

Durango West Metropolitan District No. 1
Statement of Net Position
Proprietary Funds
December 31, 2018

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ -	\$ -	\$ 215,461	\$ 215,461
Accounts Receivable, net	29,893	28,903	-	58,796
Due from other funds	-	434,123	-	434,123
Other receivables	1,331	-	-	1,331
Prepaid Expenses	-	-	1,735	1,735
Total current assets	<u>31,224</u>	<u>463,026</u>	<u>217,196</u>	<u>711,446</u>
Non-current assets:				
Capital Assets:				
Land	-	-	47,140	47,140
Infrastructure	73,640	94,875	-	168,515
Utility System	770,430	275,676	798,090	1,844,196
Vehicles	17,859	17,860	-	35,719
Less Accumulated depreciation	(625,992)	(264,172)	(346,316)	(1,236,480)
Total non-current assets	<u>235,937</u>	<u>124,239</u>	<u>498,914</u>	<u>859,090</u>
Total assets	<u>267,161</u>	<u>587,265</u>	<u>716,110</u>	<u>1,570,536</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	16,344	10,292	3,197	29,833
Salaries payable	1,720	1,720	-	3,440
Accrued interest payable	-	-	1,106	1,106
Due to other funds	159,752	-	-	159,752
Bonds payable	-	-	25,000	25,000
Total current liabilities	<u>177,816</u>	<u>12,012</u>	<u>29,303</u>	<u>219,131</u>
Non-current liabilities:				
Bonds, notes and loans payable	-	-	392,500	392,500
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>392,500</u>	<u>392,500</u>
Total liabilities	<u>177,816</u>	<u>12,012</u>	<u>421,803</u>	<u>611,631</u>
NET POSITION				
Net Investment in capital assets	235,937	124,239	81,414	441,590
Unrestricted	(146,592)	451,014	212,893	517,315
Total net position	<u>\$ 89,345</u>	<u>\$ 575,253</u>	<u>\$ 294,307</u>	<u>\$ 958,905</u>

The accompanying notes to financial statements
are an integral part of these statements.

Durango West Metropolitan District No. 1
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2018

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
REVENUES				
Charges for services	\$ 193,663	\$ 185,774	\$ 117,665	\$ 497,102
Lease income	7,737	604	-	8,341
Total operating revenues	<u>201,400</u>	<u>186,378</u>	<u>117,665</u>	<u>505,443</u>
OPERATING EXPENSES				
Personal services	61,314	58,043	9,451	128,808
Contractual services	10,729	15,579	14,211	40,519
Utilities	5,972	-	10,204	16,176
Repairs and maintenance	14,720	14,552	139,528	168,800
Other supplies and expenses	5,224	96,815	2,461	104,500
Miscellaneous expenses	12,034	-	1,395	13,429
Insurance claims and expenses	4,850	-	1,747	6,597
Water purchases	115,456	-	-	115,456
Depreciation	16,062	9,071	16,380	41,513
Total Operating Expenses	<u>246,361</u>	<u>194,060</u>	<u>195,377</u>	<u>635,798</u>
Operating income (loss)	<u>(44,961)</u>	<u>(7,682)</u>	<u>(77,712)</u>	<u>(130,355)</u>
NON-OPERATING REVENUES (EXPENSES)				
Interest income	-	-	1,547	1,547
Grant income	-	-	25,637	25,637
Miscellaneous revenue	644	-	-	644
Interest expense	-	-	(13,753)	(13,753)
Total non-operating revenue (expenses)	<u>644</u>	<u>-</u>	<u>13,431</u>	<u>14,075</u>
Income (loss) before contributions and transfers	<u>(44,317)</u>	<u>(7,682)</u>	<u>(64,281)</u>	<u>(116,280)</u>
Change in net position	<u>(44,317)</u>	<u>(7,682)</u>	<u>(64,281)</u>	<u>(116,280)</u>
Total net position - beginning	133,662	582,935	358,588	1,075,185
Total net position - ending	<u>\$ 89,345</u>	<u>\$ 575,253</u>	<u>\$ 294,307</u>	<u>\$ 958,905</u>

