

Sunlight Metropolitan District

July 29, 2026

City of Steamboat Springs & City Council

E-Mail: tleeson@steamboatsprings.net

Email: jfranklin@steamboatsprings.net

Routt County Clerk and Recorder

E-Mail: elections@co.Routt.co.us sbriones@steamboatsprings.net

cflam@steamboatsprings.net

Department of Local Affairs

E-portal

Office of the State Auditor

E-Portal

Re: Annual Report Filing

Dear Mr. Suiter,

Per the Service Plan dated August 2, 2016, of the Sunlight Metropolitan District, Section VII Annual Report. The District is submitting their annual report for the year ended December 31, 2025. If you have any questions, you may reach me via telephone at (970)926-6060 ext 121 or e-mail to karolina@mwcpaa.com.

Sincerely,

Sunlight Metropolitan District



Karolina Sosnowka, Assistant District Administrator

cc: Alan Pogue, Esq

Sunlight Metropolitan District
2025 Annual Report
To the City of Steamboat Springs

- 1. Boundary changes made or proposed to the District's boundaries as of December 31 of the prior year.**

None

- 2. Intergovernmental agreements either entered into or proposed as of December 31 of the prior year.**

Colorado Special Districts Property & Liability Pool

Agreement providing for the formation of a pool to provide insurance coverage to all members of the pool.

Term: Renewable on an annual basis.

- 3. Rules and Regulations Adopted by the Board**
(<https://www.sunlightmetrodistrict.org/>)

None

- 4. A summary of any litigation which involves the District Public Improvements as of December 31 of the prior year.**

None

- 5. Status of District's construction of the Public Improvements as of December 31 of the prior year.**

None

- 6. A list of all facilities and improvements constructed by the District that have been dedicated to and accepted by the City as of December 31 of the prior year.**

None

- 7. The assessed valuation of the District for the current year.**

\$12,120,630

- 8. Current year budget.**

Please see attached Exhibit A-2026 budget.

- 9. Audit of the Districts' financial statements, for the year ending December 31 of the previous year, prepared in accordance with the generally accepted accounting principles, or audit exemptions, if applicable.**

Please see attached Exhibit B-2025 Audited Financial Statements

10. Notice of any uncured defaults existing for more than ninety days under any debt instrument of the special district;

None

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

None

EXHIBIT A

2026 Budget

SUNLIGHT METROPOLITAN DISTRICT

January 14, 2026

Division of Local Government
Via: E-Filing Portal

VIA: Electronic Filing LGID# 66762

Attached is the 2026 Budget for the Sunlight Metropolitan District in Routt County, Colorado, submitted pursuant to Section 29-1-116, C.R.S. This Budget was adopted on October 9, 2025. If there are any questions on the budget, please contact Mr. Jon Erickson, telephone number 970-926-6060, extension 101.

The mill levy certified to the County Commissioners of Routt County is 22.830 mills for all general operating purposes, subject to statutory and/or TABOR limitations; 10.250 mills for G.O. bonds; 0.000 mills for refund/abatement; and 0.212 mills for Temporary Tax Credit/Mill Levy Reduction. Based on an assessed valuation of \$12,120,630, the total property tax revenue is \$398,380.87. A copy of the certification of mill levies sent to the County Commissioners for Routt County is enclosed.

I hereby certify that the enclosed is a true and accurate copy of the budget and certification of tax levies to the Board of County Commissioners of Routt County, Colorado.

Sincerely,



Jon Erickson
District Accountant

Enclosure(s)

Administrative & Financial Management Provided By Marchetti & Weaver, LLC

Mountain Office
28 Second Street, Suite 213
Edwards, CO 81632
(970) 926-6060

Website & Email
www.mwcpaa.com
Admin@mwcpaa.com

Front Range Office
245 Century Circle, Suite 103
Louisville, CO 80027
(720) 210-9136

SUNLIGHT METROPOLITAN DISTRICT

2026 BUDGET MESSAGE

Sunlight Metropolitan District is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The District was established to provide for the planning, design, acquisition, construction, installation, relocation, redevelopment and financing of Public Improvements such as streets, water, sanitary sewer, traffic and safety controls, parks and recreation improvements, transportation improvements, mosquito control and fire protection. Although the District has the ability under its service plan to provide a broad range of services, the majority of the municipal-type services will actually be provided by the City of Steamboat Springs, with the financing of improvements provided by the District.

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

The following budget is prepared on the modified accrual basis of accounting, which is consistent with the basis of accounting used in presenting the District's financial statements.

2026 BUDGET STRATEGY

The District's primary function budgeted for 2026 is to levy and collect property taxes, based on a 32.868 mill rate (comprised of 20.000 mills for operations and 11.000 mills for debt service), adjusted for the change in the residential assessment rate to a total of 22.830 mills for operations. The property taxes from the mill levies will be used to pay the general and administrative, operating, and debt service expenditures of the District.

RESOLUTIONS OF SUNLIGHT METROPOLITAN DISTRICT

TO ADOPT 2026 BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE SUNLIGHT METROPOLITAN DISTRICT, 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 of Directors of the Sunlight Metropolitan District has appointed a budget committee to prepare and submit a proposed 2026 budget at the proper time; and

WHEREAS, such committee has submitted a proposed budget to this governing body at the proper time, for its consideration, and;

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, and a public hearing was held on October 9, 2025, and interested taxpayers were given the opportunity to file or register any objections to said proposed budget; and;

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues or planned to be expended from reserves/fund balances so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of directors of the Sunlight Metropolitan District, Routt County, Colorado:

Section 1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Siena Lake Metropolitan District for the year stated above, as adjusted for immaterial changes in the final certified assessed value of the District as certified by the county assessor and corresponding adjustments resulting from such changes to the assessed value. In the event there are material changes to the assessed value then a subsequent meeting of the Board shall be called to consider such changes. Furthermore, to the extent capital or significant operating expenditures forecasted for the current year are anticipated to be extended into the following year, the expenditures and offsetting change in the budgeted beginning fund balance shall be updated to reflect management's best estimate at the time the budget is to be filed with the Colorado Division of Local Affairs.

Section 2. That the budget hereby approved and adopted shall be certified by any officer or the District Administrator of the District and made a part of the public records of the District.

RESOLUTIONS OF SUNLIGHT METROPOLITAN DISTRICT (CONTINUED)

TO SET MILL LEVIES

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2025 TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE SUNLIGHT METROPOLITAN DISTRICT, ROUTT COUNTY, COLORADO, FOR THE 2026 BUDGET YEAR.

