	-	-	128,682
John Deer Mower Note	-	-	-	-	-	5,367
Tamlin Ventures - notes payable	-	-	-	-	-	447,534
Total liabilities	<u>6,180</u>	<u>-</u>	<u>-</u>	<u>33,415</u>	<u>39,595</u>	<u>\$ 24,996,944</u>
FUND BALANCES						
Fund balance	<u>404,339</u>	<u>1,382,459</u>	<u>2,114</u>	<u>4,391,160</u>	<u>6,180,072</u>	
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 410,519</u>	<u>\$ 1,382,459</u>	<u>\$ 2,114</u>	<u>\$ 4,424,575</u>	<u>\$6,219,667</u>	

These financial statements should be read only in connection with the accompanying accountant's compilation report.

FALCON HIGHLANDS METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE SEVEN MONTHS ENDED JULY 31, 2015

GENERAL FUND

	<u>Annual</u> <u>Budget</u>	<u>Year to Date</u> <u>Actual</u>	<u>Variance</u>	<u>% of Budget</u>
REVENUES				
Property taxes	\$ 88,003	\$ 81,365	\$ (6,638)	92.46%
Specific ownership taxes	61,602	39,805	(21,797)	64.62%
Maintenance fees	120,000	75,994	(44,006)	63.33%
Interest income	400	403	3	100.75%
Total revenue	<u>270,005</u>	<u>197,567</u>	<u>(72,438)</u>	<u>73.17%</u>
EXPENDITURES				
Accounting	30,000	14,045	15,955	46.82%
Audit	8,500	8,500	-	100.00%
County Treasurer's fees	1,320	1,221	99	92.50%
District management	25,000	12,648	12,352	50.59%
Engineering expense	5,000	-	5,000	0.00%
Insurance & bonds	5,800	5,695	105	98.19%
Landscape maintenance	3,000	424	2,576	14.13%
Legal	30,000	19,712	10,288	65.71%
Payroll - wages and taxes	26,000	13,308	12,692	51.18%
Repairs and maintenance	9,000	4,375	4,625	48.61%
Park Equipment	20,000	-	20,000	0.00%
Equipment expense	10,000	1,687	8,313	16.87%
Fuel	2,000	573	1,427	28.65%
Utilities	10,000	6,825	3,175	68.25%
Street repairs	50,000	50,000	-	100.00%
Miscellaneous expenses	1,000	1,016	(16)	101.60%
Contingency	5,649	-	5,649	0.00%
John Deere Mower 2013 - Principal	1,530	883	647	57.71%
John Deere - CY interest	201	127	74	63.18%
Monuments	30,000	-	30,000	0.00%
Total expenditures	<u>274,000</u>	<u>141,039</u>	<u>132,961</u>	<u>51.47%</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	(3,995)	56,528	60,523	
OTHER FINANCING SOURCES (USES)				
EXCESS OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(3,995)	56,528	60,523	
FUND BALANCE - BEGINNING	<u>342,631</u>	<u>347,809</u>	<u>5,178</u>	<u>101.51%</u>
FUND BALANCE - ENDING	<u>\$ 338,636</u>	<u>\$ 404,337</u>	<u>\$ 65,701</u>	<u>119.40%</u>

These financial statements should be read only in connection with the accompanying accountant's compilation report.

**FALCON HIGHLANDS METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE SEVEN MONTHS ENDED JULY 31, 2015**

CONSERVATION TRUST FUND

	<u>Annual Budget</u>	<u>Year to Date Actual</u>	<u>Variance</u>	<u>% of Budget</u>
REVENUES				
Conservation trust fund proceeds	\$ 3,000	\$ 2,114	\$ (886)	70.47%
Total revenue	<u>3,000</u>	<u>2,114</u>	<u>(886)</u>	<u>70.47%</u>
EXPENDITURES				
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES				
	3,000	2,114	(886)	70.47%
OTHER FINANCING SOURCES (USES)				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.00%</u>
EXCESS OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
	3,000	2,114	(886)	70.47%
FUND BALANCE - BEGINNING	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.00%</u>
FUND BALANCE - ENDING	<u>\$ 3,000</u>	<u>\$ 2,114</u>	<u>\$ (886)</u>	<u>70.47%</u>

