

RESOLUTION
ADOPTING BUDGET, APPROPRIATING SUMS OF MONEY AND CERTIFYING
MILL LEVIES FOR THE CALENDAR YEAR 2025

The Board of Directors of Trails at Crowfoot Metropolitan District No. 3 (the “**Board**”), Town of Parker, Douglas County, Colorado (the “**District**”), held a regular meeting, via teleconference on October 24, 2024, at the hour of 4:00 p.m.

Prior to the meeting, each of the directors was notified of the date, time, and place of the budget meeting and the purpose for which it was called, and a notice of the meeting was posted or published in accordance with § 29-1-106, C.R.S.

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NOTICE AS TO PROPOSED 2025 BUDGET

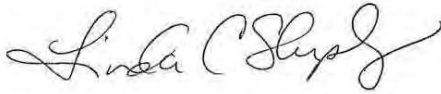
Colorado Community Media
750 W. Hampden Ave. Suite 225
Englewood, CO 80110

Trails at Crowfoot MD (wba) **
c/o White, Bear & Ankele P.C.
2154 East Commons Avenue, Suite 2000
Centennial CO 80122

AFFIDAVIT OF PUBLICATION

State of Colorado }
County of Douglas } ss

This Affidavit of Publication for the Douglas County News Press, a weekly newspaper, printed and published for the County of Douglas, State of Colorado, hereby certifies that the attached legal notice was published in said newspaper once in each week, for 1 successive week(s), the last of which publication was made 10/10/2024, and that copies of each number of said paper in which said Public Notice was published were delivered by carriers or transmitted by mail to each of the subscribers of said paper, according to their accustomed mode of business in this office.



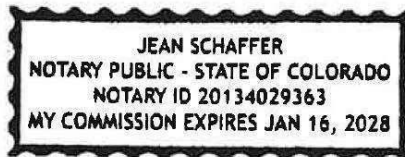
For the Douglas County News-Press

State of Colorado }
County of Arapahoe } ss

The above Affidavit and Certificate of Publication was subscribed and sworn to before me by the above named Linda Shapley, publisher of said newspaper, who is personally known to me to be the identical person in the above certificate on 10/10/2024. Linda Shapley has verified to me that she has adopted an electronic signature to function as her signature on this document.

20134029363-704221

Jean Schaffer
Notary Public
My commission ends January 16, 2028



Public Notice

NOTICE OF PUBLIC HEARING ON THE PROPOSED 2025 BUDGETS AND NOTICE OF PUBLIC HEARING ON THE AMENDED 2024 BUDGETS

The Boards of Directors (collectively the "Boards") of the TRAILS AT CROWFOOT METROPOLITAN DISTRICT NOS. 1-3 (collectively the "Districts"), will hold a public hearing via teleconference on **October 24, 2024, at 4:00 p.m.**, to consider adoption of the Districts' proposed 2025 budgets (the "Proposed Budgets"), and, if necessary, adoption of an amendment to the 2024 budgets (the "Amended Budgets"). The public hearing may be joined using the following teleconference information:

<https://us06web.zoom.us/j/82047156363?pwd=sleHg29exeF91fgiPLEdRGZVBNVAZq.1>
Meeting ID: 820 4715 6363
Passcode: 840387
Call-in Number: +1-720-707-2699

The Proposed Budgets and Amended Budgets are available for inspection by the public at the offices of CliftonLarsonAllen, LLP, 8390 East Crescent Parkway, Suite 300, Greenwood Village, CO 80111.

Any interested elector of the Districts may file any objections to the Proposed Budgets and Amended Budgets at any time prior to the final adoption of the Proposed Budgets or the Amended Budgets by the Boards.

The agenda for any meeting may be obtained at <https://trailsatcrowfootmetrodistrict.com/> or by calling (303) 858-1800.

