

# QUANTUM 56 METROPOLITAN DISTRICT

c/o Public Alliance  
405 Urban Street, #310  
Lakewood, CO 80228  
720-213-6621  
<https://quantum56metrodistrict.org>

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## QUANTUM 56 METROPOLITAN DISTRICT 2023 ANNUAL REPORT

Pursuant to Section 32-1-207(3)(c), C.R.S., and Section VII of the Service Plan for Quantum 56 Metropolitan District, approved by Adams County, Colorado on March 22, 2022, Quantum 56 Metropolitan District (the “District”) hereby submits its annual report for the year ending December 31, 2023:

1. Boundary changes made or proposed to the District’s boundaries as of December 31 of the prior year. **There were no boundary changes made or proposed during 2023.**
2. Intergovernmental agreements with other governmental entities, entered into, proposed, or terminated as of December 31 of the prior year. **No intergovernmental agreements were entered into, proposed, or terminated as of December 31, 2023.**
3. Copies of the District’s Rules and Regulations, if any, as of December 31 of the prior year. **The District has not adopted any rules or regulations as of December 31, 2023.**
4. A summary of any litigation which involves Public Improvements as of December 31 of the prior year. **The District was not involved in any litigation during 2023.**
5. Status of the District’s construction of the Public Improvements as of December 31 of the prior year. **No Public Improvements were constructed by the District in 2023.**
6. A list of all facilities and improvements constructed by the District that have been dedicated to and accepted by the County as of December 31 of the prior year. **No facilities or improvements were constructed by the District during 2023.**
7. Current Assessed Valuation in the District. A copy of the 2023 certification of assessed valuation from Adams County is attached hereto as **Exhibit A**
8. Current year budget including a description of the Public Improvements to be constructed in such year. **A copy of the 2024 Budget is attached hereto as Exhibit B. There are no public improvements planned to be constructed in 2024.**

9. Audit of the District's financial statements, for the year ending December 31 of the previous year, prepared in accordance with generally accepted accounting principles or audit exemption, if applicable. **The District is currently exempt from audit, pursuant to Section 29-1-604, C.R.S. A copy of the 2023 Application for Exemption from Audit is attached hereto as Exhibit C.**
10. Notice of any uncured events of default by the District, which continue beyond a ninety (90) day period, under any debt instrument. **To our knowledge, there were no uncured events of default by the District which continued beyond a ninety (90) day period.**
11. Any inability of the District to pay its obligations as they come due, in accordance with the terms of such obligations, which continue beyond a ninety (90) day period. **To our knowledge, the District has been able to pay its obligations as they come due.**

# EXHIBIT A

# CERTIFICATION OF VALUATION BY ADAMS COUNTY ASSESSOR

Name of Jurisdiction: **581 - QUANTUM 56 METRO DISTRICT**

IN ADAMS COUNTY ON 12/18/2023

New Entity: No

<b>USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (5.5% LIMIT) ONLY</b>
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IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1),C.R.S. AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT FOR THE TAXABLE YEAR 2023 IN ADAMS COUNTY, COLORADO

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	\$2,180,530
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: *	\$2,109,430
3. LESS TIF DISTRICT INCREMENT, IF ANY:	\$0
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	\$2,109,430
5. NEW CONSTRUCTION: **	\$0
6. INCREASED PRODUCTION OF PRODUCING MINES: #	\$0
7. ANNEXATIONS/INCLUSIONS:	\$0
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY: #	\$0
9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD ## OR LAND ( 29-1-301(1)(b) C.R.S.):	\$0
10. TAXES COLLECTED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1))(a) C.R.S.):	\$0.00
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a) C.R.S.) and (39-10-114(1)(a)(I)(B) C.R.S.):	\$0.00

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

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

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

## Jurisdiction must apply (Forms DLG 52B) to the Division of Local Government before the value can be treated as growth in the limit calculation.

<b>USE FOR 'TABOR' LOCAL GROWTH CALCULATIONS ONLY</b>
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IN ACCORDANCE WITH THE PROVISION OF ARTICLE X, SECTION 20, COLO CONST, AND 39-5-121(2)(b),C.R.S. THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2023 IN ADAMS COUNTY, COLORADO ON AUGUST 25, 2023

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: @	\$7,519,497
ADDITIONS TO TAXABLE REAL PROPERTY:	
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: !	\$0
3. ANNEXATIONS/INCLUSIONS:	\$0
4. INCREASED MINING PRODUCTION: %	\$0
5. PREVIOUSLY EXEMPT PROPERTY:	\$0
6. OIL OR GAS PRODUCTION FROM A NEW WELL:	\$0
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT:	\$0
(If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.)	
DELETIONS FROM TAXABLE REAL PROPERTY:	
8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	\$0
9. DISCONNECTIONS/EXCLUSION:	\$0
10. PREVIOUSLY TAXABLE PROPERTY:	\$0

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

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

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

IN ACCORDANCE WITH 39-5-128(1),C.R.S. AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS : 1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY:----->	\$0
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**NOTE: All levies must be Certified to the Board of County Commissioners NO LATER THAN DECEMBER 15, 2023**

IN ACCORDANCE WITH 39-5-128(1.5)C.R.S. THE ASSESSOR PROVIDES: HB21-1312 ASSESSED VALUE OF EXEMPT BUSINESS PERSONAL PROPERTY (ESTIMATED): **	
** The tax revenue lost due to this exempted value will be reimbursed to the tax entity by the County Treasurer in accordance with 39-3-119 f(3). C.R.S.	