WHEREAS, the Board of Directors of the Sunlight Metropolitan District, has adopted the annual budget in accordance with the Local Government Budget Law, on October 9, 2025 and;

WHEREAS, the amount of money necessary to balance the budget for general operating expenses and capital expenditure purposes from property tax revenue is \$274,144.41 and;

WHEREAS, the Sunlight Metropolitan District finds that it is required to temporarily lower the general operating mill levy to render a refund for \$0.00, and;

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue approved by voters or at public hearing is \$0.00, and;

WHEREAS, the amount of money necessary to balance the budget for voter approved bonds and interest is \$124,236.46 and;

WHEREAS, the 2025 valuation for assessment for the Sunlight Metropolitan District, as certified by the County Assessor is \$12,120,630.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the SUNLIGHT METROPOLITAN DISTRICT, ROUTT COUNTY, COLORADO:

- Section 1. That for the purposes of meeting all general operating expenses of the Sunlight Metropolitan District during the 2026 budget year, there is hereby levied a tax of 22.830 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2025.
- Section 2. That for the purposes of rendering a refund to its constituents during budget year 2026 there is hereby levied a temporary tax credit/mill levy reduction of 0.212 mills.
- Section 3. That for the purpose of meeting all capital expenditures of the Sunlight Metropolitan District during the 2026 budget year, there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2025.

RESOLUTIONS OF SUNLIGHT METROPOLITAN DISTRICT (CONTINUED)

TO SET MILL LEVIES (CONTINUED)

- Section 4. That for the purpose of meeting all payments for bonds and interest of the Sunlight Metropolitan District during the 2026 budget year, there is hereby levied a tax of 10.250 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2025.
- Section 5. That any officer or the District Administrator is hereby authorized and directed to either immediately certify to the County Commissioners of Routt County, Colorado, the mill levies for the Sunlight Metropolitan District as hereinabove determined and set, or be authorized and directed to certify to the County Commissioners of Routt County, Colorado, the mill levies for the Sunlight Metropolitan District as hereinabove determined and set based upon the final (December) certification of valuation from the county assessor.

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RESOLUTIONS OF SUNLIGHT METROPOLITAN DISTRICT (CONTINUED)

TO APPROPRIATE SUMS OF MONEY
(PURSUANT TO SECTION 29-1-108, C.R.S.)

A RESOLUTION APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS AND SPENDING AGENCIES, IN THE AMOUNT AND FOR THE PURPOSE AS SET FORTH BELOW, FOR THE SUNLIGHT METROPOLITAN DISTRICT, ROUTT COUNTY, COLORADO, FOR THE 2025 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on October 9, 2025, and;

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal or greater to the total proposed expenditures as set forth in said budget, and;

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues and reserves or fund balances provided in the budget to and for the purposes described below, thereby establishing a limitation on expenditures for the operations of the District.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE SUNLIGHT METROPOLITAN DISTRICT, ROUTT COUNTY, COLORADO:

Section 1. That the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated:

GENERAL FUND:

Current Expenditures	\$ 175,481
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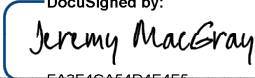
DEBT SERVICE

Current Expenditures	\$ 145,727
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RESOLUTIONS OF SUNLIGHT METROPOLITAN DISTRICT (CONTINUED)

TO ADOPT 2026 BUDGET, SET MILL LEVIES AND
APPROPRIATE SUMS OF MONEY
(CONTINUED)

The above resolutions to adopt the 2026 budget, set the mill levies and to appropriate sums of money were adopted this 9th day of October, 2025.

Attest: 
FA3F4CA54D4E4F5...

Title: Chairman of the Board

Sunlight Metropolitan District
Statement of Revenues, Expenditures, & Changes In Fund Balance
Modified Accrual Basis For the Period Indicated

Print Date: 1/13/2026

	2024 Audited Actual	2025 Adopted Budget	Variance Favorable (Unfavor)	2025 Forecast	YTD Thru 08/31/25 Actual	YTD Thru 08/31/25 Budget	Variance Favorable (Unfavor)	2026 Adopted Budget	Notes/Assumptions
PROPERTY TAXES									
Assessed Valuation	10,183,990	10,880,720	-	10,880,720				12,120,630	Final AV 12.1.25
Mill Levy - Operations	21.979	21.981	-	21.981				22.830	20 Mills, As Adjusted
Temporary Mill Levy Credit - Operations	-	-	-	-				(0.212)	To Meet SB24B-1001 Revenue Cap
Mill Levy - Debt	12.612	11.000	-	11.000				10.250	20 Mills, As Adjusted
Total Mill Levy	34.591	32.981	-	32.981				32.868	
Property Tax Revenue - Operations	223,834	239,169	-	239,169				274,144	AV * Mill Levy / 1,000
Property Tax Revenue - Debt	128,440	119,688	-	119,688				124,236	AV * Mill Levy / 1,000
Total Property Taxes	352,274	358,857	-	358,857				398,381	

Sunlight Metropolitan District
Statement of Revenues, Expenditures, & Changes In Fund Balance
Modified Accrual Basis For the Period Indicated

Print Date: 1/13/2026

	2024 Audited Actual	2025 Adopted Budget	Variance Favorable (Unfavor)	2025 Forecast	YTD Thru 08/31/25 Actual	YTD Thru 08/31/25 Budget	Variance Favorable (Unfavor)	2026 Adopted Budget	Notes/Assumptions
COMBINED FUNDS									
REVENUE									
Property Taxes	357,665	358,857	-	358,857	345,807	344,503	1,304	398,381	See Above
Specific Ownership Taxes	21,883	21,531	-	21,531	12,906	12,560	346	23,903	Estimated at 6% of property taxes
Interest & Other Income	30,754	15,600	14,939	30,539	19,339	10,400	8,939	24,200	Investment of bond reserves
TOTAL REVENUE	410,302	395,988	14,939	410,927	378,051	367,463	10,588	446,484	
EXPENDITURES									
<u>Administration</u>									
Accounting, Audit, Legal, & Engineering	39,161	38,811	(2,643)	41,454	31,525	28,791	(2,734)	42,957	See breakout in General Fund
Treasurer's Fees	10,747	10,766	-	10,766	10,389	10,335	(54)	11,951	3% of property taxes
Election	-	-	(1,831)	1,831	1,831	-	(1,831)	500	Some 2027 Election Work Required in 2026
Insurance, Bonds & SDA Dues	3,582	4,100	407	3,693	3,693	4,100	407	4,100	Based on 2025 Actual w/ 10% increase
<u>Operations</u>									
Mgmt, Landscaping, Snow Removal & Maint	53,993	81,000	7,248	73,752	45,211	64,033	18,823	82,500	Based on CPG Proposal
Irrigation Maintenance	5,316	10,000	-	10,000	9,954	6,667	(3,287)	10,000	Per CPG, anticipate addition of phase 3
Utilities	3,644	8,500	-	8,500	6,363	5,667	(697)	8,500	Per CPG, anticipate addition of phase 3
Miscellaneous	1,557	3,500	(157)	3,657	1,160	2,333	1,173	3,700	Misc Other Costs
Contingency/ Emergencies	-	15,000	15,000	-	-	-	-	15,000	Unforeseen or Additional Needs
<u>Debt Service</u>									
Bond Principal & Interest	108,750	123,750	-	123,750	54,375	54,375	-	133,000	Per Amort Schedule
Developer Repayments	-	-	-	-	-	-	-	-	-
Debt Issuance, Trustee Fees, & Contingency	4,000	9,000	5,000	4,000	-	-	-	9,000	Annual Trustee Fee & Contingency
Capital Outlay	-	-	-	-	-	-	-	-	See Capital Fund
TOTAL EXPENDITURES	230,749	304,427	23,024	281,403	164,501	176,301	11,800	321,208	
REVENUE OVER / (UNDER) EXPENDITURES	179,553	91,562	37,963	129,525	213,549	191,162	22,388	125,276	
OTHER SOURCES / (USES)									
Developer advances	-	-	-	-	-	-	-	-	-
Bond proceeds	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES / (USES)	-	-	-	-	-	-	-	-	
CHANGE IN FUND BALANCE	179,553	91,562	37,963	129,525	213,549	191,162	22,388	125,276	
BEGINNING FUND BALANCE	389,596	539,471	29,678	569,149	569,149	539,471	29,678	691,809	
ENDING FUND BALANCE	569,149	631,033	67,641	698,674	782,698	730,633	52,065	817,084	See Breakdown Below
COMPONENTS OF FUND BALANCE									
Nonspendable	2,531	4,305	(427)	3,878	-	-	-	4,305	Prepaid Insurance
TABOR Emergency Reserve	3,425	5,043	(541)	4,502	3,200	-	-	5,264	3% of operating expenditures
Restricted For Debt Service	416,327	416,823	14,085	430,908	490,779	-	-	429,582	See breakdown in debt service fund
Assigned For Future Capital Replacements	-	-	-	-	-	-	-	-	Begin building in future years
Assigned For Next Year Budget Deficit	-	-	-	-	-	-	-	-	Assume breakeven 2024 Budget
Unassigned	146,866	204,862	54,524	259,386	288,719	-	-	377,933	
TOTAL ENDING FUND BALANCE	569,149	631,033	67,641	698,674	782,698			817,084	
=	=	=	=	=	=			=	

