



ICENOGLE SEAVER POGUE

September 28, 2026

Town of Monument
Town Council
645 Beacon Lite Road
Monument, CO 80132
Via Email: mlakind@tomgov.org

State of Colorado
Office of the State Auditor
Local Government Audit Division
1525 Sherman St., 7th Floor
Denver, CO 80203
Via E-Filing

Division of Local Government
1313 Sherman Street, Room 521
Denver, CO 80203
Via E-Filing

El Paso County Clerk and Recorder
1675 W. Garden of the Gods Road
Suite 2201
Colorado Springs, CO 80907
Via Email: steveschleiker@elpasoco.com

Re: Wagons West Metropolitan District
Filing of 2025 Annual Report

Dear Sir or Madam:

Enclosed for your information and records is a copy of the 2025 Annual Report for Wagons West Metropolitan District.

Should you have any questions regarding the enclosed, please do not hesitate to contact our office.

Sincerely,

ICENOGLE SEAVER POGUE
A Professional Corporation

Harrison North

Harrison North

WAGONS WEST METROPOLITAN DISTRICT
ANNUAL REPORT PURSUANT TO SECTION 32-1-207(3)(c), C.R.S.

Pursuant to Section 32-1-207(3)(c), C.R.S., the Wagons West Metropolitan District (the “District”) is required to submit an annual report for the preceding calendar year to the Board of Trustees of the Town of Monument (the “Town”), the Division of Local Government, the state auditor, and the El Paso County Clerk and Recorder. The District hereby submits this annual report pursuant to Section 32-1-207(3)(c), C.R.S. to satisfy the reporting requirement for the year 2025.

For the year ending December 31, 2025, the District makes the following report:

(A) Boundary changes made.

The District made no changes to its boundaries in 2025.

(B) Intergovernmental agreements entered into or terminated with other governmental entities.

The District did not enter into or terminate any intergovernmental agreements with other governmental entities in 2025.

(C) Access information to obtain a copy of rules and regulations adopted by the board.

For information concerning rules and regulations adopted by the District please contact the District’s General Counsel:

Jennifer L. Ivey
Icenogle Seaver Pogue, P.C.
4725 S. Monaco Street, Suite 360
Denver, CO 80237
Phone: (303) 292-9100
Email: JIvey@ISP-law.com

(D) A summary of litigation involving public improvements owned by the special district.

As of December 31, 2025, the District is not involved in any litigation involving public improvements owned by the District.

(E) The status of the construction of public improvements by the special district.

There were no public improvements constructed by the District in 2025.

(F) A list of facilities or improvements constructed by the special district that were conveyed or dedicated to the county or municipality.

As of December 31, 2025, no facilities or improvements were constructed by the District and conveyed or dedicated to the Town.

(G) The final assessed valuation of the special district as of December 31 of the reporting year.

\$3,377,600

(H) A copy of the current year's budget.

A copy of the District's 2026 Budget is attached hereto as **Exhibit A**. In addition, the District amended its 2026 budget on July 16, 2026. A copy of the 2026 Budget Amendment is attached hereto as **Exhibit B**.

(I) A copy of the audited financial statements, if required by the "Colorado Local Government Audit Law", part 6 of article 1 of title 29, or the application for exemption from audit, as applicable.

A copy of the District's 2025 audited financial statements are attached hereto as **Exhibit C**.

(J) Notice of any uncured defaults existing for more than ninety days under any debt instrument of the special district.

As of December 31, 2025, General Counsel for the District is not aware of any notice of uncured defaults existing for more than ninety (90) days under any debt instrument of the District.

(K) Any inability of the special district to pay its obligations as they come due under any obligation which continues beyond a ninety-day period.

As of December 31, 2025, General Counsel for the District is not aware of any inability of the District to pay its obligations as they come due in accordance with the terms of such obligations, which continue beyond a ninety (90) day period.

EXHIBIT A
2026 BUDGET

STATE OF COLORADO
COUNTY OF EL PASO
WAGONS WEST METROPOLITAN DISTRICT
2026 BUDGET RESOLUTION

The Board of Directors of the Wagons West Metropolitan District (the “District”), El Paso County, Colorado held a regular meeting on Thursday, November 6, 2025, at the hour of 12:00 P.M., via video conference at <https://us06web.zoom.us/j/87020820706?pwd=GPFteVAU9duLrkyoLXyQX8pKcqqgtj.1> and via telephone conference at Dial-In: 1-719-359-4580, Meeting ID: 870 2082 0706, Passcode: 904545.

The following members of the District’s Board of Directors (the “Board”) were present:

President: Dan Sailer

Also present were: Jennifer L. Ivey and Alicia J. Corley, Icenogle Seaver Pogue, P.C.; Alyssa Ferreira, CliftonLarsonAllen LLP; Mike Atencio, RowCal; and Tim Morzel, D.A.Davidson.

Ms. Ivey reported that proper notice was made to allow the Board to conduct a public hearing on the 2026 budget and, prior to the meeting, each of the directors had been notified of the date, time and place of this meeting and the purpose for which it was called. It was further reported that this meeting is a regular meeting of the Board and that a notice of regular meeting was posted on a public website of the District, <https://wagonswestmetro.specialdistrict.org/>, no less than twenty-four hours prior to the holding of the meeting, and to the best of her knowledge, remains posted to the date of this meeting.

Thereupon, Director Sailer introduced and moved the adoption of the following Resolution:

RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET, APPROPRIATING SUMS OF MONEY TO EACH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN AND LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2026 TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE WAGONS WEST METROPOLITAN DISTRICT, EL PASO COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2026 AND ENDING ON THE LAST DAY OF DECEMBER 2026.

WHEREAS, the Board has authorized its treasurer and accountant to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, the proposed budget was submitted to the Board for its review and consideration on or before October 15, 2025; and

WHEREAS, the proposed budget is more than fifty thousand dollars (\$50,000.00), due and proper notice was published on Thursday, October 16, 2025, in *The Gazette*, indicating (i) the date and time of the hearing at which the adoption of the proposed budget will be considered; (ii) that the proposed budget is available for inspection by the public at a designated place; (iii) that any interested elector of the District may file any objections to the proposed budget at any time prior to the final adoption of the budget by the District; and (iv) if applicable, the amount of the District's increased property tax revenues resulting from a request to the Division of Local Government pursuant to Section 29-1-302(1), C.R.S.; and an original publisher's Affidavit of Publication is attached hereto as Exhibit A and incorporated herein by this reference; and

WHEREAS, the proposed budget was open for inspection by the public at the designated place; and

WHEREAS, a public hearing was held on Thursday, November 6, 2025 and interested electors were given the opportunity to file or register any objections to said proposed budget and any such objections were considered by the Board; and

WHEREAS, the budget being adopted by the Board has been prepared based on the best information then available to the Board, including regarding the effects of Section 29-1-301, C.R.S., and Article X, Section 20 of the Colorado Constitution; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law; and

WHEREAS, pursuant to Section 29-1-113(1), C.R.S., the Board shall cause a certified copy of the budget, including the budget message and any resolutions adopting the budget, appropriating moneys and fixing the rate of any mill levy, to be filed with the Division of Local Government within thirty (30) days following the beginning of the fiscal year of the budget adopted; and

WHEREAS, pursuant to Section 32-1-1201, C.R.S., the Board shall determine in each year the amount of money necessary to be raised by taxation, taking into consideration those items required by law, and shall certify the rate so fixed to the board of county commissioners of each county within the District or having a portion of its territory within the District.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE WAGONS WEST METROPOLITAN DISTRICT, EL PASO COUNTY, COLORADO:

Section 1. Summary of 2026 Revenues and 2026 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2026, as more specifically set forth in the budget attached hereto as Exhibit B and incorporated herein by this reference, are accepted and approved.

Section 2. Adoption of Budget. That the budget as submitted, and if amended, then as amended, and attached hereto as Exhibit B is approved and adopted as the budget of the District for fiscal year 2026. The District's accountant has made a good faith effort and used the best information available at the time of preparation of the budget to provide the District with alternative scenarios, if applicable, showing a proposed budget and mill levies for fiscal year 2026. Due to the significant possibility that the final assessed valuation provided by the El Paso County Assessor's Office differs from the preliminary assessed valuation used in the proposed budget, the District's accountant is hereby directed to modify and/or adjust the budget and mill levy certification as needed to reflect the final assessed valuation, and/or any applicable revenue caps or limitations, including making any appropriate temporary property tax credit or temporary mill levy reduction, without the need for additional Board authorization.

Section 3. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

Section 4. Budget Certification. That the budget shall be certified by the Secretary or an Assistant Secretary, if applicable, of the District, and made a part of the public records of the District and a certified copy of the approved and adopted budget shall be filed with the Division of Local Government.

Section 5. 2026 Levy of General Property Taxes. That the attached budget indicates that the amount of money from general property taxes necessary to balance the budget for the General Fund for operating expenses is \$42,038 and that the 2025 valuation for assessment, as certified by the El Paso County Assessor, is \$3,377,600. That for the purposes of meeting all general operating expenses of the District during the 2026 budget year, there is hereby levied a tax

of 12.446 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2026.

Section 6. 2026 Levy of Debt Retirement Expenses. That the attached budget indicates that the amount of money from general property taxes necessary to balance the budget for the Debt Service Fund for debt retirement expense is \$152,421 and that the 2025 valuation for assessment, as certified by the El Paso County Assessor, is \$3,377,600. That for the purposes of meeting all debt retirement expenses of the District during the 2026 budget year, there is hereby levied a tax of 45.127 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2026.

Section 7. 2026 Mill Levy Adjustment. The Board may adjust the mill levy, as specifically set forth in the District's Service Plan (the "Adjusted Mill Levy"). The Board hereby determines in good faith to establish the Adjusted Mill Levy as set forth in the mill levy certification attached hereto as Exhibit C pursuant to the authority granted by its Service Plan to ensure that the District's revenues shall be neither diminished nor enhanced as a result of the changes affecting the mill levy. Subject to adjustment and finalization by the District's accountant in accordance with Section 2 hereof, the Board further authorizes that the Adjusted Mill Levy be reflected in the District's Certification of Tax Levies to be submitted to the Board of County Commissioners of El Paso County on or before December 15, 2025 (or such other date as may be prescribed by law), for collection in 2026.

Section 8. Certification to County Commissioners. That the Board Secretary and/or District's accountant are hereby authorized and directed to immediately certify to the Board of County Commissioners of El Paso County, the mill levy for the District hereinabove determined and set and provide such information as required by Section 39-1-125, C.R.S. That said certification shall be in substantially the following form attached hereto as Exhibit C and incorporated herein by this reference.

[The remainder of this page is intentionally left blank.]

The foregoing Resolution was seconded by Director Sailer.

RESOLUTION APPROVED AND ADOPTED THIS 6TH DAY OF NOVEMBER 2025.