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**FALCON HIGHLANDS METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
FOR THE SEVEN MONTHS ENDED JULY 31, 2015 AND 2014**

ENTERPRISE FUND

	<u>Current Year</u>	<u>Prior Year</u>	<u>Variance</u>
OPERATING REVENUES			
Water usage fees	\$ 119,774	\$ 132,008	\$ (12,234)
Water treatment fees	67,136	60,152	6,984
Administrative fees	47,518	44,217	3,301
Penalties	3,890	3,430	460
Water meters	790	9,085	(8,295)
Inspection fees	90	1,035	(945)
O&M reserve fee	500	5,750	(5,250)
Total operating revenues	<u>239,698</u>	<u>255,677</u>	<u>(15,979)</u>
OPERATING EXPENSES			
Accounting	25,748	43,705	17,957
Depreciation	139,932	140,449	517
District management	16,442	19,071	2,629
Utility billing	21,341	25,307	3,966
Dues and subscriptions	1,388	1,122	(266)
Engineering expense	31,543	66,256	34,713
Insurance & bonds	11,538	10,983	(555)
Legal	24,311	19,443	(4,868)
Security	3,431	3,078	(353)
Small tools and supplies	598	723	125
Permits - fees	555	245	(310)
Payroll - wages and taxes	29,708	30,871	1,163
Supplies - Treatment facility	9,254	16,652	7,398
Repairs and maintenance	2,637	19,217	16,580
Operating expense	6,286	5,477	(809)
Telephone	1,424	1,371	(53)
Equipment expense	-	346	346
Fuel	860	1,632	772
Utilities	25,442	30,783	5,341
Utility locates	292	415	123
John Deere - CY interest	7	173	166
2010 Dodge Ram and Plow - CY interest	-	14	14
Miscellaneous expenses	156	222	66
Allocation of lease expense	(1,687)	(5,906)	(4,219)
Total operating expenditures	<u>351,206</u>	<u>431,649</u>	<u>80,443</u>
OPERATING INCOME (LOSS)	(111,508)	(175,972)	64,464

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**FALCON HIGHLANDS METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
FOR THE SEVEN MONTHS ENDED JULY 31, 2015 AND 2014**

ENTERPRISE FUND

	<u>Current Year</u>	<u>Prior Year</u>	<u>Variance</u>
NON-OPERATING REVENUES AND (EXPENSES)			
Water tap fees	12,250	140,875	(128,625)
Sewer tap fees	13,050	150,075	(137,025)
Miscellaneous income	-	4,142	(4,142)
Woodmen Hills sewer tap fees	<u>(11,000)</u>	<u>(126,500)</u>	<u>115,500</u>
Total other revenues and expenses	<u>14,300</u>	<u>168,592</u>	<u>(154,292)</u>
EXCESS OF REVENUE OVER (UNDER) EXPENSE	(97,208)	(7,380)	(89,828)
OTHER FINANCING SOURCES (USES)			
Transfer to other funds	<u>(12,250)</u>	<u>(140,875)</u>	<u>128,625</u>
Total other financing sources (uses)	<u>(12,250)</u>	<u>(140,875)</u>	<u>128,625</u>
NET INCOME (LOSS)	(109,458)	(148,255)	38,797
BEGINNING NET POSITION	<u>4,500,621</u>	<u>4,678,583</u>	<u>(177,962)</u>
ENDING NET POSITION	<u>\$ 4,391,163</u>	<u>\$ 4,530,328</u>	<u>\$ (139,165)</u>

These financial statements should be read only in connection with the accompanying accountant's compilation report.

