

**Falcon Highlands Metropolitan District  
Financial Statement Variances  
November 30, 2015**

**Current month variances:**

**Note to reader: Budget variances assume an annual budget divided by 12 months. Therefore, as of November 2015, the District should be at 91.67% of the total budget for 2015.**

**Property Taxes Collected**

1. The 2015 collections through November are at 99.97% of the total amount levied compared to 95.98% at this time last year.

**General Fund**

1. Insurance expenditures are on budget as the annual premiums were paid in full in January.
2. Repairs and maintenance expenses are tracking ahead of budget. This line mainly costs of mosquito spraying costs from June through August and pot holes repairs completed by Cusic Construction.
3. Miscellaneous expenses are tracking ahead of budget. This is mainly due to an American Leak Detection invoice paid due to a homeowner dispute and the payment of a clown for a community event.
4. Legal expenditures are tracking ahead of budget. Additional increase due to attorney work for bond refunding.
5. Overall, the total General Fund expenditures are at 76.08% of budget.

**Debt Service**

1. As of November 30, 2015, the District has received 2 tap fees.

**Conservation Trust Fund**

1. As of November 30, 2015, the District has received \$3,107.34 in Conservation Trust Fund proceeds.

**Enterprise Fund**

1. Insurance expenditures are on budget as mentioned in the General Fund section.
2. Overall, the total Enterprise Fund expenditures are at 35.73% of budget.

**Cash and Investments**

As of January 7, 2016 the available cash and investments are as follows:

1. General Fund: \$408,510.08
2. Debt Service Fund: \$1,423,317.58 of which \$900,644.77 is the Reserve Fund
3. Enterprise Fund: \$279,854.07
4. Conservation Trust Fund: \$3,107.34

FALCON HIGHLANDS METROPOLITAN DISTRICT  
FINANCIAL STATEMENTS

NOVEMBER 30, 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 November 30, 2015, and the related statement of revenues, expenditures and changes in fund balances - budget and actual for the period from January 1, 2015 through November 30, 2015, for the General Fund, the statement of revenues, expenses and changes in net position for the period ending November 30, 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, appearing to read 'CliftonLarsonAllen LLP', is written in a cursive style.

Colorado Springs, Colorado  
January 11, 2016

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
BALANCE SHEET - ALL FUND TYPES AND SCHEDULE OF  
CAPITAL ASSETS AND LONG-TERM DEBT  
NOVEMBER 30, 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>
<b>ASSETS</b>						
Cash	\$ 419,270	\$ -	\$ 3,107	\$ 306,188	\$ 728,565	\$ -
Cash - Series 2004 Bonds	-	1,413,157	-	-	1,413,157	-
Cash - Series 2007 Bonds	-	10,161	-	-	10,161	-
Accounts receivable	12,632	-	-	34,598	47,230	-
Due from County	5,320	-	-	-	5,320	-
Capital assets, net	-	-	-	4,068,578	4,068,578	1,351,545
<b>TOTAL ASSETS</b>	<u>\$ 437,222</u>	<u>\$ 1,423,318</u>	<u>\$ 3,107</u>	<u>\$ 4,409,364</u>	<u>\$ 6,273,011</u>	<u>\$ 1,351,545</u>
<b>LIABILITIES AND FUND BALANCES</b>						
Accounts payable	\$ 25,704	\$ -	\$ -	\$ 35,216	\$ 60,920	\$ -
<b>LONG-TERM LIABILITIES</b>						
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>25,704</u>	<u>-</u>	<u>-</u>	<u>35,216</u>	<u>60,920</u>	<u>\$ 24,996,944</u>
<b>FUND BALANCES</b>						
Fund balance	<u>411,518</u>	<u>1,423,318</u>	<u>3,107</u>	<u>4,374,148</u>	<u>6,212,091</u>	
<b>TOTA: LIABILITIES AND FUND BALANCES</b>	<u>\$ 437,222</u>	<u>\$ 1,423,318</u>	<u>\$ 3,107</u>	<u>\$ 4,409,364</u>	<u>\$ 6,273,011</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 ELEVEN MONTHS ENDED NOVEMBER 30, 2015**