BY ORDER OF THE BOARDS OF DIRECTORS:
TRAILS AT CROWFOOT METROPOLITAN DISTRICT NOS. 1-3, quasi-municipal corporations and political subdivisions of the State of Colorado

/s/ WHITE BEAR ANKELE
TANAKA & WALDRON
Attorneys at Law

Legal Notice No. 947737
First Publication: October 10, 2024
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Publisher: Douglas County News-Press

WHEREAS, the Board has appointed its accountant to prepare and submit a proposed budget to the Board in accordance with Colorado law; and

WHEREAS, the proposed budget has been submitted to the Board for its review and consideration; and

WHEREAS, upon due and proper notice, provided in accordance with Colorado law, said proposed budget was available for inspection by the public at a designated place, a public hearing was held and interested electors of the District were provided a public comment period and given the opportunity to file any objections to the proposed budget prior to the final adoption of the budget by the Board.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

Section 1. Adoption of Budget. The budget attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2025. In the event of recertification of values by the County Assessor's Office after the date of adoption hereof, staff is hereby directed to modify and/or adjust the budget and certification to reflect the recertification without the need for additional Board authorization. Any such modification to the budget or certification as contemplated by this Section 1 shall be deemed ratified by the Board.

Section 2. Levy of Property Taxes. The Board does hereby certify the levy of property taxes for collection in 2025 as more specifically set out in the budget attached hereto.

Section 3. Mill Levy Adjustment. When developing the attached budget, consideration was given to any changes in the method of calculating assessed valuation, including any changes to the assessment ratios, or any constitutionally mandated tax credit, cut, or abatement, as authorized in the District's service plan. The Board hereby determines in good faith (such determination to be binding and final), that to the extent possible, the adjustments to the mill levies made to account for changes in Colorado law described in the prior sentence, and the actual tax revenues generated by the mill levies, are neither diminished nor enhanced as a result of those changes.

Section 4. Certification to County Commissioners. The Board directs its legal counsel, manager, accountant, or other designee to certify to the Board of County Commissioners of Douglas County, Colorado the mill levies for the District as set forth herein. Such certification shall be in compliance with the requirements of Colorado law.

Section 5. Appropriations. The amounts set forth as expenditures in the budget attached hereto are hereby appropriated from the revenue of each fund for the purposes stated.

Section 6. Filing of Budget and Budget Message. The Board hereby directs its legal counsel, manager, or other designee to file a certified copy of the adopted budget resolution, the budget and budget message with the Division of Local Government by January 30 of the ensuing year.

Section 7. Budget Certification. The budget shall be certified by a member of the District, or a person appointed by the District, and made a part of the public records of the District.

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ADOPTED OCTOBER 24, 2024.

DISTRICT:

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3, a quasi-municipal corporation and political subdivision of the State of Colorado

Sarah Hunsche
By: _____
Officer of the District

ATTEST:

Corey Elliott
By: Corey Elliott (Oct 29, 2024 10:40 MDT)

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

Megan G. Murphy

General Counsel to the District

STATE OF COLORADO
COUNTY OF DOUGLAS
TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted by a majority of the Board at a District meeting held via teleconference on Thursday, October 24, 2024, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 29 day of October, 2024.

Corey Elliott
Corey Elliott (Oct 29, 2024 10:40 MDT)

Signature

EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2025

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
SUMMARY
2025 BUDGET
WITH 2023 ACTUAL AND 2024 ESTIMATED
For the Years Ended and Ending December 31,

