

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2024

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
SUMMARY
2024 BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED
For the Years Ended and Ending December 31,

1/30/24

| | ACTUAL 2022 | ESTIMATED 2023 | BUDGET 2024 |
|---|---------------------|---------------------|---------------------|
| BEGINNING FUND BALANCES | \$ 3,473,576 | \$ 3,084,501 | \$ 3,226,312 |
| REVENUES | | | |
| Property taxes | 254,554 | 405,734 | 705,187 |
| Specific ownership taxes | 25,593 | 37,558 | 63,467 |
| Town Capital and Maintenance property taxes | 18,994 | 30,279 | 52,620 |
| Town Capital and Maintenance SO taxes | 1,910 | 2,802 | 4,736 |
| Interest income | 51,629 | 153,000 | 146,900 |
| Intergovernmental revenues | 843,228 | 1,077,130 | 2,103,309 |
| Infrastructure Capital property taxes | 18,994 | 30,279 | 52,620 |
| Infrastructure Capital SO taxes | 1,912 | 2,802 | 4,736 |
| Other revenue | 6,056 | - | - |
| Transfer from HOA | 317,000 | 736,000 | 800,000 |
| Developer advance | 12,964,148 | - | - |
| Bond issuance proceeds | 19,110,000 | - | 63,000,000 |
| Total revenues | <u>33,614,018</u> | <u>2,475,584</u> | <u>66,933,575</u> |
| TRANSFERS IN | <u>12,128</u> | <u>-</u> | <u>91,000</u> |
| Total funds available | <u>37,099,722</u> | <u>5,560,085</u> | <u>70,250,887</u> |
| EXPENDITURES | | | |
| General Fund | 161,133 | 195,000 | 208,000 |
| Debt Service Fund | 1,436,182 | 1,440,000 | 64,690,000 |
| Capital Projects Fund | 32,064,276 | - | - |
| Special Revenue Fund | 341,502 | 698,773 | 885,000 |
| Total expenditures | <u>34,003,093</u> | <u>2,333,773</u> | <u>65,783,000</u> |
| TRANSFERS OUT | <u>12,128</u> | <u>-</u> | <u>91,000</u> |
| Total expenditures and transfers out requiring appropriation | <u>34,015,221</u> | <u>2,333,773</u> | <u>65,874,000</u> |
| ENDING FUND BALANCES | <u>\$ 3,084,501</u> | <u>\$ 3,226,312</u> | <u>\$ 4,376,887</u> |
| EMERGENCY RESERVE | \$ 5,500 | \$ 28,800 | \$ 41,200 |
| 2019A DEBT SERVICE RESERVE | 2,263,250 | 2,263,250 | 2,263,250 |
| 2019A SURPLUS RESERVE (Maximum: \$2,883,000) | 814,033 | 856,775 | 1,828,249 |
| TOTAL RESERVE | <u>\$ 3,082,783</u> | <u>\$ 3,148,825</u> | <u>\$ 4,132,699</u> |

No assurance provided. See summary of significant assumptions.

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
PROPERTY TAX SUMMARY INFORMATION
2024 BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED
For the Years Ended and Ending December 31,

1/30/24

| | ACTUAL 2022 | ESTIMATED 2023 | BUDGET 2024 |
|--------------------------------|---------------------|---------------------|---------------------|
| ASSESSED VALUATION | | | |
| Residential | \$ 74,420 | \$ 1,036,520 | \$ 2,515,610 |
| State assessed | - | 200 | 300 |
| Vacant land | 4,206,470 | 4,942,780 | 7,177,300 |
| Personal property | 8,690 | 29,410 | 107,410 |
| Other | 170 | 170 | 170 |
| Certified Assessed Value | \$ 4,289,750 | \$ 6,009,080 | \$ 9,800,790 |
| MILL LEVY | | | |
| General | 10.069 | 10.062 | 10.739 |
| Debt Service | 57.398 | 57.353 | 61.213 |
| Town Capital and Maintenance | 5.034 | 5.031 | 5.369 |
| Infrastructure Capital | 5.034 | 5.031 | 5.369 |
| Total mill levy | 77.535 | 77.477 | 82.690 |
| PROPERTY TAXES | | | |
| General | \$ 43,193 | \$ 60,463 | \$ 105,251 |
| Debt Service | 246,223 | 344,639 | 599,936 |
| Town Capital and Maintenance | 21,595 | 30,232 | 52,620 |
| Infrastructure Capital | 21,595 | 30,232 | 52,620 |
| Levied property taxes | 332,606 | 465,566 | 810,427 |
| Refunds and abatements | (40,064) | 726 | - |
| Budgeted property taxes | \$ 292,542 | \$ 466,292 | \$ 810,427 |
| BUDGETED PROPERTY TAXES | | | |
| General | \$ 56,984 | \$ 90,836 | \$ 157,871 |
| Debt Service | 235,558 | 375,456 | 652,556 |
| | \$ 292,542 | \$ 466,292 | \$ 810,427 |

