



Woodmen Heights Metropolitan District

August 26, 2020

Carl Schueler
Comprehensive Planning Manager
City Administration Building
30 S. Nevada Avenue, Suite 105
Colorado Springs, Colorado 80903

Re: Woodmen Heights District No. 2 – 2020 Bond Issuance – Bond Submittal Package

Dear Carl:

Please find attached the bond review submittal package for the City of Colorado Springs City Council. The following documents are included for review:

- 1) Form of Loan Resolution
- 2) Form of Subordinate Bond Indentures
- 3) Term Sheet for Loan
- 4) Term Sheet for Subordinate Bonds
- 5) Financial Projections
- 6) Form of District counsel opinion

At the budget committee meeting on July 28, there were two primary questions asked of the District which have been addressed as follows:

- 1) Does the District intend to issue “new money”; and
- 2) Which improvements were funded by the District’s 2005 and 2015 issues

In response to the questions raised at the committee meeting, the District submits the following response.

- 1) The District will not issue “new money” in 2020 and will proceed with a refinancing of the existing Series 2012A, 2012B and 2015C bonds only.
- 2) The use of proceeds for the prior issuances of the District are summarized in the attached documents as well. See below the description of improvements as described in the Series 2015 Bond Resolution:

| Authorization from 2004 Election After Issuance of Series C Subordinate Bonds | | | | | | |
|---|------------------------|--|--|---|---|----------------------------|
| Purpose | Principal Amount Voted | Principal Amount Used by Series 2005 Bonds | Principal Amount Used by Series 2012A Senior Bonds | Principal Amount Used by Series 2012B Subordinate Bonds | Principal Amount Used by Series C Subordinate Bonds | Principal Amount Remaining |
| Streets | \$ 60,000,000 | (\$17,272,554) | (\$0) | (\$0) | (\$2,087,036) | \$40,640,410 |
| Safety protection | 60,000,000 | (7,040,624) | (0) | (0) | (848,000) | 52,111,376 |
| Water | 60,000,000 | (5,506,822) | (0) | (0) | (152,810) | 54,340,368 |
| Sanitation | 60,000,000 | (0) | (0) | (0) | (990,519) | 59,009,481 |
| Park and recreation | 60,000,000 | (0) | (0) | (0) | (1,517,850) | 58,482,150 |
| Mosquito control | 60,000,000 | (0) | (0) | (0) | (0) | 60,000,000 |
| Operations | 2,000,000 | (0) | (0) | (0) | (0) | 2,000,000 |
| Refunding | 60,000,000 | (0) | (6,700,000) | (24,007,680) | (0) | 29,292,320 |
| IGA debt | 62,000,000 | (0) | (0) | (0) | (0) | 62,000,000 |
| TOTAL | \$484,000,000 | \$-29,820,000 | \$-6,700,000 | \$-24,007,680 | \$-5,596,215 | \$417,876,105 |

Please provide this correspondence and attachment to City Council for their review prior to the work session scheduled for this submittal. If you have any questions, or need anything further, please do not hesitate to contact me.

Best regards,

Kevin Walker
District Manager