AMENDED AND RESTATED SERVICE PLAN FOR

BRADLEY RANCH METROPOLITAN DISTRICT IN THE CITY OF COLORADO SPRINGS, COLORADO

Prepared

by

Bradley Ranch Metropolitan District 12210 Brighton Rd #8 Henderson, CO 80640

[DATE-insert approval date prior to Council approval]

TABLE OF CONTENTS

I.	INTRO A. B. C.	Purpo Need	for the District.	1
II.			ctive of the City Regarding District Service Plan	
11.	DLIII	VITTO 1	19	∠
III.	BOUN	NDARI	IES	4
IV.	PROP	OSED	LAND USE/POPULATION PROJECTIONS/ASSESSED VALUATION	V. 4
V.	DESC	RIPTI	ON OF PROPOSED POWERS, IMPROVEMENTS AND SERVICES	5
	A.		ers of the District and Service Plan Amendment	
		1.	Operations and Maintenance Limitation	
		2.	City Charter Limitations	
		3.	Use of Bond Proceeds and Other Revenue of the District Limitation	
		4.	Recovery Agreement Limitation	6
		5.	Construction Standards Limitation	
		6.	Developer Funding Agreement Limitation Error! Bookmark not defin	
		7.	Privately Placed Debt Limitation	
		8.	Related Party Privately Placed Debt Limitation Error! Bookmark	
			defined.	
		9.	Inclusion Limitation	6
		10.	Overlap Limitation	6
		11.	Initial Debt Limitation	
		12.	Council Debt Authorization Limitation	6
		13.	Total Debt Issuance Limitation.	
		14.	Fee Limitation	6
		15.	Monies from Other Governmental Sources	
			Sales Tax Limitations	
		16.	No District will be allowed to impose a sales tax	6
		17.	Consolidation Limitation	
		18.	Bankruptcy Limitation	
		19.	Eminent Domain Powers Limitation	
		20.	Concealed Carry Prohibition.	
		21.	Service Plan Amendment Requirement	
	В.	Prelir	minary Plan for Public ImprovementsError! Bookmark not defin	
	C.		icing Plan	
	D.		mum Interest Rate	
	E.		ted-Default Provisions.	
	F.		ble Bondholders	
	G.		mum Debt Mill Levy	
	H.		mum Operating Mill Levy	

	I.	Maximum Overlapping Mill Levies for a Combin	nation of Districts Error!
		Bookmark not defined.	
	J.	Maximum Debt Mill Levy Imposition Term	.Error! Bookmark not defined.
	K.	Debt Instrument Disclosure Requirement	9
	L.	Security for Debt	g
	M.	Developer Financial Assurances	.Error! Bookmark not defined
VI.	ANNU A. B.	JAL REPORT General Additional City Annual Report Requirements	9
VII.	DISTE	RICT WEBSITES	
VIII.	DISCI	LOSURE TO PURCHASERS	10
X CC	NCLU	SION	11

LIST OF EXHIBITS

EXHIBIT A Legal Description of District's Boundaries

EXHIBIT B Vicinity Map

EXHIBIT C District Boundary Map

EXHIBIT D District's 2024 Audited Financial Statements

EXHIBIT E Description of Permitted Services to be Provided by the District to End Users

I. <u>INTRODUCTION</u>

A. <u>Purpose and Intent</u>

The District is an independent unit of local government, separate and distinct from the City, and, except as may otherwise be provided for by State or local law or this AR Service Plan, its activities are subject to review by the City only insofar as they may deviate in a material matter from the requirements of this Amended and Restated Service Plan ("AR Service Plan"). As further specified in this AR Service Plan, the District is currently funding the repayment of Debt (as set forth in **Exhibit D** of this AR Service Plan) used to subsidize costs incurred by the Developer to construct certain Public Improvements for the use and benefit of all inhabitants and taxpayers of the District specifically. Additionally, the District is authorized to provide only those ongoing operations and maintenance functions or services listed in **Exhibit E** of this AR Service Plan.

B. Need for the District

There are currently no other existing or alternative governmental entities, including the City, located in the immediate vicinity of the District that consider it desirable, feasible or practical to effectively provide for the ongoing maintenance or operational functions provided by the District. The ongoing operations of the District are therefore necessary in order for the operations and maintenance functions and services to be provided in the most economic manner possible.

C. Objective of the City Regarding District's AR Service Plan

The City's objective in approving this AR Service Plan for the District is to authorize the District to provide for the planning, design, acquisition, construction, installation, relocation, and redevelopment of the Public Improvements, and to use available revenues or the proceeds of Debt to be issued by the District for these purposes.

All Debt is expected to be repaid by taxes imposed and collected at a tax mill levy no higher than the Maximum Debt Mill Levy for residential properties, and/or repaid by Fees, as long as such Fees are not imposed upon or collected from taxable property owned or occupied by an End User for the purpose of creating a capital cost payment obligation as further described in Section V.B and C and in **Exhibit D**. Generally, the costs of Public Improvements that cannot be funded within these parameters are not costs to be paid by the District.

Use of the proceeds of Debt by this District shall be limited to planning, designing and engineering and paying for, financing or refinancing costs associated with providing the Public Improvements, necessary to support the Project in a manner consistent with the limitations of the City Charter.

Debt which is issued within these parameters, as further described in the Financing Plan, will insulate property owners from excessive tax and Fee burdens to support the servicing of the Debt and will result in a timely and reasonable discharge of the Debt.

This AR Service Plan is intended to establish a limited purpose for the District and explicit financial constraints that are not to be violated under any circumstances.

II. <u>DEFINITIONS</u>

In this AR Service Plan, the following terms shall have the meanings indicated below, unless the context hereof clearly requires otherwise:

Board: the board of directors of the District.

<u>City</u>: The City of Colorado Springs, acting legislatively through its City Council or administratively through its mayor or chief of staff consistent with Colorado Revised Statutes and the City Charter.

City Code: The City Code of the City of Colorado Springs, Colorado.

<u>City Council</u>: The City Council of the City of Colorado Springs, Colorado.

C.R.S: Colorado Revised Statutes

<u>Debt</u>: Any bond, note debenture, contract or other multiple year financial obligation of a District which is payable in whole or in part from, or which constitutes an encumbrance on, the proceeds of ad valorem property tax or End User Debt Service Fee imposed by the District, or pledged for the purposes of meeting the obligation.

<u>Debt to Actual Market Value Ratio</u>: The ratio derived by dividing the then-outstanding principal amount of all Debt of the District by the actual market valuation of the taxable property of the District, as such actual market valuation is certified from time to time by the County Assessor.

<u>Debt Mill Levy</u>: That portion of the overall mill levy of the District, pledged, dedicated or otherwise used to repay formally issued Debt or Long-Term Financial Obligations.

District: The Bradley Ranch Metropolitan District.

<u>End User</u>: A property owner anticipated to have a long term, multi-year responsibility for the tax and/or fee obligations of a District. By way of illustration, a resident homeowner, renter, commercial property owner, or commercial tenant is an end user. A master property developer or business entity that constructs homes or commercial structures for occupancy or ownership primarily by third parties, is not an end user.

<u>End User Debt Service Fees</u>: Any fees, rates, tolls or charges assessed, pledged or otherwise obligated to End Users by a District for the payment of Debt.

<u>Fees</u>: Any fee imposed by the District for services, programs or facilities provided by the District, pursuant to Section V.A.1 and as described in **Exhibit E**.

<u>Financing Plan</u>: The Financial Plan described in Section VI which describes (a) how the Public Improvements are to be financed; (b) how the Debt is expected to be incurred; and (c) the estimated operating revenue derived from property taxes for the current budget year.

<u>Interest Rate</u>: The annual rate of charge applied to District Debt or other District financial obligations.

<u>District Boundaries</u>: The boundaries of the area described in the District Boundary Map.

<u>District Boundary Map</u>: The map attached hereto as **Exhibit C**, describing the District's boundaries.

<u>Limited Service Plan Amendment</u>: Service Plan amendments that address only one or a limited number of specific modifications of this AR Service plan, while referencing this AR Service Plan as remaining in force and effect.

<u>Long Term Financial Obligations</u>: Any District financial obligations including but not limited to Debt and applicable contracts, that are regarded as multi-year obligations per standard accounting practices.