## **EXHIBIT B**

**QUANTUM 56 METROPOLITAN DISTRICT**  
**2024 BUDGET MESSAGE**

Quantum 56 Metropolitan District is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act.

The District has no employees and all operations and administrative functions are contracted.

The following budget is prepared on the modified accrual basis of accounting.

Budget Strategy

The District was formed to provide for all or part of the Public Improvements, as defined in the District's Service Plan, for the use and benefit of all inhabitants and taxpayers of the District. The primary purpose of the district is to finance the construction of these Public Improvements.

Revenues

For the 2024 budget the District will impose a mill levy of 25.000 mills to generate property tax revenue to cover a portion of General Fund expenditures. These funds and developer advances will be sufficient to provide for administrative and operation expenditures for the budget year.

Expenditures

The District has adopted three separate funds: 1) a General Fund to provide for general operating expenditures; 2) a Debt Service Fund which is not anticipated to have any activity and; 3) a Capital Fund which is not anticipated to have any activity.

The District has provided for an Emergency Reserve Fund in the amount of 3% of the total fiscal year expenditures in the General Fund in accordance with the TABOR Amendment.

Quantum 56 Metropolitan District  
Statement of Net Position  
September 30, 2023

	General Fund	Debt Service Fund	Capital Fund	Fixed Assets & LTD	Total
<b>ASSETS</b>					
<b>CASH</b>					
Chase Checking	2,268				2,268
Pooled Cash	-	-	-		-
<b>TOTAL CASH</b>	<b>2,268</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,268</b>
<b>OTHER CURRENT ASSETS</b>					
Due From County Treasurer	-	-			-
Property Tax Receivable	-	-			-
Prepaid Expense	-				-
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FIXED ASSETS</b>					
Construction in Progress				-	-
<b>TOTAL FIXED ASSETS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>2,268</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,268</b>
<b>LIABILITIES &amp; DEFERED INFLOWS</b>					
<b>CURRENT LIABILITIES</b>					
Accounts Payable	15,182				15,182
<b>TOTAL CURRENT LIABILITIES</b>	<b>15,182</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,182</b>
<b>DEFERRED INFLOWS</b>					
Deferred Property Taxes	-	-			-
<b>TOTAL DEFERRED INFLOWS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>LONG-TERM LIABILITIES</b>					
Developer Payable- Capital				-	-
Developer Payable- Operations				33,328	33,328
Accrued Int- Developer Payable- Ops	-			111	111
Accrued Int- Developer Payable- Cap				-	-
<b>TOTAL LONG-TERM LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>33,439</b>	<b>33,439</b>
<b>TOTAL LIAB &amp; DEF INFLOWS</b>	<b>15,182</b>	<b>-</b>	<b>-</b>	<b>33,439</b>	<b>48,621</b>
<b>NET POSITION</b>					
Inv in Capital Assets				-	-
Amount to be Provided for Debt				(33,439)	(33,439)
Fund Balance- Non-Spendable	-				-
Fund Balance- Restricted	2,490	-	-		2,490
Fund Balance- Unassigned	(15,404)				(15,404)
<b>TOTAL NET POSITION</b>	<b>(12,914)</b>	<b>-</b>	<b>-</b>	<b>(33,439)</b>	<b>(46,352)</b>
	=	=	=	=	=

Quantum 56 Metropolitan District  
 Statement of Revenues, Expenditures, & Changes In Fund Balance  
 Modified Accrual Basis For the Period Indicated

Print Date: 1/3/24

	2022 Unaudited Actual	2023 Adopted Budget	Variance Positive (Negative)	2023 Forecast	YTD Thru 09/30/23 Actual	YTD Thru 09/30/23 Budget	Variance Positive (Negative)	2024 Adopted Budget	Budget Notes/Assumptions
<b>PROPERTY TAXES</b>									
Assessed Valuation	-	2,180,530	-	2,180,530				2,109,430	Final 2023 AV
Mill Levy - Operations	-	-	-	-				25.000	25 Mills (Max of 50 Total), Not Adjusted
Mill Levy - Debt Service Fund	-	-	-	-				-	No Debt Service Levy for 2024 Collection
<b>Total</b>	-	-	-	-				<b>25.000</b>	
Property Tax Revenue - Operations	-	-	-	-				52,736	AV * Mills / 1,000
Property Tax Revenue - Debt Service Fund	-	-	-	-				-	AV * Mills / 1,000
<b>Total</b>	-	-	-	-				<b>52,736</b>	