**GENERAL FUND**

	<u>Annual Budget</u>	<u>Year to Date Actual</u>	<u>Variance</u>	<u>% of Budget</u>
<b>REVENUES</b>				
Property taxes	\$ 88,003	\$ 87,975	\$ (28)	99.97%
Specific ownership taxes	61,602	63,493	1,891	103.07%
Maintenance fees	120,000	119,653	(347)	99.71%
Interest income	400	1,043	643	260.75%
Total revenue	<u>270,005</u>	<u>272,164</u>	<u>2,159</u>	<u>100.80%</u>
<b>EXPENDITURES</b>				
Accounting	30,000	21,715	8,285	72.38%
Audit	8,500	8,500	-	100.00%
County Treasurer's fees	1,320	1,324	(4)	100.30%
District management	25,000	21,377	3,623	85.51%
Directors fees	-	2,100	(2,100)	0.00%
Engineering expense	5,000	-	5,000	0.00%
Insurance & bonds	5,800	5,695	105	98.19%
Landscape maintenance	3,000	1,696	1,304	56.53%
Legal	30,000	40,329	(10,329)	134.43%
Payroll - wages and taxes	26,000	21,754	4,246	83.67%
Repairs and maintenance	9,000	10,875	(1,875)	120.83%
Park Equipment	20,000	-	20,000	0.00%
Equipment expense	10,000	1,182	8,818	11.82%
Fuel	2,000	895	1,105	44.75%
Utilities	10,000	7,961	2,039	79.61%
Street repairs	50,000	50,000	-	100.00%
Miscellaneous expenses	1,000	1,814	(814)	181.40%
Contingency	5,649	-	5,649	0.00%
Monuments	30,000	9,653	20,347	32.18%
John Deere Mower 2013 - Principal	1,530	1,398	132	91.37%
John Deere - CY interest	201	188	13	93.53%
Total expenditures	<u>274,000</u>	<u>208,456</u>	<u>65,544</u>	<u>76.08%</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES</b>	<b>(3,995)</b>	<b>63,708</b>	<b>67,703</b>	
<b>OTHER FINANCING SOURCES (USES)</b>				
Total other financing sources (uses)	-	-	-	0.00%
<b>EXCESS OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>				
	<b>(3,995)</b>	<b>63,708</b>	<b>67,703</b>	
<b>FUND BALANCE - BEGINNING</b>	<u>342,631</u>	<u>347,809</u>	<u>5,178</u>	<u>101.51%</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ 338,636</u>	<u>\$ 411,517</u>	<u>\$ 72,881</u>	<u>121.52%</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 ELEVEN MONTHS ENDED NOVEMBER 30, 2015**

**CONSERVATION TRUST FUND**

	<u>Annual Budget</u>	<u>Year to Date Actual</u>	<u>Variance</u>	<u>% of Budget</u>
<b>REVENUES</b>				
Conservation trust fund proceeds	<u>\$ 3,000</u>	<u>\$ 3,107</u>	<u>\$ 107</u>	<u>103.57%</u>
Total revenue	<u>3,000</u>	<u>3,107</u>	<u>107</u>	<u>103.57%</u>
<b>EXPENDITURES</b>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.00%</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES</b>				
	3,000	3,107	107	103.57%
<b>OTHER FINANCING SOURCES (USES)</b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.00%</u>
<b>EXCESS OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>				
	3,000	3,107	107	103.57%
<b>FUND BALANCE - BEGINNING</b>				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>0.00%</u>
<b>FUND BALANCE - ENDING</b>				
	<u><u>\$ 3,000</u></u>	<u><u>\$ 3,107</u></u>	<u><u>\$ 107</u></u>	<u><u>103.57%</u></u>

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

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION  
FOR THE ELEVEN MONTHS ENDED NOVEMBER 30, 2015 AND 2014**

**ENTERPRISE FUND**

	<u>Current Year</u>	<u>Prior Year</u>	<u>Variance</u>
<b>OPERATING REVENUES</b>			
Water usage fees	\$ 241,087	\$ 242,116	\$ (1,029)
Water treatment fees	105,716	97,852	7,864
Administrative fees	75,232	70,974	4,258
Penalties	6,135	5,453	682
Water meters	790	9,480	(8,690)
Inspection fees	90	1,080	(990)
O&M reserve fee	500	6,000	(5,500)
Total operating revenues	<u>429,550</u>	<u>432,955</u>	<u>(3,405)</u>
<b>OPERATING EXPENSES</b>			
Accounting	39,810	54,142	14,332
Depreciation	219,894	220,943	1,049
District management	27,790	25,957	(1,833)
Utility billing	34,198	39,064	4,866
Dues and subscriptions	1,388	1,122	(266)
Engineering expense	52,920	82,665	29,745
Insurance & bonds	11,538	10,983	(555)
Legal	31,167	26,551	(4,616)
Security	5,061	4,856	(205)
Small tools and supplies	604	740	136
Permits - fees	555	555	-
Payroll - wages and taxes	47,691	49,028	1,337
Supplies - Treatment facility	14,771	21,926	7,155
Repairs and maintenance	2,906	21,290	18,384
Operating expense	8,887	7,200	(1,687)
Telephone	2,442	2,198	(244)
Equipment expense	404	346	(58)
Fuel	1,343	2,160	817
Utilities	55,204	51,332	(3,872)
Utility locates	392	723	331
John Deere - CY interest	7	226	219
2010 Dodge Ram and Plow - CY interest	-	14	14
Miscellaneous expenses	280	664	384
Allocation of lease expense	(1,182)	(9,281)	(8,099)
Total operating expenditures	<u>558,070</u>	<u>615,404</u>	<u>57,334</u>
<b>OPERATING INCOME (LOSS)</b>	<b>(128,520)</b>	<b>(182,449)</b>	<b>53,929</b>