1/30/25

	ACTUAL 2023	ESTIMATED 2024	BUDGET 2025
BEGINNING FUND BALANCES	\$ 3,089,468	\$ 3,310,250	\$ 1,590,505
REVENUES			
Property taxes	407,360	705,187	824,018
Specific ownership taxes	37,567	62,994	74,162
Town Capital and Main P-Tax	30,401	52,620	61,494
Town Capital and Main SO Tax	2,803	4,736	5,534
Interest income	172,678	199,000	79,000
Intergovernmental revenues	1,067,630	2,116,814	2,417,485
Infrastructure Capital P-Taxes	30,401	52,620	61,494
Infrastructure Capital SO Taxes	2,803	4,736	5,534
Other revenue	20	3,017	-
Transfer from HOA	715,000	800,000	835,000
Reimbursed expenditures	1,296	17,000	-
Bond issuance proceeds	-	57,385,000	-
Total revenues	<u>2,467,959</u>	<u>61,403,724</u>	<u>4,363,721</u>
TRANSFERS IN			
Total funds available	<u>-</u>	<u>108,000</u>	<u>312,000</u>
EXPENDITURES			
General Fund	180,773	204,000	255,000
Debt Service Fund	1,437,780	61,952,469	2,370,000
Special Revenue Fund	628,624	967,000	1,147,000
Total expenditures	<u>2,247,177</u>	<u>63,123,469</u>	<u>3,772,000</u>
TRANSFERS OUT			
Total expenditures and transfers out requiring appropriation	<u>-</u>	<u>108,000</u>	<u>312,000</u>
ENDING FUND BALANCES	<u>\$ 3,310,250</u>	<u>\$ 1,590,505</u>	<u>\$ 2,182,226</u>
EMERGENCY RESERVE	\$ 29,700	\$ 37,300	\$ 41,500
2019A DEBT SERVICE RESERVE	2,263,250	-	-
2019A SURPLUS RESERVE	872,128	-	-
2024A DEBT SERVICE RESERVE (Maximum: \$3,455,888)	-	1,275,355	1,882,244
TOTAL RESERVE	<u>\$ 3,165,078</u>	<u>\$ 1,312,655</u>	<u>\$ 1,923,744</u>

No assurance provided. See summary of significant assumptions.

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
PROPERTY TAX SUMMARY INFORMATION
2025 BUDGET
WITH 2023 ACTUAL AND 2024 ESTIMATED
For the Years Ended and Ending December 31,

1/30/25

ACTUAL	ESTIMATED	BUDGET
2023	2024	2025

ASSESSED VALUATION

Residential	\$ 1,036,520	\$ 2,515,610	\$ 4,915,120
State assessed	200	300	300
Vacant land	4,942,780	7,177,300	6,199,990
Personal property	29,410	107,410	120,310
Other	170	170	170
Certified Assessed Value	\$ 6,009,080	\$ 9,800,790	\$ 11,235,890

MILL LEVY

General	10.062	10.739	10.946
Debt Service	57.353	61.213	62.392
Town Capital and Maintenance	5.031	5.369	5.473
Infrastructure Capital	5.031	5.369	5.473
Total mill levy	77.477	82.690	84.284

PROPERTY TAXES

General	\$ 60,463	\$ 105,251	\$ 122,988
Debt Service	344,639	599,936	701,030
Town Capital and Maintenance	30,232	52,620	61,494
Infrastructure Capital	30,232	52,620	61,494
Levied property taxes	465,566	810,427	947,006
Adjustments to actual/rounding	2,596	-	-
Budgeted property taxes	\$ 468,162	\$ 810,427	\$ 947,006

BUDGETED PROPERTY TAXES

General	\$ 91,201	\$ 157,871	\$ 184,482
Debt Service	376,961	652,556	762,524
	\$ 468,162	\$ 810,427	\$ 947,006

**TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
GENERAL FUND
2025 BUDGET
WITH 2023 ACTUAL AND 2024 ESTIMATED
For the Years Ended and Ending December 31,**