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
GENERAL FUND
2024 BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED
For the Years Ended and Ending December 31,

1/30/24

| | ACTUAL 2022 | ESTIMATED 2023 | BUDGET 2024 |
|---|----------------|-------------------|----------------|
| BEGINNING FUND BALANCES | \$ (5,658) | \$ 23,445 | \$ 85,287 |
| REVENUES | | | |
| Property taxes | 37,990 | 60,557 | 105,251 |
| Specific ownership taxes | 3,820 | 5,606 | 9,473 |
| Town Capital and Maintenance property taxes | 18,994 | 30,279 | 52,620 |
| Town Capital and Maintenance SO taxes | 1,910 | 2,802 | 4,736 |
| Interest income | 14 | 8,000 | 7,900 |
| Developer advance | 22,000 | - | - |
| Intergovernmental revenues | 117,636 | 149,598 | 292,121 |
| Total revenues | 202,364 | 256,842 | 472,101 |
| Total funds available | 196,706 | 280,287 | 557,388 |
| EXPENDITURES | | | |
| General and administrative | | | |
| Accounting | 49,457 | 50,000 | 55,000 |
| Auditing | 5,900 | 6,500 | 7,000 |
| County Treasurer's fee | 574 | 908 | 1,579 |
| Dues and membership | 1,059 | 1,144 | 1,500 |
| Insurance | 18,620 | 22,821 | 25,000 |
| Legal | 58,419 | 50,000 | 55,000 |
| Miscellaneous | 2,397 | 1,000 | 1,000 |
| Election | 3,177 | 4,891 | - |
| Engineering | - | 500 | - |
| Contingency | - | 24,155 | 4,565 |
| Operations and maintenance | | | |
| County Treasurer's fee - Town | 287 | 454 | 789 |
| Transfers to Town | 21,243 | 32,627 | 56,567 |
| Total expenditures | 161,133 | 195,000 | 208,000 |
| TRANSFERS OUT | | | |
| Transfers to other fund | 12,128 | - | 91,000 |
| Total expenditures and transfers out requiring appropriation | 173,261 | 195,000 | 299,000 |
| ENDING FUND BALANCES | \$ 23,445 | \$ 85,287 | \$ 258,388 |
| EMERGENCY RESERVE | \$ 5,500 | \$ 7,800 | \$ 14,200 |
| TOTAL RESERVE | \$ 5,500 | \$ 7,800 | \$ 14,200 |

No assurance provided. See summary of significant assumptions.

**TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
SPECIAL REVENUE FUND
2024 BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED
For the Years Ended and Ending December 31,**