Sunlight Metropolitan District
Statement of Revenues, Expenditures, & Changes In Fund Balance
Modified Accrual Basis For the Period Indicated

Print Date: 1/13/2026

GENERAL FUND	2024 Audited Actual	2025 Adopted Budget	Variance Favorable (Unfavor)	2025 Forecast	YTD Thru 08/31/25 Actual	YTD Thru 08/31/25 Budget	Variance Favorable (Unfavor)	2026 Adopted Budget	Notes/Assumptions
REVENUE									
Property Taxes	222,668	239,169	-	239,169	230,471	229,602	869	274,144	20 Mills, As Adjusted
State Property Tax Backfill	7,225	-	-	-	-	-	-	-	90% of Lost Taxes From SB 22-238
Specific Ownership Taxes	13,904	14,350	-	14,350	8,601	8,371	230	16,449	Estimated at 6% of property taxes
Interest Income	5,481	1,200	10,286	11,486	6,686	800	5,886	9,200	3.5% of Fund Balance
Miscellaneous Income	2,958	-	-	-	-	-	-	-	
TOTAL REVENUE	252,236	254,719	10,286	265,005	245,758	238,773	6,985	299,793	
EXPENDITURES									
<u>Administration</u>									
Accounting & Administration	25,327	25,200	(2,300)	27,500	19,873	17,500	(2,373)	28,600	Based on 2025 Forecast
Audit	5,750	6,000	-	6,000	6,000	6,000	-	6,300	Based on McMahan Engagement Letter 9.23.25
Legal	7,603	6,000	(750)	6,750	4,724	4,000	(724)	6,953	Based on 2025 Forecast
Website	480	1,611	-	1,204	928	1,291	363	1,104	Annual & DocAccess
Engineering	-	-	-	-	-	-	-	-	No anticipated need
Office Expense	1,516	1,500	(157)	1,657	1,157	1,000	(157)	1,700	Bill.com fees, misc other
Treasurer's Fees	6,908	7,175	-	7,175	6,924	6,888	(36)	8,224	3% of property taxes
Election	-	-	(1,831)	1,831	1,831	-	(1,831)	500	Some 2027 Election Work Required in 2026
Insurance, Bonds & SDA Dues	3,582	4,100	407	3,693	3,693	4,100	407	4,100	Based on 2025 Actual w/ 10% increase
<u>Operations</u>									
District Maint & Management	6,000	6,000	-	6,000	4,000	4,000	-	7,500	Based on CPG Proposal
Park & Playground Maint, Lawn, Streetscape & Weed Control	20,449	25,000	(2,752)	27,752	27,752	20,533	(7,219)	30,000	Per CPG
Snow Removal	27,544	35,000	10,000	25,000	12,785	24,500	11,715	25,000	Per CPG
Park & Irrigation Capital Repairs	-	15,000	-	15,000	674	15,000	14,326	20,000	Per CPG, add zones from Lot 63 to park
Irrigation R&M, Fall Blowout	5,316	10,000	-	10,000	9,954	6,667	(3,287)	10,000	Per CPG, anticipate addition of phase 3
Utilities	3,644	8,500	-	8,500	6,363	5,667	(697)	8,500	Per CPG, anticipate addition of phase 3
Miscellaneous	-	2,000	-	2,000	-	1,333	1,333	2,000	Misc Other Costs
Contingency/ Emergencies	-	15,000	15,000	-	-	-	-	15,000	Unforeseen or Additional Needs
TOTAL EXPENDITURES	114,160	168,086	17,617	150,062	106,661	118,479	11,818	175,481	
REVENUE OVER / (UNDER) EXPENDITURES	138,077	86,633	27,903	114,943	139,097	120,294	18,803	124,312	
OTHER SOURCES / (USES)									
Transfers In/(Out)	-	-	-	-	-	-	-	-	
Developer Advances	-	-	-	-	-	-	-	-	
TOTAL OTHER SOURCES / (USES)	-	-	-	-	-	-	-	-	
CHANGE IN FUND BALANCE	138,077	86,633	28,310	114,943	139,097	120,294	18,803	124,312	
BEGINNING FUND BALANCE	14,746	127,577	25,246	152,822	152,822	127,577	25,246	263,190	
ENDING FUND BALANCE	152,822	214,210	53,556	267,765	291,919	247,871	44,048	387,502	
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Sunlight Metropolitan District
Statement of Revenues, Expenditures, & Changes In Fund Balance
Modified Accrual Basis For the Period Indicated