1/30/25

	ACTUAL 2023	ESTIMATED 2024	BUDGET 2025
BEGINNING FUND BALANCES	\$ 24,466	\$ 97,396	\$ 292,574
REVENUES			
Property taxes	60,800	105,251	122,988
Specific ownership taxes	5,607	9,000	11,069
Town Capital and Main P-Tax	30,401	52,620	61,494
Town Capital and Main SO Tax	2,803	4,736	5,534
Interest income	5,940	15,000	12,000
Reimbursed expenditures	1,296	17,000	-
Other revenue	-	2,917	-
Intergovernmental revenues	146,856	300,654	335,747
Total revenues	<u>253,703</u>	<u>507,178</u>	<u>548,832</u>
Total funds available	<u>278,169</u>	<u>604,574</u>	<u>841,406</u>
EXPENDITURES			
General and administrative			
Accounting	58,024	65,000	60,000
Auditing	6,500	9,500	7,000
County Treasurer's Fee	912	1,579	1,845
Dues and Membership	1,144	1,477	1,600
Insurance	23,774	2,540	25,000
Legal	50,918	47,000	55,000
Miscellaneous	949	1,500	1,200
Election	4,968	-	20,000
Engineering	380	13,000	10,000
Contingency	-	48	6,327
Bond issue costs	-	5,000	-
Operations and maintenance			
County Treasurer's Fee - Town	456	789	922
Transfers to Town	32,748	56,567	66,106
Total expenditures	<u>180,773</u>	<u>204,000</u>	<u>255,000</u>
TRANSFERS OUT			
Transfers to other fund	<u>-</u>	<u>108,000</u>	<u>312,000</u>
Total expenditures and transfers out requiring appropriation	<u>180,773</u>	<u>312,000</u>	<u>567,000</u>
ENDING FUND BALANCES	<u>\$ 97,396</u>	<u>\$ 292,574</u>	<u>\$ 274,406</u>
EMERGENCY RESERVE	<u>\$ 7,700</u>	<u>\$ 15,300</u>	<u>\$ 16,500</u>
TOTAL RESERVE	<u>\$ 7,700</u>	<u>\$ 15,300</u>	<u>\$ 16,500</u>

No assurance provided. See summary of significant assumptions.

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
SPECIAL REVENUE FUND
2025 BUDGET
WITH 2023 ACTUAL AND 2024 ESTIMATED
For the Years Ended and Ending December 31,

1/30/25

	ACTUAL 2023	ESTIMATED 2024	BUDGET 2025
BEGINNING FUND BALANCES	\$ (16,614)	\$ 77,476	\$ 22,576
REVENUES			
Interest income	7,694	4,000	3,000
Transfer from HOA	715,000	800,000	835,000
Other revenue	20	100	-
Total revenues	<u>722,714</u>	<u>804,100</u>	<u>838,000</u>
TRANSFERS IN			
Transfers from other funds	-	108,000	312,000
Total funds available	<u>706,100</u>	<u>989,576</u>	<u>1,172,576</u>
EXPENDITURES			
General and administrative			
Landscape maintenance	180,993	280,000	278,000
Common Area Lighting	988	2,000	2,000
Monuments/Signage	-	2,000	2,000
Pest control	2,504	5,000	11,400
Insurance - Property	22,235	43,065	46,500
Management	74,409	102,000	96,000
Social Committee	14,098	19,000	21,100
Miscellaneous	-	10,575	2,000
Security	-	9,350	10,000
Snow removal	42,705	65,000	60,000
Pet Waste Services	1,628	-	-
Trails/Parks	-	-	5,000
Clubhouse/Cabana/Pool Deck	159	9,010	5,000
Fire Inspection/Repairs/Materials	-	1,000	1,000
Water	73,842	160,000	160,000
Electricity & Gas	16,813	6,000	20,000
Keys & Locks	216	-	-
Pool - Chemicals & Supplies	18,563	25,000	35,000
Pool - Contract	64,372	71,000	82,000
Pool - Supplies	7,367	7,000	-
Trash & Recycling	97,081	135,000	150,000
Holiday Lighting	10,651	15,000	15,000
Irrigation repairs	-	-	40,000
Fence repair	-	-	5,000
Fence staining	-	-	100,000
Total expenditures	<u>628,624</u>	<u>967,000</u>	<u>1,147,000</u>
Total expenditures and transfers out requiring appropriation	<u>628,624</u>	<u>967,000</u>	<u>1,147,000</u>
ENDING FUND BALANCES	<u>\$ 77,476</u>	<u>\$ 22,576</u>	<u>\$ 25,576</u>
EMERGENCY RESERVE	<u>\$ 22,000</u>	<u>\$ 22,000</u>	<u>\$ 25,000</u>
TOTAL RESERVE	<u>\$ 22,000</u>	<u>\$ 22,000</u>	<u>\$ 25,000</u>