Material Modification: A major modification of a previously approved Metropolitan District service plan, as defined in Section 32-1-207 (2) (a),C.R.S, along with any other service plan provisions, limits or content specifically identified as material modifications in the service plan or the City's approving resolution. Material modifications include but are not necessarily limited to: all mill levy caps, debt authorization limits, any significant additions to the identified and authorized functions or services of the District, boundary modifications not authorized by this AR Service Plan or BID or GID ordinances, and any other limits specifically identified in this AR Service Plan.

Maximum Debt Mill Levy: The maximum mill levy the District is permitted to impose upon the taxable property in the District for the payment of Debt as set forth in Section V.F. below. For the purpose of this Policy, a mill levy certified for multiple-year contractual obligations is part of the Maximum Debt Mill Levy.

<u>Maximum Operating Mill Levy</u>: The maximum mill levy a District is permitted to impose for operating and maintenance expenses as set forth in Section V.G. and **Exhibit E** below.

Mill Levy Adjustment: Any statutory, legislative or constitutional changes that adjust or impact that assessed or actual valuation of property or the assessment ratio pursuant to which taxes are calculated.

<u>Planning and Community Development Department Director</u>: The Director of the Colorado Springs Planning and Community Development Department or other position which may be established for the purpose of administering this Policy, or their designee.

<u>Project</u>: Bradley Ranch Subdivision Filing No 1 (as recorded with the El Paso County Clerk & Recorder on December 27, 2019 at reception #219714442) and any related amendments thereto.

<u>Public Improvements</u>: Any capital or site improvements, (or directly related planning or engineering costs) legally determined to be eligible for ownership, maintenance and/or financing by a District in accordance with the applicable State statues.

<u>Residential District</u>: Any District including land or improvements assessed for residential purposes by the El Paso County Assessor.

<u>Service Area</u>: The property within the District Boundary Map as depicted in **Exhibit C**.

AR Service Plan: This amended and restated Service Plan for the District approved by City Council.

<u>Service Plan Amendment</u>: An amendment to this AR Service Plan approved by City Council in accordance with the applicable State law.

<u>Special District Act</u>: Section 32-1-101, et. seq., of the Colorado Revised Statutes, as currently written and as may be amended in the future.

State: The State of Colorado.

<u>TABOR</u>: Article X § 20 of the Colorado Constitution, also known as the Taxpayers Bill of Rights, as its provisions legally pertain to Districts.

<u>Total Debt Issuance Limitation</u>: The maximum total principal amount of debt that may be issued and outstanding by the District at any one time, as established by the City in District Plans. However, in the event a refinancing of previously issued Debt results in an increase in the principal amount directly necessary to refinance that Debt, only the original principal amount of that Debt may be counted for the purpose of this calculation.

III. <u>BOUNDARIES</u>

The area of the District Boundaries includes approximately 120.2 acres. Legal descriptions of the District Boundaries is attached hereto as **Exhibit A**. A vicinity map is attached hereto as **Exhibit B**. A map of the District Boundaries is attached hereto as **Exhibit C**. The District if fully built out at 359 single family homes and does not expect any changes to District Boundaries..

Without prior written consent of the City, no property shall be included in or excluded from the District.

IV. PROPOSED LAND USE/ POPULATION PROJECTIONS/ ASSESSED VALUATION

The Service Area consists of approximately 120.2 acres of residentially zoned land. The current assessed valuation of the Service Area is \$13,108,550. The current population of the District (which is fully built out) is estimated to be approximately 1,436 people.

Approval of this AR Service Plan by the City does not guarantee future approval of the development plans within the Service Area as may be identified in this AR Service Plan or any of the exhibits attached thereto.

V. DESCRIPTION OF PROPOSED POWERS, IMPROVEMENTS AND SERVICES

A. Powers of the District and Service Plan Amendments

The District shall have the power and authority to provide or finance the Public Improvements and related operation and maintenance services within and outside of the boundaries of the District as such power and authority is described in the Special District Act, and other applicable statutes, common law and the Constitution, subject to the limitations set forth herein.

Operations and Maintenance Limitation. The District shall be authorized to operate and maintain all public open spaces, parks and recreation improvements located within the District's boundaries that are not otherwise owned by the City, as is more specifically identified in Exhibit E attached hereto. In the City's sole discretion, an IGA between the City and the District may be required in order to better describe the conditions under which these permitted services will be provided by the District. Any fee imposed by the District for access to such park and recreation improvements shall not result in non-District Colorado Springs residents paying a user fee that is greater than, or otherwise disproportionate to, similar Fees and taxes paid by residents of the District. However, the District shall be entitled to impose an administrative fee as necessary to cover additional expenses associated with non-District Colorado Springs residents to ensure that such costs are not the responsibility of the District residents. All such Fees shall be based upon the determination of the District imposing such fee that such fee does not exceed a reasonable annual market fee for users of such facilities. Notwithstanding the foregoing, all parks and trails shall be open to the general public including non-District Colorado Springs residents free of charge, and District facilities shall not be used for non-public purposes without proper renumeration to the District.

<u>City Charter Limitations</u>. In accordance with Article 7-100 of the City Charter, the District shall not issue any Debt instrument for any purpose other than construction of capital improvements with a public purpose necessary for development.

This purpose is interpreted to be inclusive of the costs of designing, engineering, and/or financing the Public Improvements as authorized by this AR Service Plan.

As further set forth in Article 7-100 of the City Charter, the total Debt of any proposed District shall not exceed 10 percent of the total assessed valuation of the taxable property within the District unless approved by at least a two-thirds vote of the entire City Council.

Use of Bond Proceeds and Other Revenue of the District Limitation. Proceeds from the sale of debt instruments and other revenue of the District may not be used to pay landowners within the District for any real property required to be dedicated for public use by annexation agreements or City Code. Examples of ineligible reimbursements include, but are not limited to: the acquisition of rights of way, easements, water rights, land for required stormwater facilities, parkland, or open space, unless consent from the City Council is given. Proceeds from the sale of debt instruments and other revenue of the District also may not be used to pay for the construction of any utility infrastructure except for those categories of utility infrastructure covered by utility tariffs, rules, and regulations.

Recovery Agreement Limitation. Should the District construct infrastructure subject to a recovery agreement with the City or other entity, the District may retain all benefits under the recovery agreement. Any subsequent reimbursement for public improvements installed or financed by the District will remain the property of the District to be applied toward repayment of its Debt, if any. Any reimbursement revenue not necessary to repay the District Debt may be utilized by the District to construct additional public improvements permitted under this AR Service Plan.

Construction Standards Limitation. The District will ensure that the Public Improvements are designed and constructed in accordance with the standards and specifications of the City and of other governmental entities having proper jurisdiction. The District will obtain the City's approval of civil engineering plans and will obtain applicable permits for construction and installation of Public Improvements prior to performing such work.

<u>Privately Placed Debt Limitation</u>. The District shall not issue any new privately placed debt other than its currently issued and outstanding privately placed bond debt.

- 9. <u>Inclusion Limitation</u>. The District shall not include within its boundaries any property outside the Service Area without the prior written consent of the City Council.
- 10. <u>Overlap Limitation</u>. The District shall not consent to the organization of any other district organized under the Special District Act within the Service Area which will overlap the boundaries of the District.
- 11. <u>Council Debt Authorization Limitation</u>. The Debt by this District shall be subject to the approval of the City Council concurrent with the time of issuance unless previously authorized subject to Section V.A.2. City Council's review of these proposed Debt instruments shall be conducted to ensure compliance with this AR Service Plan and all applicable laws.
- 13. <u>Total Debt Issuance Limitation</u>. Consistent with the information and analysis provided in **Exhibit D**, the District shall not issue Debt in an aggregate principal amount in excess of \$10,000,000, provided that the foregoing limit shall not apply to any increase in the principal amount of previously issued Debt directly associated with its refunding or refinancing.

<u>Fee Limitation</u> The District may impose and collect Fees as a source of revenue for repayment of debt, capital costs, and/or for any authorized administrative, operations or maintenance functions. However, no End User Debt Service Fees shall be imposed by the District.

Monies from Other Governmental Sources. The District shall not apply for or accept Conservation Trust Funds, Great Outdoors Colorado Funds, except pursuant to an intergovernmental agreement with the City. This Section shall not apply to specific ownership taxes which shall be distributed to and a revenue source for the District without any limitation.