Print Date: 1/13/2026

	2024 Audited Actual	2025 Adopted Budget	Variance Favorable (Unfavor)	2025 Forecast	YTD Thru 08/31/25 Actual	YTD Thru 08/31/25 Budget	Variance Favorable (Unfavor)	2026 Adopted Budget	Notes/Assumptions
DEBT SERVICE FUND									
REVENUE									
Property Taxes	127,772	119,688	-	119,688	115,335	114,900	435	124,236	20 Mills, As Adjusted
Specific Ownership Taxes	7,979	7,181	-	7,181	4,304	4,189	115	7,454	Estimated at 6% of property taxes
Interest Income	22,315	14,400	4,653	19,053	12,653	9,600	3,053	15,000	3.5% of DS Fund Balance
TOTAL REVENUE	158,065	141,269	4,653	145,922	132,293	128,689	3,603	146,691	
EXPENDITURES									
Treasurer's Fees	3,840	3,591	-	3,591	3,465	3,447	(18)	3,727	3% of Property Taxes
Bond Interest	108,750	108,750	-	108,750	54,375	54,375	-	108,000	Per Amort Schedule
Bond Principal	-	15,000	-	15,000	-	-	-	25,000	Per Amort Schedule
Paying Agent / Trustee Fees	4,000	4,000	-	4,000	-	-	-	4,000	UMB Annual Trustee and Paying Agent Fee
Cost of Issuance	-	-	-	-	-	-	-	-	
Contingency	-	5,000	5,000	-	-	-	-	5,000	Unforeseen Needs
TOTAL EXPENDITURES	116,590	136,341	5,000	131,341	57,840	57,822	(18)	145,727	
REVENUE OVER / (UNDER) EXPENDITURES	41,476	4,929	9,653	14,582	74,453	70,867	3,585	964	
OTHER SOURCES / (USES)									
Transfers In/(Out)	-	-	-	-	-	-	-	-	
Developer Repayment	-	-	-	-	-	-	-	-	
Bond Proceeds	-	-	-	-	-	-	-	-	
TOTAL OTHER SOURCES / (USES)	-	-	-	-	-	-	-	-	
CHANGE IN FUND BALANCE	41,476	4,929	9,653	14,582	74,453	70,867	3,585	964	
BEGINNING FUND BALANCE	374,851	411,895	4,432	416,327	416,327	411,895	4,432	428,619	
ENDING FUND BALANCE	416,327	416,823	14,085	430,908	490,779	482,762	8,017	429,582	
COMPONENTS OF FUND BALANCE									
Bond Payment Fund	35,654	28,376	14,085	42,461	97,776			41,090	
Debt Service Reserve Fund	170,772	170,750	-	170,750	175,522			170,750	Required by Bonds
Bond Surplus Fund	209,843	216,500	-	216,500	215,682			216,500	Build to \$216,500 Max
Internal & Other Balances	59	1,197	-	1,197	1,799			1,242	Taxes Received in Dec & Jan
TOTAL ENDING FUND BALANCE	416,327	416,823	14,085	430,908	490,779			429,582	
	=	=	=	=	=	=	=	=	

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Routt County, Colorado.

On behalf of the Sunlight Metropolitan District

(taxing entity)^A

the Board of Directors

(governing body)^B

of the Sunlight Metropolitan District

(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of:

\$ 12,120,630

(Gross^D assessed valuation, Line 2 of the Certification of Valuation From 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 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:

\$ 12,120,630

(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:

12/10/2025

(not later than Dec 15)

(mm/dd/yyyy)

for budget/fiscal year 2026

(yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>22.830</u> mills	<u>\$ 276,713.98</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	<u>(0.212)</u> mills	<u>\$ (2,569.57)</u>
SUBTOTAL FOR GENERAL OPERATING:	22.618 mills	\$ 274,144.41
3. General Obligation Bonds and Interest ^J	<u>10.250</u> mills	<u>\$ 124,236.46</u>
4. Contractual Obligations ^K	<u>0.000</u> mills	<u>\$ -</u>
5. Capital Expenditures ^L	<u>0.000</u> mills	<u>\$ -</u>
6. Refunds/Abatements ^M	<u>0.000</u> mills	<u>\$ -</u>
7. Other ^N (specify):	<u>0.000</u> mills	<u>\$ -</u>
	<u>0.000</u> mills	<u>\$ -</u>
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	32.868 mills	\$ 398,380.87

Contact person:

(print)

Jon Erickson

Daytime

phone:

(970) 926-6060

Signed:



Title:

District Accountant

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, Colorado 80203. Questions? Call DLG (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 (32-1-603 C.R.S.). Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenue to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-603, 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: | Finance the acquisition, construction and installation of roads, sidewalks, water, sanitary sewer, parks and recreation, and other facilities. |
| | Series: | Limited Tax General Obligation Bonds, Series 2020 |
| | Date of Issue: | November 4, 2020 |
| | Coupon rate: | 5.000% |
| | Maturity Date: | December 1, 2050 |
| | Levy: | 10.250 |
| | Revenue: | \$124,236.46 |
| <hr/> | | |
| 2. | Purpose of Issue: | _____ |
| | Series: | _____ |
| | Date of Issue: | _____ |
| | Coupon rate: | _____ |
| | Maturity Date: | _____ |
| | Levy: | _____ |
| | Revenue: | _____ |

CONTRACTS^K:

- | | | |
|-------|----------------------|-------|
| 3. | Purpose of Contract: | _____ |
| | Title: | _____ |
| | Date: | _____ |
| | Principal Amount: | _____ |
| | Maturity Date: | _____ |
| | Levy: | _____ |
| | Revenue: | _____ |
| <hr/> | | |
| 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.

EXHIBIT B
2025 Audited
Financial Statements

Sunlight Metropolitan District

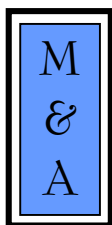
Financial Statements

December 31, 2025

**Sunlight Metropolitan District
Financial Statements
December 31, 2025**

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McMAHAN AND ASSOCIATES, L.L.C.

Certified Public Accountants and Consultants

WEB SITE: WWW.McMAHANCPA.COM

MAIN OFFICE: (970) 845-8800

INDEPENDENT AUDITOR'S REPORT

**To the Board of Directors
Sunlight Metropolitan District
Steamboat Spring, Colorado**

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and each major fund of Sunlight Metropolitan District (the "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 and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("U.S. GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our 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

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP, 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 one year after the date that the financial statements are issued.

Member: American Institute of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT
To the Board of Directors
Sunlight Metropolitan District

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 U.S. GAAS 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 U.S. GAAS, 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis in Section B be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

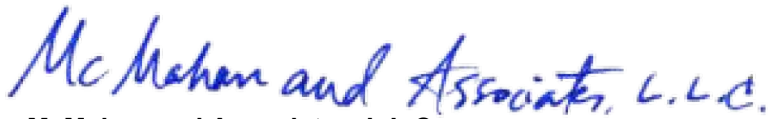
The budgetary comparison information in section E is not a required part of the basic financial statements but is supplementary information required by U.S. GAAP. The budgetary comparison information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with U.S. GAAS. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

INDEPENDENT AUDITOR'S REPORT
To the Board of Directors
Sunlight Metropolitan District

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The individual fund budgetary comparison in Section F is presented for purposes of additional analysis and are not a required part of the basic financial statements.

The budgetary comparison found in Section F is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in blue ink that reads "McMahan and Associates, L.L.C." in a cursive, flowing script.

McMahan and Associates, L.L.C.
Avon, Colorado
July 13, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

Sunlight Metropolitan District
Management's Discussion and Analysis
December 31, 2025

As management of Sunlight Metropolitan District ("District"), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2025.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements: The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. Current year to prior year comparisons will be presented below to help users evaluate the results of the District over the past two years.

The Statement of Net Position presents information on all of the District's assets, deferred outflows, liabilities, and deferred inflows, with the difference between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements can be found on pages C1 and C2 of this report.

Fund financial statements: A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District utilized two governmental funds for 2024; the General Fund, and the Debt Service Fund.

Governmental funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. The governmental funds provide a reconciliation to facilitate this comparison between governmental funds and governmental activities on pages C3 and C5 of this report.