Quantum 56 Metropolitan District  
 Statement of Revenues, Expenditures, & Changes In Fund Balance  
 Modified Accrual Basis For the Period Indicated

Print Date: 1/3/24

	2022 Unaudited Actual	2023 Adopted Budget	Variance Positive (Negative)	2023 Forecast	YTD Thru 09/30/23 Actual	YTD Thru 09/30/23 Budget	Variance Positive (Negative)	2024 Adopted Budget	Budget Notes/Assumptions
<b>COMBINED FUNDS</b>									
<b>REVENUE</b>									
Property Taxes	-	-	-	-	-	-	-	52,736	25 Mills (Max of 50 Total), Not Adjusted 4% of Property Taxes Minimal Funds on Hand
Specific Ownership Taxes	-	-	-	-	-	-	-	2,109	
Interest & Other Income	-	-	-	-	-	-	-	-	
<b>TOTAL REVENUE</b>	-	-	-	-	-	-	-	<b>54,845</b>	
<b>EXPENDITURES</b>									
<b>Administration</b>									
Accounting	4,403	20,000	7,000	13,000	7,455	15,000	7,545	20,000	Accounting, Audit Exemption, Budget
Audit	-	-	-	-	-	-	-	-	No Audit in 2024
Legal	4,029	15,000	-	15,000	11,120	11,250	130	15,000	Based on 2023 Forecast
District Management	136	10,000	5,000	5,000	2,021	7,500	5,479	10,000	Bill.com fees, misc other
Engineering	3,383	-	(7,500)	7,500	4,373	-	(4,373)	15,000	Cost Certifications
Treasurer's Fees	-	-	-	-	-	-	-	791	1.5% of property taxes
Election	-	3,000	-	3,000	1,211	2,250	1,039	1,000	Planning For 2025 Election
Insurance, Bonds & SDA Dues	-	3,500	500	3,000	2,955	3,500	545	4,000	Liability, D&O, Dues, & Other
Miscellaneous	136	1,500	-	1,500	499	1,125	626	1,500	Bill.com fees, misc other
Contingency	-	20,000	-	20,000	-	15,000	15,000	20,000	For Potential Unforeseen Needs
<b>Debt Service</b>									
Bond Interest	-	-	-	-	-	-	-	-	Assume Bonds Issued After 2024
Bond Principal	-	-	-	-	-	-	-	-	Assume Bonds Issued After 2024
Developer Note Repayment	-	-	-	-	-	-	-	-	Assume Bonds Issued After 2024
Debt Issuance Expense & Trustee Fees	-	-	-	-	-	-	-	-	Assume Bonds Issued After 2024
Contingency	-	-	-	-	-	-	-	-	
<b>Capital Outlay</b>									
-	-	-	-	-	-	-	-	-	
<b>TOTAL EXPENDITURES</b>	<b>12,087</b>	<b>73,000</b>	<b>5,000</b>	<b>68,000</b>	<b>29,633</b>	<b>55,625</b>	<b>25,992</b>	<b>87,291</b>	
<b>REVENUE OVER / (UNDER) EXPENDITURES</b>	<b>(12,087)</b>	<b>(73,000)</b>	<b>5,000</b>	<b>(68,000)</b>	<b>(29,633)</b>	<b>(55,625)</b>	<b>(25,992)</b>	<b>(32,446)</b>	
<b>OTHER SOURCES / (USES)</b>									
Developer Advances	10,758	75,000	8,000	83,000	22,570	56,250	(33,680)	32,000	Operations Shortfall
Bond Proceeds & Premium	-	-	-	-	-	-	-	-	Assume Bonds Issued After 2024
<b>TOTAL OTHER SOURCES / (USES)</b>	<b>10,758</b>	<b>75,000</b>	<b>8,000</b>	<b>83,000</b>	<b>22,570</b>	<b>56,250</b>	<b>(33,680)</b>	<b>32,000</b>	
<b>CHANGE IN FUND BALANCE</b>	<b>(5,851)</b>	<b>2,000</b>	<b>13,000</b>	<b>15,000</b>	<b>(7,063)</b>	<b>625</b>	<b>(7,688)</b>	<b>(446)</b>	
<b>BEGINNING FUND BALANCE</b>	<b>-</b>	<b>7,500</b>	<b>(13,351)</b>	<b>(5,851)</b>	<b>(5,851)</b>	<b>7,500</b>	<b>(13,351)</b>	<b>9,149</b>	
<b>ENDING FUND BALANCE</b>	<b>(5,851)</b>	<b>9,500</b>	<b>(351)</b>	<b>9,149</b>	<b>(12,914)</b>	<b>8,125</b>	<b>(21,039)</b>	<b>8,704</b>	
<b>COMPONENTS OF FUND BALANCE</b>									
Non-Spendable	2,633	3,675	325	4,000	-	-	-	4,200	Prepaid Insurance & SDA Dues
TABOR Emergency Reserve	498	2,250	240	2,490	2,490	-	-	2,619	3% of operating expenditures
Restricted For Debt Service	-	-	-	-	-	-	-	-	Per Debt Service Fund
Restricted for Capital Projects	-	-	-	-	-	-	-	-	Per Capital Fund
Unassigned	(8,982)	3,575	(916)	2,659	(15,404)	-	-	1,885	
<b>TOTAL ENDING FUND BALANCE</b>	<b>(5,851)</b>	<b>9,500</b>	<b>(351)</b>	<b>9,149</b>	<b>(12,914)</b>	<b>8,125</b>	<b>(21,039)</b>	<b>8,704</b>	