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Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2018

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash Received from Charges for Services	\$ 205,477	\$ 184,446	\$ 117,665	\$ 507,588
Cash Payments to Suppliers for Goods & Services	(167,906)	(121,168)	(8,755)	(297,829)
Cash Payments for Salaries & Benefits	(60,971)	(57,700)	(180,005)	(298,676)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(23,400)</u>	<u>5,578</u>	<u>(71,095)</u>	<u>(88,917)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Miscellaneous Revenues	644	-	-	644
(Increase) Decrease in Due From Other Funds	22,756	(5,578)	-	17,178
Grant received	-	-	25,637	25,637
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>23,400</u>	<u>(5,578)</u>	<u>25,637</u>	<u>43,459</u>
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES:				
Acquisition of Property, Plant, & Equipment	-	-	(229,219)	(229,219)
Fiscal charges paid	-	-	(19,637)	(19,637)
Principal paid on bonds	-	-	(32,500)	(32,500)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>-</u>	<u>-</u>	<u>(281,356)</u>	<u>(281,356)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest Received on Investment	-	-	1,547	1,547
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>-</u>	<u>-</u>	<u>1,547</u>	<u>1,547</u>
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	-	-	(325,267)	(325,267)
Cash & Cash Equivalents:				
Beginning of Year	-	-	540,727	540,727
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 215,460</u>	<u>\$ 215,460</u>

The accompanying notes to financial statements
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Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2018
(continued)

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Totals</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating Income (Loss)	\$ (44,961)	\$ (7,682)	\$ (77,712)	\$ (130,355)
Adjustments to Reconcile Operating Income To Net Cash Provided by Operating Activities:				
Depreciation	16,062	9,071	16,380	41,513
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivables	4,077	(1,932)	-	2,145
(Increase) Decrease in Prepaid expenses	-	-	(1,735)	(1,735)
Increase (Decrease) in Salaries Payable	343	343	-	686
Increase (Decrease) in Accounts Payable	1,079	5,778	(8,028)	(1,171)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (23,400)</u>	<u>\$ 5,578</u>	<u>\$ (71,095)</u>	<u>\$ (88,917)</u>
 Analysis of cash:				
Cash and Cash Equivalents	\$ -	\$ -	\$ 215,461	\$ 215,461
TOTAL	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 215,461</u>	<u>\$ 215,461</u>

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Durango West Metropolitan District No. 1
Statement of Net Position
Proprietary Funds
December 31, 2019

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ -	\$ -	\$ 293,401	\$ 293,401
Accounts Receivable, net	43,823	43,020	-	86,843
Due from other funds	-	398,668	-	398,668
Other receivables	1,331	-	-	1,331
Total current assets	<u>45,154</u>	<u>441,688</u>	<u>293,401</u>	<u>780,243</u>
Non-current assets:				
Capital Assets:				
Land	-	-	47,140	47,140
Infrastructure	73,640	94,875	-	168,515
Utility System	770,430	275,676	815,099	1,861,205
Vehicles	26,521	26,522	-	53,043
Less Accumulated depreciation	(640,662)	(273,513)	(362,791)	(1,276,966)
Total non-current assets	<u>229,929</u>	<u>123,560</u>	<u>499,448</u>	<u>852,937</u>
Total assets	<u>275,083</u>	<u>565,248</u>	<u>792,849</u>	<u>1,633,180</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	11,721	(6,597)	2,690	7,814
Salaries payable	1,072	1,070	-	2,142
Accrued interest payable	-	-	1,071	1,071
Due to other funds	208,830	-	-	208,830
Bonds payable	-	-	25,000	25,000
Total current liabilities	<u>221,623</u>	<u>(5,527)</u>	<u>28,761</u>	<u>244,857</u>
Non-current liabilities:				
Bonds, notes and loans payable	-	-	367,500	367,500
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>367,500</u>	<u>367,500</u>
Total liabilities	<u>221,623</u>	<u>(5,527)</u>	<u>396,261</u>	<u>612,357</u>
NET POSITION				
Net Investment in capital assets	229,928	123,560	98,423	451,911
Unrestricted	(176,468)	447,215	298,166	568,913
Total net position	<u>\$ 53,460</u>	<u>\$ 570,775</u>	<u>\$ 396,589</u>	<u>\$ 1,020,824</u>