- 16. <u>Sales Tax Limitations</u>. The District shall not impose any sales taxes.
- 17. <u>Consolidation Limitation</u>. The District shall not file a request with any court to consolidate with another Title 32 district without the prior written consent of the City.

<u>Bankruptcy Limitation</u>. All of the limitations contained in this AR Service Plan, including, but not limited to, those pertaining to the Maximum Debt Mill Levy have been established under the authority of the City to approve this AR Service Plan with conditions pursuant to Section 32-1-204.5, CRS. It is expressly intended that such limitations:

- (a) Shall not be subject to set-aside for any reason or by any court of competent jurisdiction, absent a Service Plan Amendment; and
- (b) are, together with all other requirements of Colorado law, included in the "political or governmental powers" reserved to the State under the U.S. Bankruptcy Code (11 U.S.C.) Section 903, and are also included in the "regulatory or electoral approval necessary under applicable nonbankruptcy law" as required for confirmation of a Chapter 9 Bankruptcy Plan under Bankruptcy Code Section 943(b)(6).

Any Debt, issued with a pledge or which results in a pledge, that exceeds the Maximum Debt Mill Levy shall be deemed a Material Modification of this AR Service Plan pursuant to Section 32-1-207, CRS, and the City shall be entitled to all remedies available under State and local law to enjoin such actions of the District.

Eminent Domain Powers Limitation. The District shall not exercise the power of eminent domain, except upon the prior written consent of the City.

Concealed Carry Prohibition. The District shall not adopt or enact an ordinance, resolution, rule or other regulation that prohibits or restricts an authorized permittee from carrying a concealed handgun in a building or specific area under the direct control or management of the District as provided in C.R.S. § 18-12-214.

Service Plan Amendment Requirement. This AR Service Plan has been designed with sufficient flexibility to enable the District to provide required services and facilities under evolving circumstances without the need for numerous amendments. Modification of the general types of services and facilities shall be permitted to accommodate the service needs of the End Users. Actions of the District which violate the limitations set forth in V.A.1-20 above or in V.B-I shall be deemed to be Material Modifications this AR Service Plan and the City shall be entitled to all remedies available under State and local law to enjoin such actions of the District.

B. Financing Plan

The repayment of the District's existing debt is disclosed in the District's annual audited financial statements attached as **Exhibit D**. Any new debt or the refinancing of the District's existing debt shall be constrained by this AR Service Plan's limits including the Maximum Debt Mill Levy and Maximum Interest Rate.

C. Maximum Interest Rate

The Interest Rate on any Debt shall not exceed a net effective interest rate of 8% per annum. Debt, when issued, will comply with all relevant requirements of this AR Service Plan, State law and Federal law as then applicable to the issuance of public securities.

D. Limited-Default Provisions

Debt issued by a District shall be structured so that failure to pay debt service when due shall not of itself constitute an event of default or result in the exercise of remedies. The foregoing shall not be construed to prohibit events of default and remedies for other occurrences including, without limitation, (1) failure to impose or collect the Maximum Debt Mill Levy or such portion thereof as may be pledged thereto, or to apply the same in accordance with the terms of the Debt, (2) failure to impose or collect other revenue sources lawfully pledged to the payment thereof or to apply the same in accordance with the terms of the Debt, (3) failure to abide by other covenants made in connection with such Debt, or (4) filing by a District as a debtor under any bankruptcy or other applicable insolvency laws. Notwithstanding the foregoing, Debt shall not be structured with a remedy which requires the District to increase the Maximum Debt Mill Levy.

E. <u>Eligible Bondholders</u>

All District bonds or other debt instrument, if not rated as investment grade, must be issued in minimum denominations of \$100,000 and sold only to either accredited investors as defined in rule 501 (a) promulgated under the Securities Act of 1933 or to the developer(s) of property within the District.

F. <u>Maximum Debt Mill Levy</u>

The "Maximum Debt Mill Levy" is the maximum mill levy a District is permitted to impose upon the taxable property of the District for payment of Debt, and shall be calculated as follows:

- (a) The Maximum Debt Mill Levy certified by the District shall be limited to no more than 30.0 mills. This levy may be subject to upward or downward adjustments addressing any constitutionally mandated change in assessment ratios, tax credit, cut or any abatement occurring after, but not before January 01, 2006.
- (b) At such time as the Debt to Actual Market Value Ratio within the District is equal to or less than three percent (3%), the Board may request City Council approval for the right to pledge such mill levy as is necessary to pay the Debt service on such Debt, without limitation of rate. Once Debt has been determined to meet the above criterion, so that the District is entitled to pledge to its payment an unlimited ad valorem mill levy, such District may provide that such Debt shall remain secured by such unlimited mill levy, notwithstanding any subsequent change in such District's Debt to Actual Market Value Ratio.

G. Maximum Operating Mill Levy

In addition to the capital costs of the Public Improvements, the District will require operating funds for administration and to plan and cause the Public Improvements to be constructed. Additionally, the District also requires ongoing revenues for the maintenance of properties or facilities and, for ongoing services and functions as authorized in **Exhibit E**. Operating expenditures for 2026 is estimated to be \$281,000 which is anticipated to be funded from property taxes and other revenue.

The Maximum Operating Mill Levy for the payment of Residential District administrative, operating or maintenance expenses shall be 22.0 mills; provided this levy may be subject to upward or downward adjustments addressing any Mill Levy Adjustment or any abatement occurring after, but not before July 12, 2022.

H. <u>Debt Instrument Disclosure Requirement</u>

In the text of each Bond and any other instrument representing and constituting Debt, the District shall set forth a statement in substantially the following form:

By acceptance of this instrument, the owner of this Bond agrees and consents to all of the limitations in respect of the payment of the principal of and interest on this Bond contained herein, in the resolution of the District authorizing the issuance of this Bond and in the Service Plan for the District.

Similar language describing the limitations in respect of the payment of the principal of and interest on Debt set forth in this AR Service Plan shall be included in any document used for the offering of the Debt for sale to persons including, but not limited to, a developer of property within the boundaries of the District.

I. Security for Debt

No Debt or other financial obligation of the District will constitute a debt or obligation of the City in any manner. The faith and credit of the City will not be pledged for the repayment of any Debt or other financial obligation of the District. This will be clearly stated on all offering circulars, prospectuses, or disclosure statements associated with any securities issued by the District.

VI. <u>ANNUAL REPORT</u>

A. General

Consistent with Section 32-1-207 (II), C.R.S. the District shall be responsible for submitting an annual report to the City Clerk no later than October 1 of each year following the year in which the Order and Decree creating the District has been issued. The report may be submitted in electronic format as long as it and its associated documents are also available on the District's website.

B. Additional City Annual Report Requirements.

In addition to the annual report requirements as required by Colorado Revised Statutes, the City may adopt additional requirements by separate Council resolution, with such requirements being binding upon this District

VII. <u>DISTRICT WEBSITE</u>

The District shall establish and maintain a website consistent with provisions Section 32-1-104.5 C.R.S., as currently drafted or amended in the future. In addition to the requirements as set forth by statute, the applicable contents of the District's website shall be in place and available prior to property being sold or conveyed to an End User.

To the extent not already required by Colorado Revised Statutes, the City additionally requires the following information:

- A. Copy of the District's most recent service plan, operating plan and budget, along with a brief and clear description of their role and purpose.
 - B. Whether any Board Members are affiliated with the Developer.
- C. A summary of the existing and potential future primary functions and services of the District.
- D. It is recommended, but not required that the District's website include a clear listing or graphic depiction of any facilities or properties owned or maintained by the District(s).
- E. Clear and simple summary of the existing and projected financial obligations of District tax and/or fee payers to include:
- F. Existing or future mill levies, their purposes, how long they are expected to be in place, and likelihood of increases or decreases.
- G. Summary of outstanding long-term financial obligations of the District including Debt with terms and interest rates.
- H. Statement as to whether additional Long-Term Financial Obligations are, are not or may be anticipated by the District.
 - I. Copies of or links to all current intergovernmental agreements (IGAs).

VIII. DISCLOSURE TO PURCHASERS

The District will use reasonable efforts to assure that written notice will be provided to all purchasers of property in the District regarding the Maximum Debt Mill Levy, as well as a general description of the District's authority to impose and collect rates, Fees, tolls and charges.