No assurance is provided on these financial statements;  
 substantially all disclosures required by GAAP omitted.

Quantum 56 Metropolitan District  
Statement of Revenues, Expenditures, & Changes In Fund Balance  
Modified Accrual Basis For the Period Indicated

Print Date: 1/3/24

	2022 Unaudited Actual	2023 Adopted Budget	Variance Positive (Negative)	2023 Forecast	YTD Thru 09/30/23 Actual	YTD Thru 09/30/23 Budget	Variance Positive (Negative)	2024 Adopted Budget	Budget Notes/Assumptions
<b>GENERAL FUND</b>									
<b>REVENUE</b>									
Property Taxes- Operations	-	-	-	-	-	-	-	52,736	25 Mills (Max of 50 Total), Not Adjusted 4% of Property Taxes Minimal Funds on Hand
Specific Ownership Taxes	-	-	-	-	-	-	-	2,109	
Interest Income	-	-	-	-	-	-	-	-	
<b>TOTAL REVENUE</b>	-	-	-	-	-	-	-	<b>54,845</b>	
<b>EXPENDITURES</b>									
<b>Administration</b>									
Accounting	4,403	20,000	7,000	13,000	7,455	15,000	7,545	20,000	Accounting, Audit Exemption, Budget
Audit	-	-	-	-	-	-	-	-	No Audit in 2024
District Management	4,658	10,000	5,000	5,000	2,021	7,500	5,479	10,000	Assume Increased Activity
Engineering	3,383	-	(7,500)	7,500	4,373	-	(4,373)	15,000	Cost Certifications
Legal	4,029	15,000	-	15,000	11,120	11,250	130	15,000	Based on 2023 Forecast
Office Supplies, Bill.com Fees, Other	136	1,500	-	1,500	499	1,125	626	1,500	Bill.com fees, misc other
Treasurer's Fees	-	-	-	-	-	-	-	791	1.5% of property taxes
Election	-	3,000	-	3,000	1,211	2,250	1,039	1,000	Planning For 2025 Election
Insurance, Bonds & SDA Dues	-	3,500	500	3,000	2,955	3,500	545	4,000	Liability, D&O, Dues, & Other
Contingency /Emergencies/Misc	-	20,000	-	20,000	-	15,000	15,000	20,000	For Potential Unforeseen Needs
<b>TOTAL EXPENDITURES</b>	<b>16,609</b>	<b>73,000</b>	<b>5,000</b>	<b>68,000</b>	<b>29,633</b>	<b>55,625</b>	<b>25,992</b>	<b>87,291</b>	
<b>REVENUE OVER / (UNDER) EXPENDITURES</b>	<b>(16,609)</b>	<b>(73,000)</b>	<b>5,000</b>	<b>(68,000)</b>	<b>(29,633)</b>	<b>(55,625)</b>	<b>25,992</b>	<b>(32,446)</b>	
<b>OTHER SOURCES / (USES)</b>									
Transfers In/(Out)	-	-	-	-	-	-	-	-	To Cover Shortfall & Maintain Operating Reserve
Developer Advances Received	10,758	75,000	8,000	83,000	22,570	56,250	(33,680)	32,000	
Repay Developer Advance - Principal	-	-	-	-	-	-	-	-	
<b>TOTAL OTHER SOURCES / (USES)</b>	<b>10,758</b>	<b>75,000</b>	<b>8,000</b>	<b>83,000</b>	<b>22,570</b>	<b>56,250</b>	<b>(33,680)</b>	<b>32,000</b>	
<b>CHANGE IN FUND BALANCE</b>	<b>(5,851)</b>	<b>2,000</b>	<b>13,000</b>	<b>15,000</b>	<b>(7,063)</b>	<b>625</b>	<b>(7,688)</b>	<b>(446)</b>	
<b>BEGINNING FUND BALANCE</b>	<b>-</b>	<b>7,500</b>	<b>(13,351)</b>	<b>(5,851)</b>	<b>(5,851)</b>	<b>7,500</b>	<b>(13,351)</b>	<b>9,149</b>	
<b>ENDING FUND BALANCE</b>	<b>(5,851)</b>	<b>9,500</b>	<b>(351)</b>	<b>9,149</b>	<b>(12,914)</b>	<b>8,125</b>	<b>(21,039)</b>	<b>8,704</b>	
	=	=	=	=	=	=	=	=	

No assurance is provided on these financial statements;  
substantially all disclosures required by GAAP omitted.