WAGONS WEST METROPOLITAN DISTRICT

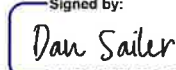
Signed by:
Dan Sailer
513B4E35B4EB407

By: Dan Sailer
Its: President

STATE OF COLORADO
COUNTY OF EL PASO
WAGONS WEST METROPOLITAN DISTRICT

I, Dan Sailer, hereby certify that I am a director and the duly elected and qualified President of the Wagons West Metropolitan District, and that the foregoing constitutes a true and correct copy of the record of proceedings of the Board of Directors of the District, adopted at a regular meeting of the Board of Directors of the Wagons West Metropolitan District held on Thursday, November 6, 2025, via video conference at <https://us06web.zoom.us/j/87020820706?pwd=GPFteVAU9duLrkyoLXyQX8pKcggktj.1> and via telephone conference at Dial-In: 1-719-359-4580, Meeting ID: 870 2082 0706, Passcode: 904545, as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2026; that said proceedings were duly had and taken; that the meeting was duly held; and that the persons were present at the meeting as therein shown.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the official seal of the District this 6th day of November 2025.

Signed by:

513B4E35B4FB407
Dan Sailer, President

[SEAL]



EXHIBIT A

Affidavit
Notice as to Proposed 2026 Budget

228962

AFFIDAVIT OF PUBLICATION

STATE OF COLORADO
COUNTY OF El Paso

I, Eliana Hero, being first duly sworn, deposes and says that she is the Legal Sales Representative of The Colorado Springs Gazette, LLC., a corporation, the publishers of a daily/weekly public newspapers, which is printed and published daily/weekly in whole in the County of El Paso, and the State of Colorado, and which is called Colorado Springs Gazette; that a notice of which the annexed is an exact copy, cut from said newspaper, was published in the regular and entire editions of said newspaper **1 time(s) to wit 10/16/2025**

That said newspaper has been published continuously and uninterruptedly in said County of El Paso for a period of at least six consecutive months next prior to the first issue thereof containing this notice; that said newspaper has a general circulation and that it has been admitted to the United States mails as second-class matter under the provisions of the Act of March 3, 1879 and any amendment thereof, and is a newspaper duly qualified for the printing of legal notices and advertisement within the meaning of the laws of the State of Colorado.



Eliana Hero
Sales Center Agent

Subscribed and sworn to me this 10/16/2025, at said City of Colorado Springs, El Paso County, Colorado.
My commission expires December 15, 2025.



Karen Hogan
Notary Public
The Gazette

KAREN HOGAN
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20224024441
MY COMMISSION EXPIRES 06/23/2026

**NOTICE AS TO PROPOSED
2026 BUDGET AND HEARING
WAGONS WEST METROPOLITAN DISTRICT**

NOTICE IS HEREBY GIVEN that a proposed budget has been submitted to the **WAGONS WEST METROPOLITAN DISTRICT** (the "District") for the ensuing year of 2026. A copy of such proposed budget has been filed in the office of CliftonLarsonAllen LLP, 2001 16th Street, Suite 1700, Denver, Colorado, where the same is open for public inspection. Such proposed budget will be considered at a hearing at the meeting of the District to be held at 12:00 P.M., on Thursday, November 6, 2025.

The location and additional information regarding the meeting will be available on the meeting notice posted on the District's website at <https://wagonswestmetro.specialdistrict.org/> at least 24-hours in advance of the meeting.

Any interested elector within the District may inspect the proposed budget and file or register any objections at any time prior to the final adoption of the 2026 budget.

BY ORDER OF THE
BOARD OF DIRECTORS OF THE DISTRICT:

By: /s/ ICENOGLE | SEAVER | POGUE
A Professional Corporation

Published in The Gazette October 16, 2025.

**NOTICE AS TO PROPOSED 2026 BUDGET AND HEARING
WAGONS WEST METROPOLITAN DISTRICT**

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Any interested elector within the District may inspect the proposed budget and file or register any objections at any time prior to the final adoption of the 2026 budget.

BY ORDER OF THE
BOARD OF DIRECTORS OF THE DISTRICT:

By: /s/ ICENOGLE | SEAVER | POGUE
A Professional Corporation

Publish In: *The Gazette*
Publish On: Thursday, October 16, 2025

EXHIBIT B

Budget Document
Budget Message

WAGONS WEST METROPOLITAN DISTRICT

ANNUAL BUDGET

FOR THE YEAR ENDING DECEMBER 31, 2026

**WAGONS WEST METROPOLITAN DISTRICT
SUMMARY
2026 BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/26

	ACTUAL 2024	ESTIMATED 2025	BUDGET 2026
BEGINNING FUND BALANCES	\$ 283,897	\$ 372,550	\$ 350,322
REVENUES			
Property taxes	198,218	192,472	194,459
Specific ownership tax	18,064	18,408	18,474
Maintenance fees	69,779	69,779	69,779
Interest income	14,220	12,020	12,025
Total revenues	300,281	292,679	294,737
TRANSFERS IN	3,539	-	-
Total funds available	587,717	665,229	645,059
EXPENDITURES			
General Fund	98,041	94,388	113,000
Debt Service Fund	113,587	220,519	179,000
Total expenditures	211,628	314,907	292,000
TRANSFERS OUT	3,539	-	-
Total expenditures and transfers out requiring appropriation	215,167	314,907	292,000
ENDING FUND BALANCES	\$ 372,550	\$ 350,322	\$ 353,059
EMERGENCY RESERVE	\$ 3,500	\$ 3,500	\$ 3,400
ALLEY REPAIR RESERVE	-	10,000	27,500
SURPLUS FUND (MAXIMUM \$168,500)	211,762	168,970	168,871
REQUIRED RESERVE FUND (\$133,250)	133,250	133,250	133,250
TOTAL RESERVE	\$ 348,512	\$ 315,720	\$ 333,021

See summary of significant assumptions.

**WAGONS WEST METROPOLITAN DISTRICT
PROPERTY TAX SUMMARY INFORMATION
2026 BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/26

	ACTUAL 2024	ESTIMATED 2025	BUDGET 2026
ASSESSED VALUATION			
Residential	\$ 3,075,880	\$ 3,075,880	\$ 3,354,790
Commercial	-	50	410
State assessed	23,090	24,300	22,400
Certified Assessed Value	<u>\$ 3,098,970</u>	<u>\$ 3,100,230</u>	<u>\$ 3,377,600</u>
MILL LEVY			
General	13.298	13.293	12.446
Debt Service	48.790	48.790	45.127
Total mill levy	<u>62.088</u>	<u>62.083</u>	<u>57.573</u>
PROPERTY TAXES			
General	\$ 41,210	\$ 41,212	\$ 42,038
Debt Service	151,199	151,260	152,421
Levied property taxes	192,409	192,472	194,459
Adjustments to actual/rounding	5,809	-	-
Budgeted property taxes	<u>\$ 198,218</u>	<u>\$ 192,472</u>	<u>\$ 194,459</u>
BUDGETED PROPERTY TAXES			
General	\$ 42,454	\$ 41,212	\$ 42,038
Debt Service	155,764	151,260	152,421
	<u>\$ 198,218</u>	<u>\$ 192,472</u>	<u>\$ 194,459</u>

**WAGONS WEST METROPOLITAN DISTRICT
GENERAL FUND
2026 BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/26

	ACTUAL 2024	ESTIMATED 2025	BUDGET 2026
BEGINNING FUND BALANCES	\$ 7,055	\$ 27,538	\$ 48,102
REVENUES			
Property taxes	42,454	41,212	42,038
Specific ownership tax	3,869	3,941	3,994
Maintenance fees	69,779	69,779	69,779
Interest income	24	20	25
Total revenues	116,126	114,952	115,836
TRANSFERS IN			
Transfers from other funds	2,398	-	-
Total funds available	125,579	142,490	163,938
EXPENDITURES			
General and administrative			
Accounting	17,986	17,000	18,000
Auditing	4,500	5,000	6,000
County Treasurer's fee	637	618	631
Contingency	-	-	2,869
Dues and licenses	369	370	500
Election expense	529	2,568	-
Engineering	480	-	-
Insurance and bonds	2,700	2,832	7,000
Legal services	27,388	17,000	19,000
Operations and maintenance			
District management	12,000	12,000	12,000
Repairs and maintenance	-	500	1,500
Irrigation repairs	-	500	1,500
Snow removal	-	2,000	5,000
Landscape maintenance - District	4,365	8,000	10,000
Water - District	22,803	19,500	20,000
Electricity - District	3,397	3,500	4,000
Miscellaneous	887	3,000	5,000
Total expenditures	98,041	94,388	113,000
Total expenditures and transfers out requiring appropriation	98,041	94,388	113,000
ENDING FUND BALANCES	\$ 27,538	\$ 48,102	\$ 50,938
EMERGENCY RESERVE	\$ 3,500	\$ 3,500	\$ 3,400
ALLEY REPAIR RESERVE	-	10,000	27,500
TOTAL RESERVE	\$ 3,500	\$ 13,500	\$ 30,900

See summary of significant assumptions.

**WAGONS WEST METROPOLITAN DISTRICT
DEBT SERVICE FUND
2026 BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/26

	ACTUAL 2024	ESTIMATED 2025	BUDGET 2026
BEGINNING FUND BALANCES	\$ 273,362	\$ 345,012	\$ 302,220
REVENUES			
Property taxes	155,764	151,260	152,421
Specific ownership tax	14,195	14,467	14,480
Interest income	14,137	12,000	12,000
Total revenues	184,096	177,727	178,901
TRANSFERS IN			
Transfers from other funds	1,141	-	-
Total funds available	458,599	522,739	481,121
EXPENDITURES			
General and administrative			
County Treasurer's fees	2,337	2,269	2,286
Paying agent fees	7,000	7,000	7,000
Contingency	-	-	4,464
Debt Service			
Bond principal - Series 2020A	20,000	20,000	25,000
Bond interest - Series 2020A	84,250	83,250	82,250
Bond interest - Series 2020B	-	108,000	58,000
Total expenditures	113,587	220,519	179,000
Total expenditures and transfers out requiring appropriation	113,587	220,519	179,000
ENDING FUND BALANCES	\$ 345,012	\$ 302,220	\$ 302,121
SURPLUS FUND (MAXIMUM \$168,500)	\$ 211,762	\$ 168,970	\$ 168,871
REQUIRED RESERVE FUND (\$133,250)	133,250	133,250	133,250
TOTAL RESERVE	\$ 345,012	\$ 302,220	\$ 302,121

See summary of significant assumptions.