SUPPLEMENTARY INFORMATION

**FALCON HIGHLANDS METROPOLITAN DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE SEVEN MONTHS ENDED JULY 31, 2015**

DEBT SERVICE FUND

	<u>Annual Budget</u>	<u>Year to Date Actual</u>	<u>Variance</u>	<u>% of Budget</u>
REVENUES				
Property taxes	\$ 528,020	\$ 488,194	\$ (39,826)	92.46%
Infrastructure fees	234,375	6,250	(228,125)	2.67%
Interest income	<u>1,500</u>	<u>102</u>	<u>(1,398)</u>	<u>6.80%</u>
Total revenue	<u>763,895</u>	<u>494,546</u>	<u>(269,349)</u>	<u>64.74%</u>
EXPENDITURES				
County Treasurer's fees	7,920	7,324	596	92.47%
Contingency	515,569	-	515,569	0.00%
Bond interest	543,281	271,641	271,640	50.00%
Bond principal	140,000	-	140,000	0.00%
Paying agent/trustee fees	<u>16,500</u>	<u>8,081</u>	<u>8,419</u>	<u>48.98%</u>
Total expenditures	<u>1,223,270</u>	<u>287,046</u>	<u>936,224</u>	<u>23.47%</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES				
	(459,375)	207,500	666,875	88.21%
OTHER FINANCING SOURCES (USES)				
Transfer from other funds	<u>459,375</u>	<u>12,250</u>	<u>(447,125)</u>	<u>2.67%</u>
Total other financing sources (uses)	<u>459,375</u>	<u>12,250</u>	<u>(447,125)</u>	<u>2.67%</u>
EXCESS OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES				
	-	219,750	219,750	0.00%
FUND BALANCE - BEGINNING				
	<u>936,650</u>	<u>1,162,708</u>	<u>226,058</u>	<u>124.13%</u>
FUND BALANCE - ENDING				
	<u>\$ 936,650</u>	<u>\$ 1,382,458</u>	<u>\$ 445,808</u>	<u>147.60%</u>

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**FALCON HIGHLANDS METROPOLITAN DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUNDS AVAILABLE- BUDGET AND ACTUAL
FOR THE SEVEN MONTHS ENDED JULY 31, 2015**

ENTERPRISE FUND

	<u>Annual Budget</u>	<u>Year to Date Actual</u>	<u>Variance</u>	<u>% of Budget</u>
REVENUES				
Water tap fees	\$ 459,375	\$ 12,250	\$(447,125)	2.67%
Sewer tap fees	489,375	13,050	(476,325)	2.67%
Water usage fees	240,000	119,774	(120,226)	49.91%
Water treatment fees	95,000	67,136	(27,864)	70.67%
Administrative fees	79,277	47,518	(31,759)	59.94%
Penalties	6,000	3,890	(2,110)	64.83%
Water meters	29,625	790	(28,835)	2.67%
Inspection fees	3,375	90	(3,285)	2.67%
O&M reserve fee	18,750	500	(18,250)	2.67%
Total revenue	<u>1,420,777</u>	<u>264,998</u>	<u>(1,155,779)</u>	<u>18.65%</u>
EXPENDITURES				
Accounting	55,000	25,748	29,252	46.81%
District management	32,500	16,442	16,058	50.59%
Utility billing	40,000	21,341	18,659	53.35%
Dues and subscriptions	1,200	1,388	(188)	115.67%
Engineering expense	90,000	31,543	58,457	35.05%
Insurance & bonds	11,750	11,538	212	98.20%
Legal	37,000	24,311	12,689	65.71%
Security	5,500	3,431	2,069	62.38%
Small tools and supplies	1,500	598	902	39.87%
Permits - fees	700	555	145	79.29%
Payroll - wages and taxes	57,000	29,708	27,292	52.12%
Supplies - Treatment facility	28,000	9,254	18,746	33.05%
Repairs and maintenance	25,000	2,637	22,363	10.55%
Operating expense	10,000	6,286	3,714	62.86%
Telephone	3,000	1,424	1,576	47.47%
Equipment expense	500	-	500	0.00%
Fuel	3,000	860	2,140	28.67%
Utilities	60,000	25,442	34,558	42.40%
Utility locates	1,000	292	708	29.20%
Woodmen Hills sewer tap fees	412,500	11,000	401,500	2.67%
Miscellaneous expenses	1,000	156	844	15.60%
Contingency	4,475	-	4,475	0.00%