Quantum 56 Metropolitan District  
 Statement of Revenues, Expenditures, & Changes In Fund Balance  
 Modified Accrual Basis For the Period Indicated

Print Date: 1/3/24

	2022 Unaudited Actual	2023 Adopted Budget	Variance Positive (Negative)	2023 Forecast	YTD Thru 09/30/23 Actual	YTD Thru 09/30/23 Budget	Variance Positive (Negative)	2024 Adopted Budget	Budget Notes/Assumptions
<b>DEBT SERVICE FUND</b>									
<b>REVENUE</b>									
Property Taxes	-	-	-	-	-	-	-	-	No Debt Service Levy for 2024 Collection 4% of Property Taxes
Specific Ownership Taxes	-	-	-	-	-	-	-		
Interest Income	-	-	-	-	-	-	-		
<b>TOTAL REVENUE</b>	-	-	-	-	-	-	-	-	
<b>EXPENDITURES</b>									
Treasurer's Fees	-	-	-	-	-	-	-	-	Assume Bonds Issued After 2024
Bond Interest	-	-	-	-	-	-	-		
Bond Principal	-	-	-	-	-	-	-		
Paying Agent / Trustee Fees	-	-	-	-	-	-	-		
Debt Issuance Expense	-	-	-	-	-	-	-		
Contingency	-	-	-	-	-	-	-	-	
<b>TOTAL EXPENDITURES</b>	-	-	-	-	-	-	-	-	
<b>REVENUE OVER / (UNDER) EXPENDITURES</b>	-	-	-	-	-	-	-	-	
<b>OTHER SOURCES / (USES)</b>									
Transfers In/(Out)	-	-	-	-	-	-	-	-	Assume Bonds Issued After 2024
Bond Proceeds	-	-	-	-	-	-	-	-	Assume Bonds Issued After 2024
Bond Premium	-	-	-	-	-	-	-	-	Assume Bonds Issued After 2024
<b>TOTAL OTHER SOURCES / (USES)</b>	-	-	-	-	-	-	-	-	
<b>CHANGE IN FUND BALANCE</b>	-	-	-	-	-	-	-	-	
<b>BEGINNING FUND BALANCE</b>	-	-	-	-	-	-	-	-	
<b>ENDING FUND BALANCE</b>	-	-	-	-	-	-	-	-	
	=	=	=	=	=	=	=	=	
<b>COMPONENTS OF FUND BALANCE:</b>									
Capitalized Interest Fund	-	-	-	-	-	-	-	-	
Reserve Fund	-	-	-	-	-	-	-	-	
Surplus Fund	-	-	-	-	-	-	-	-	
Bond Payment Fund	-	-	-	-	-	-	-	-	
<b>TOTAL ENDING FUND BALANCE</b>	-	-	-	-	-	-	-	-	
	=	=	=	=	=	=	=	=	

Quantum 56 Metropolitan District  
 Statement of Revenues, Expenditures, & Changes In Fund Balance  
 Modified Accrual Basis For the Period Indicated

Print Date: 1/3/24

	2022 Unaudited Actual	2023 Adopted Budget	Variance Positive (Negative)	2023 Forecast	YTD Thru 09/30/23 Actual	YTD Thru 09/30/23 Budget	Variance Positive (Negative)	2024 Adopted Budget	Budget Notes/Assumptions
<b>CAPITAL FUND</b>									
<b>REVENUE</b>									
Interest Income	-	-	-	-	-	-	-	-	
<b>TOTAL REVENUE</b>	-	-	-	-	-	-	-	-	
<b>EXPENDITURES</b>									
Legal	-	-	-	-	-	-	-	-	No Capital Acceptances Anticipated Until 2025
Accounting	-	-	-	-	-	-	-	-	No Capital Acceptances Anticipated Until 2025
Engineering	-	-	-	-	-	-	-	-	No Capital Acceptances Anticipated Until 2025
Capital Improvements	-	-	-	-	-	-	-	-	No Capital Acceptances Anticipated Until 2025
Organizational Costs	-	-	-	-	-	-	-	-	No Capital Acceptances Anticipated Until 2025
Contingency	-	-	-	-	-	-	-	-	
<b>TOTAL EXPENDITURES</b>	-	-	-	-	-	-	-	-	
<b>REVENUE OVER / (UNDER) EXPENDITURES</b>	-	-	-	-	-	-	-	-	
<b>OTHER SOURCES / (USES)</b>									
Transfers In/(Out)	-	-	-	-	-	-	-	-	
Developer Advances	-	-	-	-	-	-	-	-	
<b>TOTAL OTHER SOURCES / (USES)</b>	-	-	-	-	-	-	-	-	
<b>CHANGE IN FUND BALANCE</b>	-	-	-	-	-	-	-	-	
<b>BEGINNING FUND BALANCE</b>	-	-	-	-	-	-	-	-	
<b>ENDING FUND BALANCE</b>	-	-	-	-	-	-	-	-	
	=	=	=	=	=	=	=	=	