**WAGONS WEST METROPOLITAN DISTRICT
CAPITAL PROJECTS FUND
2026 BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/26

	ACTUAL 2024	ESTIMATED 2025	BUDGET 2026
BEGINNING FUND BALANCES	\$ 3,480	\$ -	\$ -
REVENUES			
Interest income	59	-	-
Total revenues	59	-	-
Total funds available	3,539	-	-
EXPENDITURES			
Total expenditures	-	-	-
TRANSFERS OUT			
Transfers to other funds	3,539	-	-
Total expenditures and transfers out requiring appropriation	3,539	-	-
ENDING FUND BALANCES	\$ -	\$ -	\$ -

See summary of significant assumptions.

**WAGONS WEST METROPOLITAN DISTRICT
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The District, a quasi-municipal corporation and a political subdivision of the State of Colorado, was organized by order and decree of the District Court for El Paso County on November 30, 2018, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District operates under a Service Plan submitted to the Board of Trustees on June 18, 2018. The District's service area is located entirely within the Town of Monument, El Paso County, Colorado (the "Town").

The District was established to provide a part or all of the Public Improvements for the use and benefit of all anticipated constituents and taxpayers of the District. The primary purpose of the District is to finance the construction of the Public Improvements, including water, storm sewer, sanitation, street and roadway improvement, traffic and safety control, parks and recreation, transportation, television relay and translator, mosquito and pest elimination and control, solid waste disposal and covenant enforcement.

At an election held on November 6, 2018, the voters approved general indebtedness of \$5,000,000 at a maximum interest rate of 18% for each of the following improvement services: water, sanitation, streets, safety protection, parks and recreation, transportation, television relay and translation, mosquito control and fire protection. The election authorized indebtedness of \$5,000,000 each for operations and maintenance, intergovernmental agreements, reimbursement agreements, construction management agreement and refunding debt. The election also allows the District to retain all revenues without regard to the limitations contained in Article X, Section 20 of the Colorado constitution.

Pursuant to the District's Service Plan, the maximum mill levy is 50 mills, as adjusted.

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.

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 sales of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

**WAGONS WEST METROPOLITAN DISTRICT
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Revenues – (continued)

Property Taxes – (continued)

The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District.

For property tax collection year 2026, HB24B-1001 set the assessment rates as follows:

Category	Rate	Category	Rate
Single-Family Residential	6.25%	Agricultural Land	27.00%
Multi-Family Residential	6.25%	Renewable Energy Land	27.00%
Commercial	27.00%	Vacant Land	27.00%
Industrial	27.00%	Personal Property	27.00%
Lodging	27.00%	State Assessed	27.00%
		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 9.50% of the property taxes collected.

Net Investment Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 4.00%.

Maintenance Fees

The District has entered a Maintenance Obligations Agreement with Wagons West Paired Homes Association, Inc (The Association). The Association will perform maintenance obligations on behalf of the District. In order to fund this obligation, the District will impose a fee of \$35.91/month for each Villa homeowner and \$41.96/month for each Town Home owner.

Expenditures

County Treasurer's Collection Fees

County Treasurer's collection fees have been computed at 1.50% of property taxes.

**WAGONS WEST METROPOLITAN DISTRICT
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures – (continued)

General, Administrative, and Operations Expenditures

Operating and administrative expenditures include the estimated services necessary to maintain the District's administrative viability such as legal, management, accounting, insurance and meeting expense. Estimated expenditures related to street repairs and maintenance, street lights, street sweeping, landscaping, mowing, parks and open space maintenance, utilities and snow removal were also included in the budget.

Debt Service

Principal and interest payments are provided based on the debt amortization schedule from the Series 2020A Bonds.

Debt and Leases

2020A and 2020B Bonds

In March 2020, the District issued \$1,685,000 in Series 2020A General Obligation Bonds and \$553,000 in Series 2020B Subordinate General Obligation Bonds (the "Bonds"). The Bonds are special limited obligations of the District secured by and payable from the pledged revenues, consisting of revenues attributable to privately imposed public improvement fees payable with respect to certain retail sales transactions and construction activities occurring within the development, and revenues generated from the commercial and residential facilities fees imposed by the District. The Series 2020A Bonds are term bonds maturing as follows: \$10,515,000 due December 1, 2049 at an interest rate of 5.00%. The Series 2020B Bonds of \$553,000 are term bonds due December 15, 2049 at an interest rate of 8.50%.

Series 2020A Bonds Reserve Fund

The Series 2020A Bonds are also secured by amounts on deposit in the Senior Reserve Fund which was funded from proceeds of the Series 2020A Bonds in the amount of the Senior Reserve Requirement of \$133,250.

Series 2020A Bonds Surplus Fund

Prior to the Conversion Date, Senior Pledged Revenue that is not needed to pay debt service on the Series 2020A Bonds in any year will be deposited to and held in the Senior Surplus Fund, up to the Maximum Surplus Amount of \$168,500.

Developer Advances

The District entered into an Operations Reimbursement Agreement (Operations Agreement) with the Developer. The District agrees to repay the Developer along with accrued interest, at a rate of 8% beginning on the date the advance were made to the date of repayment. The Operations Agreement does not constitute a multiple-fiscal year obligation.

**WAGONS WEST METROPOLITAN DISTRICT
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases – (continued)

Developer Advances – (continued)

The District entered into a Facilities Funding and Acquisition Agreement (Facilities Agreement) with the Developer. The District agrees to repay the Developer along with accrued interest, at a rate of 8% beginning on the date the advance were made to the date of repayment. The Facilities Agreement does not constitute a multiple-fiscal year obligation.

The District has outstanding Long Term Obligations as follows:

	Balance - December 31, 2024	Additions *	Deletions *	Balance - December 31, 2025
Series 2020A Bonds - Principal	\$ 1,665,000	\$ -	\$ 20,000	\$ 1,645,000
Series 2020B Bonds - Principal	553,000	-	-	553,000
Series 2020A Bonds - Premium	43,723	-	2,561	41,162
Series 2020B Bonds - Accrued Interest	267,315	47,005	108,000	206,320
Developer Advances - Capital	577,143	-	-	577,143
Developer Advances - Capital Accrued Interest	221,215	46,171	-	267,386
Developer Advances - Operations	149,002	-	-	149,002
Developer Advances - Operations Accrued Interest	47,121	11,920	-	59,041
Total Long Term Obligations	<u>\$ 3,523,519</u>	<u>\$ 105,097</u>	<u>\$ 130,561</u>	<u>\$ 3,498,055</u>
	Balance - December 31, 2025	Additions*	Deletions*	Balance - December 31, 2026
Series 2020A Bonds - Principal	\$ 1,645,000	\$ -	\$ 25,000	\$ 1,620,000
Series 2020B Bonds - Principal	553,000	-	-	553,000
Series 2020A Bonds - Premium	41,162	-	2,530	38,632
Series 2020B Bonds - Accrued Interest	206,320	47,005	58,000	195,325
Developer Advances - Capital	577,143	-	-	577,143
Developer Advances - Capital Accrued Interest	267,386	46,171	-	313,558
Developer Advances - Operations	149,002	-	-	149,002
Developer Advances - Operations Accrued Interest	59,041	11,920	-	70,961
Total Long Term Obligations	<u>\$ 3,498,055</u>	<u>\$ 105,097</u>	<u>\$ 85,530</u>	<u>\$ 3,517,621</u>

* Estimates

**WAGONS WEST METROPOLITAN DISTRICT
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases – (continued)

Leases

The District has no capital or operating leases.

Reserves

Emergency Reserves

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending.

Debt Services Reserves

The Bonds have a Required Reserve Amount in the amount of \$133,250.

This information is an integral part of the accompanying budget.

**WAGONS WEST METROPOLITAN DISTRICT
SCHEDULE OF DEBT SERVICES
REQUIREMENTS TO MATURITY**

\$1,685,000 General Obligation Bonds

Series 2020A

Dated March 4, 2020

Interest Rate of 5.00%

Payable June 1 and December 1

Year Ended December 31,	Principal	Interest	Total
2026	\$ 25,000	\$ 82,250	\$ 107,250
2027	25,000	81,000	106,000
2028	30,000	79,750	109,750
2029	30,000	78,250	108,250
2030	35,000	76,750	111,750
2031	35,000	75,000	110,000
2032	40,000	73,250	113,250
2033	40,000	71,250	111,250
2034	45,000	69,250	114,250
2035	50,000	67,000	117,000
2036	55,000	64,500	119,500
2037	55,000	61,750	116,750
2038	60,000	59,000	119,000
2039	65,000	56,000	121,000
2040	70,000	52,750	122,750
2041	70,000	49,250	119,250
2042	80,000	45,750	125,750
2043	80,000	41,750	121,750
2044	90,000	37,750	127,750
2045	95,000	33,250	128,250
2046	100,000	28,500	128,500
2047	105,000	23,500	128,500
2048	115,000	18,250	133,250
2049	250,000	12,500	262,500
	\$ 1,645,000	\$ 1,338,250	2,983,250

See summary of significant assumptions.

EXHIBIT C

Certification of Tax Levy

CERTIFICATION OF TAX LEVIES for NON-SCHOOL GovernmentsTO: County Commissioners¹ of El Paso County, Colorado.

On behalf of the Wagons West Metropolitan District,
 (taxing entity)^A
 the Board of Directors
 (governing body)^B
 of the Wagons West Metropolitan District
 (local government)^C

Hereby officially certifies the following mills
 to be levied against the taxing entity's GROSS \$ 3,377,600
 assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation
 (AV) different than the GROSS AV due to a Tax
 Increment Financing (TIF) Area^F the tax levies must be \$ 3,377,600
 calculated using the NET AV. The taxing entity's total
 property tax revenue will be derived from the mill levy
 multiplied against the NET assessed valuation of: (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)
**USE VALUE FROM FINAL CERTIFICATION OF VALUATION PROVIDED
 BY ASSESSOR NO LATER THAN DECEMBER 10**

Submitted: 12/09/2025 for budget/fiscal year 2026.
 (no later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>12.446</u> mills	\$ <u>42,038</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	<u>12.446</u> mills	\$ <u>42,038</u>
3. General Obligation Bonds and Interest ^J	<u>45.127</u> mills	\$ <u>152,421</u>
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>57.573</u> mills	\$ <u>194,459</u>

Contact person: (print) Seef Le Roux Daytime phone: (719) 635-0330
 Signed: Seef Le Roux Title: Accountant for the District

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 864-7720.

¹ If the *taxing entity's* boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.

² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's **FINAL** certification of valuation).

CERTIFICATION OF TAX LEVIES, continued

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.). Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:

BONDS^J:

1.	Purpose of Issue:	Public Infrastructure
	Series:	General Obligation Bonds, Series 2020A
	Date of Issue:	March 4, 2020
	Coupon Rate:	5.00%
	Maturity Date:	December 1, 2049
	Levy:	29.288
	Revenue:	\$98,923
2.	Purpose of Issue:	Public Infrastructure
	Series:	Subordinate General Obligation Bonds, Series 2020B
	Date of Issue:	March 4, 2020
	Coupon Rate:	8.50%
	Maturity Date:	December 15, 2049
	Levy:	15.839
	Revenue:	\$53,498

CONTRACTS^K:

3.	Purpose of Contract:	
	Title:	
	Date:	
	Principal Amount:	
	Maturity Date:	
	Levy:	
	Revenue:	
4.	Purpose of Contract:	
	Title:	
	Date:	
	Principal Amount:	
	Maturity Date:	
	Levy:	
	Revenue:	

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Wagons
West Metropolitan District of El Paso County, Colorado on this 6th day of November 2025.