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Durango West Metropolitan District No. 1
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2019

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
REVENUES				
Charges for services	\$ 188,413	\$ 186,806	\$ 117,804	\$ 493,023
Lease income	7,943	-	-	7,943
Total operating revenues	<u>196,356</u>	<u>186,806</u>	<u>117,804</u>	<u>500,966</u>
OPERATING EXPENSES				
Personal services	52,198	52,198	9,776	114,172
Contractual services	19,506	19,506	13,921	52,933
Utilities	9,532	-	11,183	20,715
Repairs and maintenance	7,016	5,942	4,195	17,153
Other supplies and expenses	3,655	97,953	2,836	104,444
Miscellaneous expenses	10,959	80	3,031	14,070
Insurance claims and expenses	6,265	6,265	88	12,618
Water purchases	108,440	-	-	108,440
Depreciation	14,670	9,341	16,474	40,485
Total Operating Expenses	<u>232,241</u>	<u>191,285</u>	<u>61,504</u>	<u>485,030</u>
Operating income (loss)	<u>(35,885)</u>	<u>(4,479)</u>	<u>56,300</u>	<u>15,936</u>
NON-OPERATING REVENUES (EXPENSES)				
Interest income	-	-	1,477	1,477
Grant income	-	-	57,424	57,424
Interest expense	-	-	(12,924)	(12,924)
Total non-operating revenue (expenses)	<u>-</u>	<u>-</u>	<u>45,977</u>	<u>45,977</u>
Income (loss) before contributions and transfers	<u>(35,885)</u>	<u>(4,479)</u>	<u>102,277</u>	<u>61,913</u>
Change in net position	<u>(35,885)</u>	<u>(4,479)</u>	<u>102,277</u>	<u>61,913</u>
Total net position - beginning	<u>89,345</u>	<u>575,254</u>	<u>294,312</u>	<u>958,911</u>
Total net position - ending	<u>\$ 53,460</u>	<u>\$ 570,775</u>	<u>\$ 396,589</u>	<u>\$ 1,020,824</u>

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Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2019

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash Received from Charges for Services	\$ 182,426	\$ 172,689	\$ 117,804	\$ 472,919
Cash Payments to Suppliers for Goods & Services	(169,996)	(146,635)	(34,061)	(350,692)
Cash Payments for Salaries & Benefits	(52,846)	(52,848)	(9,776)	(115,470)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(40,416)</u>	<u>(26,794)</u>	<u>73,967</u>	<u>6,757</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
(Increase) Decrease in Due From Other Funds	40,416	26,794	-	67,210
Grant received	-	-	57,424	57,424
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>40,416</u>	<u>26,794</u>	<u>57,424</u>	<u>124,634</u>
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES:				
Acquisition of Property, Plant, & Equipment	-	-	(17,099)	(17,099)
Fiscal charges paid	-	-	(12,828)	(12,828)
Principal paid on bonds	-	-	(25,000)	(25,000)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>-</u>	<u>-</u>	<u>(54,927)</u>	<u>(54,927)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest Received on Investment	-	-	1,477	1,477
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>-</u>	<u>-</u>	<u>1,477</u>	<u>1,477</u>
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	-	-	77,941	77,941
Cash & Cash Equivalents:				
Beginning of Year	-	-	215,460	215,460
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 293,401</u>	<u>\$ 293,401</u>

The accompanying notes to financial statements
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Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2019
(continued)