(Continued)



**FALCON HIGHLANDS METROPOLITAN DISTRICT  
STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION  
FOR THE ELEVEN MONTHS ENDED NOVEMBER 30, 2015 AND 2014**

**ENTERPRISE FUND**

	<u>Current Year</u>	<u>Prior Year</u>	<u>Variance</u>
(Continued)			
<b>NON-OPERATING REVENUES AND (EXPENSES)</b>			
Water tap fees	12,250	147,000	(134,750)
Sewer tap fees	13,050	156,600	(143,550)
Miscellaneous income	-	4,142	(4,142)
Woodmen Hills sewer tap fees	<u>(11,000)</u>	<u>(132,000)</u>	<u>121,000</u>
Total other revenues and expenses	<u>14,300</u>	<u>175,742</u>	<u>(161,442)</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENSE</b>	(114,220)	(6,707)	(107,513)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfer to other funds	<u>(12,250)</u>	<u>(147,000)</u>	<u>134,750</u>
Total other financing sources (uses)	<u>(12,250)</u>	<u>(147,000)</u>	<u>134,750</u>
<b>NET INCOME (LOSS)</b>	(126,470)	(153,707)	27,237
<b>BEGINNING NET POSITION</b>	<u>4,500,621</u>	<u>4,678,583</u>	<u>(177,962)</u>
<b>ENDING NET POSITION</b>	<u>\$ 4,374,151</u>	<u>\$ 4,524,876</u>	<u>\$ (150,725)</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 ELEVEN MONTHS ENDED NOVEMBER 30, 2015**

**DEBT SERVICE FUND**

	<u>Annual Budget</u>	<u>Year to Date Actual</u>	<u>Variance</u>	<u>% of Budget</u>
<b>REVENUES</b>				
Property taxes	\$ 528,020	\$ 527,851	\$ (169)	99.97%
Infrastructure fees	234,375	6,250	(228,125)	2.67%
Interest income	1,500	1,924	424	128.27%
Total revenue	<u>763,895</u>	<u>536,025</u>	<u>(227,870)</u>	<u>70.17%</u>
<b>EXPENDITURES</b>				
County Treasurer's fees	7,920	7,944	(24)	100.30%
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	16,500	8,081	8,419	48.98%
Total expenditures	<u>1,223,270</u>	<u>287,666</u>	<u>935,604</u>	<u>23.52%</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES</b>	(459,375)	248,359	707,734	93.69%
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from other funds	459,375	12,250	(447,125)	2.67%
Total other financing sources (uses)	<u>459,375</u>	<u>12,250</u>	<u>(447,125)</u>	<u>2.67%</u>
<b>EXCESS OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	-	260,609	260,609	0.00%
<b>FUND BALANCE - BEGINNING</b>	<u>936,650</u>	<u>1,162,708</u>	<u>226,058</u>	<u>124.13%</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ 936,650</u>	<u>\$ 1,423,317</u>	<u>\$ 486,667</u>	<u>151.96%</u>

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

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUNDS AVAILABLE- BUDGET AND ACTUAL  
FOR THE ELEVEN MONTHS ENDED NOVEMBER 30, 2015**