Signed by:
Dan Sailer
513B4E35B4FB407
Dan Sailer, President

S E A L



EXHIBIT B
2026 BUDGET AMENDMENT

RESOLUTION TO AMEND 2026 BUDGET

COMES NOW, Dan Sailer, the President of the Wagons West Metropolitan District (the “District”), and certifies that at a special meeting of the Board of Directors of the District held, Thursday, the 16th day of July, 2026, at 11:00 A.M., at 940 W. Baptist Road, Monument, Colorado 80132 and which such meeting will also be made available via online meeting at <https://us06web.zoom.us/j/84139223344?pwd=WApC6TmfMJeNNzdn3YCMfgVoU5BF7p.1> and via telephone at Dial In: 1-719-359-4580, Meeting ID: 841 3922 3344, Passcode: 850811, the following Resolution was adopted by affirmative vote of a majority of the Board of Directors, to-wit:

WHEREAS, the Board of Directors of the District appropriated funds for the fiscal year 2026 as follows:

Debt Service Fund	\$179,000
-------------------	-----------

and;

WHEREAS, funds are available for additional expenditures and transfers by the District due to revenues not assured at the time of the adoption of the budget from sources other than the District’s property tax mill levy; and

WHEREAS, the District will be receiving revenues in the maximum principal amount of \$2,590,000 that were not anticipated or assured at the time of the adoption of the 2026 budget from the issuance of the District’s Loan, Series 2026, and therefore may authorize the expenditure of funds in excess of those previously appropriated for the fiscal year 2026; and

WHEREAS, due and proper notice was published on Friday, June 26, 2026 in the Gazette, indicating (i) the date and time of the hearing at which the adoption of the proposed 2026 budget amendment will be considered; (ii) that the proposed budget amendment is available for inspection by the public at a designated place; and (iii) that any interested persons may file any objections to the proposed budget amendment at any time prior to the final adoption of the budget by the District, as shown on the publisher’s Affidavit of Publication attached hereto as Exhibit A and incorporated herein by this reference; and

WHEREAS, the proposed budget amendment was open for inspection by the public at a designated place; and

WHEREAS, a public hearing was held on Thursday, July 16, 2026 and interested persons were given the opportunity to file or register any objections to said proposed budget amendment and any such objections were considered by the Board of Directors; and

NOW THEREFORE, BE IT RESOLVED that the Board of Directors of the District shall and hereby does amend the budget for the fiscal year 2026 as follows:

Debt Service Fund

\$3,000,000

BE IT FURTHER RESOLVED, that such sums are hereby appropriated from the revenues of the District to the Debt Service Fund for the purpose stated, and that any ending fund balances shall be reserved for purposes of Article X, Section 20 of the Colorado Constitution.

Whereupon, a motion was made and seconded by Director Sailer, and upon a unanimous vote this Resolution was approved by the Board of Directors.

APPROVED AND ADOPTED THIS 16th DAY OF JULY, 2026.

WAGONS WEST METROPOLITAN DISTRICT

Signed by:

Dan Sailer

513B4E35B4FB407...

By: Dan Sailer, President

**WAGONS WEST METROPOLITAN DISTRICT
DEBT SERVICE FUND
2026 AMENDED BUDGET**

	ORIGINAL BUDGET	AMENDED BUDGET
BEGINNING FUND BALANCES	\$ 302,220	\$ 307,441
REVENUES		
Property taxes	152,421	152,421
Specific ownership tax	14,480	14,480
Interest income	12,000	12,000
Bond issuance proceeds - Series 2026	-	2,524,000
Total revenues	178,901	2,702,901
Total funds available	481,121	3,010,342
EXPENDITURES		
General and administrative		
Bond issuance costs	-	165,000
County Treasurer's fees	2,286	2,286
Paying agent fees	7,000	7,000
Repay Developer advance	-	200,000
Contingency	4,464	5,749
Debt Service		
Bond principal - Series 2020A	25,000	-
Bond interest - Series 2020A	82,250	41,125
Bond interest - Series 2020B	58,000	-
Bond refunding - Series 2020A and 2020B	-	2,525,659
Bond principal - Series 2026	-	10,000
Bond interest - Series 2026	-	43,181
Total expenditures	179,000	3,000,000
Total expenditures and transfers out requiring appropriation	179,000	3,000,000
ENDING FUND BALANCES	\$ 302,121	\$ 10,342

EXHIBIT A

Notice of Special Meeting
Affidavit
Notice as to Proposed 2026 Budget Amendment

NOTICE OF SPECIAL MEETING
WAGONS WEST METROPOLITAN DISTRICT
TOWN OF MONUMENT, EL PASO COUNTY, COLORADO
July 16, 2026

NOTICE IS HEREBY GIVEN that the Board of Directors (the “Board”) of **WAGONS WEST METROPOLITAN DISTRICT**, of the Town of Monument, County of El Paso, State of Colorado (the “District”), will hold a special meeting at 11:00 A.M. on Thursday, July 16, 2026, at 940 W. Baptist Road, Monument, Colorado 80132 and which such meeting will also be made available via online meeting at <https://us06web.zoom.us/j/84139223344?pwd=WApC6TmfMJeNNzdn3YCMfgVoU5BF7p.1> and via telephone at Dial In: 1-719-359-4580, Meeting ID: 841 3922 3344, Passcode: 850811.

At this meeting, it is anticipated that the Board will make a final determination to issue and refund general obligation indebtedness. Specifically, the District will consider adoption of a Resolution authorizing the District to enter into a loan agreement by and between the District and Parkside Financial Bank and Trust, as lender, for the execution and delivery of the District’s Loan Agreement and Promissory Note, Series 2026 in the principal amount not to exceed \$2,590,000 (together, the “2026 Loan”) for the purpose of refunding the District’s outstanding General Obligation Limited Tax Bonds, Series 2020A and the District’s Subordinate General Obligation Limited Tax Bonds, Series 2020B₍₃₎, and paying costs in connection with the issuance of the 2026 Loan. Such resolution will also authorize the execution of all other documents or writings as may be necessary for the issuance of the aforementioned 2026 Loan, including the execution of a loan agreement and other documents and agreements ancillary to the issuance and security of the 2026 Loan. Pursuant to the Supplemental Public Securities Act, no legal or equitable action brought with respect to any legislative acts or proceedings in connection with the authorization or issuance of the 2026 Loan may be commenced more than thirty days after the authorization of such bonds pursuant to the aforementioned Resolution.

The Board will also take up such other business as may be before the Board. The meeting is open to the public.

Pursuant to the provisions of the Supplemental Public Securities Act, one or more members of the Board may participate in this meeting and may vote on the foregoing matters through the use of a conference telephone or other telecommunications device.

The agenda for the meeting is attached hereto.

BY ORDER OF THE BOARD OF DIRECTORS:
WAGONS WEST METROPOLITAN DISTRICT

By: /s/ ICENOGLE | SEAYER | POGUE
A Professional Corporation

General Counsel to the District

Posted on the District’s website not less than 24 hours prior to the meeting.

WAGONS WEST METROPOLITAN DISTRICT

Special Meeting

Thursday, July 16, 2026

11:00 A.M.

940 West Baptist Road, Monument, Colorado 80132

<https://us06web.zoom.us/j/84139223344?pwd=WApC6TmfMJeNNzdn3YCMfgVoU5BF7p.1>

Dial-In: 1-719-359-4580

Meeting ID: 841 3922 3344

Passcode: 850811

Board of Directors

President	Dan Sailer	May 2027
Vacant		May 2027
Vacant		May 2029
Vacant		May 2029
Vacant		May 2029

AGENDA

1. Call To Order/Declaration of Quorum
2. Directors Matters/Disclosure Matters
3. Approval of/Additions To/Deletions From the Agenda
4. Public Comment For Matters Not on Agenda
5. Approval of Minutes
 - a. Consider Approval of May 21, 2026 Special Meeting Minutes
6. Legal Matters
7. Financial Matters
 - a. Public Hearing on Proposed 2026 Budget Amendment
 - i. Public Comment Period
 - ii. Consider Approval of Resolution Approving Proposed 2026 Budget Amendment and Appropriate Sums of Money
8. 2020A&B Bonds
 - a. Review and consider adoption of a Resolution authorizing the District to enter into a loan agreement by and between the District and Parkside Financial Bank and Trust as lender for the execution and delivery of the District's Loan Agreement and Promissory Note, Series 2026 in the principal amount not to

exceed \$2,590,000 (together, the “2026 Loan”) for the purpose of refunding the District’s General Obligation Limited Tax Bonds, Series 2020A and the District’s Subordinate General Obligation Limited Tax Bonds, Series 2020B₍₃₎, and paying costs in connection with the issuance of the 2026 Loan (enclosure).

- b. Consider Approval of any other matters related to the 2026 Loan.

9. Other Business

10. Adjournment

245167

AFFIDAVIT OF PUBLICATION

STATE OF COLORADO
COUNTY OF El Paso

I, Fredrick Rogers, being first duly sworn, deposes and says that he is the Legal Sales Representative of The Colorado Springs Gazette, LLC., a corporation, the publishers of a daily/weekly public newspapers, which is printed and published daily/weekly in whole in the County of El Paso, and the State of Colorado, and which is called Colorado Springs Gazette; that a notice of which the annexed is an exact copy, cut from said newspaper, was published in the regular and entire editions of said newspaper
1 time(s) to wit 06/26/2026

That said newspaper has been published continuously and uninterruptedly in said County of El Paso for a period of at least six consecutive months next prior to the first issue thereof containing this notice; that said newspaper has a general circulation and that it has been admitted to the United States mails as second-class matter under the provisions of the Act of March 3, 1879 and any amendment thereof, and is a newspaper duly qualified for the printing of legal notices and advertisement within the meaning of the laws of the State of Colorado.

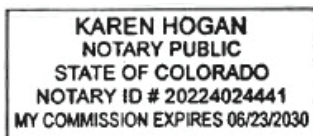


Fredrick Rogers
Sales Center Agent

Subscribed and sworn to me this 06/28/2026, at said City of Colorado Springs, El Paso County, Colorado.
My commission expires June 23, 2030.



