



May 15, 2020

Board Of Directors
Gardens On Havana Metropolitan District No. 2
8390 E. Crescent Pkwy. Suite 300
Greenwood Village, CO 80111

RE: 1262.02

To Whom it May Concern:

We have reviewed the Application for Exemption from Audit of Gardens On Havana Metropolitan District No. 2. Based on our review, the December 31, 2019 Application for Exemption from Audit has been approved. We noted the following item that we believe deserves your attention:

The District has reported a property tax receivable on the balance sheet. We encourage the District to review the provisions of Governmental Accounting Standards Board (GASB) Statement No. 65 which requires that an entity record property tax receivables when the enforceable legal claim takes place, including reporting a deferred inflow when resources associated with a property tax receivable are reported before the period for which the property taxes are levied. In Colorado, the enforceable legal claim takes place when the mill levy is established in December, and the property taxes are levied in the following calendar year. We have implemented this standard for reporting on our Application form. Please ensure deferred property tax revenue is appropriately reported as a deferred inflow of resources (line 1-29) in future Applications.

If we may be of any assistance to you, please feel free to call us at 303-869-3000. For further resources see our web site at: www.colorado.gov/auditor

Sincerely,

A handwritten signature in cursive script that reads "Crystal L. Dorsey".

Crystal L. Dorsey, CPA
Local Government Audit Manager

cc: Department of Local Affairs
Division of Local Government



We Set the Standard for Good Government