11/16/23

| | ACTUAL 2022 | ESTIMATED 2023 | BUDGET 2024 |
|---|--------------------|-------------------|------------------|
| BEGINNING FUND BALANCES | \$ 2,219 | \$ (16,227) | \$ 21,000 |
| REVENUES | | | |
| Transfer from HOA | 317,000 | 736,000 | 800,000 |
| Other revenue | 6,056 | - | - |
| Total revenues | <u>323,056</u> | <u>736,000</u> | <u>800,000</u> |
| TRANSFERS IN | | | |
| Transfers from other funds | - | - | 91,000 |
| Total funds available | <u>325,275</u> | <u>719,773</u> | <u>912,000</u> |
| EXPENDITURES | | | |
| General and administrative | | | |
| Landscape maintenance | 84,703 | 210,000 | 318,000 |
| Common Area lighting | - | - | 5,000 |
| Monuments/Signage | - | - | 5,000 |
| Pest Control | - | 5,000 | 7,500 |
| Insurance - Property | - | 22,235 | 31,000 |
| Management | 53,445 | 85,000 | 96,000 |
| Social Committee | 5,000 | 15,000 | 19,000 |
| Miscellaneous | - | 1,008 | 2,000 |
| Security | - | - | 2,500 |
| Snow removal | 6,865 | 45,000 | 40,000 |
| Pet waste services | - | 2,500 | 3,500 |
| Trails/Parks | - | - | 5,000 |
| Clubhouse/Cabana | - | 130 | 5,000 |
| Fire Inspection/Repairs/Materials | - | - | 1,000 |
| Water | 105,214 | 88,600 | 120,000 |
| Electricity | 4,343 | 20,000 | 20,000 |
| Keys & Locks | - | 2,300 | 2,500 |
| Pool - Chemicals | 5,851 | 14,000 | 9,000 |
| Pool - Contract | 24,177 | 65,000 | 71,000 |
| Pool - Supplies | 2,767 | 11,000 | 7,000 |
| Pool - Deck | - | 9,000 | 4,000 |
| Trash & Recycling | 38,637 | 91,000 | 100,000 |
| Holiday lighting | 10,500 | 12,000 | 11,000 |
| Total expenditures | <u>341,502</u> | <u>698,773</u> | <u>885,000</u> |
| Total expenditures and transfers out requiring appropriation | <u>341,502</u> | <u>698,773</u> | <u>885,000</u> |
| ENDING FUND BALANCES | <u>\$ (16,227)</u> | <u>\$ 21,000</u> | <u>\$ 27,000</u> |
| EMERGENCY RESERVE | <u>\$ -</u> | <u>\$ 21,000</u> | <u>\$ 27,000</u> |
| TOTAL RESERVE | <u>\$ -</u> | <u>\$ 21,000</u> | <u>\$ 27,000</u> |

No assurance provided. See summary of significant assumptions.

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
DEBT SERVICE FUND
2024 BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED
For the Years Ended and Ending December 31,

1/30/24

| | ACTUAL 2022 | ESTIMATED 2023 | BUDGET 2024 |
|---|---------------------|---------------------|---------------------|
| BEGINNING FUND BALANCES | \$ 3,477,015 | \$ 3,077,283 | \$ 3,120,025 |
| REVENUES | | | |
| Property taxes | 216,564 | 345,177 | 599,936 |
| Specific ownership taxes | 21,773 | 31,952 | 53,994 |
| Infrastructure Capital property taxes | 18,994 | 30,279 | 52,620 |
| Infrastructure Capital SO taxes | 1,912 | 2,802 | 4,736 |
| Bond issuance proceeds | - | - | 63,000,000 |
| Interest income | 51,615 | 145,000 | 139,000 |
| Intergovernmental revenues | 725,592 | 927,532 | 1,811,188 |
| Total revenues | <u>1,036,450</u> | <u>1,482,742</u> | <u>65,661,474</u> |
| Total funds available | <u>4,513,465</u> | <u>4,560,025</u> | <u>68,781,499</u> |
| EXPENDITURES | | | |
| General and administrative | | | |
| County Treasurer's fee | 3,270 | 5,178 | 8,999 |
| Infrastructure Capital County Treasurer's fee | 287 | 454 | 789 |
| Paying agent fees | 10,500 | 10,000 | 10,000 |
| Contingency | - | 2,243 | 3,087 |
| Debt Service | | | |
| Bond Interest - Senior Bonds | 1,422,125 | 1,422,125 | 1,422,125 |
| Bond Principal | - | - | 245,000 |
| Bond Refunding | - | - | 63,000,000 |
| Total expenditures | <u>1,436,182</u> | <u>1,440,000</u> | <u>64,690,000</u> |
| Total expenditures and transfers out requiring appropriation | <u>1,436,182</u> | <u>1,440,000</u> | <u>64,690,000</u> |
| ENDING FUND BALANCES | <u>\$ 3,077,283</u> | <u>\$ 3,120,025</u> | <u>\$ 4,091,499</u> |
| 2019A DEBT SERVICE RESERVE | \$ 2,263,250 | \$ 2,263,250 | \$ 2,263,250 |
| 2019A SURPLUS RESERVE (Maximum: \$2,883,000) | 814,033 | 856,775 | 1,828,249 |
| TOTAL RESERVE | <u>\$ 3,077,283</u> | <u>\$ 3,120,025</u> | <u>\$ 4,091,499</u> |

No assurance provided. See summary of significant assumptions.

**TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
CAPITAL PROJECTS FUND
2024 BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED
For the Years Ended and Ending December 31,**

1/30/24

| | ACTUAL 2022 | ESTIMATED 2023 | BUDGET 2024 |
|---|-------------------|-------------------|----------------|
| BEGINNING FUND BALANCES | \$ - | \$ - | \$ - |
| REVENUES | | | |
| Developer advance | 12,942,148 | - | - |
| Bond issuance proceeds | 19,110,000 | - | - |
| Total revenues | <u>32,052,148</u> | <u>-</u> | <u>-</u> |
| TRANSFERS IN | | | |
| Transfers from other funds | <u>12,128</u> | <u>-</u> | <u>-</u> |
| Total funds available | <u>32,064,276</u> | <u>-</u> | <u>-</u> |
| EXPENDITURES | | | |
| General and Administrative | | | |
| Accounting | 3,900 | - | - |
| Bond issue costs | 222,520 | - | - |
| Capital Projects | | | |
| Repay developer advance | 19,110,000 | - | - |
| Engineering | 8,228 | - | - |
| Capital outlay | 12,719,628 | - | - |
| Total expenditures | <u>32,064,276</u> | <u>-</u> | <u>-</u> |
| Total expenditures and transfers out requiring appropriation | <u>32,064,276</u> | <u>-</u> | <u>-</u> |
| ENDING FUND BALANCES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

No assurance provided. See summary of significant assumptions.

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
2024 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

The District is a quasi-municipal corporation and political subdivision of the State of Colorado under Title 32, Article 1 of the Colorado Revised Statutes, and was organized by order of the District Court in Douglas County on May 23, 2016. The formation of the District was approved by the Town of Parker, Colorado (the Town) in conjunction with the approval by the Town Board of a Consolidated Service Plan for the District and Trails at Crowfoot Metropolitan District Nos. 1-2 (together, the Districts) and Hess Ranch Metropolitan District Nos. 4-8. In June 2019, the District changed its name to Trails at Crowfoot Metropolitan District No. 3. The District's service area is located south of Hess Road and west of Motsenbocker Road in the Town of Parker in Douglas County, Colorado.

On November 3, 2015 and November 5, 2019, the District's authorized total indebtedness of for the District in the amount of \$2,123,287,500 for public improvements including street improvements, park and recreation, water, sanitation, public transportation, mosquito control, traffic and safety control, fire protection, television relay and translation, and security. \$1,022,947,500 of debt was also authorized for the purpose of refunding debt, operations and maintenance, and intergovernmental agreements. The District is authorized to impose ad valorem taxes of up to \$10,000,000 annually to pay the operations and administrative costs of the District, without limitation. The Service Plan limits (subject to adjustment) the District's operation and maintenance mill levy to 10.000 mills (currently adjusted to 10.739 mills).

Additionally, the Service Plan limits (subject to adjustment) the District's debt service mill levy to 57.000 mills (currently adjusted to 61.213 mills). The Service Plan also limits the imposition of the debt service mill levy to 40 years after initial year of imposition of such mill levy.

On June 17, 2019, the District entered into an intergovernmental agreements with the Town (the "Town IGA"). The Town IGA provides that the District will impose (a) the Infrastructure Capital Mill Levy (5 mills, subject to adjustment) and use the proceeds for certain regional improvements, (b) the Town Capital and Maintenance Mill Levy (5 mills, subject to adjustment) and remit the proceeds to the Town for certain Town improvements, and (c) the Operations Mill Levy (up to 10 mills subject to adjustment) and use the proceeds for the ongoing administrative and operating expenses of the District and for the maintenance of certain of the regional improvements. The Town IGA requires that the proceeds of the Infrastructure Capital Mill Levy and the Town Capital and Maintenance Mill Levy be paid by the District to the Town no later than 30 days after receipt, to be deposited by the Town in a separate fund; provided, however, that the Districts are permitted to retain revenues from the Infrastructure Capital Mill Levy to the extent needed to pay debt service on obligations repayable in whole or in part from such mill levy (which includes the Bonds).

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

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

**TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
2024 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Revenues

Property Taxes

Property taxes are levied by the District’s Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or, if in equal installments, at the taxpayer’s election, in February and June. Delinquent taxpayers are notified in August and, generally, sale of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

The calculation of the taxes levied is displayed on the Property Tax Summary info of the Budget at the adopted total mill levy.