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**FALCON HIGHLANDS METROPOLITAN DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUNDS AVAILABLE- BUDGET AND ACTUAL
FOR THE SEVEN MONTHS ENDED JULY 31, 2015**

ENTERPRISE FUND

	<u>Annual Budget</u>	<u>Year to Date Actual</u>	<u>Variance</u>	<u>% of Budget</u>
Debt Service				
John Deere - current year principal	1,175	1,175	-	100.00%
John Deere - CY interest	7	7	-	100.00%
Allocation of lease expense	(1,182)	(1,687)	505	142.72%
Capital Outlay				
Capital Outlay	100,000	-	100,000	0.00%
Total expenditures	<u>980,625</u>	<u>223,449</u>	<u>757,176</u>	<u>22.79%</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	440,152	41,549	(398,603)	9.44%
OTHER FINANCING SOURCES (USES)				
Transfer to other funds	<u>(459,375)</u>	<u>(12,250)</u>	<u>447,125</u>	<u>2.67%</u>
Total other financing sources (uses)	<u>(459,375)</u>	<u>(12,250)</u>	<u>447,125</u>	<u>2.67%</u>
EXCESS OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(19,223)	29,299	48,522	(152.42)%
BEGINNING FUNDS AVAILABLE	<u>210,765</u>	<u>213,324</u>	<u>2,559</u>	<u>101.21%</u>
O&M reserve fee	37,500	22,750	14,750	8,000.00%
Unassigned funds available	<u>154,042</u>	<u>219,873</u>	<u>36,331</u>	<u>142.74</u>
TOTAL ENDING FUNDS AVAILABLE	<u>\$ 191,542</u>	<u>\$ 242,623</u>	<u>\$ 51,081</u>	<u>126.67%</u>

This financial information should be read only in connection with the accompanying accountant's compilation report.

FALCON HIGHLANDS METROPOLITAN DISTRICT
Schedule of Cash Position
July 31, 2015
Updated as of August 24, 2015