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Totals</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating Income (Loss)	\$ (35,885)	\$ (4,479)	\$ 56,300	\$ 15,936
Adjustments to Reconcile Operating Income To Net Cash Provided by Operating Activities:				
Depreciation	14,670	9,341	16,474	40,485
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivables	(13,930)	(14,117)	-	(28,047)
(Increase) Decrease in Prepaid expenses	-	-	1,735	1,735
Increase (Decrease) in Salaries Payable	(648)	(650)	-	(1,298)
Increase (Decrease) in Accrued Expenses	-	-	(35)	(35)
Increase (Decrease) in Accounts Payable	(4,623)	(16,889)	(507)	(22,019)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (40,416)</u>	<u>\$ (26,794)</u>	<u>\$ 73,967</u>	<u>\$ 6,757</u>
 Analysis of cash:				
Cash and Cash Equivalents	\$ -	\$ -	\$ 293,401	\$ 293,401
TOTAL	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 293,401</u>	<u>\$ 293,401</u>

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Durango West Metropolitan District No. 1
Statement of Net Position
Proprietary Funds
December 31, 2020

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ -	\$ -	\$ 308,140	\$ 308,140
Accounts Receivable, net	40,341	36,641	5,835	82,817
Due from other funds	-	416,340	-	416,340
Other receivables	1,331	1,331	-	2,662
Prepaid Expenses	-	-	1,801	1,801
Total current assets	<u>41,672</u>	<u>454,312</u>	<u>315,776</u>	<u>811,760</u>
Non-current assets:				
Capital Assets:				
Land	-	-	47,140	47,140
Infrastructure	73,640	94,875	-	168,515
Utility System	770,430	275,676	831,198	1,877,304
Vehicles	26,521	26,522	-	53,043
Less Accumulated depreciation	<u>(656,053)</u>	<u>(283,577)</u>	<u>(397,548)</u>	<u>(1,337,178)</u>
Total non-current assets	<u>214,538</u>	<u>113,496</u>	<u>480,790</u>	<u>808,824</u>
Total assets	<u>256,210</u>	<u>567,808</u>	<u>796,566</u>	<u>1,620,584</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	11,131	975	4,107	16,213
Salaries payable	1,896	1,896	-	3,792
Accrued interest payable	-	-	992	992
Due to other funds	233,476	-	-	233,476
Bonds payable	-	-	27,500	27,500
Total current liabilities	<u>246,503</u>	<u>2,871</u>	<u>32,599</u>	<u>281,973</u>
Non-current liabilities:				
Bonds, notes and loans payable	-	-	340,000	340,000
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>340,000</u>	<u>340,000</u>
Total liabilities	<u>246,503</u>	<u>2,871</u>	<u>372,599</u>	<u>621,973</u>
NET POSITION				
Net Investment in capital assets	229,928	123,560	113,290	466,778
Unrestricted	<u>(220,221)</u>	<u>441,377</u>	<u>310,677</u>	<u>531,833</u>
Total net position	<u>\$ 9,707</u>	<u>\$ 564,937</u>	<u>\$ 423,967</u>	<u>\$ 998,611</u>

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Durango West Metropolitan District No. 1
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
REVENUES				
Charges for services	\$ 197,452	\$ 186,744	\$ 117,176	\$ 501,372
Lease income	8,154	-	-	8,154
Total operating revenues	<u>205,606</u>	<u>186,744</u>	<u>117,176</u>	<u>509,526</u>
OPERATING EXPENSES				
Personal services	55,406	55,405	-	110,811
Contractual services	14,496	14,496	-	28,992
Utilities	9,301	-	-	9,301
Repairs and maintenance	17,748	11,143	4,978	33,869
Other supplies and expenses	2,922	95,823	44,427	143,172
Miscellaneous expenses	13,149	-	-	13,149
Insurance claims and expenses	5,652	5,652	-	11,304
Water purchases	115,293	-	-	115,293
Depreciation	15,392	10,063	25,857	51,312
Total Operating Expenses	<u>249,359</u>	<u>192,582</u>	<u>75,262</u>	<u>517,203</u>
Operating income (loss)	<u>(43,753)</u>	<u>(5,838)</u>	<u>41,914</u>	<u>(7,677)</u>
NON-OPERATING REVENUES (EXPENSES)				
Interest income	-	-	951	951
Interest expense	-	-	(12,116)	(12,116)
Total non-operating revenue (expenses)	<u>-</u>	<u>-</u>	<u>(11,165)</u>	<u>(11,165)</u>
Income (loss) before contributions and transfers	<u>(43,753)</u>	<u>(5,838)</u>	<u>30,749</u>	<u>(18,842)</u>
Change in net position	<u>(43,753)</u>	<u>(5,838)</u>	<u>30,749</u>	<u>(18,842)</u>
Total net position - beginning	53,460	570,775	393,218	1,017,453
Total net position - ending	<u>\$ 9,707</u>	<u>\$ 564,937</u>	<u>\$ 423,967</u>	<u>\$ 998,611</u>