Karen Hogan
Notary Public
The Gazette



Document Authentication Number 20224024441-419131

NOTICE AS TO PROPOSED AMENDED 2026 BUDGET AND HEARING WAGONS WEST METROPOLITAN DISTRICT

NOTICE IS HEREBY GIVEN that a proposed amended budget will be submitted to the WAGONS WEST METROPOLITAN DISTRICT (the "District") for the year of 2026. A copy of such proposed amended budget has been filed in the office of CliftonLarsonAllen LLP, 2001 16th Street, Suite 1700, Denver, Colorado, where same is open for public inspection. Such proposed amended budget will be considered at a hearing at the meeting of the District to be held at 11:00 A.M., on Thursday, July 16, 2026.

The location and additional information regarding the meeting will be available on the meeting notice posted on the District's website at <https://wagonswestmetro.specialdistrict.org/> at least 24-hours in advance of the meeting.

Any interested elector within the District may inspect the proposed amended budget and file or register any objections at any time prior to the final adoption of the amended 2026 budget.

BY ORDER OF THE BOARD OF DIRECTORS OF THE DISTRICT:

By: /s/ ICENOGLER | SEAVER | POGUE
A Professional Corporation

Published in The Gazette June 26, 2026.

NOTICE AS TO PROPOSED AMENDED 2026 BUDGET AND HEARING WAGONS WEST METROPOLITAN DISTRICT

NOTICE IS HEREBY GIVEN that a proposed amended budget will be submitted to the **WAGONS WEST METROPOLITAN DISTRICT** (the “District”) for the year of 2026. A copy of such proposed amended budget has been filed in the office of CliftonLarsonAllen LLP, 2001 16th Street, Suite 1700, Denver, Colorado, where same is open for public inspection. Such proposed amended budget will be considered at a hearing at the meeting of the District to be held at 11:00 A.M., on Thursday, July 16, 2026.

The location and additional information regarding the meeting will be available on the meeting notice posted on the District’s website at <https://wagonswestmetro.specialdistrict.org/> at least 24-hours in advance of the meeting.

Any interested elector within the District may inspect the proposed amended budget and file or register any objections at any time prior to the final adoption of the amended 2026 budget.

BY ORDER OF THE
BOARD OF DIRECTORS OF THE DISTRICT:

By: /s/ ICENOGLE | SEAVER | POGUE
A Professional Corporation

Publish In: *The Gazette*
Publish On: Friday, June 26, 2026

EXHIBIT C
2025 AUDITED FINANCIAL STATEMENTS

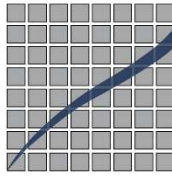
**WAGONS WEST METROPOLITAN DISTRICT
El Paso County, Colorado**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2025

**WAGONS WEST METROPOLITAN DISTRICT
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BiggsKofford

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Wagons West Metropolitan District
El Paso County, Colorado

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Wagons West Metropolitan District ("District") as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of December 31, 2025, the respective changes in financial position, and the budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of the report. We are required to be independent of the District and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance

and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The supplementary information, as identified in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the

basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information, as identified in the table of contents. The other information does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or provide any assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

BiggsKofford LLP

Colorado Springs, Colorado
May 5, 2026

BASIC FINANCIAL STATEMENTS

WAGONS WEST METROPOLITAN DISTRICT
STATEMENT OF NET POSITION
DECEMBER 31, 2025

	Governmental Activities
ASSETS	
Cash and Investments	\$ 9,573
Cash and Investments - Restricted	309,686
Receivable from County Treasurer	1,470
Prepaid Expenses	3,165
Receivable from Management	35,492
Property Tax Receivable	194,459
Capital Assets:	
Capital Assets Net of Depreciation	138,854
Total Assets	<u>692,699</u>
LIABILITIES	
Accounts Payable	2,740
Accrued Interest	6,854
Noncurrent Liabilities:	
Due Within One Year	25,000
Due in More Than One Year	3,498,379
Total Liabilities	<u>3,532,973</u>
DEFERRED INFLOWS OF RESOURCES	
Property Tax Revenue	194,459
Total Deferred Inflows of Resources	<u>194,459</u>
NET POSITION	
Invested in Capital Assets, Net of Related Debt	(66,924)
Restricted for:	
Emergency Reserve	3,400
Unrestricted	<u>(2,971,209)</u>
Total Net Position	<u><u>\$ (3,034,733)</u></u>

See accompanying Notes to Basic Financial Statements.

**WAGONS WEST METROPOLITAN DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2025**

		Program Revenues		Net Revenue (Expense) and Change in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
FUNCTIONS/PROGRAMS				Governmental Activities
Primary Government:				
Governmental Activities:				
General Government	\$ 98,849	\$ 69,779	\$ -	\$ -
Interest on Long-Term Debt and Related Costs	217,298	-	-	-
Total Governmental Activities	<u>\$ 316,147</u>	<u>\$ 69,779</u>	<u>\$ -</u>	<u>\$ -</u>
GENERAL REVENUES				
Property Taxes				192,580
Specific Ownership Taxes				18,448
Interest Income				14,143
Total General Revenues				<u>225,171</u>
CHANGE IN NET POSITION				(21,197)
Net Position - Beginning of Year				<u>(3,013,536)</u>
NET POSITION - END OF YEAR				<u>\$ (3,034,733)</u>

See accompanying Notes to Basic Financial Statements.

**WAGONS WEST METROPOLITAN DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2025**

	General	Debt Service	Total Governmental Funds
ASSETS			
Cash and Investments	\$ 9,573	\$ -	\$ 9,573
Cash and Investments - Restricted	3,400	306,286	309,686
Receivable from County Treasurer	315	1,155	1,470
Prepaid Expenses	3,165	-	3,165
Receivable from Management	35,492	-	35,492
Property Tax Receivable	42,038	152,421	194,459
	<u>93,983</u>	<u>459,862</u>	<u>553,845</u>
Total Assets	<u>\$ 93,983</u>	<u>\$ 459,862</u>	<u>\$ 553,845</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 2,740	\$ -	\$ 2,740
Total Liabilities	<u>2,740</u>	<u>-</u>	<u>2,740</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Property Tax	42,038	152,421	194,459
Total Deferred Inflows of Resources	<u>42,038</u>	<u>152,421</u>	<u>194,459</u>
FUND BALANCES			
Nonspendable:			
Prepaid Expenses	3,165	-	3,165
Restricted for:			
Emergency Reserves	3,400	-	3,400
Debt Service	-	307,441	307,441
Unassigned	42,640	-	42,640
Total Fund Balances	<u>49,205</u>	<u>307,441</u>	<u>356,646</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 93,983</u>	<u>\$ 459,862</u>	
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			
Capital Assets, Not Being Depreciated			138,854
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.			
Bonds Payable			(2,198,000)
Bond Premium			(41,162)
Accrued Interest on Bonds			(238,498)
Developer Advance Payable			(726,145)
Accrued Interest on Developer Advance Payable			<u>(326,428)</u>
Net Position of Governmental Activities			<u>\$ (3,034,733)</u>

See accompanying Notes to Basic Financial Statements.

WAGONS WEST METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2025

	General	Debt Service	Total Governmental Funds
REVENUES			
Property Taxes	\$ 41,235	\$ 151,345	\$ 192,580
Specific Ownership Taxes	3,950	14,498	18,448
Maintenance Fees	69,779	-	69,779
Interest Income	35	14,108	14,143
Total Revenues	<u>114,999</u>	<u>179,951</u>	<u>294,950</u>
EXPENDITURES			
General, Administrative, and Operations:			
Accounting	18,541	-	18,541
Auditing	5,000	-	5,000
County Treasurer's Fees	619	2,272	2,891
District Management	15,000	-	15,000
Dues And Membership	370	-	370
Election	2,568	-	2,568
Electricity	3,333	-	3,333
Insurance	2,832	-	2,832
Landscaping	7,540	-	7,540
Legal	17,980	-	17,980
Miscellaneous	1,969	-	1,969
Water	17,580	-	17,580
Debt Service:			
Bond Interest - Series 2020A	-	83,250	83,250
Bond Interest - Series 2020B	-	105,000	105,000
Bond Principal - Series 2020A	-	20,000	20,000
Paying Agent Fees	-	7,000	7,000
Total Expenditures	<u>93,332</u>	<u>217,522</u>	<u>310,854</u>
NET CHANGE IN FUND BALANCES	21,667	(37,571)	(15,904)
Fund Balances - Beginning of Year	<u>27,538</u>	<u>345,012</u>	<u>372,550</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 49,205</u></u>	<u><u>\$ 307,441</u></u>	<u><u>\$ 356,646</u></u>

See accompanying Notes to Basic Financial Statements.

**WAGONS WEST METROPOLITAN DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2025**

Net Change in Fund Balances - Total Governmental Funds	\$	(15,904)
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Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. In the statement of activities capital outlay is not reported as an expenditure. However, the statement of activities will report as depreciation expense the allocation of the cost of any depreciable asset over the estimated useful life of the asset. Therefore, this is the amount of capital outlay, depreciation and dedication of capital assets to other governments, in the current period.

Depreciation Expense		(5,517)
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The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds. Neither transaction, however, has any effect on net position.

Bond Principal Payment		20,000
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Current Year Amortization of Bond Premium		2,561
Accrued Interest on Bonds Payable - Change in Liability		35,755
Accrued Interest Payable Developer Advance - Change in Liability		(58,092)
		(21,197)

Changes in Net Position of Governmental Activities	\$	(21,197)
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**WAGONS WEST METROPOLITAN DISTRICT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2025**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Property Taxes	\$ 41,212	\$ 41,235	\$ 23
Specific Ownership Taxes	4,121	3,950	(171)
Maintenance Fees	69,779	69,779	-
Interest Income	27	35	8
Total Revenues	115,139	114,999	(140)
EXPENDITURES			
Accounting	18,000	18,541	(541)
Auditing	5,500	5,000	500
Contingency	582	-	582
County Treasurer's Fees	618	619	(1)
District Management	12,000	15,000	(3,000)
Dues And Membership	800	370	430
Electricity	4,000	3,333	667
Election	5,000	2,568	2,432
Insurance	3,500	2,832	668
Irrigation Repairs	1,500	-	1,500
Landscaping	16,000	7,540	8,460
Legal	20,000	17,980	2,020
Miscellaneous	1,000	1,969	(969)
Repairs And Maintenance	1,500	-	1,500
Snow Removal	5,000	-	5,000
Water	30,000	17,580	12,420
Total Expenditures	125,000	93,332	31,668
NET CHANGE IN FUND BALANCE	(9,861)	21,667	31,528
Fund Balance - Beginning of Year	13,381	27,538	14,157
FUND BALANCE - END OF YEAR	<u>\$ 3,520</u>	<u>\$ 49,205</u>	<u>\$ 45,685</u>

See accompanying Notes to Basic Financial Statements.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 1 DEFINITION OF REPORTING ENTITY

Wagons West Metropolitan District (the District), a quasi-municipal corporation and a political subdivision of the State of Colorado, was organized by Order and Decree of the District Court for El Paso County (the County) on November 30, 2018, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District operates under the Service Plan for the District (the Service Plan) approved by the Board of Trustees of the Town of Monument, El Paso County, Colorado (the Town) by Resolution No. 23-2018 on August 6, 2018. The District's service area is located entirely within the Town.