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Enterprise Fund</u>	<u>Conservation Trust Fund</u>	<u>Total</u>
<u>Wells Fargo - Checking</u>					
Balance as of July 31, 2015	\$ 11,830.22	\$ -	\$ 174,278.61	\$ 2,114.48	\$ 188,223.31
<i>Subsequent activities:</i>					
August payroll and taxes	(1,418.48)	-	(3,309.80)	-	(4,728.28)
August service receipts	-	-	27,472.44	-	27,472.44
08/14/15 - Payment to IRS	-	-	(1,654.22)	-	(1,654.22)
Anticipated vouchers payable	(13,418.98)	-	(25,932.52)	-	(39,351.50)
Anticipated transfer from CSAFE	10,000.00	-	-	-	10,000.00
Anticipated Balance	<u>6,992.76</u>	<u>-</u>	<u>170,854.51</u>	<u>2,114.48</u>	<u>179,961.75</u>
<u>CSAFE</u>					
Balance as of July 31, 2015	379,278.71	213,231.21	48,639.48	-	641,149.40
<i>Subsequent activities:</i>					
08/10/15 - July taxes	6,019.20	47.01	-	-	6,066.21
Anticipated transfer to WF	(10,000.00)	-	-	-	(10,000.00)
Anticipated Balance	<u>375,297.91</u>	<u>213,278.22</u>	<u>48,639.48</u>	<u>-</u>	<u>637,215.61</u>
<u>US Bank Series 2004 Bond Fund</u>					
Balance as of July 31, 2015	-	257,080.55	-	-	257,080.55
Anticipated Balance	<u>-</u>	<u>257,080.55</u>	<u>-</u>	<u>-</u>	<u>257,080.55</u>
<u>US Bank Series 2004 Reserve Fund</u>					
Balance as of July 31, 2015	-	900,561.36	-	-	900,561.36
Anticipated Balance	<u>-</u>	<u>900,561.36</u>	<u>-</u>	<u>-</u>	<u>900,561.36</u>
<u>US Bank Series 2004 Construction Fund</u>					
Balance as of July 31, 2015	-	677.10	-	-	677.10
Anticipated Balance	<u>-</u>	<u>677.10</u>	<u>-</u>	<u>-</u>	<u>677.10</u>
<u>US Bank Series 2004 Escrow Fund</u>					
Balance as of July 31, 2015	-	702.10	-	-	702.10
Anticipated Balance	<u>-</u>	<u>702.10</u>	<u>-</u>	<u>-</u>	<u>702.10</u>
<u>US Bank Series 2007 Sub Bond Capitalized Interest</u>					
Balance as of July 31, 2015	-	10,126.92	-	-	10,126.92
Anticipated Balance	<u>-</u>	<u>10,126.92</u>	<u>-</u>	<u>-</u>	<u>10,126.92</u>
<u>US Bank Series 2007 Sub Bond Construction Fund</u>					
Balance as of July 31, 2015	-	32.69	-	-	32.69
Anticipated Balance	<u>-</u>	<u>32.69</u>	<u>-</u>	<u>-</u>	<u>32.69</u>
Anticipated Balances	<u>\$ 382,290.67</u>	<u>\$ 1,382,458.94</u>	<u>\$ 219,493.99</u>	<u>\$ 2,114.48</u>	<u>\$ 1,986,358.08</u>

Yield information (as of 07/3/15):

US Bank MM - 0.02%

CSAFE - 0.18%

This financial information should be read only in connection with the accompanying accountant's compilation report.

FALCON HIGHLANDS METROPOLITAN DISTRICT
Property Taxes Reconciliation
2015

	Current Year								Prior Year			
	Property Taxes	Delinquent Taxes, Rebates and Abatements	Specific Ownership Taxes	Interest	Treasurer's Fees	Due from County	Net Amount Received	% of Total Property Taxes Received		Total Cash Received	% of Total Property Taxes Received	
								Monthly	Y-T-D		Monthly	Y-T-D
						\$ -				53,001.05		
January	\$ 7,535.29	\$ -	\$ 5,685.70	\$ -	\$ (113.03)	-	\$ 13,107.96	1.22%	1.22%	\$ 9,707.59	0.77%	0.77%
February	239,296.80	-	5,235.18	-	(3,589.45)	-	240,942.53	38.85%	40.07%	234,602.14	39.50%	40.27%
March	22,609.49	163.80	5,777.99	16.38	(341.85)	-	28,225.81	3.70%	43.77%	(5,711.40)	-1.37%	38.90%
April	47,372.36	-	5,482.11	-	(710.59)	-	52,143.88	7.69%	51.46%	52,308.72	8.16%	47.06%
May	58,695.41	-	5,637.06	-	(880.43)	-	63,452.04	9.53%	60.98%	61,673.79	9.71%	56.76%
June	193,832.04	-	5,975.75	30.54	(2,907.94)	-	196,930.39	31.47%	92.45%	183,033.08	30.61%	87.38%
July	54.60	-	6,011.36	1.09	(0.84)	-	6,066.21	0.01%	92.46%	10,041.77	0.79%	88.16%
August	-	-	-	-	-	-	-	0.00%	92.46%	27,233.33	3.70%	91.87%
September	-	-	-	-	-	-	-	0.00%	92.46%	5,198.91	0.00%	91.87%
October	-	-	-	-	-	-	-	0.00%	92.46%	30,983.62	4.11%	95.98%
November	-	-	-	-	-	-	-	0.00%	92.46%	4,589.64	0.00%	95.98%
December	-	-	-	-	-	-	-	0.00%	92.46%	5,401.28	0.00%	95.98%
	\$ 569,395.99	\$ 163.80	\$ 39,805.15	\$ 48.01	\$ (8,544.13)	\$ -	\$ 600,868.82	92.46%	92.46%	\$ 672,063.52	95.98%	95.98%