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Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2020

	Water Fund	Sewer Fund	Wastewater Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash Received from Charges for Services	\$ 209,088	\$ 193,123	\$ 117,783	\$ 519,994
Cash Payments to Suppliers for Goods & Services	(179,151)	(119,542)	(40,298)	(338,991)
Cash Payments for Salaries & Benefits	(54,582)	(54,579)	(9,057)	(118,218)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(24,645)</u>	<u>19,002</u>	<u>68,428</u>	<u>62,785</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
(Increase) Decrease in Due From Other Funds	24,645	(19,002)	-	5,643
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>24,645</u>	<u>(19,002)</u>	<u>-</u>	<u>5,643</u>
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES:				
Capital expenditures	-	-	(17,480)	(17,480)
Interest paid	-	-	(12,164)	(12,164)
Principal paid on bonds	-	-	(25,000)	(25,000)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>-</u>	<u>-</u>	<u>(54,644)</u>	<u>(54,644)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest Received on Investment	-	-	951	951
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>-</u>	<u>-</u>	<u>951</u>	<u>951</u>
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	-	-	14,735	14,735
Cash & Cash Equivalents:				
Beginning of Year	<u>-</u>	<u>-</u>	<u>293,405</u>	<u>293,405</u>
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 308,140</u>	<u>\$ 308,140</u>

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Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2020
(continued)

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Totals</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating Income (Loss)	\$ (43,753)	\$ (5,838)	\$ 41,914	\$ (7,677)
Adjustments to Reconcile Operating Income To Net Cash Provided by Operating Activities:				
Depreciation	15,392	10,063	25,857	51,312
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivables	3,482	6,379	608	10,469
(Increase) Decrease in Prepaid expenses	-	-	(1,731)	(1,731)
Increase (Decrease) in Salaries Payable	824	826	-	1,650
Increase (Decrease) in Accounts Payable	(590)	7,572	1,780	8,762
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (24,645)</u>	<u>\$ 19,002</u>	<u>\$ 68,428</u>	<u>\$ 62,785</u>
 Analysis of cash:				
Cash and Cash Equivalents	\$ -	\$ -	\$ 308,140	\$ 308,140
TOTAL	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 308,140</u>	<u>\$ 308,140</u>

The accompanying notes to financial statements
are an integral part of these statements.

Durango West Metropolitan District No. 1
Statement of Net Position
Proprietary Funds
December 31, 2021

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ -	\$ -	\$ 332,523	\$ 332,523
Accounts Receivable, net	44,322	37,012	5,639	86,973
Due from other funds	-	425,528	-	425,528
Prepaid Expenses	-	-	1,824	1,824
Total current assets	<u>44,322</u>	<u>462,540</u>	<u>339,986</u>	<u>846,848</u>
Non-current assets:				
Capital Assets:				
Land	-	-	47,140	47,140
Infrastructure	73,640	94,875	-	168,515
Utility System	770,430	275,676	831,198	1,877,304
Vehicles	26,521	26,522	-	53,043
Less Accumulated depreciation	<u>(669,254)</u>	<u>(291,448)</u>	<u>(424,555)</u>	<u>(1,385,257)</u>
Total non-current assets	<u>201,337</u>	<u>105,625</u>	<u>453,783</u>	<u>760,745</u>
Total assets	<u>245,659</u>	<u>568,165</u>	<u>793,769</u>	<u>1,607,593</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	23,273	5,579	2,560	31,412
Salaries payable	1,896	1,896	-	3,792
Accrued interest payable	-	-	918	918
Due to other funds	221,210	-	-	221,210
Bonds payable	-	-	27,500	27,500
Total current liabilities	<u>246,379</u>	<u>7,475</u>	<u>30,978</u>	<u>284,832</u>
Non-current liabilities:				
Bonds, notes and loans payable	-	-	312,500	312,500
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>312,500</u>	<u>312,500</u>
Total liabilities	<u>246,379</u>	<u>7,475</u>	<u>343,478</u>	<u>597,332</u>
NET POSITION				
Net Investment in capital assets	201,337	105,625	113,783	420,745
Unrestricted	<u>(202,057)</u>	<u>455,065</u>	<u>336,508</u>	<u>589,516</u>
Total net position	<u>\$ (720)</u>	<u>\$ 560,690</u>	<u>\$ 450,291</u>	<u>\$ 1,010,261</u>

