

**Heather Ridge Metropolitan District
Financial Statements**

September 30, 2008

Board of Directors
Heather Ridge Metropolitan District

We have compiled the accompanying Balance Sheet - Governmental Funds and Account Groups of Heather Ridge Metropolitan District as of September 30, 2008 and the related statements of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds, Budget and Actual for the 9 months then ended, in accordance with Statement on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Since the Board of Directors does not require complete financial statements to manage the affairs of the District on a monthly basis, determination has been made not to include the Statement of Net Assets, the Statement of Activities, the Management Discussion and Analysis and the disclosure footnotes to the statements, which are required by generally accepted accounting principles. Accordingly, the accompanying financial statements are not intended to be used by readers who are not familiar with the District's financial affairs or informed about such matters that would be disclosed in complete financial statements.

Simmons & Wheeler, P.C.

September 30, 2008

Heather Ridge Metropolitan District
 Balance Sheet - Governmental Funds and Account Groups
 September 30, 2008

See Accountant's Compilation Report

	<u>General Fund</u>	<u>Account Groups</u>	<u>Total All Funds</u>
Assets			
Current assets			
Cash in checking	\$ 525	\$ -	\$ 525
Cash in COLOTRUST	14,898	-	14,898
Accounts receivable - developer	-	-	-
	15,423	-	15,423
Other assets			
Improvements	-	-	-
Amount available in debt service fund	-	-	-
Amount to be provided for retirement of debt	-	-	-
	-	-	-
	-	-	-
	<u>\$ 15,423</u>	<u>\$ -</u>	<u>\$ 15,423</u>
Liabilities and Equity			
Current liabilities			
Accounts payable	\$ -	\$ -	\$ -
Deferred taxes	-	-	-
	-	-	-
Total Liabilities	-	-	-
Fund Equity			
Investment in improvements	-	-	-
Fund balance (deficit)	15,423	-	15,423
	15,423	-	15,423
	<u>\$ 15,423</u>	<u>\$ -</u>	<u>\$ 15,423</u>

Heather Ridge Metropolitan District
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
Budget and Actual
For the 9 Months Ended September 30, 2008
General Fund

See Accountant's Compilation Report

	<u>Annual Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property taxes	\$ 19,784	\$ 19,595	\$ (189)
Specific ownership taxes	-	996	996
Interest income	-	104	104
	<u>19,784</u>	<u>20,695</u>	<u>911</u>
Expenditures			
Audit	500	-	500
Accounting	4,000	1,045	2,955
Miscellaneous	1,250	10	1,240
Insurance	4,000	100	3,900
Legal	6,000	3,823	2,177
Treasurer's Fees	-	294	(294)
Contingency	3,433	-	3,433
Emergency reserve	601	-	601
	<u>19,784</u>	<u>5,272</u>	<u>14,512</u>
Excess (deficiency) of revenues over expenditures	-	15,423	15,423
Fund balance - beginning	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ 15,423</u>	<u>\$ 15,423</u>

Heather Ridge Metropolitan District
 Guaranty Bank
 A/C #101302078

Date	Description	Deposits	Disbursements	Balance
4/1/2008	Balance			0.00
4/23/2008	Arapahoe County (Jan, Feb, March)	8,549.11		<u>8,549.11</u> B
5/8/2008	Checks #1001-1003 (#1002 voided)		628.50	7,920.61
5/13/2008	Arapahoe County (April)	2,354.17		<u>10,274.78</u> B
6/25/2008	Checks #1004-1006		9,604.09	<u>670.69</u> B
7/31/2008	Service Charge		10.00	<u>660.69</u> B
8/14/2008	Transfer from Colotrust	1,500.00		2,160.69
8/19/2008	Check #1007		1,564.10	596.59
8/14/2008	Wire Fee		10.00	586.59
8/21/2008	Refund Service Charge	10.00		<u>596.59</u> B
9/10/2008	Transfer from Colotrust	600.00		1,196.59
9/12/2008	Checks #1008-1010		671.42	525.17 <i>us</i>

Heather Ridge Metropolitan District
 ColoTrust
 #CO-01-1490-8001

Date	Description	Deposits	Disbursements	Balance
5/20/2008	Opening Balance			0.00
6/10/2008	Arapahoe County (May)	2,534.49		2,534.49
6/30/2008	Transfer from Checking	7,500.00		10,034.49
6/30/2008	Interest	4.05		<u>10,038.54</u> B
7/10/2008	Arapahoe County (June)	6,357.28		16,395.82
7/31/2008	Interest	29.65		<u>16,425.47</u> B
8/11/2008	Arapahoe County (July)	303.94		16,729.41
8/14/2008	Transfer to Checking		1,500.00	15,229.41
8/30/2008	Interest	32.26		<u>15,261.67</u> B
9/10/2008	Transfer to Checking		600.00	14,661.67
9/10/2008	Arapahoe County (August)	206.50		14,868.17
9/30/2008	Interest	29.64		14,897.81
				14,897.81 WS

Heather Ridge Metropolitan District
 Schedule of Property Tax Collections
 2008

	<u>PROPERTY TAX</u>	<u>SPECIFIC OWNERSHIP</u>	<u>INTEREST</u>	<u>TREASURER FEES</u>	<u>TOTAL</u>
January	403.54	146.87		(6.05)	544.36
February	3,947.69	119.85		(59.22)	4,008.32
March	3,945.35	110.17	0.09	(59.18)	3,996.43
April	2,275.05	112.89	0.37	(34.14)	2,354.17
May	2,443.45	127.02	0.69	(36.67)	2,534.49
June	6,336.84	114.26	1.25	(95.07)	6,357.28
July	172.57	130.54	3.47	(2.64)	303.94
August	70.89	134.48	2.22	(1.09)	206.50
September					0.00
October					0.00
November					0.00
December					0.00
COLLECTED	19,595.38 <i>WS</i>	996.08 <i>WS</i>	8.09	(294.06) <i>WS</i>	20,305.49