	Taxes Levied	% of Levied	Property Taxes Collected	% Collected to Amount Levied
Property Tax				
General Fund	\$ 88,003	14.29%	\$ 81,365.42	92.46%
Debt Service Fund	528,020	85.71%	488,194.37	92.46%
Total	616,023	100.00%	\$ 569,559.79	92.46%

Specific Ownership Tax

General Fund	61,602	100.00%	\$ 39,805.15	64.62%
Total	61,602	100.00%	\$ 39,805.15	64.62%

Treasurer's Fees

General Fund	1,320	14.29%	\$ 1,220.59	92.47%
Debt Service Fund	7,920	85.71%	7,323.54	92.47%
Total	\$ 9,240	100.00%	\$ 8,544.13	92.47%

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**FALCON HIGHLANDS METROPOLITAN DISTRICT
2015 SCHEDULE OF TAP FEES**

Check Date	Deposit Date	Check Number	Builder	Pledged for DS		Due to Woodmen Hills \$5,500 ea		Pledged for DS		Enterprise Fund Revenues						Total	Tap Address	Paid to Woodmen Hills			Paid to US Bank			Difference
				Water Fee	Amount	Sewer Fee	Amount	Infra Fee	Amount	Water Meter	Amount	Inspection Fee	Amount	O&M Fee	Amount			Date	Payment	Amount	Date	Payment	Amount	
03/10/15	03/10/15	13738	Campbell Homes	1	6,125.00	1	6,525.00	1	3,125.00	1	395.00	1	45.00	1	250.00	16,465.00	7425 Antelope Meadows	03/13/15	WF Wire	5,500.00	03/13/15	WF Wire	9,250.00	1,715.00
04/16/15	04/16/15	13892	Campbell Homes	1	6,125.00	1	6,525.00	1	3,125.00	1	395.00	1	45.00	1	250.00	16,465.00	7435 Antelope Meadows	04/23/15	WF Wire	5,500.00	04/23/15	WF Wire	9,250.00	1,715.00
				2	12,250.00	2	13,050.00	2	6,250.00	2	790.00	2	90.00	2	500.00	32,930.00								3,430.00

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**Falcon Highlands Metropolitan District
Three-Year Operating Revenue Comparison Schedule
For Period End July 31, 2015**

Operating Revenues	July 2015	July 3-Yr		Variance		Jan-July 2015	Jan-July 3-Yr		Variance	
		Average	\$	%	\$		%	Average	\$	%
Water usage fees	\$ 31,541	\$ 31,850	\$ (309)	-1%	\$ 119,774	\$ 115,201	\$ 4,573	4%		
Water treatment fees	9,596	7,472	2,124	28%	67,136	50,531	16,604	33%		
Administrative fees	6,791	5,945	846	14%	47,518	40,878	6,640	16%		
Penalties	690	363	327	90%	3,890	2,037	1,853	91%		
Water meters	-	1,053	(1,053)	-100%	790	9,612	(8,822)	-92%		
Inspection fees	-	120	(120)	-100%	90	1,095	(1,005)	-92%		
O&M reserve fee	-	2,000	(2,000)	-100%	500	6,000	(5,500)	-92%		
Total Operating Revenues	\$ 48,618	\$ 48,804	\$ (186)		\$ 239,698	\$ 225,354	\$ 14,344			

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