## **EXHIBIT C**

# APPLICATION FOR EXEMPTION FROM AUDIT

## SHORT FORM

<b>NAME OF GOVERNMENT ADDRESS</b>	Quantum 56 Metropolitan District 245 Century Circle, Unit 103 Louisville, CO 80027
<b>CONTACT PERSON</b>	Eric Weaver
<b>PHONE</b>	(970) 926-6060
<b>EMAIL</b>	<a href="mailto:Eric@mwcpaa.com">Eric@mwcpaa.com</a>

For the Year Ended  
12/31/23  
or fiscal year ended:

## PART 1 - CERTIFICATION OF PREPARER

I certify that I am skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

<b>NAME:</b>	Eric Weaver
<b>TITLE</b>	Principal/CPA
<b>FIRM NAME (if applicable)</b>	Marchetti & Weaver, LLC
<b>ADDRESS</b>	28 2nd St, Unit 213, Edwards, CO 81632
<b>PHONE</b>	(970) 926-6060

PREPARER <small>(SIGNATURE REQUIRED)</small>	DATE PREPARED
	3/19/2024

Please indicate whether the following financial information is recorded using Governmental or Proprietary fund types	<b>GOVERNMENTAL</b> <small>(MODIFIED ACCRUAL BASIS)</small>	<b>PROPRIETARY</b> <small>(CASH OR BUDGETARY BASIS)</small>
	<input checked="" type="checkbox"/>	<input type="checkbox"/>

## PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

Line#	Description	Round to nearest Dollar	
2-1	Taxes: Property (report mills levied in Question 10-6)	\$ -	Please use this space to provide any necessary explanations
2-2	Specific ownership	\$ -	
2-3	Sales and use	\$ -	
2-4	Other (specify):	\$ -	
2-5	Licenses and permits	\$ -	
2-6	Intergovernmental: Grants	\$ -	
2-7	Conservation Trust Funds (Lottery)	\$ -	
2-8	Highway Users Tax Funds (HUTF)	\$ -	
2-9	Other (specify):	\$ -	
2-10	Charges for services	\$ -	
2-11	Fines and forfeits	\$ -	
2-12	Special assessments	\$ -	
2-13	Investment income	\$ -	
2-14	Charges for utility services	\$ -	
2-15	Debt proceeds (should agree with line 4-4, column 2)	\$ -	
2-16	Lease proceeds	\$ -	
2-17	Developer Advances received (should agree with line 4-4)	\$ 37,890	
2-18	Proceeds from sale of capital assets	\$ -	
2-19	Fire and police pension	\$ -	
2-20	Donations	\$ -	
2-21	Other (specify):	\$ -	
2-22		\$ -	
2-23		\$ -	
2-24	(add lines 2-1 through 2-23) TOTAL REVENUE	\$ 37,890	

## PART 3 - EXPENDITURES/EXPENSES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

Line#	Description	Round to nearest Dollar	
3-1	Administrative	\$ 1,211	Please use this space to provide any necessary explanations
3-2	Salaries	\$ -	
3-3	Payroll taxes	\$ -	
3-4	Contract services	\$ 9,337	
3-5	Employee benefits	\$ -	
3-6	Insurance	\$ 2,955	
3-7	Accounting and legal fees	\$ 26,851	
3-8	Repair and maintenance	\$ -	
3-9	Supplies	\$ 628	
3-10	Utilities and telephone	\$ -	
3-11	Fire/Police	\$ -	
3-12	Streets and highways	\$ -	
3-13	Public health	\$ -	
3-14	Capital outlay	\$ -	
3-15	Utility operations	\$ -	
3-16	Culture and recreation	\$ -	
3-17	Debt service principal (should agree with Part 4)	\$ -	
3-18	Debt service interest	\$ -	
3-19	Repayment of Developer Advance Principal (should agree with line 4-4)	\$ -	
3-20	Repayment of Developer Advance Interest	\$ -	
3-21	Contribution to pension plan (should agree to line 7-2)	\$ -	
3-22	Contribution to Fire & Police Pension Assoc. (should agree to line 7-2)	\$ -	
3-23	Other (specify):		
3-24		\$ -	
3-25		\$ -	
3-26	(add lines 3-1 through 3-24) TOTAL EXPENDITURES/EXPENSES	\$ 40,982	

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - **STOP**. You may not use this form. Please use the "Application for Exemption from Audit - LONG FORM".

## PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.

- |   | Yes                                 | No                                  |
|---|-------------------------------------|-------------------------------------|
| 4-1 Does the entity have outstanding debt?<br>If Yes, please attach a copy of the entity's Debt Repayment Schedule.   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 4-2 Is the debt repayment schedule attached? If no, <b>MUST</b> explain below:<br><div style="border: 1px solid black; padding: 2px; margin-top: 5px;">Based on available future cash flows</div> | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 4-3 Is the entity current in its debt service payments? If no, <b>MUST</b> explain below:<br><div style="border: 1px solid black; height: 20px; margin-top: 5px;"></div>                          | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |

Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive numbers)	Outstanding at end of prior 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	\$ 10,758	\$ 37,890	\$ -	\$ 48,648
Other (specify): Accrued Interest	\$ 111	\$ 2,393	\$ -	\$ 2,504
<b>TOTAL</b>	<b>\$ 10,869</b>	<b>\$ 40,283</b>	<b>\$ -</b>	<b>\$ 51,152</b>

\*\*Subscription Based Information Technology Arrangements

\*Must agree to prior year-end balance

- |  | Yes                                 | No                                  |
|--|-------------------------------------|-------------------------------------|
| 4-5 Does the entity have any authorized, but unissued, debt?<br>If yes: How much? <span style="float: right; border: 1px solid black; padding: 2px;">\$ 250,000,000.00</span><br>Date the debt was authorized: <span style="float: right; border: 1px solid black; padding: 2px;">5/3/2022</span>  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 4-6 Does the entity intend to issue debt within the next calendar year?<br>If yes: How much? <span style="float: right; border: 1px solid black; padding: 2px;">\$ -</span>  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 4-7 Does the entity have debt that has been refinanced that it is still responsible for?<br>If yes: What is the amount outstanding? <span style="float: right; border: 1px solid black; padding: 2px;">\$ -</span>   | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 4-8 Does the entity have any lease agreements?<br>If yes: What is being leased? <span style="float: right; border: 1px solid black; padding: 2px;"></span><br>What is the original date of the lease? <span style="float: right; border: 1px solid black; padding: 2px;"></span><br>Number of years of lease? <span style="float: right; border: 1px solid black; padding: 2px;"></span><br>Is the lease subject to annual appropriation? <span style="float: right; border: 1px solid black; padding: 2px;"></span><br>What are the annual lease payments? <span style="float: right; border: 1px solid black; padding: 2px;">\$ -</span> | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |

**Part 4 - Please use this space to provide any explanations/comments or attach separate documentation, if needed**

## PART 5 - CASH AND INVESTMENTS

Please provide the entity's cash deposit and investment balances.

	Amount	Total
5-1 YEAR-END Total of ALL Checking and Savings Accounts	\$ 240	
5-2 Certificates of deposit	\$ -	
<b>Total Cash Deposits</b>		<b>\$ 240</b>
Investments (if investment is a mutual fund, please list underlying investments):		
	\$ -	
	\$ -	
	\$ -	
	\$ -	
<b>Total Investments</b>		<b>\$ -</b>
<b>Total Cash and Investments</b>		<b>\$ 240</b>

- |   | 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 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.)? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/>            |

**If no, MUST use this space to provide any explanations:**



## PART 6 - CAPITAL AND RIGHT-TO-USE ASSETS

Please answer the following questions by marking in the appropriate boxes.

Yes  No

- 6-1 Does the entity have capital assets?  Yes  No
- 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:  Yes  No

6-3 Complete the following capital & right-to-use assets table:

	Balance - beginning of the year*	Additions (Must be included in Part 3)	Deletions	Year-End Balance
Land	\$ -	\$ -	\$ -	\$ -
Buildings	\$ -	\$ -	\$ -	\$ -
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Leased & SBITA Right-to-Use Assets	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation/Amortization (Please enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

\*must tie to prior year ending balance

Part 6 - Please use this space to provide any explanations/comments or attach documentation, if needed:

## PART 7 - PENSION INFORMATION

Please answer the following questions by marking in the appropriate boxes.

Yes  No

- 7-1 Does the entity have an "old hire" firefighters' pension plan?  Yes  No
- 7-2 Does the entity have a volunteer firefighters' pension plan?  Yes  No
- If yes: Who administers the plan?

Indicate the contributions from:

Tax (property, SO, sales, etc.):	\$ -
State contribution amount:	\$ -
Other (gifts, donations, etc.):	\$ -
<b>TOTAL</b>	<b>\$ -</b>

What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?

\$ -
------

Part 7 - Please use this space to provide any explanations or comments:

## PART 8 - BUDGET INFORMATION

Please answer the following questions by marking in the appropriate boxes.