The District adopts an annual appropriated budget for each of its governmental funds. Budgetary comparisons for all funds have been provided on pages E1 and F1 to demonstrate compliance with this budget.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found starting on D1 of this report.

Government-wide Financial Analysis: The following tables show condensed financial information derived from the government-wide financial statements of the District which compares 2025 to 2024:

Statement of Net Position

	2025	2024
Assets:		
Current and other assets	\$ 1,138,028	\$ 936,660
Capital assets, net	910,360	940,941
Total Assets	2,048,388	1,877,601
Liabilities:		
Current and other liabilities	46,909	23,654
Long-term liabilities	5,675,464	5,512,802
Total Liabilities	5,722,373	5,536,456
Deferred Inflows:		
Property taxes	398,380	358,857
Total Deferred Inflows	398,380	358,857
Net Position:		
Net investment in capital assets	(3,486,199)	(3,470,618)
Restricted	439,137	419,747
Unrestricted	(1,025,303)	(966,841)
Total Net Position	\$ (4,072,365)	\$ (4,017,712)

Statement of Activities

	2025	2024
General revenues:		
Property taxes	\$ 380,693	\$ 379,548
Interest income	30,334	30,754
Total revenues	\$ 411,027	\$ 410,302
Expenses:		
General government	\$ 169,268	\$ 152,581
Interest on long-term debt	296,412	296,989
Asset conveyed to others	-	-
Total expenses	\$ 465,680	\$ 449,570
Change in net position	\$ (54,653)	\$ (39,268)
Net position, beginning	(4,017,712)	(3,978,444)
Net position, ending	\$ (4,072,365)	\$ (4,017,712)

Government-wide Financial Analysis. The District's primary responsibility is to provide snowplowing on the sidewalks and alleyways and landscape maintenance on the District's open space and parks as well as service the Bonds issued to finance the infrastructure of the community. The District's overall financial position, as measured by net position, decreased by \$54,653, due primarily to accrual of interest on the balances still owed to the developer. The unrestricted net position is being held to be used for future year's operating and capital replacement expenditures.

Financial Analysis of the District's Funds

As mentioned earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds: The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, the assigned and unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

General Fund revenue increased in 2025 to \$264,809 compared to \$252,236 in 2024. The increase is due to an increase in the assessed valuation. General Fund expenditures were

\$131,085 in 2025 compared to \$114,160 in 2024. The increase is due to increased operational expenditures related to landscape maintenance.

Debt Service Fund revenue was \$146,218 in 2025 and \$158,066 in 2024. The decrease was due to a reduced mill levy as the reserve requirements of the bonds having been satisfied. Debt Service Fund expenditures were \$131,352 in 2025 and \$116,590 in 2024. The primary reason for that was due to the beginning of payments of principal on the outstanding bonds.

Capital Fund revenues and expenditures in 2025 were \$0 and \$0 in 2024. There was no activity in 2025.

As of the end of 2025, the District's governmental funds reported an ending fund balance of \$717,739 an increase of \$148,590 from the prior year. Of the fund balance, \$3,230 is nonspendable, \$7,944 is restricted for emergencies, \$431,193 is restricted for debt service and the remaining \$275,372 is unassigned.

Budget variances: The General Fund ending fund balance finished the year \$47,091 ahead of the budget. A budget to actual schedule for the General Fund can be found as part of the supplementary information on page E1 of this report.

The Debt Service Fund ending fund balance finished the year \$9,938 positive to the budget due to a budgeted contingency that wasn't used. A budget to actual schedule for the Debt Fund can be found as part of the supplementary information on page F1 of this report.

The Capital Projects Fund reported no activity in 2025.

Capital Assets: During 2025 the District had a net decrease in capital assets of \$30,581 due to depreciation expense on infrastructure. For more detail on capital assets see Note B on page D10 of this report.

Long-term debt: The District's overall outstanding debt decreased by \$15,000 in 2025 as the principal amortization of the bonds began. For more detail on long-term debt see Note C on page D11 of this report.

Request for Information: This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Sunlight Metropolitan District, c/o Marchetti & Weaver, LLC, 28 Second Street, Suite 213, Edwards, CO 81632 (970) 926-6060.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**Sunlight Metropolitan District
Statement of Net Position
December 31, 2025**

Assets:

Cash and cash equivalents	734,487
Amounts due from Routt County	1,931
Property taxes receivable	398,380
Prepaid expenses	3,230
Capital assets, net	910,360
Total Assets	<u>2,048,388</u>

Liabilities:

Current liabilities due in less than one year:	
Accounts payable	6,909
Refundable deposit	15,000
Bonds payable	25,000
Non-current liabilities due in excess of one year:	
Accrued interest	1,193,905
Developer advance	2,346,559
Bonds payable	2,135,000
Total Liabilities	<u>5,722,373</u>

Deferred Inflows of Resources:

Property tax revenue	398,380
Total Deferred Inflows of Resources	<u>398,380</u>

Net Position:

Net investment in capital assets	(3,486,199)
Restricted for debt service	431,193
Restricted for emergencies	7,944
Unrestricted	(1,025,303)
Total Net Position	<u><u>(4,072,365)</u></u>

The accompanying notes are an integral part of these financial statements.

**Sunlight Metropolitan District
Statement of Activities
For the Year Ended December 31, 2025**

		Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue
Functions/Programs:	Expenses				
Governmental activities:					
General government	169,268	-	-	-	(169,268)
Interest on long-term debt	296,412	-	-	-	(296,412)
Total primary government	<u>465,680</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(465,680)</u>
General revenues:					
Taxes:					
Property tax					
					358,857
Specific ownership tax					
					21,836
Interest income					
					30,334
Total General Revenues					<u>411,027</u>
Change in Net Position					(54,653)
Net Position - Beginning					(4,017,712)
Net Position - Ending					<u>(4,072,365)</u>

The accompanying notes are an integral part of these financial statements.

FUND FINANCIAL STATEMENTS

**Sunlight Metropolitan District
Balance Sheet
Governmental Funds
December 31, 2025**

	<u>General</u>	<u>Debt Service</u>	<u>Total Governmental Funds</u>
Assets:			
Equity in pooled cash and investments	303,939	430,548	734,487
Amounts due from Routt County	1,286	645	1,931
Property taxes receivable	274,144	124,236	398,380
Prepaid expenses	3,230	-	3,230
Total Assets	<u>582,599</u>	<u>555,429</u>	<u>1,138,028</u>
Liabilities:			
Accounts payable	6,909	-	6,909
Refundable deposit	15,000	-	15,000
Total Liabilities	<u>21,909</u>	<u>-</u>	<u>21,909</u>
Deferred Inflows of Resources:			
Unavailable property tax revenue	274,144	124,236	398,380
Total Deferred Inflows of Resources	<u>274,144</u>	<u>124,236</u>	<u>398,380</u>
Fund Balances:			
Nonspendable	3,230	-	3,230
Restricted for debt service	-	431,193	431,193
Restricted for emergencies	7,944	-	7,944
Unassigned	275,372	-	275,372
Total Fund Balances	<u>286,546</u>	<u>431,193</u>	<u>717,739</u>
Total Liabilities, Deferred Inflow of Resources, and Fund Balances	<u><u>582,599</u></u>	<u><u>555,429</u></u>	<u><u>1,138,028</u></u>

The accompanying notes are an integral part of these financial statements.