The District was established to provide a part or all of the Public Improvements (as defined in the Service Plan for the District) for the use and benefit of all anticipated constituents and taxpayers of the District. The primary purpose of the District is to finance the construction of the Public Improvements, including water, storm sewer, sanitation, street and roadway improvement, traffic and safety control, parks and recreation, transportation, television relay and translator, mosquito and pest elimination and control, solid waste disposal, and covenant enforcement.

The District follows the Governmental Accounting Standards Board (GASB) accounting pronouncements which provide guidance for determining which governmental activities, organizations and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's elected governing body as the basic criterion for including a possible component governmental organization in a primary government's legal entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

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

The District is not financially accountable for any other organization, nor is the District a component unit of any other primary governmental entity.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The more significant accounting policies of the District are described as follows:

Government-Wide and Fund Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities. These financial statements include all of the activities of the District. The effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and inter-governmental revenues.

The statement of net position reports all financial and capital resources of the District. The difference between the sum of assets and deferred outflows and the sum of liabilities and deferred inflows is reported as net position.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements (Continued)

The statement of activities demonstrates the degree to which the direct and indirect expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The major sources of revenue susceptible to accrual are property taxes. All other revenue items are considered to be measurable and available only when cash is received by the District. The District determined that Developer advances are not considered as revenue susceptible to accrual. Expenditures, other than interest on long-term obligations, are recorded when the liability is incurred, or the long-term obligation is due.

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term debt of the governmental funds.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures and other financing uses level and lapses at year-end. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The total appropriation can only be modified upon completion of notification and publication requirements. The budget includes each fund on its basis of accounting unless otherwise indicated.

Pooled Cash and Investments

The District follows the practice of pooling cash and investments of all funds to maximize investment earnings. Except when required by trust or other agreements, cash is deposited to and disbursed from a single bank account. Cash in excess of immediate operating requirements is pooled for deposit and investment flexibility. Investment earnings are allocated periodically to the participating funds based upon each fund's average equity balance in the total cash.

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.

Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred inflows of resources in the year they are levied and measurable. The unearned property tax revenues are recorded as revenue in the year they are available or collected.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

Capital assets which are anticipated to be conveyed to other governmental entities are recorded as construction in progress, and are not included in the calculation of net investment in capital assets.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Depreciation expense has been computed using the straight-line method over the following estimated economic useful lives:

Parks and Recreation	30 Years
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Amortization

Original Issue Premium

In the government-wide financial statements, bond premiums are deferred and amortized over the life of the bonds using the effective interest method.

In the fund financial statements, governmental fund types recognize bond premiums, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

Deferred Inflows of Resources

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category. Accordingly, the item deferred property tax revenue, is deferred and recognized as an inflow of resources in the period that the amount becomes available.

Equity

Net Position

For government-wide presentation purposes, when both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

Fund Balance

Fund balance for governmental funds should be reported in classifications that comprise a hierarchy based on the extent to which the government is bound to honor constraints on the specific purposes for which spending can occur. Governmental funds report up to five classifications of fund balance: nonspendable, restricted, committed, assigned, and unassigned. Because circumstances differ among governments, not every government or every governmental fund will present all of these components. The following classifications describe the relative strength of the spending constraints:

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Equity (Continued)

Fund Balance (Continued)

Nonspendable Fund Balance – The portion of fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts or inventory) or legally or contractually required to be maintained intact.

Restricted Fund Balance – The portion of fund balance that is constrained to being used for a specific purpose by external parties (such as bondholders), constitutional provisions, or enabling legislation.

Committed Fund Balance – The portion of fund balance that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Directors. The constraint may be removed or changed only through formal action of the Board of Directors.

Assigned Fund Balance – The portion of fund balance that is constrained by the government's intent to be used for specific purposes, but is neither restricted nor committed. Intent is expressed by the Board of Directors to be used for a specific purpose. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed.

Unassigned Fund Balance – The residual portion of fund balance that does not meet any of the criteria described above.

If more than one classification of fund balance is available for use when an expenditure is incurred, it is the District's practice to use the most restrictive classification first.

Adoption of New Accounting Standards

In December 2023, the GASB issued Statement No. 102, Certain Risk Disclosures ("Statement 102"). Statement 102 requires note disclosure when (a) a concentration or constraint is known prior to issuance of the financial statements, (b) it makes the reporting unit vulnerable to the risk of a substantial impact, and (c) an event associated with the concentration or constraint has occurred, has begun to occur, or is more likely than not to begin to occur within 12 months of issuance.

The District adopted the requirements of the guidance effective January 1, 2025, and has elected to apply the provisions of this standard to the beginning of the period of adoption. Management performed the analysis required under Statement 102 and did not identify any concentrations or constraints that require disclosure.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 3 CASH AND INVESTMENTS

Cash and investments as of December 31, 2025 are classified in the accompanying financial statements as follows:

Statement of Net Position:

Cash and Investments	\$ 9,573
Cash and Investments - Restricted	309,686
Total Cash and Investments	<u>\$ 319,259</u>

Cash and investments as of December 31, 2025 consist of the following:

Deposits with Financial Institutions	\$ 14,113
Investments	305,146
Total Cash and Investments	<u>\$ 319,259</u>

Deposits with Financial Institutions

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least 102% of the aggregate uninsured deposits.

The State Commissioners for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

At December 31, 2025, the District's cash deposits had a bank balance and a carrying balance of \$14,113.

Investments

The District has not adopted a formal investment policy; however, the District follows state statutes regarding investments.

The District generally limits its concentration of investments to those noted with an asterisk (*) below, which are believed to have minimal credit risk, minimal interest rate risk and no foreign currency risk. Additionally, the District is not subject to concentration risk or investment custodial risk disclosure requirements for investments that are in the possession of another party.

Colorado Revised Statutes limit investment maturities to five years or less unless formally approved by the Board of Directors. Such actions are generally associated with a debt service reserve or sinking fund requirements.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

Investments (Continued)

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest, which include:

- Obligations of the United States, certain U.S. government agency securities and securities of the World Bank
- General obligation and revenue bonds of U.S. local government entities
- Certain certificates of participation
- Certain securities lending agreements
- Bankers' acceptances of certain banks
- Commercial paper
- Written repurchase agreements and certain reverse repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- * Local government investment pools

As of December 31, 2025, the District had the following investments:

<u>Investment</u>	<u>Maturity</u>	<u>Amount</u>
Colorado Local Government Liquid Asset Trust (COLOTRUST)	Weighted-Average Under 60 Days	\$ 305,146
Total		<u>\$ 305,146</u>

COLOTRUST

The District invested in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all state statutes governing the Trust. The Trust currently offers three portfolios – COLOTRUST PRIME, COLOTRUST PLUS+, and COLOTRUST EDGE.

COLOTRUST PRIME and COLOTRUST PLUS+, which operate similarly to a money market fund and each share is equal in value to \$1.00, offer daily liquidity. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper, and any security allowed under Section 24-75-601, C.R.S.

COLOTRUST EDGE, a variable Net Asset Value (NAV) Local Government Investment Pool, offers weekly liquidity and is managed to approximate a \$10.00 transactional share price. COLOTRUST EDGE may invest in securities authorized by Section 24-75-601.1, C.R.S., including U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain obligations of U.S. government agencies, and highest rated commercial paper.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

COLOTRUST (Continued)

A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust. COLOTRUST PRIME and COLOTRUST PLUS+ are rated AAAM by Standard & Poor's. COLOTRUST EDGE is rated AAaf/S1 by FitchRatings. COLOTRUST records its investments at fair value and the District records its investment in COLOTRUST at net asset value as determined by fair value. There are no unfunded commitments, the redemption frequency is daily or weekly, and there is no redemption notice period.

NOTE 4 CAPITAL ASSETS

An analysis of the change in capital assets for the year ended December 31, 2025 follows:

	Balance at December 31, 2024	Increases	Decreases	Balance at December 31, 2025
Governmental Activities:				
Capital Assets, Being Depreciated:				
Parks and Recreation	\$ 165,521	\$ -	\$ -	\$ 165,521
Total Capital Assets, Being Depreciated	165,521	-	-	165,521
Less Accumulated Depreciation for:				
Parks and Recreation	21,150	5,517	-	26,667
Total Accumulated Depreciation	21,150	5,517	-	26,667
Total Capital Assets, Being Depreciated, Net	144,371	5,517	-	138,854
Total Capital Assets	<u>\$ 144,371</u>	<u>\$ 5,517</u>	<u>\$ -</u>	<u>\$ 138,854</u>

Depreciation expense was charged to the general government of the District.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 5 LONG-TERM OBLIGATIONS

The following is an analysis of the changes in the District's long-term obligations for the year ended December 31, 2025.

	Balance at December 31, 2024	Additions	Reductions	Balance at December 31, 2025	Due Within One Year
Bonds Payable:					
General Obligation Bonds					
Series 2020A	\$ 1,665,000	\$ -	\$ 20,000	\$ 1,645,000	\$ 25,000
Series 2020B	553,000	-	-	553,000	-
Accrued Interest					
Series 2020B	267,315	69,329	105,000	231,644	-
Subtotal Bonds Payable	2,485,315	69,329	125,000	2,429,644	25,000
Developer Advances:					
Operating	149,002	-	-	149,002	-
Capital	577,143	-	-	577,143	-
Accrued Interest on Developer Advances:					
Operating	47,121	11,920	-	59,041	-
Capital	221,215	46,172	-	267,387	-
Subtotal Developer Advances	994,481	58,092	-	1,052,573	-
Bond Premium:					
Bond Premium - Series 2020A	43,723	-	2,561	41,162	-
Subtotal Bond Premium	43,723	-	2,561	41,162	-
Total Long-Term Obligations	\$ 3,523,519	\$ 127,421	\$ 127,561	\$ 3,523,379	\$ 25,000

The details of the District's long-term obligations are as follows:

General Obligation Bonds, Series 2020A and Subordinate General Obligation Bonds, Series 2020B

On March 4, 2020, the District issued General Obligation Bonds, Series 2020A (Series 2020A Bonds) in the par amount of \$1,685,000 and Subordinate General Obligation Bonds, Series 2020B (Series 2020B Bonds, and collectively with the Series 2020A Bonds, the "Bonds") in the par amount of \$553,000. Proceeds from the sale of the Bonds were used to: (a) finance public improvements; (b) pay capitalized interest on the Series 2020A Bonds; (c) fund the Series 2020A Bond Reserve Fund (Senior Reserve Fund); and (d) pay costs of issuance of the Bonds.