Yes  No  N/A

- 8-1 Did the entity file a budget with the Department of Local Affairs for the current year in accordance with Section 29-1-113 C.R.S.? If no, **MUST** explain:  Yes  No  N/A
- 
- 8-2 Did the entity pass an appropriations resolution, in accordance with Section 29-1-108 C.R.S.? If no, **MUST** explain:  Yes  No  N/A
- 

If yes: Please indicate the amount budgeted for each fund for the year reported:

Governmental/Proprietary Fund Name	Total Appropriations By Fund
General Fund	\$ 73,000

## PART 9 - TAXPAYER'S BILL OF RIGHTS (TABOR)

	Yes	No
<p><b>9-1</b> Please answer the following question by marking in the appropriate box</p> <p><b>Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?</b></p> <p><small>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.</small></p>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**If no, MUST explain:**

## PART 10 - GENERAL INFORMATION

	Yes	No						
<p><b>10-1</b> Is this application for a newly formed governmental entity?</p> <p>If yes: <b>Date of formation:</b> <input style="width: 400px;" type="text"/></p>	<input type="checkbox"/>	<input checked="" type="checkbox"/>						
<p><b>10-2</b> Has the entity changed its name in the past or current year?</p> <p>If yes: <b>Please list the NEW name &amp; PRIOR name:</b> <input style="width: 500px;" type="text"/></p>	<input type="checkbox"/>	<input checked="" type="checkbox"/>						
<p><b>10-3</b> Is the entity a metropolitan district?</p> <p><b>Please indicate what services the entity provides:</b></p> <p><input style="width: 500px;" type="text" value="Operation and Construction of Public Improvements as defined in the Service Plan"/></p>	<input checked="" type="checkbox"/>	<input type="checkbox"/>						
<p><b>10-4</b> Does the entity have an agreement with another government to provide services?</p> <p>If yes: <b>List the name of the other governmental entity and the services provided:</b> <input style="width: 500px;" type="text"/></p>	<input type="checkbox"/>	<input checked="" type="checkbox"/>						
<p><b>10-5</b> Has the district filed a <i>Title 32, Article 1 Special District Notice of Inactive Status</i> during</p> <p>If yes: <b>Date Filed:</b> <input style="width: 400px;" type="text"/></p>	<input type="checkbox"/>	<input checked="" type="checkbox"/>						
<p><b>10-6</b> Does the entity have a certified Mill Levy?</p> <p>If yes: <b>Please provide the following <u>mills</u> levied for the year reported (do not report \$ amounts):</b></p> <table style="margin-left: auto; margin-right: auto; border-collapse: collapse;"> <tr> <td style="padding: 2px;">Bond Redemption mills</td> <td style="border: 1px solid black; width: 100px; text-align: center;">-</td> </tr> <tr> <td style="padding: 2px;">General/Other mills</td> <td style="border: 1px solid black; width: 100px; text-align: center;">-</td> </tr> <tr> <td style="padding: 2px;">Total mills</td> <td style="border: 1px solid black; width: 100px; text-align: center;">-</td> </tr> </table>	Bond Redemption mills	-	General/Other mills	-	Total mills	-	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Bond Redemption mills	-							
General/Other mills	-							
Total mills	-							
<p><b>10-7</b> <b>NEW 2023!</b> 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.</p> <p><input style="width: 500px;" type="text"/></p>	<input checked="" type="checkbox"/>	<input type="checkbox"/>						

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

## PART 11 - 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 Procedure

### 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.

Print the names of ALL members of current governing body below.		A MAJORITY of the members of the governing body must sign below.
Board Member 1	Print Board Member's Name Cameron Bertron	I <u>Cameron Bertron</u> , attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. DocuSigned by: Signed <u>Cameron Bertron</u> Date: <u>3/25/2024</u> My term Expires: <u>May 2025</u>
Board Member 2	Print Board Member's Name Courtney Schneider	I <u>Courtney Schneider</u> , attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. DocuSigned by: Signed <u>Courtney Schneider</u> Date: <u>3/25/2024</u> My term Expires: <u>May 2025</u>
Board Member 3	Print Board Member's Name Sarah Laverty	I <u>Sarah Laverty</u> , attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. DocuSigned by: Signed <u>Sarah Laverty</u> Date: <u>3/25/2024</u> My term Expires: <u>May 2027</u>
Board Member 4	Print Board Member's Name Madison Wilsmann	I <u>Madison Wilsmann</u> , attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. DocuSigned by: Signed <u>Madison Wilsmann</u> Date: <u>3/25/2024</u> My term Expires: <u>May 2027</u>
Board Member 5	Print Board Member's Name Michael Bjes	I <u>Michael Bjes</u> , attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. DocuSigned by: Signed <u>Michael Bjes</u> Date: <u>3/25/2024</u> My term Expires: <u>May 2025</u>
Board Member 6	Print Board Member's Name	I _____, attest 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: _____
Board Member 7	Print Board Member's Name	I _____, attest 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: _____