**Sunlight Metropolitan District
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2025**

Governmental Funds Total Fund Balance	717,739
--	---------

Capital assets used in governmental activities are not considered current financial resources and, therefore, are not reported in the funds.
Details of these amounts are as follows:

Capital assets	1,086,202	
Accumulated depreciation	<u>(175,842)</u>	
		910,360

Long-term liabilities, including bonds payable and leases payable, are not due and payable in the current period and, therefore, are not reported in the funds. This is the amount of District long-term liabilities. Details of these amounts are as follows:

Bonds payable	(2,160,000)	
Developer advance	(2,346,559)	
Accrued interest payable	<u>(1,193,905)</u>	
		<u>(5,700,464)</u>

Net Position of Governmental Activities	<u><u>(4,072,365)</u></u>
--	---------------------------

**Sunlight Metropolitan District
Statement of Revenues, Expenditures
and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2025**

	<u>General</u>	<u>Debt Service</u>	<u>Total Governmental Funds</u>
Revenues:			
Property taxes	239,169	119,688	358,857
Specific ownership taxes	14,553	7,283	21,836
Interest	11,087	19,247	30,334
Total Revenues	<u>264,809</u>	<u>146,218</u>	<u>411,027</u>
Expenditures:			
General government:			
Accounting and auditing	33,303	-	33,303
Insurance	3,226	-	3,226
Legal	7,302	-	7,302
Administration - other	5,100	-	5,100
Treasurer fees	7,198	3,602	10,800
Manager	6,000	-	6,000
Utilities	7,779	-	7,779
Snow removal	17,245	-	17,245
Landscape and irrigation	43,932	-	43,932
Principal	-	15,000	15,000
Interest	-	108,750	108,750
Paying agent fees	-	4,000	4,000
Total Expenditures	<u>131,085</u>	<u>131,352</u>	<u>262,437</u>
Excess (Deficiency) of Revenues over Expenditures	<u>133,724</u>	<u>14,866</u>	<u>148,590</u>
Net Change in Fund Balances	133,724	14,866	148,590
Fund Balances - Beginning	<u>152,822</u>	<u>416,327</u>	<u>569,149</u>
Fund Balances - Ending	<u><u>286,546</u></u>	<u><u>431,193</u></u>	<u><u>717,739</u></u>

The accompanying notes are an integral part of these financial statements.

Sunlight Metropolitan District
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended December 31, 2025

Net change in fund balances for total governmental funds		148,590
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Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of the assets is allocated over their estimated useful lives as depreciation expense. This is the net difference between depreciation and capital additions during the year. Details of these differences are as follows:

Depreciation expense	(30,581)	(30,581)
----------------------	----------	----------

The repayment of the principal of long-term debt consumes current financial resources of governmental funds. This transaction, however, has no effect on net position. This amount is the net effect of these differences in the treatment of long-term debt repayments.

Principal repayments - Bonds payable	15,000	15,000
--------------------------------------	--------	--------

The change in accrued interest reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds.

	(187,662)
--	-----------

Change in Net Position of Governmental Activities	(54,653)
--	-----------------

NOTES TO THE FINANCIAL STATEMENTS

**Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025**

I. Summary of Significant Accounting Policies

Sunlight Metropolitan District (the "District") was organized in 2016 and is governed by a five-member elected Board of Directors. On November 8, 2016, an Order and Decree Creating the District was approved. As required by GAAP, these financial statements present the activities of the District, which is legally separate and financially independent of other state and local governments. The District was organized to provide various public improvements necessary and appropriate for the development of the Sunlight Steamboat project. The public improvements, which include streets, water, sewer, traffic and safety controls, parks and recreation, and other improvements are being constructed for the benefit of the taxpayers and service users within the Districts' boundaries, located within the City of Steamboat Springs, Colorado.

The District's financial statements are prepared in accordance with generally accepted accounting principles ("GAAP"). The Governmental Accounting Standards Board ("GASB") is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established by GAAP used by the District are discussed below.

A. Reporting Entity

The reporting entity consists of (a) the primary government; i.e., the District, and (b) organizations for which the District is financially accountable. The District is considered financially accountable for legally separate organizations if it is able to appoint a voting majority of an organization's governing body and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits, to, or to impose specific financial burdens on, the District. Consideration is also given to other organizations which are fiscally dependent; i.e., unable to adopt a budget, levy taxes, or issue debt without approval by the District. Organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete are also included in the reporting entity.

Based on the criteria discussed above, the District is not financially accountable for any other entity, nor is the District a component unit of any other government.

B. Government-wide and Fund Financial Statements

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as governmental type.

1. Government-wide Financial Statements

In the government-wide Statement of Net Position, all balances are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide focus is on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

**Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)**

I. Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Financial Statements (continued)

2. Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The fund focus is on current available resources and budget compliance.

The District reports the following governmental funds:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the District, 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 general obligation debt of the governmental funds.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Measurement focus refers to whether financial statements measure changes in current resources only (current financial focus) or changes in both current and long-term resources (long-term economic focus). Basis of accounting refers to the point at which revenues, expenditures, or expenses are recognized in the accounts and reported in the financial statements. Financial statement presentation refers to classification of revenues by source and expenses by function.

1. Long-term Economic Focus and Accrual Basis

Governmental activities in the government-wide financial statements use the long-term economic focus and are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows.

2. Current Financial Focus and Modified Accrual Basis

The governmental fund financial statements use the current financial focus and are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter (60 days) to be used to pay liabilities of the current period. Expenditures are generally recognized when the related liability is incurred. The exception to this general rule is that principal and interest on general long-term debt, if any, is recognized when due.

Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)

I. Summary of Significant Accounting Policies (continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

3. Financial Statement Presentation

Amounts reported as program revenues include capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes and interest income.

D. Financial Statement Accounts

1. Cash and Cash Equivalents

Cash and equivalents are defined as deposits that can be withdrawn at any time without notice or penalty and investments with maturities of three months or less.

Investments are stated at net asset value. The change in fair value of investments is recognized as an increase or decrease to investment assets and investment income. The District's investment policy is detailed in note III.A.

2. Receivables

Receivables are reported net of an allowance for uncollectible accounts. There was no allowance as of December 31, 2025.

3. Property Taxes

Property taxes are assessed in one year as a lien on the property, but not collected by governmental units until the subsequent year. In accordance with GAAP, the assessed but uncollected property taxes have been recorded as a receivable and as deferred inflow of resources.

4. Capital Assets

Capital assets, which include land; roads; and parks and recreation assets, are reported in the governmental activity columns in the government-wide financial statements. The District defines capital assets as assets with an initial cost of \$5,000 or more and an estimated useful life in excess of five years. Such assets are recorded at historical cost. Donated capital assets are recorded at estimated fair value at the date of donation.

Roads and parks and recreation assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Roads	40
Parks and recreation	15-30

**Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)**

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

5. Deferred Outflows and Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District does not have any items to report under this category.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Unavailable property tax revenue is deferred and recognized as an inflow of resources in the period that the amounts become available and earned.

6. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term debt obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligation of the funds. Long-term debt obligations are recognized as a liability on the governmental fund financial statements when due.

7. Fund Balance

The District classifies governmental fund balances as follows:

Nonspendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority which is the Board of Directors.

Assigned – includes spendable fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the Board of Directors or its management designee.

**Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)**

I. Summary of Significant Accounting Policies (continued)

D. Financial Statement Accounts (continued)

8. Fund Balance (continued)

Unassigned - includes residual positive fund balance within the General Fund which has not been classified within the other above-mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those specific purposes.

The District uses restricted amounts first when both restricted and unrestricted fund balance is available unless there are legal documents/contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the District first uses committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

E. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the District's management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

II. Stewardship, Compliance, and Accountability

A. Budgetary Information

In the fall of each year, the District's Board of Directors formally adopts a budget with appropriations by fund for the ensuing year pursuant to the Local Government Budget Law of Colorado. The budgets for the funds are adopted on a basis consistent with generally accepted accounting principles ("GAAP").

As required by Colorado Statutes, the District followed this timetable in approving and enacting a budget for the ensuing year.

- (1) For the 2025 budget, prior to August 25, 2024, the County Assessor sent to the District a certified assessed valuation of all taxable property within the District's boundaries. The County Assessor may change the assessed valuation on or before December 10, 2024, only once by a single notification to the District.
- (2) On or before October 15, 2024, the Budget Director submitted to the District's Board of Directors a recommended budget that detailed the necessary property taxes needed along with other available revenues to meet the District's operating requirements.
- (3) Prior to December 15, 2024, the District computed and certified to the County Commissioners a rate of levy that derived the necessary property taxes as computed in the proposed budget.
- (4) After a required publication of "Notice of Proposed Budget" and a public hearing, the District adopted the proposed budget and an appropriating resolution, which legally appropriated expenditures for the upcoming year

**Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)**

II. Stewardship, Compliance, and Accountability (continued)

A. Budgetary Information (continued)

- (5) After adoption of the budget resolution, the District may make the following changes: (a) it may transfer appropriated monies between funds or between spending agencies within a fund, as determined by the original appropriation level; (b) supplemental appropriations to the extent of revenues in excess of the estimate in the budget; (c) emergency appropriations; and (d) reduction of appropriations for which originally estimated revenues are insufficient.

The level of control in the budget at which expenditures exceed appropriations is at the fund level. All appropriations lapse at year-end.

After adoption of the budget resolution, the District may make the following changes: a) it may transfer appropriated monies between funds or between spending agencies within a fund, as determined by the original appropriation level; b) it may approve supplemental appropriations to the extent of revenues in excess of the estimated in the budget; c) it may approve emergency appropriations; and d) it may reduce appropriations for which originally estimated revenues are insufficient.

Taxes levied in one year are collected in the succeeding year. Thus, taxes certified in 2024 were collected in 2025 and taxes certified in 2025 will be collected in 2026. Taxes are due on January 1st in the year of collection; however, they may be paid in either one installment (no later than April 30th) or two equal installments (not later than February 28th and June 15th) without interest or penalty. Taxes which are not paid within the prescribed time bear interest at the rate of one percent (1%) per month until paid. Unpaid amounts and the accrued interest thereon become delinquent on June 15th.

B. TABOR Amendment

In November 1992, Colorado voters amended Article X of the Colorado Constitution by adding Section 20, commonly known as the Taxpayer's Bill of Rights ("TABOR"). TABOR contains revenue, spending, tax and debt limitations that apply to the State of Colorado and local governments. TABOR requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of any expiring tax, or tax policy change directly causing a net tax revenue gain to any local government. Any revenues earned in excess of the fiscal year spending limit must be refunded in the next fiscal year, unless voters approve retention of such excess revenue.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future fiscal years.

Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)

II. Stewardship, Compliance, and Accountability (continued)

B. TABOR Amendment (continued)

TABOR also requires local governments to establish an emergency reserve to be used for declared emergencies only. The reserve is calculated at 3% of fiscal year spending. Fiscal year spending excludes bonded debt service and enterprise spending. The District has reserved \$7,944 which is the approximate required reserve, at December 31, 2025.

On November 8, 2016, a majority of the District's electors authorized the District (1) to increase taxes annually unlimited as to rate or amount by the imposition of an ad valorem property tax levy to be in effect for the life of the debt, and (2) to collect, keep, and expend all District revenue during 2017, and continuing thereafter without regard to limitation under TABOR.

Also, on November 8, 2016, the voters of the District authorized the issuance of \$12,000,000 in debt, \$98,400,000 in contractual obligations, and approved an increase in the property tax revenue to pay such debt and obligations.

The District's management believes it is in compliance with the financial provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions, including the interpretation of how to calculate fiscal year spending limits, will require judicial interpretation.

C. Authorized Debt

At December 31, 2025, the District had authorized general obligation debt and contractual obligations for the following detailed purposes:

Street Improvements (5E)	12,000,000
Parks and Recreation (5F)	12,000,000
Water (5G)	12,000,000
Sanitation (5H)	12,000,000
Transportation (5I)	12,000,000
Mosquito Control (5J)	12,000,000
Safety Protection (5K)	12,000,000
Fire Protection (5L)	12,000,000
Television Relay and Translation (5M)	12,000,000
Security (5N)	12,000,000
Operations & Maint (5O)	12,000,000
Refunding Debt (5P)	12,000,000
IGA's As Debt (5Q)	12,000,000
Total Authorized Debt	156,000,000

Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)

III. Detailed Notes on all Funds

A. Deposits and Investments

The District's deposits are entirely covered by federal depository insurance ("FDIC") or by collateral held under Colorado's Public Deposit Protection Act ("PDPA"). The FDIC insures the first \$250,000 of the District's deposits at each financial institution. Deposit balances over \$250,000 are collateralized as required by PDPA. The carrying amount of the District's demand deposits was \$10,591 at year end.

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

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market mutual funds
- Guaranteed investment contract
- Local government investment pools

Interest Rate Risk. As a means of limiting its exposure to interest rate risk, the District diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer and type of issuer. The District coordinates its investment maturities to closely match cash flow needs and restricts the maximum investment term to less than five years (less in some cases) from the purchase date. As a result of the limited length of maturities the District has limited its interest rate risk.

Credit Risk. District investment policy limits investments to those authorized by State statutes. The District's general investment policy is to apply the prudent-person rule: investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments.

Concentration of Credit Risk. The District diversifies its investments by security type and institution. Financial institutions holding District funds must provide the District a copy of the certificate from the Banking Authority that states that the institution is an eligible public depository.

Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)

III. Detailed Notes on all Funds (continued)

A. Deposits and Investments (continued)

At year end, the District had the following deposits and investments with the following maturities:

	Standard & Poor's Rating	Carrying Amounts	Term to Maturity	
			Less than one year	More than one year
<i>Deposits:</i>				
Checking and savings	Not rated	10,591	10,591	-
<i>Investments:</i>				
Investment pool	AAAm	723,896	723,896	-
		<u>734,487</u>	<u>734,487</u>	<u>-</u>

At December 31, 2025, the District had the following recurring fair value measurements:

Investments Measured at Net Asset Value	Total
Colotrust	723,896
	<u>723,896</u>

The Investment Pool represents investments in COLOTRUST. The net asset value of the pool is determined by the pool's share price. The District has no regulatory oversight for the pool. At December 31, 2025, the District's investments in COLOTRUST were 100% of the District's investment portfolio.