The Series 2020A Bonds bear interest at 5.000% per annum and are payable semi-annually on June 1 and December 1, beginning on June 1, 2020. Annual mandatory sinking fund principal payments are due on December 1, beginning on December 1, 2024. The Series 2020A Bonds mature on December 1, 2049.

To the extent principal of any the Series 2020A Bonds are not paid when due, such principal shall remain outstanding until paid. To the extent interest on any Series 2020A Bonds is not paid when due, such interest shall compound semiannually on each interest payment date, at the rate then borne by the Series 2020A Bonds. The District shall not be obligated to pay more than the amount permitted by law and the election held on November 6, 2018 (the Election) in repayment of the Series 2020A Bonds. In the event the amount permitted by law and the Election has been repaid, any amounts remaining due on the Series 2020A Bonds shall be deemed defeased and shall no longer be due and outstanding.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)

General Obligation Bonds, Series 2020A and Subordinate General Obligation Bonds, Series 2020B (Continued)

The Series 2020B Bonds bear interest at 8.500% per annum and are payable annually on December 15, beginning December 15, 2020 from, and to the extent of, Subordinate Pledged Revenue available, if any, and mature on December 15, 2049.

The Series 2020B 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 Series 2020B Bonds compounds annually on each December 15. All of the Series 2020B Bonds and interest thereon are to be deemed to be paid and discharged after the application of all available Subordinate Pledged Revenue available on December 16, 2059, regardless of the amount of principal and interest paid prior to that date. The District shall not be obligated to pay more than the amount permitted by law and the Election in repayment of the Series 2020B Bonds.

Optional Redemption

The Series 2020A Bonds are subject to redemption prior to maturity, at the option of the District, on March 1, 2025, and on any date thereafter, upon payment of par, accrued interest, and a redemption premium equal to a percentage of the principal amount so redeemed, as follows:

<u>Date of Redemption</u>	<u>Redemption Premium</u>
March 1, 2025, to February 28, 2026	3.00%
March 1, 2026, to February 28, 2027	2.00
March 1, 2027, to February 29, 2028	1.00
March 1, 2028, and Thereafter	0.00

The Series 2020B Bonds are subject to redemption prior to maturity, at the option of the District, on March 1, 2025, and on any date thereafter, upon payment of par, accrued interest, and a redemption premium equal to a percentage of the principal amount so redeemed, as follows:

<u>Date of Redemption</u>	<u>Redemption Premium</u>
March 1, 2025, to February 28, 2026	3.00%
March 1, 2026, to February 28, 2027	2.00
March 1, 2027, to February 29, 2028	1.00
March 1, 2028, and Thereafter	0.00

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)

**General Obligation Bonds, Series 2020A and Subordinate General Obligation Bonds,
Series 2020B (Continued)**

Security for the Series 2020A Bonds

The Series 2020A Bonds are secured by and payable solely from and to the extent of Pledged Revenue, net of any costs of collection, which includes: (a) all Senior Property Tax Revenues; (b) all Senior Specific Ownership Tax Revenues; and (c) any other legally available moneys which the District determines, in its absolute discretion, to credit to the Bond Fund as defined in the Series 2020A Bonds Indenture. "Senior Property Tax Revenues" means all moneys derived from imposition by the District of the Required Mill Levy, net of the costs of collection and any tax refunds or abatements authorized by or on behalf of the County. "Senior Specific Ownership Tax Revenues" means the specific ownership taxes remitted to the District as a result of its imposition of the Required Mill Levy.

The Required Mill Levy is defined as, subject to the next paragraph, an ad valorem mill levy (a mill being equal to 1/10 of 1 cent) imposed upon all taxable property of the District each year in an amount sufficient to fund the Bond Fund for the relevant Bond Year and pay the Series 2020A Bonds as they come due, and if necessary, an amount sufficient to replenish the Senior Reserve Fund to the amount of the Required Reserve, but (i) not in excess of 50 mills less the amount of the Operations Mill Levy, and (ii) for so long as the Surplus Fund is less than the Maximum Surplus Amount, not less than 50 mills less the amount of the Operations Mill Levy, or such lesser mill levy which will fund the Bond Fund for the relevant Bond Year and pay the Series 2020A Bonds as they come due, will replenish the Senior Reserve Fund to the amount of the Required Reserve, and will fund the Surplus Fund up to the Maximum Surplus Amount; provided however, that in the event the method of calculating assessed valuation is or was changed after January 1, 2018, the minimum and maximum mill levies provided herein shall be increased or decreased to reflect such changes, such increases or decreases to be determined by the Board of Directors in good faith (such determination to be binding and final) so that to the extent possible, the actual tax revenues generated by the mill levy, as adjusted, are neither diminished nor enhanced as a result of such changes. For purposes of the foregoing, a change in the ratio of actual valuation shall be deemed to be a change in the method of calculating assessed valuation.

Notwithstanding anything in the Series 2020A Bonds Indenture to the contrary, in no event may the Required Mill Levy be established at a mill levy which would cause the District to derive tax revenue in any year in excess of the maximum tax increases permitted by the District's electoral authorization, and if the Required Mill Levy as calculated pursuant to the foregoing would cause the amount of taxes collected in any year to exceed the maximum tax increase permitted by the District's electoral authorization, the Required Mill Levy shall be reduced to the point that such maximum tax increase is not exceeded.

Series 2020A Bonds Reserve Fund

The Series 2020A Bonds are also secured by amounts on deposit in the Senior Reserve Fund which was funded from proceeds of the Series 2020A Bonds in the amount of the Required Reserve of \$133,250.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)

**General Obligation Bonds, Series 2020A and Subordinate General Obligation Bonds,
Series 2020B (Continued)**

Series 2020A Bonds Surplus Fund

Prior to the Conversion Date, Pledged Revenue that is not needed to pay debt service on the Series 2020A Bonds in any year will be deposited to and held in the Surplus Fund, up to the Maximum Surplus Amount of \$168,500.

Security for the Series 2020B Bonds

The Series 2020B Bonds are secured by and payable solely from and to the extent of Subordinate Pledged Revenue, net of any costs of collection, which includes; (a) all Subordinate Property Tax Revenues; (b) all Subordinate Specific Ownership Tax Revenues; (c) any other legally available moneys which the District determines, in its absolute discretion, to credit to the Subordinate Bond Fund. "Subordinate Property Tax Revenues" means all moneys derived from imposition by the District of the Subordinate Required Mill Levy, net of the costs of collection and any tax refunds or abatements authorized by or on behalf of the County. "Subordinate Specific Ownership Tax Revenues" means the specific ownership taxes remitted to the District as a result of its imposition of the Subordinate Required Mill Levy.

Events of Default for the Bonds

The occurrence of any one or more of the following events or the existence of any one or more of the following conditions shall constitute an event of default under the Series 2020A Bonds Indenture (Senior Indenture) and the Series 2020B Bonds Indenture (and together with the Senior Indenture, the "Indentures"):

- i. The District fails or refuses to impose the required mill levy or to apply the pledged revenue as provided in the bond resolution;
- ii. The District defaults in the performance or observance of any other of the covenants in the bond resolution, and such default continues for 60 days after written notice specifying such default and requiring the same to be remedied is given to the District by the Owner.
- iii. The District files a petition under the federal bankruptcy laws or other applicable bankruptcy laws seeking to adjust the obligation represented by the bonds.

It is acknowledged that due to the limited nature of the pledged revenue, the failure to pay the principal of or interest on the bonds when due shall not, of itself, constitute an Event of Default under the Indentures.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)

General Obligation Bonds, Series 2020A and Subordinate General Obligation Bonds, Series 2020B (Continued)

Remedies on Occurrence of Event of Default for the Bonds

Upon the occurrence and continuance of an Event of Default, the Trustee shall have the following rights and remedies which may be pursued:

- i. Receivership: Upon the filing of a bill in equity or other commencement of judicial proceedings to enforce the rights of the Indentures Trustee and of the Owners (as defined in the Indentures) of the Bonds, the Indentures Trustee shall be entitled as a matter of right to the appointment of a receiver or receivers of the Senior Indenture Trust Estate, and of the revenues, income, product, and profits thereof pending such proceedings, subject however, to constitutional limitations inherent in the sovereignty of the District; but notwithstanding the appointment of any receiver or other custodian, the Indentures Trustee shall be entitled to the possession and control of any cash, securities, or other instruments at the time held by, or payable or deliverable under the provisions of the Senior Indenture to, the Senior Indenture Trustee.
- ii. Suit for Judgment: The Senior Indenture Trustee may proceed to protect and enforce its rights and the rights of the Owners under the Bonds under the Special District Act, the Bonds, the Authorizing Resolution, the Senior Indenture and any provision of law by such suit, action or special proceedings as the Senior Indenture Trustee, being advised by counsel, shall deem appropriate.
- iii. Mandamus or Other Suit: The Owner may proceed by mandamus or any other suit, action, or proceeding at law or in equity, to enforce its rights.

No Acceleration

Notwithstanding the foregoing or anything else herein to the contrary, acceleration shall not be an available remedy for an Event of Default. As of December 31, 2025, the District was not in default.

The District's long-term obligations of the Series 2020A Bonds will mature as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 25,000	\$ 82,250	\$ 107,250
2027	25,000	81,000	106,000
2028	30,000	79,750	109,750
2029	30,000	78,250	108,250
2030	35,000	76,750	111,750
2031-2035	210,000	355,750	565,750
2036-2040	305,000	294,000	599,000
2041-2045	415,000	207,750	622,750
2046-2049	570,000	82,750	652,750
Total	<u>\$ 1,645,000</u>	<u>\$ 1,338,250</u>	<u>\$ 2,983,250</u>

The annual debt service requirements on the Series 2020B Bonds are not currently determinable since they are payable only from available Subordinate Pledged Revenue.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)

Developer Advances

The District has entered into Funding and Reimbursement Agreements with ProTerra Properties, LLC (the Developer) as follows:

Advance and Reimbursement and Facilities Acquisition Agreement

The District entered into the Advance and Reimbursement and Facilities Acquisition Agreement (Advance and Reimbursement Agreement) with the Developer on November 7, 2019, pursuant to which the Developer has agreed under certain circumstances to advance funds to the District for operations and maintenance costs that cannot otherwise be paid by the District. Pursuant to the Advance and Reimbursement Agreement, the District agrees to repay the Developer along with accrued interest, at a rate of 8% beginning on the date the advance were made to the date of repayment. The Advance and Reimbursement Agreement does not constitute a multiple-fiscal year obligation. As of December 31, 2025, the amount outstanding under the Advance and Reimbursement Agreement for operations and maintenance costs totaled \$208,043, comprised of principal of \$149,002 and accrued interest of \$59,041.