For property tax collection year 2024, SB22-238 and SB23B-001 set the assessment rates and actual value reductions as follows:

| Category | Rate | | Category | Rate | | Actual Value Reduction | Amount |
|---------------------------|-------------|--|-----------------------|-------------|--|-------------------------------|---------------|
| Single-Family Residential | 6.70% | | Agricultural Land | 26.40% | | Single-Family Residential | \$55,000 |
| Multi-Family Residential | 6.70% | | Renewable Energy Land | 26.40% | | Multi-Family Residential | \$55,000 |
| Commercial | 27.90% | | Vacant Land | 27.90% | | Commercial | \$30,000 |
| Industrial | 27.90% | | Personal Property | 27.90% | | Industrial | \$30,000 |
| Lodging | 27.90% | | State Assessed | 27.90% | | Lodging | \$30,000 |
| | | | Oil & Gas Production | 87.50% | | | |

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District’s share will be equal to approximately 9.0% of the property taxes collected.

Intergovernmental Revenues

Pursuant to an Intergovernmental Agreement with Trails at Crowfoot Metropolitan Districts Nos. 1-2, the intergovernmental revenues represent transfers to the District to provide funding for overall administrative and operating costs, as well as debt service.

Interest Income

Interest earned on the District’s available funds has been estimated based on historical earnings.

**TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
2024 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures

General and Administrative Expenditures

General and administrative expenditures include the estimated cost of services necessary to maintain the District's administrative viability such as legal, accounting, insurance, membership dues, election and other administrative expenditures.

Operations and Maintenance Expenditures

Operations and maintenance expenditures are reflected in the Special Revenue Fund.

Debt and Leases

The District issued its Series 2019A Senior Bonds (the Senior Bonds) and its Series 2019B⁽³⁾ Subordinate Bonds and the 2022C Subordinate Bonds (the Subordinate Bonds) on July 30, 2019 and April 6, 2022, respectively, in the respective par amounts of \$28,830,000, \$6,275,000, and \$19,110,000. The proceeds from the sale of the Senior Bonds were used to: (i) finance public improvements related to the development; (ii) fund capitalized interest; (iii) fund a Senior Reserve Fund; and (iv) pay the costs of issuance of the Senior Bonds and certain costs of issuance of the Subordinate Bonds. Proceeds of the Subordinate Bonds were used to: (i) finance additional public improvements related to the development; (ii) pay certain costs of issuance of the Subordinate Bonds; and (iii) reimburse the cost of public improvements related to the development.

The Senior Bonds bear interest at rates ranging from 4.375% to 5.000% and are payable semiannually on June 1 and December 1, beginning on December 1, 2019. The Senior Bonds consist of three term bonds maturing December 1, 2030, December 1, 2039, and December 1, 2049. Annual mandatory sinking fund principal payments are due on December 1, beginning on December 1, 2024. The Bonds mature on December 1, 2049.

To the extent principal of any Senior Bond is not paid when due, such principal shall remain outstanding until the Senior Bonds Termination Date of December 1, 2059 and shall continue to bear interest at the rate then borne by the Senior Bond. To the extent interest on any Senior Bond is not paid when due, such interest shall compound semiannually on each interest payment date (June 1 and December 1) at the rate borne by the Senior Bond. The District shall not be obligated to pay more than the amount permitted by law and its electoral authorization in repayment of the Senior Bonds. If any amount of principal or interest due on the Senior Bonds remains unpaid after the application of all Senior Pledged Revenue available therefor on the Senior Bonds Termination Date, such unpaid amount will be deemed discharged.

The Subordinate Bonds were be issued at the rate of 9.000% and 4.00% per annum, respectively, and are payable annually on December 15, beginning December 15, 2019 from, and to the extent of, Subordinate Pledged Revenue available, if any, and mature on December 15, 2049 and December 15, 2052, respectively. The Subordinate Bonds are structured as cash flow bonds meaning that there are no scheduled payments of principal or interest prior to the final maturity date. Unpaid interest on the Subordinate Bonds compounds annually on each December 15.

**TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
2024 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases – (continued)

The District shall not be obligated to pay more than the amount permitted by law and its electoral authorization in repayment of the Subordinate Bonds. If any amount of principal or interest due on the Subordinate Bonds remains unpaid after the application of all Subordinate Pledged Revenue available therefor on the Subordinate Bonds Termination Date of December 15, 2059, such unpaid amount shall be deemed discharged.