IX. DISSOLUTION

Upon an independent determination of the City Council that the purposes for which the District was created have been accomplished, the District agrees to file petitions in the appropriate District Court for dissolution pursuant to the applicable State statutes. In no event shall a

dissolution occur until the District has provided for the payment or discharge of all of its outstanding indebtedness and other financial obligations as required pursuant to the C.R.S.

X. CONCLUSION

It is submitted that this AR Service Plan for the District, as required by Section 32-1-203(2), C.R.S. along with additional information as may have been provided with the petition for this AR Service Plan establishes that:

- A. There is sufficient existing and projected need for organized service in the area to be serviced by the District;
- B. The existing service in the area to be served by the District is inadequate for present and projected needs;
- C. The District is capable of providing economical and sufficient service to the area within its proposed boundaries; and
- D. The existing District does have, and will have, the financial ability to discharge the existing indebtedness on a reasonable basis.
- E. Adequate service is not, and will not be, available to the area through the City or County or other existing municipal or quasi-municipal corporations, including existing special districts, within a reasonable time and on a comparable basis.
- F. The facility and service standards of the District are compatible with the facility and service standards of the City within which the special district is located and each municipality which is an interested party under Section 32-1-204(1), C.R.S.
- G. The proposal is in substantial compliance with the Comprehensive Plan adopted pursuant to the City Code.
- H. The proposal is in compliance with any duly adopted City, regional or State long-range water quality management plan for the area.
 - I. The creation of the District is in the best interests of the area proposed to be served.

EXHIBIT A

Legal Description of District Boundaries

A PARCEL OF LAND BEING THE NORTH HALF OF THE NORTHWEST QUARTER (N 1/2, NW 1/4) AND THE NORTHWEST QUARTER OF THE NORTHEAST QUARTER (NW 1/4, NE 1 /4) SECTION 25, T12S, R66W OF THE 6TH P.M., IN THE CITY OF COLORADO SPRINGS, EL PASO COUNTY, COLORADO

THE BASIS OF BEARING IS THE NORTH LINE OF THE NORTHWEST QUARTER (NW 1/4) SECTION 25, T12S, R66W OF THE 6TH P.M., EL PASO COUNTY, COLORADO. SAID LINE WAS FOUND TO BE MONUMENTED AT THE NORTHWEST CORNER OF SAID SECTION 25 WITH A 3.25 INCH ALUMINUM CAP PLS NO. 10377 AND AT THE NORTH QUARTER CORNER OF SECTION 25 WITH A DISTURBED STONE TIED IN WITH REFERENCES FROM MONUMENT RECORD. SAID LINE IS ASSUMED TO BEAR N89'18'50"E A DISTANCE OF 2639.63 FEET.

BEGINNING AT THE NORTHWEST CORNER OF SECTION 25, T12S, R66W OF THE 6TH P.M., EL PASO COUNTY, COLORADO;

THENCE N89'18'50"E ALONG THE NORTH LINE OF SAID SECTION 25, A DISTANCE OF 2639.63 FEET;

THENCE CONTINUE N89'24'1 O"E ALONG SAID NORTH LINE 459.51 FEET;

THENCE CONTINUE N89'29'25"E ALONG SAID NORTH LINE 860.97 FEET TO THE EAST LINE OF SAID NORTHWEST QUARTER OF THE NORTHEAST QUARTER (NW 1/4, NE 1/4) SECTION 25:

THENCE S00'28'32"E ALONG SAID EAST LINE, A DISTANCE OF 1322.26 FEET TO THE SOUTH LINE OF SAID NORTHWEST QUARTER OF THE NORTHEAST QUARTER;

THENCE S89'24'30"W, ALONG SAID SOUTH LINE, A DISTANCE OF 1320.70 FEET TO THE SOUTHWEST CORNER OF SAID NORTHWEST QUARTER OF THE NORTHEAST QUARTER;

THENCE S89"22' 47"W ALONG THE SOUTH LINE OF THE NORTH HALF OF THE NORTHWEST QUARTER (N 1/2, NW 1/4) OF SECTION 25 A DISTANCE OF 2196.60 FEET;

THENCE CONTINUE S89'23'06"W ALONG SAID SOUTH LINE 442.96 FEET TO THE WEST LINE OF SAID SECTION 25;

THENCE N00'28'34"W ALONG SAID THE WEST LINE OF SAID SECTION 25 A DISTANCE OF 589.92 FEET;

THENCE CONTINUE N00'27'47"W ALONG SAID WEST LINE 730.46 FEET TO THE POINT OF BEGINNING.

SAID PARCEL CONTAINS A CALCULATED AREA OF 120.217 ACRES MORE OR LESS.

EXHIBIT B

Colorado Springs Vicinity Map

EXHIBIT B



EXHIBIT C

District Boundary Map

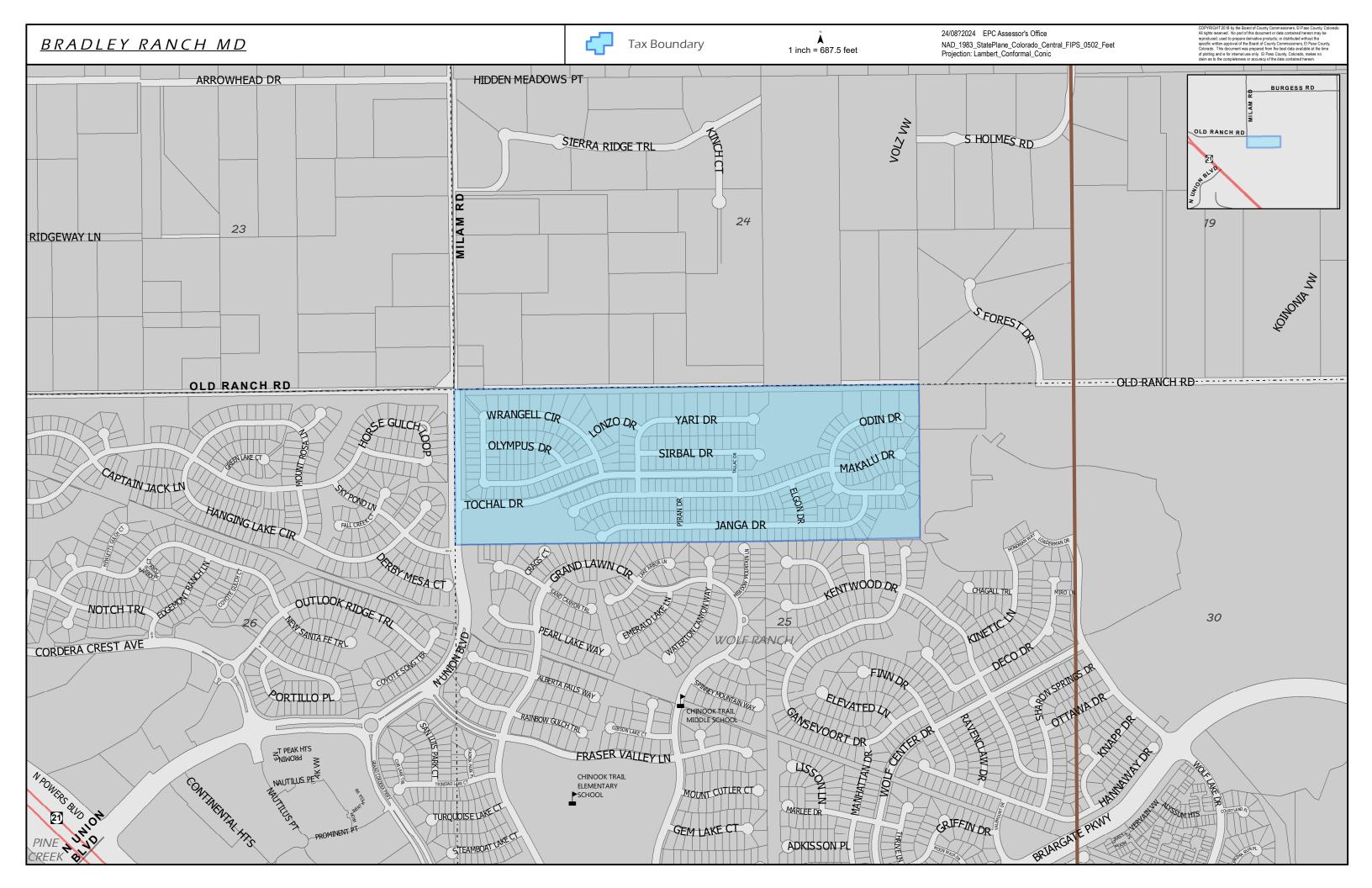


EXHIBIT D

District's 2024 Audited Financial Statements

Table of Contents

STATEMENT OF NET POSITION1
STATEMENT OF ACTIVITIES
BALANCE SHEET – GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES4
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES5
GENERAL FUND - STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
GENERAL FUND EXPENDITURE DETAILS— BUDGET AND ACTUAL
NOTES TO FINANCIAL STATEMENTS8
SUPPLEMENTARY INFORMATION
DEBT SERVICE FUND – SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
DEBT FUND EXPENDITURE DETAILS— BUDGET AND ACTUAL
CAPITAL PROJECTS FUND – SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
SUMMARY OF ASSESSED VALUATION, MILL LEVY AND PROPERTY TAXES COLLECTED24
OTHER SUPPLEMENTARY INFORMATION
CHANGE IN TOTAL OVERLAPPING MILL LEVY





