

indebtedness of \$19,000,000 for streets, \$3,000,000 for park and recreation, \$250,000 for operations and maintenance, and \$22,000,000 for refunding of debt. The voters also approved an annual increase in taxes of \$25,000 annually, at a mill levy rate not to exceed one mill for operations and maintenance.

As set forth in the District's Amended 2004 - 2005 Operating Plan, the City has limited the amount of debt to be issued to a total of \$22,000,000 in the authorized voted categories, without future approval by the City. The 2010 Operating Plan submitted to the City amended the total amount of debt authorized by the City to \$5,000,000. This maximum debt authorization amount shall not be exceeded without express prior approval by the City.

**C. *Property Tax and Mill Levy Caps.***

The mill levy limitations first set forth in the 2008 Operating Plan (being 50 mills for debt service and one (1) mill for general operations and administrative expenses) remain unchanged.

**D. *District Revenues.***

See 2021 Budget attached hereto as **EXHIBIT B**.

**E. *Existing Debt Obligations.***

The District issued limited tax general obligation bonds in 2009 in the principal amount of \$1,650,000 with an interest rate of 8.5% (the "2009 Bonds"). The 2009 Bonds are subject to option redemption beginning December 1, 2012 and mandatory redemption on December 1 of each year. As required by the District's 2008 Operating Plan, the issuance of the 2009 Bonds was approved by Resolution 52-09 of the City Council. The District also issued subordinate limited tax general obligation bonds in 2011 in the principal amount of \$55,816 (the "2011 Bonds"). As required by the District's 2008 Operating Plan, the issuance of the 2011 Bonds was approved by Resolution 107-11 of the City Council. The District will annually review the interest rate on its bonds regarding market interest rate and evaluate possibilities to refund such bonds to the extent allowed pursuant to the bond documents.

Deleted:

Notwithstanding the amount of debt authorized at previous or future elections held for that purpose, the total authorized debt of the District shall not exceed \$5,000,000 without the written approval of the City Council of the City of Colorado Springs.

**F. *Future Debt Obligations.***

In accordance with the City's Special District Policy, this District shall request and obtain approval of City Council prior to issuance of any debt in accordance with the financing plan for the District as previously approved. The standards for City approval shall generally be consistent with the City's Special District Policy, as it may be amended, along with the most recently approved Operating Plan and Budget