**ENTERPRISE FUND**

	<u>Annual Budget</u>	<u>Year to Date Actual</u>	<u>Variance</u>	<u>% of Budget</u>
<b>REVENUES</b>				
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	241,087	1,087	100.45%
Water treatment fees	95,000	105,716	10,716	111.28%
Administrative fees	79,277	75,232	(4,045)	94.90%
Penalties	6,000	6,135	135	102.25%
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>454,850</u>	<u>(965,927)</u>	<u>32.01%</u>
<b>EXPENDITURES</b>				
Accounting	55,000	39,810	15,190	72.38%
District management	32,500	27,790	4,710	85.51%
Utility billing	40,000	34,198	5,802	85.50%
Dues and subscriptions	1,200	1,388	(188)	115.67%
Engineering expense	90,000	52,920	37,080	58.80%
Insurance & bonds	11,750	11,538	212	98.20%
Legal	37,000	31,167	5,833	84.24%
Security	5,500	5,061	439	92.02%
Small tools and supplies	1,500	604	896	40.27%
Permits - fees	700	555	145	79.29%
Payroll - wages and taxes	57,000	47,691	9,309	83.67%
Supplies - Treatment facility	28,000	14,771	13,229	52.75%
Repairs and maintenance	25,000	2,906	22,094	11.62%
Operating expense	10,000	8,887	1,113	88.87%
Telephone	3,000	2,442	558	81.40%
Equipment expense	500	404	96	80.80%
Fuel	3,000	1,343	1,657	44.77%
Utilities	60,000	55,204	4,796	92.01%
Utility locates	1,000	392	608	39.20%
Woodmen Hills sewer tap fees	412,500	11,000	401,500	2.67%
Miscellaneous expenses	1,000	280	720	28.00%
Contingency	4,475	-	4,475	0.00%

(Continued)

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUNDS AVAILABLE- BUDGET AND ACTUAL  
FOR THE ELEVEN MONTHS ENDED NOVEMBER 30, 2015**

**ENTERPRISE FUND**

	<u>Annual Budget</u>	<u>Year to Date Actual</u>	<u>Variance</u>	<u>% of Budget</u>
(Continued)				
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)	(1,182)	-	100.00%
Capital Outlay				
Capital Outlay	<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>0.00%</u>
Total expenditures	<u>980,625</u>	<u>350,351</u>	<u>630,274</u>	<u>35.73%</u>
<b>EXCESS OF REVENUE OVER (UNDER) EXPENDITURES</b>	440,152	104,499	(335,653)	23.74%
<b>OTHER FINANCING SOURCES (USES)</b>				
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>
<b>EXCESS OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	(19,223)	92,249	111,472	(479.89)%
<b>BEGINNING FUNDS AVAILABLE</b>	<u>210,765</u>	<u>213,324</u>	<u>2,559</u>	<u>101.21%</u>
<b>O&amp;M reserve fee</b>	37,500	22,750	14,750	8,000.00%
<b>Unassigned funds available</b>	<u>154,042</u>	<u>282,823</u>	<u>99,281</u>	<u>183.60</u>
<b>TOTAL ENDING FUNDS AVAILABLE</b>	<u>\$ 191,542</u>	<u>\$ 305,573</u>	<u>\$ 114,031</u>	<u>159.53%</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**  
**November 30, 2015**  
**Updated as of January 7, 2016**