The Senior Reserve Fund shall be funded in the amount of the Senior Required Reserve of \$2,263,250. Subject to the receipt of sufficient Pledged Revenue, the Senior Reserve Fund shall be maintained in the amount of the Senior Required Reserve for so long as any Senior Bonds are outstanding. If at any time the Senior Reserve Fund is drawn upon or valued so that the amount of the Senior Reserve Fund is less than the Senior Required Reserve, the Trustee shall apply Pledged Revenue to the credit of the Senior Reserve Fund in amounts sufficient bring the amount credited to the Senior Reserve Fund to the Senior Required Reserve. The amount credited to the Senior Reserve Fund shall never exceed the amount of the Senior Required Reserve. Moneys in the Senior Surplus Fund shall be used for payment of the Senior Bonds prior to any use of moneys in the Senior Reserve Fund.

The Senior Surplus Fund shall be funded from deposits of annual District Pledged Revenue and Pledge District Pledged Revenue in excess of that needed to pay annual debt service up to the Maximum Surplus Amount of \$2,883,000. The Senior Surplus Fund shall be maintained until the date on which no Senior Bonds remain outstanding. So long as the Senior Surplus Fund is maintained, amounts in excess of the Maximum Surplus Amount shall be remitted to the District for application to the payment of the Subordinate Bonds. Amounts on deposit in the Senior Surplus Fund (if any) in the final year of maturity of the Senior Bonds shall be pledged to the payment of the Subordinate Bonds.

Reserves

Emergency Reserve

TABOR requires local governments to establish emergency reserve. This reserve must be at least 3.0% of fiscal year spending.

This information is an integral part of the accompanying budget.

**TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
DEBT SERVICE REQUIREMENTS TO MATURITY**

**\$28,830,000 Limited Tax
General Obligation Bonds
Series 2019A**

**Issue date July 30, 2019
Interest from 4.375%-5.000%
Due June 1 and December 1**

| Year Ending December 31, | Principal Due Annually December 1 | | |
|---|--|----------------------|----------------------|
| December 31, | Principal | Interest | Total |
| 2024 | \$ 245,000 | \$ 1,422,125 | \$ 1,667,125 |
| 2025 | 375,000 | 1,411,406 | 1,786,406 |
| 2026 | 425,000 | 1,395,000 | 1,820,000 |
| 2027 | 445,000 | 1,376,406 | 1,821,406 |
| 2028 | 500,000 | 1,356,938 | 1,856,938 |
| 2029 | 525,000 | 1,335,063 | 1,860,063 |
| 2030 | 585,000 | 1,312,094 | 1,897,094 |
| 2031 | 610,000 | 1,286,500 | 1,896,500 |
| 2032 | 675,000 | 1,256,000 | 1,931,000 |
| 2033 | 710,000 | 1,222,250 | 1,932,250 |
| 2034 | 785,000 | 1,186,750 | 1,971,750 |
| 2035 | 825,000 | 1,147,500 | 1,972,500 |
| 2036 | 905,000 | 1,106,250 | 2,011,250 |
| 2037 | 950,000 | 1,061,000 | 2,011,000 |
| 2038 | 1,040,000 | 1,013,500 | 2,053,500 |
| 2039 | 1,090,000 | 961,500 | 2,051,500 |
| 2040 | 1,185,000 | 907,000 | 2,092,000 |
| 2041 | 1,245,000 | 847,750 | 2,092,750 |
| 2042 | 1,350,000 | 785,500 | 2,135,500 |
| 2043 | 1,415,000 | 718,000 | 2,133,000 |
| 2044 | 1,530,000 | 647,250 | 2,177,250 |
| 2045 | 1,605,000 | 570,750 | 2,175,750 |
| 2046 | 1,730,000 | 490,500 | 2,220,500 |
| 2047 | 1,815,000 | 404,000 | 2,219,000 |
| 2048 | 1,950,000 | 313,250 | 2,263,250 |
| 2049 | 4,315,000 | 215,750 | 4,530,750 |
| | <u>\$ 28,830,000</u> | <u>\$ 25,750,032</u> | <u>\$ 54,580,032</u> |

No assurance provided. See summary of significant assumptions.