The Advance and Reimbursement Agreement also sets forth the terms under which the Developer may advance funds to the District or expend money on behalf of the District for organizational costs and public improvements and the conditions pursuant to which such advances may be reimbursed by the District. The District agrees to repay the Developer along with accrued interest, at a rate of 8% beginning on the date the advances were made to the date of repayment. The Advance and Reimbursement Agreement does not constitute a multiple-fiscal year obligation. As of December 31, 2025, the amount outstanding under the Advance and Reimbursement Agreement for public improvements totaled \$844,530, comprised of principal of \$577,143 and accrued interest of \$267,387.

Individuals who were employees of, owners of, or otherwise associated with the Developer were previously, but are no longer, members of the Board of Directors.

Authorized Debt

Pursuant to the Service Plan, the District is permitted to issue bond indebtedness of up to \$5,000,000 (Service Plan Debt Issuance Limit). In no event is the District authorized to issue debt in excess of the Service Plan Debt Issuance Limit, with the exception that such limit is not applicable to refundings of the debt authorized to be issued under the Service Plan.

The District has voter authorization in excess of the Service Plan Debt Issuance Limit as at the time of the election, the actual costs of construction were not known. Without knowing the costs of construction, it is not possible to allocate the Service Plan Debt Issuance Limit by power (such as water, sewer or streets). Therefore, the Service Plan Debt Issuance Limit was voted in every power relative to debt for public improvements. With that understanding, on November 6, 2018, a majority of the qualified electors of the District authorized the issuance of indebtedness in an amount not to exceed \$75,000,000. At December 31, 2025, the District had authorized but unissued indebtedness of \$72,762,000.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 6 NET POSITION

The District has net position consisting of three components – net investment in capital assets, restricted, and unrestricted.

Net investment in capital assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. As of December 31, 2025, the District had net investment in capital assets of \$(66,924).

Restricted net position includes assets that are restricted for use either externally imposed by creditors, grantors, contributors, or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The District had restricted net position as of December 31, 2025 as follows:

	Governmental Activities
Restricted Net Position:	
Emergency Reserves	\$ 3,400
Total Restricted Net Position	<u>\$ 3,400</u>

The District has a deficit in unrestricted net position. The deficit was a result of the District being responsible for the repayment of bonds issued to construct public improvements for the benefit of other governmental entities, and which costs have not been recorded on the District's financial records.

NOTE 7 AGREEMENTS

The District and the Wagons West Paired Homes Association, Inc. (Paired Homes Association) entered into a Maintenance Obligations Agreement effective as of July 27, 2020 (the Paired Homes Agreement) to coordinate the provision of maintenance obligations between the District and the Paired Homes Association within the development known as Wagons West Villas (the Wagons West Development). The Paired Homes Association has agreed to perform maintenance obligations on behalf of the District on District owned property within the Wagons West Development (the Maintenance Obligations). The District will impose a fee of \$430.92 per year for each residential unit (the O&M Fee), which may be increased or decreased by the District in its sole discretion. The Paired Homes Association is responsible for billing and collecting the O&M Fee on a monthly basis and shall place the revenue received from the collection of all O&M Fees in a separate bank account (the O&M Account). The Paired Homes Association shall pay for the cost of the Maintenance Obligations from the O&M Account directly. In addition, the District shall pay the Paired Homes Association \$4,947 per year from the O&M Account as compensation for its services under the Paired Homes Agreement. The Paired Homes Association is required to submit quarterly reports to the accountant for the District that includes information as detailed in the Paired Homes Agreement. The Paired Homes Association is responsible for logging monthly readings of utility meters and paying all utility meter bills. The original term of the Paired Homes Agreement was through December 31, 2020 (the Term). The Term of the Paired Homes Agreement automatically renews on January 1 of each year for successive one (1) year terms unless terminated as provided in the Paired Homes Agreement. During the year ended December 31, 2025, \$30,786 of O&M Fees were collected.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 7 AGREEMENTS (CONTINUED)

The District and the Wagons West Townhomes Association, Inc. (Townhomes Association) entered into a Maintenance Obligations Agreement effective as of July 27, 2020 (the Townhomes Agreement) to coordinate the provision of maintenance obligations between the District and the Townhomes Association within the development known as Wagons West Townhomes (the Townhomes Development). The Townhomes Association has agreed to perform maintenance obligations on behalf of the District on District owned property within the Townhomes Development (the Townhomes Maintenance Obligations). The District will impose a fee of \$503.52 per year for each residential unit (the Townhomes O&M Fee), which may be increased or decreased by the District in its sole discretion. The Townhomes Association is responsible for billing and collecting the Townhomes O&M Fee on a monthly basis and shall place the revenue received from the collection of all Townhomes O&M Fees in a separate bank account (the Townhomes O&M Account). The Townhomes Association shall pay for the cost of the Townhomes Maintenance Obligations from the Townhomes O&M Account directly. In addition, the District shall pay the Townhomes Association \$7,053 per year from the Townhomes O&M Account as compensation for its services under the Townhomes Agreement. The Townhomes Association is required to submit quarterly reports to the accountant for the District that includes information as detailed in the Townhomes Agreement. The Townhomes Association is responsible for logging monthly readings of utility meters and paying all utility meter bills. The original term of the Townhomes Agreement was through December 31, 2020 (the Term). The Term of the Townhomes Agreement automatically renews on January 1 of each year for successive one (1) year terms unless terminated as provided in the Townhomes Agreement. During the year ended December 31, 2025, \$38,993 of Townhomes O&M Fees were collected.

NOTE 8 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees or acts of God.

The District is a member of the Colorado Special Districts Property and Liability Pool (the Pool). The Pool is an organization created by intergovernmental agreement to provide property, liability, public officials' liability, boiler and machinery and workers' compensation coverage to its members. Settled claims have not exceeded this coverage in any of the past three fiscal years.

The District pays annual premiums to the Pool for property and liability. In the event aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds which the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula.

**WAGONS WEST METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 9 TAX, SPENDING AND DEBT LIMITATIONS

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR), contains tax, spending, revenue and debt limitations that apply to the state of Colorado and all local governments.

Spending and revenue limits are determined based on the prior year's Fiscal Year Spending adjusted for allowable increases based upon inflation and local growth. Fiscal Year Spending is generally defined as expenditures plus reserve increases with certain exceptions. Revenue in excess of the Fiscal Year Spending limit must be refunded unless the voters approve retention of such revenue.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). Local governments are not allowed to use the emergency reserves to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

On November 6, 2018, a majority of the District's electors authorized the District to collect and spend or retain in a reserve all currently levied taxes and fees of the District without regard to any limitations contained in Article X, Section 20 of the Colorado Constitution (TABOR) or Section 29-1-301, C.R.S.

The District's management believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including the interpretation of how to calculate Fiscal Year Spending limits will require judicial interpretation.

Section 29-1-1702, C.R.S., contains limitations on revenues generated from property tax revenues that apply to certain local governments within the state of Colorado.

Annual operating revenue is limited to a 5.25% increase, such increase is determined based on a prior assessment period and adjusted for allowable exclusions and exemptions from qualified property tax revenues.

The District's management believes it is in compliance with the provisions of Section 29-1-1702, C.R.S. However, this section of the C.R.S. is complex and subject to interpretation.

SUPPLEMENTARY INFORMATION

**WAGONS WEST METROPOLITAN DISTRICT
DEBT SERVICE FUND –
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2025**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Property Taxes	\$ 151,260	\$ 151,345	\$ 85
Specific Ownership Taxes	15,126	14,498	(628)
Interest Income	14,000	14,108	108
Total Revenues	<u>180,386</u>	<u>179,951</u>	<u>(435)</u>
EXPENDITURES			
County Treasurer's Fees	2,269	2,272	(3)
Paying Agent Fees	7,000	7,000	-
Bond Interest - Series 2020A	83,250	83,250	-
Bond Interest - Series 2020B	104,000	105,000	(1,000)
Bond Principal - Series 2020A	20,000	20,000	-
Contingency	4,381	-	4,381
Total Expenditures	<u>220,900</u>	<u>217,522</u>	<u>3,378</u>
NET CHANGE IN FUND BALANCE	(40,514)	(37,571)	2,943
Fund Balance - Beginning of Year	<u>342,298</u>	<u>345,012</u>	<u>2,714</u>
FUND BALANCE - END OF YEAR	<u>\$ 301,784</u>	<u>\$ 307,441</u>	<u>\$ 5,657</u>

OTHER INFORMATION

WAGONS WEST METROPOLITAN DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
DECEMBER 31, 2025

\$1,685,000
General Obligation Bonds, Series 2020A
Dated March 4, 2020
Interest Rate of 5.00%
Payable June 1 and December 1
Principal Due December 1

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 25,000	\$ 82,250	\$ 107,250
2027	25,000	81,000	106,000
2028	30,000	79,750	109,750
2029	30,000	78,250	108,250
2030	35,000	76,750	111,750
2031	35,000	75,000	110,000
2032	40,000	73,250	113,250
2033	40,000	71,250	111,250
2034	45,000	69,250	114,250
2035	50,000	67,000	117,000
2036	55,000	64,500	119,500
2037	55,000	61,750	116,750
2038	60,000	59,000	119,000
2039	65,000	56,000	121,000
2040	70,000	52,750	122,750
2041	70,000	49,250	119,250
2042	80,000	45,750	125,750
2043	80,000	41,750	121,750
2044	90,000	37,750	127,750
2045	95,000	33,250	128,250
2046	100,000	28,500	128,500
2047	105,000	23,500	128,500
2048	115,000	18,250	133,250
2049	250,000	12,500	262,500
Total	<u>\$ 1,645,000</u>	<u>\$ 1,338,250</u>	<u>\$ 2,983,250</u>

WAGONS WEST METROPOLITAN DISTRICT
SCHEDULE OF ASSESSED VALUATION, MILL LEVY, AND PROPERTY TAXES COLLECTED
DECEMBER 31, 2025

Levy Year/ Collection Year	Prior Year Assessed Valuation for Current Year Tax Levy	Percent Change	Mills Levied		Total Property Taxes		Percent Collected to Levied
			General Fund	Debt Service Fund	Levied	Collected	
2020/2021	\$ 819,190	809%	48.829	1.520	41,245	41,163	99.80 %
2021/2022	2,076,980	1396%	19.451	36.213	115,613	115,664	100.04
2022/2023	2,813,630	90%	14.502	37.167	145,377	145,441	100.04
2023/2024	3,098,970	14%	13.298	48.790	192,409	198,218	103.02
2024/2025	3,100,230	0%	13.293	48.790	192,472	192,580	100.01
Estimated 2025/2026	\$ 3,377,600	10%	12.446	45.127	\$ 194,459		

NOTE: Property taxes collected in any one year include collection of delinquent property taxes assessed in prior years, as well as reductions for property tax refunds or abatements. Information received from the County Treasurer does not permit identification of specific year of assessment.

Source: El Paso County Treasurer