INDEPENDENT AUDITOR'S REPORT

To the Board of Directors

Bradley Ranch Metropolitan District

El Paso County, CO

Opinions

We have audited the accompanying financial statements of the governmental activities, and each major fund of Bradley Ranch Metropolitan District (the "District") as of and for the year ended December 31, 2024, 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 District, as of December 31, 2024, and 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 (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

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 generally accepted auditing standards 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 generally accepted auditing standards, 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, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operation, economic, or historical context. Our opinion on the basic financial statements is 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 as a whole. The supplementary information, as listed in the table of contents, is presented for purposes of legal compliance and 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. 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 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 combining and individual nonmajor fund financial statements are 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.

Castle Pines, Colorado June 5, 2025

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Bradley Ranch Metropolitan District STATEMENT OF NET POSITION December 31, 2024

	Governmental Activities
ASSETS	7,000
Cash and investments	\$ 52,539
Cash and investments – restricted	91,609
Accounts receivable – property owners	3,373
Specific ownership taxes receivable	4,783
Property taxes receivable	673,000
Prepaid expenses	776
Land	7,128
Depreciable capital assets, net	168,878
Total Assets	1,002,086
LIABILITIES	
Accounts payable and accrued liabilities	14,134
Deferred facility fee revenue	4,474
Accrued interest payable	192,678
Current general obligation bonds	16,000
General obligation refunding bonds	8,375,822
Total Liabilities	8,603,108
DEFERRED INFLOWS OF RESOURCES	
Property tax revenue	673,000
Total Deferred Inflows of Resources	673,000
NET POSITION (DEFICIT)	
Restricted:	
Emergency reserves	5,900
Debt service	13,949
Capital projects	75,225
Non-spendable	776
Unassigned:	(8,369,872
Net Position (Deficit)	\$ (8,274,022

These financial statements should be read only in connection with the accompanying notes to the financial statements.

Bradley Ranch Metropolitan District STATEMENT OF ACTIVITIES For the 12-Month Period Ended December 31, 2024

	Program Revenue								Net (Expense) Revenue and Changes in Net Position		
Functions/Programs	Expenses		Charges for Services		Operating Grants and Contributions		Capital Grants and Contributions		Governm	nental Activities	
Primary Government:											
Government Activities: General government activities	Ś	(246,229)	Ś	3,140	Ś		Ś		Ś	(243,089)	
Interest and related costs on long-term debt	Ş	(455,699)	Ş	5,140	Ş	_	Ş	_	Ş	(455,699)	
Capital project activities		66,488		-				-		66,488	
	\$	(635,440)	\$	3,140	\$	-	\$	-		(632,300)	
	Genera	al Revenues									
	Prop	erty taxes								636,484	
	Spec	ific ownership t	axes							58,474	
	Othe	er income								-	
	Net	investment inco	me							12,141	
	To	tal general rev	enue							707,099	
Change in net position							74,799				
Net Position (Deficit) – Beginning of Year								(8,348,821)			
	Net Po	sition (Deficit)	– End of	f Year					\$	(8,274,022)	

These financial statements should be read only in connection with the accompanying notes to the financial statements.

Bradley Ranch Metropolitan District BALANCE SHEET – GOVERNMENTAL FUNDS December 31, 2024

	Ge	neral Fund	Debt Service Fund		Capital Project Fund		Total Governme Funds	
ASSETS								
Cash and investments	\$	52,539	\$	-	\$	-	\$	52,539
Cash and investments - Restricted		5,900		10,484		75,225		91,60
Accounts receivable - property owners		3,373		-		-		3,37
Specific ownership taxes receivable		1,318		3,465		-		4,78
Property taxes receivable		158,700		514,300		-		673,00
Prepaid expenses		776		-		-		77
TOTAL ASSETS	\$	222,606	\$	528,249	\$	75,225	\$	826,08
LIABILITIES								
Accounts payable and accrued liabilities	\$	14,134	\$	-	\$	-	\$	14,13
Deferred facility fee revenue		4,474		-		-		4,47
DEFERRED INFLOWS OF RESOURCES								
Property tax revenue		158,700		514,300		-		673,00
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES		177,308		514,300		-		691,60
FUND BALANCES								
Restricted:								
Emergencies (TABOR)		5,900		-		-		5,90
Debt service		-		13,949		-		13,94
Capital projects		-		-		75,225		75,22
Non-spendable		776		-		-		77
Unrestricted		38,622		-		-		38,62
TOTAL FUND BALANCES		45,298		13,949		75,225		134,47
FOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$	222,606	\$	528,249	\$	75,225		
Amounts reported for governmental activities in t Other long-term assets are not available or oth and, therefore, are recorded as expenditures in	erwise	cannot be conv				xpenditures		
Land								7,12
Property, structures and equipment, net								168,87
Long-term liabilities, including bonds payable, a not reported in the funds:	are not	due and payab	le in the c	urrent period a	nd, there	efore, are		
General obligation bonds								(8,391,82
Accrued interest payable								(192,67

Bradley Ranch Metropolitan District STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS 12-Month Period Ended December 31, 2024

					Capi	tal Project	Total	Government
	Genera		Debt Service Fund		Fund		Funds	
REVENUES								
Property taxes	\$	175,409	\$	461,075	\$	-	\$	636,484
Specific ownership taxes		16,115	•	42,359	·	_	·	58,47
Facility fees		-		_		-		_
Covenant violation fine income		1,750		-		_		1,750
Contributions from Turnberry Meadows HOA		-		-		-		-
Net investment income		8,290		3,851		-		12,141
Other Income		1,390		· -		-		1,390
Total Revenues		202,954		507,285		-		710,239
EXPENDITURES								
General and administration		57,057		_		_		57,057
Landscaping maintenance		167,054		_		_		167,054
Community pool maintenance expenses		-		_		_		107,03
Other district expenses		22,118		_		_		22,118
Debt service								
Direct and indirect collection costs		-		6,920		-		6,920
Interest payments on bonds		-		494,649		-		494,649
Pincipal payments on bonds		-		-		-		-
Major capital projects		-		-		-		-
Total Expenditures		246,229		501,569		-		747,798
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		(43,275)		5,716		_		(37,559
(011-11)		(10,210)		3,7 = 3				(01)000
OTHER FINANCING SOURCES (USES)								
Fund Transfers In / (Out)		(75,225)		-		75,225		-
EXCESS OF REVENUES AND OTHER FINANCING								
SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES		(118,500)		5,716		75,225		(37,559
FIND BALANCES – BEGINNING		163,798		8,233		-		172,03
					_			
FUND BALANCES – END OF YEAR	\$	45,298	\$	13,949	\$	75,225	\$	134,472

Bradley Ranch Metropolitan District RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES 12-Month Period Ended December 31, 2024

Amounts reported for governmental activities in the statement of activities are	different because:	
Net change in fund balances – Total government funds	\$	(37,559)
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 net capital outlay activity for the year:		
Construction of public infrastructure		77,098
Depreciation expense on property, structures and equipment		(10,610)
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.		
Decrease in accrued interest on 2020 bonds		45,870
Changes in net position of governmental activities	\$	74,799

These financial statements should be read only in connection with the accompanying notes to the financial statements.