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Enterprise Fund</u>	<u>Conservation Trust Fund</u>	<u>Total</u>
<b><u>Wells Fargo - Checking</u></b>					
Balance as of November 30, 2015	\$ 58,458.10	\$ -	\$ 257,549.01	\$ 3,107.34	\$ 319,114.45
<i>Subsequent activities:</i>					
December payroll and taxes	(1,138.16)	-	(2,655.48)	-	(3,793.64)
December service receipts	-	-	45,098.55	-	45,098.55
December payment Bill.com	(4,514.15)	-	(17,307.62)	-	(21,821.77)
December payment to IRS	-	-	(1,848.50)	-	(1,848.50)
<i>Anticipated vouchers payable</i>	<i>(10,530.58)</i>	-	<i>(49,621.37)</i>	-	<i>(60,151.95)</i>
<b><i>Anticipated Balance</i></b>	<u>42,275.21</u>	<u>-</u>	<u>231,214.59</u>	<u>3,107.34</u>	<u>276,597.14</u>
<b><u>CSAFE</u></b>					
Balance as of November 30, 2015	360,812.12	-	48,639.48	-	409,451.60
<i>Subsequent activities:</i>					
12/10/15 - November property/SO taxes	5,319.79	-	-	-	5,319.79
12/31/15 - Interest income	102.96	-	-	-	102.96
<b><i>Anticipated Balance</i></b>	<u>366,234.87</u>	<u>-</u>	<u>48,639.48</u>	<u>-</u>	<u>414,874.35</u>
<b><u>US Bank Series 2004 Bond Fund</u></b>					
Balance as of November 30, 2015	-	511,132.92	-	-	511,132.92
<b><i>Anticipated Balance</i></b>	<u>-</u>	<u>511,132.92</u>	<u>-</u>	<u>-</u>	<u>511,132.92</u>
<b><u>US Bank Series 2004 Reserve Fund</u></b>					
Balance as of November 30, 2015	-	900,644.77	-	-	900,644.77
<b><i>Anticipated Balance</i></b>	<u>-</u>	<u>900,644.77</u>	<u>-</u>	<u>-</u>	<u>900,644.77</u>
<b><u>US Bank Series 2004 Construction Fund</u></b>					
Balance as of November 30, 2015	-	677.17	-	-	677.17
<b><i>Anticipated Balance</i></b>	<u>-</u>	<u>677.17</u>	<u>-</u>	<u>-</u>	<u>677.17</u>
<b><u>US Bank Series 2004 Escrow Fund</u></b>					
Balance as of November 30, 2015	-	702.17	-	-	702.17
<b><i>Anticipated Balance</i></b>	<u>-</u>	<u>702.17</u>	<u>-</u>	<u>-</u>	<u>702.17</u>
<b><u>US Bank Series 2007 Sub Bond Capitalized Interest</u></b>					
Balance as of November 30, 2015	-	10,127.86	-	-	10,127.86
<b><i>Anticipated Balance</i></b>	<u>-</u>	<u>10,127.86</u>	<u>-</u>	<u>-</u>	<u>10,127.86</u>
<b><u>US Bank Series 2007 Sub Bond Construction Fund</u></b>					
Balance as of November 30, 2015	-	32.69	-	-	32.69
<b><i>Anticipated Balance</i></b>	<u>-</u>	<u>32.69</u>	<u>-</u>	<u>-</u>	<u>32.69</u>
<b><i>Anticipated Balances</i></b>	<u>\$ 408,510.08</u>	<u>\$ 1,423,317.58</u>	<u>\$ 279,854.07</u>	<u>\$ 3,107.34</u>	<u>\$ 2,114,789.07</u>

**Yield information (as of 11/30/15):**

US Bank MM - 0.02%

CSAFE - 0.23%

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	31,879.74	-	6,154.62	1,275.20	(497.32)	-	38,812.24	5.18%	97.63%	27,233.33	3.70%	91.87%
September	14,037.80	-	5,798.04	701.89	(221.10)	-	20,316.63	2.28%	99.91%	5,198.91	0.00%	91.87%
October	348.42	-	6,415.47	17.42	(5.49)	-	6,775.82	0.06%	99.97%	30,983.62	4.11%	95.98%
November	-	-	5,319.79	-	-	-	5,319.79	0.00%	99.97%	4,589.64	0.00%	95.98%
December	-	-	-	-	-	-	-	0.00%	99.97%	5,401.28	0.00%	95.98%
	<b>\$ 615,661.95</b>	<b>\$ 163.80</b>	<b>\$ 63,493.07</b>	<b>\$ 2,042.52</b>	<b>\$ (9,268.04)</b>	<b>\$ -</b>	<b>\$ 672,093.30</b>	<b>99.97%</b>	<b>99.97%</b>	<b>\$ 672,063.52</b>	<b>95.98%</b>	<b>95.98%</b>

	Taxes Levied	% of Levied	Property Taxes Collected	% Collected to Amount Levied
<b>Property Tax</b>				
General Fund	\$ 88,003	14.29%	\$ 87,974.82	99.97%
Debt Service Fund	528,020	85.71%	527,850.93	99.97%
<b>Total</b>	<b>616,023</b>	<b>100.00%</b>	<b>\$ 615,825.75</b>	<b>99.97%</b>

<b>Specific Ownership Tax</b>				
General Fund	61,602	100.00%	\$ 63,493.07	103.07%
<b>Total</b>	<b>61,602</b>	<b>100.00%</b>	<b>\$ 63,493.07</b>	<b>103.07%</b>

<b>Treasurer's Fees</b>				
General Fund	1,320	14.29%	\$ 1,324.00	100.30%
Debt Service Fund	7,920	85.71%	7,944.04	100.30%
<b>Total</b>	<b>\$ 9,240</b>	<b>100.00%</b>	<b>\$ 9,268.04</b>	<b>100.30%</b>

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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
				<b>2</b>	<b>12,250.00</b>	<b>2</b>	<b>13,050.00</b>	<b>2</b>	<b>6,250.00</b>	<b>2</b>	<b>790.00</b>	<b>2</b>	<b>90.00</b>	<b>2</b>	<b>500.00</b>	<b>32,930.00</b>								<b>3,430.00</b>
																<b>11,000.00</b>			<b>18,500.00</b>					

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