The accompanying notes to financial statements
are an integral part of these statements.

Durango West Metropolitan District No. 1
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2021

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
REVENUES				
Charges for services	\$ 212,657	\$ 186,907	\$ 116,262	\$ 515,826
Lease income	8,371	-	-	8,371
Total operating revenues	<u>221,028</u>	<u>186,907</u>	<u>116,262</u>	<u>524,197</u>
OPERATING EXPENSES				
Personal services	56,276	56,096	10,687	123,059
Contractual services	12,960	13,957	14,240	41,157
Utilities	8,659	-	14,593	23,252
Repairs and maintenance	10,195	9,092	6,200	25,487
Other supplies and expenses	4,301	97,757	3,171	105,229
Miscellaneous expenses	8,808	-	1,709	10,517
Insurance claims and expenses	5,597	5,597	1,842	13,036
Water purchases	110,622	-	-	110,622
Depreciation	14,038	8,656	27,007	49,701
Total Operating Expenses	<u>231,456</u>	<u>191,155</u>	<u>79,449</u>	<u>502,060</u>
Operating income (loss)	<u>(10,428)</u>	<u>(4,248)</u>	<u>36,813</u>	<u>22,137</u>
NON-OPERATING REVENUES (EXPENSES)				
Interest income	-	-	785	785
Interest expense	-	-	(11,274)	(11,274)
Total non-operating revenue (expenses)	<u>-</u>	<u>-</u>	<u>(10,489)</u>	<u>(10,489)</u>
Income (loss) before contributions and transfers	<u>(10,428)</u>	<u>(4,248)</u>	<u>26,324</u>	<u>11,648</u>
Change in net position	<u>(10,428)</u>	<u>(4,248)</u>	<u>26,324</u>	<u>11,648</u>
Total net position - beginning	<u>9,708</u>	<u>564,938</u>	<u>423,967</u>	<u>998,613</u>
Total net position - ending	<u>\$ (720)</u>	<u>\$ 560,690</u>	<u>\$ 450,291</u>	<u>\$ 1,010,261</u>

The accompanying notes to financial statements
are an integral part of these statements.

Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2021

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash Received from Charges for Services	\$ 217,047	\$ 186,536	\$ 116,458	\$ 520,041
Cash Payments to Suppliers for Goods & Services	(149,000)	(121,799)	(44,774)	(315,573)
Cash Payments for Salaries & Benefits	(56,276)	(56,096)	(9,237)	(121,609)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>11,771</u>	<u>8,641</u>	<u>62,447</u>	<u>82,859</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
(Increase) Decrease in Due From Other Funds	(11,771)	(8,641)	-	(20,412)
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>(11,771)</u>	<u>(8,641)</u>	<u>-</u>	<u>(20,412)</u>
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES:				
Interest paid	-	-	(11,349)	(11,349)
Principal paid on bonds	-	-	(27,500)	(27,500)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>-</u>	<u>-</u>	<u>(38,849)</u>	<u>(38,849)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest Received on Investment	-	-	785	785
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>-</u>	<u>-</u>	<u>785</u>	<u>785</u>
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	<u>-</u>	<u>-</u>	<u>24,383</u>	<u>24,383</u>
Cash & Cash Equivalents:				
Beginning of Year	-	-	308,140	308,140
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 332,523</u>	<u>\$ 332,523</u>

The accompanying notes to financial statements
are an integral part of these statements.

Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2021
(continued)

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Totals</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating Income (Loss)	\$ (10,428)	\$ (4,248)	\$ 36,812	\$ 22,136
Adjustments to Reconcile Operating Income To Net Cash Provided by Operating Activities:				
Depreciation	14,038	8,656	27,007	49,701
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivables	(3,981)	(371)	196	(4,156)
(Increase) Decrease in Prepaid expenses	-	-	(23)	(23)
Increase (Decrease) in Accounts Payable	12,142	4,604	(1,545)	15,201
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u><u>\$ 11,771</u></u>	<u><u>\$ 8,641</u></u>	<u><u>\$ 62,447</u></u>	<u><u>\$ 82,859</u></u>
 Analysis of cash:				
Cash and Cash Equivalents	\$ -	\$ -	\$ 332,523	\$ 332,523
TOTAL	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 332,523</u></u>	<u><u>\$ 332,523</u></u>

The accompanying notes to financial statements
are an integral part of these statements.

Durango West Metropolitan District No. 1
Statement of Net Position
Proprietary Funds
December 31, 2022

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and cash equivalents	\$ -	\$ -	\$ 342,994	\$ 342,994
Accounts Receivable, net	35,115	29,430	4,308	68,853
Due from other funds	-	434,692	-	434,692
Prepaid Expenses	-	-	2,005	2,005
Total current assets	<u>35,115</u>	<u>464,122</u>	<u>349,307</u>	<u>848,544</u>
Non-current assets:				
Capital Assets:				
Land	-	-	47,140	47,140
Infrastructure	73,640	94,875	-	168,515
Utility System	770,430	275,676	840,732	1,886,838
Vehicles	26,521	26,522	-	53,043
Less Accumulated depreciation	(682,531)	(300,104)	(447,684)	(1,430,319)
Total non-current assets	<u>188,060</u>	<u>96,969</u>	<u>440,188</u>	<u>725,217</u>
Total assets	<u>223,175</u>	<u>561,091</u>	<u>789,495</u>	<u>1,573,761</u>
LIABILITIES				
Current Liabilities:				
Accounts payable	7,417	12,388	3,876	23,681
Salaries payable	1,605	1,605	-	3,210
Accrued interest payable	-	-	851	851
Due to other funds	219,067	-	-	219,067
Bonds payable	-	-	30,000	30,000
Total current liabilities	<u>228,089</u>	<u>13,993</u>	<u>34,727</u>	<u>276,809</u>
Non-current liabilities:				
Bonds, notes and loans payable	-	-	285,000	285,000
Total non-current liabilities	<u>-</u>	<u>-</u>	<u>285,000</u>	<u>285,000</u>
Total liabilities	<u>228,089</u>	<u>13,993</u>	<u>319,727</u>	<u>561,809</u>
NET POSITION				
Net Investment in capital assets	201,337	105,625	124,337	431,299
Unrestricted	(206,251)	441,473	345,431	580,653
Total net position	<u>\$ (4,914)</u>	<u>\$ 547,098</u>	<u>\$ 469,768</u>	<u>\$ 1,011,952</u>

The accompanying notes to financial statements
are an integral part of these statements.

Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2022

	Water Fund	Sewer Fund	Wastewater Fund	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash Received from Charges for Services	\$ 232,544	\$ 194,767	\$ 108,021	\$ 535,332
Cash Payments to Suppliers for Goods & Services	(175,810)	(131,023)	(9,699)	(316,532)
Cash Payments for Salaries & Benefits	(56,484)	(56,477)	(43,650)	(156,611)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	250	7,267	54,672	62,189
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Miscellaneous Revenues	(3)	-	-	(3)
(Increase) Decrease in Due From Other Funds	(5,226)	(2,288)	-	(7,514)
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	(5,229)	(2,288)	-	(7,517)
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES:				
Capital expenditures	-	-	(9,536)	(9,536)
Interest paid	-	-	(10,494)	(10,494)
Principal paid on bonds	-	-	(25,000)	(25,000)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	-	-	(45,030)	(45,030)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest Received on Investment	-	-	829	829
NET CASH PROVIDED BY INVESTING ACTIVITIES	-	-	829	829
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	(4,979)	4,979	10,471	10,471
Cash & Cash Equivalents:				
Beginning of Year	-	-	332,523	332,523
End of Year	\$ (4,979)	\$ 4,979	\$ 342,994	\$ 342,994

The accompanying notes to financial statements
are an integral part of these statements.

Durango West Metropolitan District No. 1
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2022

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Total</u>
REVENUES				
Charges for services	\$ 214,741	\$ 187,180	\$ 106,690	\$ 508,611
Lease income	8,596	5	-	8,601
Total operating revenues	<u>223,337</u>	<u>187,185</u>	<u>106,690</u>	<u>517,212</u>
OPERATING EXPENSES				
Personal services	56,484	56,477	11,193	124,154
Contractual services	25,098	25,097	15,984	66,179
Utilities	8,487	-	8,192	16,679
Repairs and maintenance	6,295	5,490	3,940	15,725
Other supplies and expenses	1,140	99,557	10,848	111,545
Miscellaneous expenses	15,800	-	2,306	18,106
Insurance claims and expenses	5,501	5,501	2,022	13,024
Water purchases	95,446	-	-	95,446
Depreciation	13,277	8,656	23,129	45,062
Total Operating Expenses	<u>227,528</u>	<u>200,778</u>	<u>77,614</u>	<u>505,920</u>
Operating income (loss)	<u>(4,191)</u>	<u>(13,593)</u>	<u>29,076</u>	<u>11,292</u>
NON-OPERATING REVENUES (EXPENSES)				
Interest income	-	-	829	829
Miscellaneous revenue	(3)	-	-	(3)
Interest expense	-	-	(10,427)	(10,427)
Total non-operating revenue (expenses)	<u>(3)</u>	<u>-</u>	<u>(9,598)</u>	<u>(9,601)</u>
Income (loss) before contributions and transfers	<u>(4,194)</u>	<u>(13,593)</u>	<u>19,478</u>	<u>1,691</u>
Change in net position	<u>(4,194)</u>	<u>(13,593)</u>	<u>19,478</u>	<u>1,691</u>
Total net position - beginning	<u>(720)</u>	<u>560,691</u>	<u>450,290</u>	<u>1,010,261</u>
Total net position - ending	<u>\$ (4,914)</u>	<u>\$ 547,098</u>	<u>\$ 469,768</u>	<u>\$ 1,011,952</u>

The accompanying notes to financial statements
are an integral part of these statements.

Durango West Metropolitan District No. 1
Statement of Cash Flows
All Proprietary Funds
For the year ended December 31, 2022
(continued)

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Wastewater Fund</u>	<u>Totals</u>
RECONCILIATION OF OPERATING INCOME TO NET				
CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating Income (Loss)	\$ (4,191)	\$ (13,593)	\$ 29,076	\$ 11,292
Adjustments to Reconcile Operating Income To Net Cash Provided by Operating Activities:				
Depreciation	13,277	8,656	23,129	45,062
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivables	9,207	7,582	1,331	18,120
(Increase) Decrease in Prepaid expenses	-	-	(181)	(181)
Increase (Decrease) in Salaries Payable	(291)	(291)	-	(582)
Increase (Decrease) in Accounts Payable	(17,752)	4,913	1,317	(11,522)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 250</u>	<u>\$ 7,267</u>	<u>\$ 54,672</u>	<u>\$ 62,189</u>
 Analysis of cash:				
Cash and Cash Equivalents	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 342,994</u>	<u>\$ 342,994</u>
TOTAL	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 342,994</u>	<u>\$ 342,994</u>

The accompanying notes to financial statements
are an integral part of these statements.