Bradley Ranch Metropolitan District GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

12-Month Period Ended December 31, 2024

					(N Var	ositive / legative) iance with
	Amer	nded Budget	Actu	ial Amounts	Origi	nal Budget
REVENUES						
Property taxes	\$	171,600	\$	175,409	\$	3,809
Specific ownership taxes	Ç	16,200	ې	16,115	ې	(85)
Facility fees		10,200		10,113		(63)
Enforcement fines/assessments		-		1,750		1,750
Contributions from Turnberry Meadows HOA		-		1,750		1,750
Net investment income				8,290		8,290
Other Income		15,800		1,390		(14,410)
Total Revenues	_	203,600	_	202,954		(646)
Total Revenues		203,000		202,334		(040)
EXPENDITURES						
General and administration		50,425		57,057		(6,632)
Landscaping maintenance		191,300		167,054		24,246
Community pool maintenance expenses		-		-		-
Other district expenses		45,000		22,118		22,882
Total Expenditures		286,725		246,229		40,496
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		(83,125)		(43,275)		39,850
OTHER FINANCING SOURCES (USES)						
Transfers in (out)				(75,225)		(75,225)
Total Other Financing Sources (Uses)	_	-				
Total Other Financing Sources (Oses)			_	(75,225)		(75,225)
EXCESS OF REVENUES AND OTHER FINANCIAL SOURCES OVER		(83,125)		(118,500)		(35,375)
		(,)		(===,===)		(,
FUND BALANCE – BEGINNING OF YEAR		163,800		163,798		(2)
FUND BALANCE – END OF YEAR	\$	80,675	\$	45,298	\$	(35,377)

Bradley Ranch Metropolitan District GENERAL FUND EXPENDITURE DETAILS - BUDGET AND ACTUAL 12-Month Period Ended December 31, 2024

	Δте	nded Budget	Actu	al Amounts	(Ne Varia	egative / egative) ance with
GENERAL AND ADMINISTRATION	Ame	idea baaget	Actu	ui Amounts	Origin	nui buuget
District management and accounting fees	Ś	29,000	\$	38,319	Ś	(9,319)
Administrative costs	Ÿ	6,100	Ÿ	5,543	Y	557
Board election expenses		-		-		-
Audit fees		_		_		_
Collection fees – County Treasurer		2,575		2,633		(58)
Board of Directors' fees		-		-		-
Board training and conferences				1,728		(1,728)
Insurance		2.750		2,452		298
Legal fees		10,000		6,032		3,968
Litigation fees		-		-		-
Indirect Cost Allocation		_		_		_
Miscellaneous expenses		_		350		(350)
Total General and Administration	\$	50,425	\$	57,057	Ś	(6,632)
	<u> </u>	30,123	<u> </u>	01/001	<u> </u>	(0)002)
LANDSCAPING MAINTENANCE						
Ground maintenance fees		116,300		35,200		81,100
Tree maintenance & replacement		-		15,040		(15,040)
Winter tree watering		-		525		(525)
Sprinkler repairs		-		2,188		(2,188)
Sprinklers – water		15,000		29,701		(14,701)
Sprinklers – electricity		-		-		-
Detention pond maintenance		-		1,250		(1,250)
Landscape improvement projects		60,000		82,650		(22,650)
Playground maintenance		-		-		-
Perimeter fence maintenance		_		_		_
Property insurance		_		_		_
Miscellaneous landscape costs		_		500		(500)
Total Landscaping Maintenance	\$	191,300	\$	167,054	\$	24,246
OTHER DISTRICT EXPENSES						
Snow removal		10,000		12,908		(2,908)
Vandalism		15,000		-		15,000
Newsletter publication costs		-		855		(855)
Park and recreation events		-		582		(582)
Covenant enforcement services		20,000		5,133		14,867
Covenant enforcement - administrative costs		-		2,340		(2,340)
Legal Fees - Covenant enforcement		_		300		(300)
Total Other District Expenses	\$	45,000	\$	22,118	\$	22,882

These financial statements should be read only in connection with the accompanying notes to the financial statements.

BRADLEY RANCH METROPOLITAN DISTRICT NOTES TO FINANCIAL STATEMENTS

12-Month Period Ended December 31, 2024

NOTE 1 – DEFINITION OF REPORTING ENTITY

Bradley Ranch Metropolitan District (District), a quasi-municipal corporation and political subdivision of the State of Colorado, was organized on December 05, 2006, and is governed pursuant to provisions of the Colorado Special District Act (Title 32). The District operates under a service plan approved by City of Colorado Springs (City) in August 2006. The District's service area encompasses 359 single family homes located in El Paso County, Colorado entirely within the boundaries of the City. The District was established to provide financing for the design, acquisition, construction and installation of streets, traffic and safety controls, park and recreation, sanitary sewer, storm drainage and other improvements (Public Improvements) within and without the District boundaries that benefit the taxpayers and inhabitants of the District. The District was also established to (1) maintain various open spaces within the District (not otherwise owned and maintained by the City), (2) maintain perimeter fencing, and (3) provide covenant enforcement and architectural review services.

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 organizations 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 organizations 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 significant accounting policies of the District are 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 property taxes.

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

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 District 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 and specific ownership taxes. All other revenue items are considered to be measurable and available only when cash is received by the District. 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 general obligation debt of the governmental funds.

The Capital Projects Fund is used to account for financial resources to be used for the acquisition and construction of capital equipment and facilities.

When both restricted and unassigned resources are available for use, it is the District's policy to use restricted resources first, then unassigned resources as they are needed.

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 funds for the ensuing year. The appropriation is at the total fund expenditures 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 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.

Actual expenditures in the Capital Projects Fund exceeded budgeted amounts. This may be a violation of State Law.

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, all 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.

Investments are carried at net asset value.

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.

Property taxes, net of estimated uncollectible taxes, are recorded initially as deferred inflow 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.

Specific Ownership Taxes

Beginning in 1937, the State of Colorado began assessing a tax annually on motor vehicles (aka Specific Ownership Tax). The Specific Ownership Tax is graduated based on a vehicle's age and original value. Specific Ownership Tax revenue collected by the State is apportioned among the 64 counties based on the number of state highway miles within each county. Each county allocates its respective share of specific ownership tax revenue proportionally among the various property-taxing governmental entities on the basis of total property taxes assessed by each entity in relation to total property taxes assessed by all entities within the county. In 2024, the District's share of Specific ownership taxes was equal to approximately 9.2% of the property taxes collected.

Specific ownership tax is allocated proportionally between each fund based on the ratio of property tax revenue collected for each fund compared to total property revenue collected by the District.

Property Maintenance Fines

Covenant violation fines are assessed, in accordance with the District's covenant enforcement policy, on properties that the District deems to be in violation of the restrictive covenants provided in the Amended and Restated Master Declaration of Covenants, Conditions and Restrictions for Bradley Ranch filed with the El Paso County Clerk & Recorder's Office on July 22, 2020 at reception number 220106941 (the Declaration). Covenant violation fines are recognized as income after the violation has been identified, the homeowner has been notified and the period has

expired for the homeowner to request a hearing to dispute the violation. Pursuant to 32-1-1001(1)(j)(I) CRS, fines and reimbursable costs are secured on and against each respective property by a perpetual lien.

Reimbursable Costs

Legal fees and other costs incurred by the District related to covenant enforcement actions and other services provided to specific properties within the District are charged back to the respective properties. The District presents reimbursable costs on a net basis. Factors considered by the District in determining whether to present reimbursable cost chargeback revenue on a gross or net basis include whether risks exist that the District will be unable to recover such costs from property owners. Pursuant to 32-1-1001(1)(j)(I) CRS, fines and reimbursable costs are secured on and against each respective property by a perpetual lien, which has priority over all other encumbrances on a property.

Collection Costs

Collection costs incurred by the District related to the collection of property taxes includes all costs incurred by the District that enable and support the District's ability to collect property taxes revenue. Generally, such costs include (a) operating and reporting compliance costs that protect the District's right to collect property taxes (e.g. financial statement audit fees, fees paid to professionals to prepare mandatory periodic financial and operational reports to the City and State, etc), (b) professional fees related to applying and monitoring accounting controls over the collection of District revenues, (c) costs related to managing the District's annual property tax assessment process and (d) insurance protecting the District from liability exposure that potentially could arise from performing these activities.