The District had invested \$723,896 in the Colorado Local Government Liquid Asset Trust (the "Trust"). The Trust is 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 operates similarly to a money market fund, measured at net asset value, and each share is equal in value to \$1.00. Investments consist of U.S. Treasury bills, notes and note strips and repurchase agreements collateralized by U.S. Treasury securities. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned are held by the Federal Reserve Bank in the account maintained for the custodial bank.

Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)

III. Detailed Notes on all Funds (continued)

B. Capital Assets

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

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	137,487	-	-	137,487
Capital assets, being depreciated:				
Parks and recreation	700,802	-	-	700,802
Street facilities	247,913	-	-	247,913
Total capital assets	<u>1,086,202</u>	<u>-</u>	<u>-</u>	<u>1,086,202</u>
Less accumulated depreciation for:				
Parks and recreation	(29,441)	(6,198)	-	(35,639)
Street facilities	(115,820)	(24,383)	-	(140,203)
Total accumulated depreciation	<u>(145,261)</u>	<u>(30,581)</u>	<u>-</u>	<u>(175,842)</u>
Net Capital Assets	<u>940,941</u>	<u>(30,581)</u>	<u>-</u>	<u>910,360</u>

Depreciation expense was charged to General Government.

C. Long-Term Liabilities

1. Developer Advance

The District entered into a Facilities Acquisition Agreement dated May 10, 2017, authorizing the Developer to construct or cause the construction of certain improvements necessary for development of property within the District. As part of this agreement, it was anticipated that the District would issue bonds, the proceeds of which could be used in part to reimburse the Developer for organization expenses, the cost of improvements, and other construction costs. Outstanding balances accrue simple interest until paid, at the rate of 8% per annum.

During 2020, the Developer conveyed \$3,935,333 in capital assets to the District in accordance with this agreement.

2. Series 2020 Limited Tax General Obligation Bonds

In November 2020, the District issued limited tax general obligation bonds totaling \$2,175,000. The bonds mature at various dates through December 1, 2050 and carry an interest rate of 5%. The bond proceeds were used to pay a portion of the District's obligations to the Developer.

Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)

III. Detailed Notes on all Funds (continued)

C. Long-Term Liabilities (continued)

2. Series 2020 Limited Tax General Obligation Bonds (continued)

A Reserve Fund equal \$170,750 is required to be maintained by the Trustee in accordance with the provisions of the Indenture for so long as any bond is outstanding. At December 31, 2025, the required Reserve Fund had a balance of \$177,867.

The future debt service requirements for the bonds are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	25,000	108,000	133,000
2027	30,000	106,750	136,750
2028	35,000	105,250	140,250
2029	35,000	103,500	138,500
2030	40,000	101,750	141,750
2031 - 2035	250,000	476,250	726,250
2036 - 2040	365,000	402,250	767,250
2041 - 2045	510,000	297,250	807,250
2046 - 2050	870,000	151,750	1,021,750
Total	<u>2,160,000</u>	<u>1,852,750</u>	<u>4,012,750</u>

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Developer note, operations	110,000	-	-	110,000	-
Developer note, capital	2,236,559	-	-	2,236,559	-
2020 General obligation Bonds	2,175,000	-	(15,000)	2,160,000	25,000
	<u>4,521,559</u>	<u>-</u>	<u>(15,000)</u>	<u>4,506,559</u>	<u>25,000</u>

**Sunlight Metropolitan District
Notes to the Financial Statements
December 31, 2025
(continued)**

IV. Other Information

A. Risk Management

Colorado Special Districts Property and Liability Pool

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; and general liability. The District is a member of the Colorado Special District Property and Liability Pool ("Pool") for property and liability insurance. The Pool was formed by an intergovernmental agreement to provide public officials, property, general and automobile liability coverage for claims up to \$1,000,000, except if the claim falls within the government immunity statute, then the coverage is \$150,000 per person and a \$600,000 aggregate claim. The Pool is reinsured for 80% of the first \$250,000 of all claims and 100% for claims in excess of \$250,000. The District may be required to make additional contributions in the event aggregate losses incurred by the Pool exceed amounts recoverable from reinsurance contracts. 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. Any settled claims are not expected to exceed coverage. A summary of audited statutory basis financial information for the Pool can be found here: <https://www.csdpool.org/financials>

B. Commitments and Contingencies

During the normal course of business, the District may incur claims and other assertions against it from various agencies and individuals. Management of the District and their legal representatives have disclosed that they are not aware of any material outstanding claims against the District at December 31, 2025

REQUIRED SUPPLEMENTARY INFORMATION

Sunlight Metropolitan District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Governmental Funds - General Fund
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended 2024)

	2025			2024
	Original & Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Property taxes	239,169	239,169	-	229,893
Specific ownership taxes	14,350	14,553	203	13,904
Other income	-	-	-	2,958
Interest	1,200	11,087	9,887	5,481
Total Revenues	254,719	264,809	10,090	252,236
Expenditures:				
General government:				
Accounting and auditing	31,200	33,303	(2,103)	31,118
Insurance	4,100	3,226	874	3,124
Legal	6,000	7,302	(1,302)	7,603
Administration - other	5,111	5,100	11	2,454
Treasurer fees	7,175	7,198	(23)	6,908
Manager	6,000	6,000	-	6,000
Utilities	8,500	7,779	721	3,644
Snow removal	35,000	17,245	17,755	27,544
Landscape and irrigation	50,000	43,932	6,068	25,765
Contingency	15,000	-	15,000	-
Total General Government Expenditures	168,086	131,085	37,001	114,160
Net Change in Fund Balance	86,633	133,724	47,091	138,076
Fund Balance - Beginning	127,577	152,822	25,245	14,746
Fund Balance - Ending	214,210	286,546	72,336	152,822

SUPPLEMENTARY INFORMATION

Sunlight Metropolitan District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Governmental Funds - Debt Service Fund
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended 2024)

	2025			2024
	Original & Final Budget	Actual	Final Budget Variance Positive (Negative)	Actual
Revenues:				
Property taxes	119,688	119,688	-	127,772
Specific ownership taxes	7,181	7,283	102	7,979
Interest	14,400	19,247	4,847	22,315
Total Revenues	141,269	146,218	4,949	158,066
Expenditures:				
General government:				
Treasurer fees	3,591	3,602	(11)	3,840
Debt service:				
Principal	15,000	15,000	-	-
Interest	108,750	108,750	-	108,750
Paying agent fees	4,000	4,000	-	4,000
Contingency	5,000	-	5,000	-
Total Expenditures	136,341	131,352	4,989	116,590
Net Change in Fund Balance	4,928	14,866	9,938	41,476
Fund Balance - Beginning	411,895	416,327	4,432	374,851
Fund Balance - Ending	416,823	431,193	14,370	416,327