No assurance provided. See summary of significant assumptions.

TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
DEBT SERVICE FUND
2025 BUDGET
WITH 2023 ACTUAL AND 2024 ESTIMATED
For the Years Ended and Ending December 31,

1/30/25

	ACTUAL 2023	ESTIMATED 2024	BUDGET 2025
BEGINNING FUND BALANCES	\$ 3,081,616	\$ 3,135,378	\$ 1,275,355
REVENUES			
Property taxes	346,560	599,936	701,030
Specific ownership taxes	31,960	53,994	63,093
Infrastructure Capital P-Taxes	30,401	52,620	61,494
Infrastructure Capital SO Taxes	2,803	4,736	5,534
Bond issuance proceeds	-	57,385,000	-
Interest income	159,044	180,000	64,000
Intergovernmental revenues	920,774	1,816,160	2,081,738
Total revenues	<u>1,491,542</u>	<u>60,092,446</u>	<u>2,976,889</u>
Total funds available	<u>4,573,158</u>	<u>63,227,824</u>	<u>4,252,244</u>
EXPENDITURES			
General and administrative			
County Treasurer's Fee	5,199	8,999	10,515
Infrastructure Capital County Treasurer's Fee	456	789	922
Paying agent fees	10,000	10,000	10,000
Contingency	-	2,243	4,850
Debt Service			
Bond interest - Senior Bonds	1,422,125	1,292,334	2,113,713
Bond interest - Subordinate Bonds	-	203,714	-
Bond principal	-	-	230,000
Bond refunding	-	60,001,634	-
Cost of issuance	-	432,756	-
Total expenditures	<u>1,437,780</u>	<u>61,952,469</u>	<u>2,370,000</u>
Total expenditures and transfers out requiring appropriation	<u>1,437,780</u>	<u>61,952,469</u>	<u>2,370,000</u>
ENDING FUND BALANCES	<u>\$ 3,135,378</u>	<u>\$ 1,275,355</u>	<u>\$ 1,882,244</u>
2019A DEBT SERVICE RESERVE	\$ 2,263,250	\$ -	\$ -
2019A SURPLUS RESERVE	872,128	-	-
2024A DEBT SERVICE RESERVE (Maximum: \$3,455,888)	-	1,275,355	1,882,244
TOTAL RESERVE	<u>\$ 3,135,378</u>	<u>\$ 1,275,355</u>	<u>\$ 1,882,244</u>

**TRAILS AT CROWFOOT METROPOLITAN DISTRICT NO. 3
2025 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

Trails at Crowfoot Metropolitan District No. 3 (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 10.946 mills).

Additionally, the Service Plan limits (subject to adjustment) the District’s debt service mill levy to 57.000 mills (currently adjusted to 62.392 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
2025 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 2025, SB22-238, SB23B-001, SB24-233, and HB24B-1001 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
2025 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 Junior Subordinate Limited Tax General Obligation Bonds, Series 2022C(3) (2022C Bonds) on April 6, 2022, in the respective par amount of \$19,110,000. The proceeds of the 2022C Bonds were used to: (i) finance additional public improvements related to the development; (ii) pay certain costs of issuance of the 2022C Bonds; and (iii) reimburse the cost of public improvements related to the development.