Deferred Outflows of Resources and Deferred Inflows of Resources

A deferred inflow of resources is an acquisition of net position by a government that is applicable to a future reporting period and a deferred outflow of resources is a consumption of net position by a government that is applicable to a future reporting period. Both deferred inflows and outflows are reported in the statement of net position but are not recognized in the financial statement as revenues and expenses until the period(s) to which they relate. Deferred inflows of resources in the governmental fund financial statements of the District for the 12-month period ended December 31, 2024 are comprised of property taxes due from El Paso County that will not be collected within 60 days of the end of the current calendar year. Deferred inflows of resources in the government-wide financial statements represents property taxes for which an enforceable legal claim to assets exists, but for which the levy pertains to the subsequent year.

Equity

Net Position

For government-wide presentation purposes when both restricted and unrestricted resources are available for use, it is the government'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: non-spendable, 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:

- Non-spendable fund balance The portion of a fund balance that cannot be spent because it is either not in spendable form (such as prepaid amounts) or legally or contractually required to be maintained intact.
- **Restricted fund balance** The portion of a 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 a 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 a 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 a fund balance that does not meet any of the criteria described above.

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

NOTE 3 – CASH AND INVESTMENTS

Cash and investments as of December 31, 2024 are classified in the accompanying financial statements as follows:

statement of net position:	
Cash and investments – unrestricted	\$ 52,539
Cash and investments – restricted	91,609
Total cash and investments	\$ 144,148
	_
investments as of December 31, 2024 consist of the following:	

Statement of not position

Deposits with financial institutions	\$ 23,932
Investments	120,216
Total cash and investments	\$ 144,148

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, 2024, the District's cash held at financial institutions had a bank balance of \$24,615 and a carrying balance of \$23,932.

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 listed 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 disclosure requirements or subject to 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.

Revenue bonds of local government securities, corporate and bank securities, and guaranteed investment contracts not purchased with bond proceeds, are limited to maturities of three years or less.

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 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 purchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

As of December 31, 2024, the District's investments were comprised of the following:

Investment	Maturity	Amor	tized Cost
Colorado Surplus Asset Fund Trust (CSAFE)	Weighted Average Under 60 Days	\$	120,216
	Total	\$	120,216

CSAFE

The District holds investments in the Colorado Surplus Asset Fund Trust (CSAFE), which is an investment vehicle established by state statute for local government entities to pool surplus assets. The State Securities Commissioner administers and enforces all State statutes governing CSAFE. CSAFE operates similarly to a money market fund and each share is equal in value to \$1.00. CSAFE may invest in U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain money market funds and highest rated commercial paper. CSAFE measures its investments at amortized cost, which value is not materially different (less than 0.005% difference) than the fair value measurement of such investments. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption period notice. A designated custodial bank serves as custodian for CSAFE's portfolio pursuant to a custodian agreement. The custodian acts as safekeeping agent for CSAFE's investment portfolio and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by CSAFE. No limitations exist on the District's ability to withdraw funds invested in CSAFE. CSAFE is rated AAAmmf by Fitch Group.

NOTE 4 – CAPITAL ASSETS

An analysis of the changes in capital assets for the 12-month period ended December 31, 2024, follows:

	 lance at . 31, 2023	A	dditions	Dedic	cations	 lance at . 31, 2024		ımulated reciation
Perimeter fencing	\$ 57,000	\$	-	\$	-	\$ 57,000	(\$	11,400)
Community Mailboxes	21,000		-		-	21,000	(2,100)
Playground/Odin Park	-		77,098		-	77,098		-
Monument Signs	15,000		-		-	15,000	(2,000)
Backflow Valves	20,000		-		-	20,000	(5,720)
Capital assets, net	\$ 113,000	\$	77,098	\$	-	\$ 190,098	(\$	21,220)

As of December 31, 2024, the District owns and maintains approximately 7.1 acres of public open spaces located across fourteen land tracts within the Bradley Ranch subdivision. The District has recorded the public land at a nominal value of \$7,128.

NOTE 5 – LONG-TERM DEBT

The following is a summary of the changes in the District's long-term debt for the 12-month period ended December 31, 2024:

	Balance at Dec. 31, 2023	Additions	Retirements	Balance at Dec. 31, 2024	Due within one year
Series 2020 G.O. Bonds	\$ 8,391,822	\$ -	\$ -	\$ 8,391,822	\$ 16,000
Accrued Interest – Series 2020 G.O. Bonds	238,548	448,779	(494,649)	192,678	-
Total	\$ 8,630,370	\$ 448,779	(\$ 494,649)	\$ 8,584,500	\$ 16,000

Details regarding the District's long-term obligations are as follows:

Series 2020 General Obligation Bonds

On September 24, 2020, the District issued a Limited Tax General Obligation Bond in the amount of \$8,391,822. The Bond was issued as a term bond that bears interest at 5.20% and is payable semi-annually on June 1 and December 1, beginning on December 1, 2020. The Senior Bonds mature on December 1, 2056. In the event any amounts due and owing on the Senior Bonds remain outstanding on December 1, 2057, such amounts shall be deemed discharged and shall no longer be due and outstanding. The Bonds may be redeemed at anytime prior to maturity without any prepayment penalty beginning on December 01, 2030.

The 2020 Bonds are secured by and payable solely from Pledged Revenue, net of the costs of collection, which is comprised of the following:

- a) all Property Tax Revenues (generated by the imposition of the Required Mill Levy);
- b) all Specific Ownership Taxes (attributable to the Required Mill Levy); and
- c) any other legally available amounts that the District determines, in its absolute discretion, to credit to the Bond Fund.

The Required Mill levy is 30 mills, as adjusted by the State of Colorado for changes in the ratio of taxable valuation to assessed valuation of real property since January 01, 2006. As of January 01, 2006, the ratio for residential property was 7.96%. The ratio for residential property for 2024 was 6.700%, with a \$55,000 valuation exemption per residential lot, which caused the Required Mill Levy for 2024 to be 39.234.

No debt-to-maturity schedule is provided for the Series 2020 Bonds because such obligations are payable from Pledged Revenue, if and when such revenue is available to repay the Series 2020 Bonds.

Events of Default – Series 2020 Bonds

The following events are considered events of default under the 2020 bond resolution: (1) The District fails or refuses to impose the Required Mill Levy or to apply the Pledged Revenue as required by the bond resolution, (2) the District defaults in the performance or observance of any of the covenants, agreements, or conditions on the part of the District in the Bond Resolution and continues for 60 days after written notice specifying such default and requiring the same to be remedied is given to the District by the Owners of not less than 25% in aggregate principal amount of the Series 2020 Bonds then outstanding or (3) the District files a petition under the federal bankruptcy laws or other applicable

bankruptcy laws seeking to adjust the obligation represented by the Bonds. Failure to pay the principal of or interest on the Bonds when due shall not, of itself, constitute an Event of Default. Available remedies for an Event of Default include compelling the District to cure the default via mandamus or any other suit, action, or proceeding at law or in equity. Acceleration of the repayment of the Bonds is not an available remedy for an Event of Default.

Debt Authorization

Debt Authorization - Service Plan

The District's Service Plan authorizes the District to issue up to \$30 million in debt over a term not to exceed 40 years. The repayment of the District's debt can exceed 40 years if the majority of the District's Board are residents of the District and the District's Board has voted in favor of refunding a part or all of the District's debt.

The District's Service Plan also establishes a Maximum Mill levy the District is permitted to impose on taxable property within the District for the payment of debt. As long as the District's total outstanding debt exceeds 50% of the assessed valuation of all taxable property within the District, the Maximum Debt Mill Levy is 30 mills, as adjusted by the State of Colorado for changes in the ratio of taxable valuation to assessed valuation of real property since January 1, 2006. As of January 1, 2006, the ratio was 7.96%. The ratio for 2024 was 6.70%, which caused the District's Maximum Mill Levy for debt service for 2024 to be 39.234.