The District issued its General Obligation Limited Tax Refunding Bonds, Series 2024A (Senior Bonds) and its Subordinate General Obligation Limited Tax Refunding Bonds, Series 2024B (Subordinate Bonds) on August 22, 2024, in the respective par amounts of \$47,945,000 and \$9,440,000. The proceeds of the 2024 Bonds were used to: (i) to advance refund all of the outstanding principal balance of the Limited Tax General Obligation Bonds, Series 2019 and a portion the outstanding principal balance of the Junior Subordinate Limited Tax General Obligation Bonds, Series 2022C(3); and (ii) pay the cost of issuance.

The Senior Bonds bear interest at rates ranging from 4.000% to 5.000% and are payable semiannually on June 1 and December 1, beginning on December 1, 2024. The Senior Bonds consist of three term bonds maturing December 1, 2039, December 1, 2044, and December 1, 2054. Annual mandatory sinking fund principal payments are due on December 1, beginning on December 1, 2039. The Bonds mature on December 1, 2054.

To the extent principal of any Senior Bond is not paid when due, such principal shall remain outstanding until the earlier of its payment or the Senior Bonds Termination Date of December 1, 2054 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 issued at the rate of 6.875% per annum, respectively, and are payable annually on December 15, beginning December 15, 2024, from, and to the extent of, Subordinate Pledged Revenue available, if any, and mature on December 15, 2052. 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
2025 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, 2052, such unpaid amount shall be deemed discharged.

The Reserve Fund shall be funded in the amount of the Required Reserve of \$3,455,888. Subject to the receipt of sufficient Pledged Revenue, the Reserve Fund shall be maintained in the amount of the Required Reserve for so long as any Senior Bonds are outstanding. If at any time the Reserve Fund is drawn upon or valued so that the amount of the Reserve Fund is less than the Required Reserve, the Trustee shall apply Pledged Revenue to the credit of the Reserve Fund in amounts sufficient bring the amount credited to the Reserve Fund to the Required Reserve. The amount credited to the Reserve Fund shall never exceed the amount of the Required Reserve.

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**

**\$47,945,000 Limited Tax
General Obligation Bonds
Series 2024A
Issue date August 22, 2024
Interest from 4.000%-5.000%
Due June 1 and December 1**

Year Ending December 31,	Principal	Interest	Total
2025	\$ 230,000	\$ 2,113,713	\$ 2,343,713
2026	415,000	2,102,213	2,517,213
2027	545,000	2,081,463	2,626,463
2028	620,000	2,054,213	2,674,213
2029	655,000	2,023,213	2,678,213
2030	740,000	1,990,463	2,730,463
2031	775,000	1,953,463	2,728,463
2032	870,000	1,914,713	2,784,713
2033	910,000	1,871,213	2,781,213
2034	1,015,000	1,825,713	2,840,713
2035	1,065,000	1,774,963	2,839,963
2036	1,175,000	1,721,713	2,896,713
2037	1,235,000	1,662,963	2,897,963
2038	1,350,000	1,601,213	2,951,213
2039	1,420,000	1,533,713	2,953,713
2040	1,550,000	1,462,713	3,012,713
2041	1,610,000	1,400,713	3,010,713
2042	1,735,000	1,336,313	3,071,313
2043	1,805,000	1,266,913	3,071,913
2044	1,940,000	1,194,713	3,134,713
2045	2,015,000	1,117,113	3,132,113
2046	2,165,000	1,031,475	3,196,475
2047	2,255,000	939,463	3,194,463
2048	2,415,000	843,625	3,258,625
2049	2,520,000	740,988	3,260,988
2050	2,690,000	633,888	3,323,888
2051	2,805,000	519,563	3,324,563
2052	2,990,000	400,350	3,390,350
2053	3,115,000	273,275	3,388,275
2054	3,315,000	140,888	3,455,888
	<u>\$ 47,945,000</u>	<u>\$ 41,526,938</u>	<u>\$ 89,471,938</u>