As of December 31, 2024, total remaining debt issuance authorization under the District's Service Plan is as follows:

Authorized maximum debt issuance per Service Plan	\$	30,000,000
Less:		
2020 Bonds	(8,391,822)
Unused, authorized debt issuance as of Dec. 31, 2024	\$	21,608,178

Debt Authorization – TABOR

On November 7, 2006, the District's voters authorized the issuance of indebtedness in an amount not to exceed \$15 million for infrastructure improvements and operations at an interest rate not to exceed 16% and \$15,000,000 for refunding the District's debt. On November 7, 2017, the District's electors authorized the issuance of additional indebtedness in an amount not to exceed \$360 million for infrastructure improvements and operations at an interest rate not to exceed 18% and \$60 million for refunding the District's debt.

The District's authorized but unissued indebtedness in the following amounts allocated for the following purposes is as follows:

	Authorized Nov. 2006 Election	Authorized Nov. 2017 Election	Total Voter- Authorized Debt	2020 Bonds Issuance	Remaining Authorization Dec. 31, 2024
Street improvements	\$ 5,000,000	\$ 30,000,000	\$ 35,000,000	\$ 823,124	\$ 34,176,876
Park and recreational facilities	2,000,000	30,000,000	32,000,000	9,960	31,990,040
Sanitary supply	3,000,000	30,000,000	33,000,000	4,972,322	28,027,678
Water supply	3,000,000	30,000,000	33,000,000	2,571,667	30,428,333
Public transportation system	-	30,000,000	30,000,000	-	30,000,000
Security systems	-	30,000,000	30,000,000	-	30,000,000

Total	\$30,000,000	\$420,000,000	\$450,000,000	\$8,391,822	\$458,391,822
Refunding of debt	15,000,000	60,000,000	75,000,000		75,000,000
Subtotal	15,000,000	360,000,000	375,000,000	8,391,822	383,391,822
Mosquito control	1,000,000	30,000,000	31,000,000		31,000,000
Television relay and translation system	-	30,000,000	30,000,000	-	30,000,000
Traffic and safety controls	1,000,000	30,000,000	31,000,000	14,749	30,985,251
Reimbursement agreements	-	30,000,000	30,000,000	-	30,000,000
Operations and maintenance	-	30,000,000	30,000,000	-	30,000,000
Fire protection facilities	-	30,000,000	30,000,000	-	30,000,000

Per C.R.S 32-1-1101(2), the remaining, unused debt issuance authorization obtained from the District's electors will expire as follows:

- \$23,580,500 will expire in November 2026 20 years after the original debt authorization election.
- \$418,027,678 will expire in November 2037 20 years after the original debt authorization election.

NOTE 6 – NET POSITION (DEFICIT)

Restricted Net Position

The District's restricted net position as of December 31, 2024 in the general fund, debt service fund and capital projects fund totaled \$5,900, \$13,949 and \$75,225, respectively. The restricted net position within the general fund is due to spending restrictions established by TABOR. See Note 9 for further details. The restricted net position within the debt service fund is comprised of funds that are restricted to servicing the Series 2020 Bonds. The restricted net position within the capital project fund is comprised of funds restricted for funding the construction and major repairs of public infrastructure.

Non-Spendable Net Position

The District's non-spendable net position as of December 31, 2024 in the general fund, debt service fund and capital project fund totaled \$776, \$0, and \$0, respectively. These balances were created due to the District prepaying certain 2025 expenses in 2024.

Unassigned Net Position

The District's unassigned net position as of December 31, 2024 totaled (\$8,369,872). This deficit amount was a result of the District being responsible for the repayment of bonds issued for public improvements conveyed to the City of Colorado Springs.

NOTE 7 – RELATED PARTIES

For the 12-month period ended December 31, 2024, all five directors serving on the District's board reported no conflicts of interest arising from their service on the District's board.

The District's 2020 Bonds are owned by Affirmed Financial Services, LLC, which is affiliated with Landhuis Company. At the time the District's bonds were issued, all members of the District's Board of Directors were employees, owners of, or otherwise associated with, Eagle Development Company, the Landhuis Company, Saint Aubyn Homes, LLC, and Affirmed Financial Services, LLC, and reported conflicts of interest regarding their service as directors on the District's board.

NOTE 8 – RISK MANAGEMENT

Except as provided in the Colorado Governmental Immunity Act, the District may be 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 (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 liability, property, public officials' liability, and workers compensation coverage. 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.

NOTE 9 – TAX, SPENDING AND DEBT LIMITATIONS

Article X, Section 20 of the Colorado Constitution—referred to as the Taxpayer's Bill of Rights (TABOR)—contains tax, spending, revenue and debt limitations which 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.

On November 7, 2017, District voters authorized the District to assess property taxes at no more than \$1,000,000 annually, without limitation to rate, to pay the District's operations, maintenance and other expenses. Additionally, the District voters approved a revenue change to allow the District to retain and spend all revenue, other than ad valorem taxes, in excess of TABOR spending, revenue raising or other limitations.

On November 7, 2017, District voters authorized the District to assess property taxes at no more than \$1,000,000 annually, without limitation to rate, to fund any capital costs incurred by the District. Additionally, the District voters approved a revenue change to allow the District to retain and spend all revenue, other than ad valorem taxes, in excess of TABOR spending, revenue raising or other limitations.

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of Fiscal Year Spending (excluding bonded debt service). TABOR prohibits the District from using its emergency reserves to compensate for economic conditions and revenue shortfalls.

TABOR is complex and subject to legal interpretation. Many of the provisions, including the interpretation of how talculate Fiscal Year Spending limits, may require judicial interpretation.
These notes are an integral part of the accompanying financial statements.

SUPPLEMENTARY INFORMATION

Bradley Ranch Metropolitan District DEBT SERVICE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL 12-Month Period Ended

December 31, 2024

					(N	ositive / egative) ance with
	Origi	nal Budget	Actu	al Amounts	Origi	nal Budget
REVENUES						
Property taxes	\$	451,183	\$	461,075	\$	9,892
Specific ownership taxes		46,923		42,359		(4,564)
Net investment income		10,050		3,851		(6,199)
Total Revenues		508,156		507,285		(871)
EXPENDITURES						(4==)
Direct and indirect collection costs		6,768		6,920		(152)
Debt service						
Interest payments - Series 2019A Bonds		501,388		494,649		6,739
Interest payments - Series 2019B Bonds		-		-		-
Principal payments – 2019A Series Bonds		-		-		-
Principal payments – 2019B Series Bonds		-		-		-
Total Expenditures		508,156		501,569		6,587
EVERSE OF DEVENUES OVER (LINDER) EVERNOLTURES				F 716		F 716
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES		-		5,716		5,716
OTHER FINANCING SOURCES (USES)						
Transfers in (out)		-		-		-
Total Other Financing Sources (Uses)		-		-		-
EXCESS OF REVENUES AND OTHER FINANCIAL SOURCES						
OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES		-		5,716		5,716
FUND BALANCE – BEGINNING		10,050		8,233		(1,817)
	<u> </u>		<u></u>		<u> </u>	
FUND BALANCE – END OF YEAR	\$	10,050	\$	13,949	\$	3,899

These financial statements should be read only in connection with the accompanying notes to the financial statements.

Bradley Ranch Metropolitan District DEBT SERVICE FUND

COLLECTION COST DETAILS - BUDGET AND ACTUAL 12-Month Period Ended December 31, 2024

	Origin	al Budget	_	Actual Amounts		sitive / egative) ance with nal Budget
DIRECT AND INDIRECT COLLECTION COSTS						
Collection fees – County Treasurer	\$	6,768	\$	6,920	\$	(152)
Indirect Collection Cost Allocation		-		-		-
Legal fees		-		-		-
Bond paying agent fees		-		-		-
Miscellaneous		-		-		-
Total Direct and Indirect Collection Costs	\$	6,768	\$	6,920	\$	(152)

These financial statements should be read only in connection with the accompanying notes to the financial statements.

Bradley Ranch Metropolitan District CAPITAL PROJECTS FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND

BALANCES - BUDGET AND ACTUAL 12-Month Period Ended December 31, 2024

	ginal dget	•	Actual nounts	(Ne Varia	sitive / gative) nce with al Budget
REVENUES					
Net investment income	\$ -	\$	-	\$	-
Contribution from Turnberry Meadows HOA	-		-		-
Total Revenues	-		-		-
EXPENDITURES					
Capital projects					
Major capital projects	-		-		-
Total Expenditures	-		-		-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-		-		-
OTHER FINANCING SOURCES (USES)					
Transfers In (Out)	-		75,225		(75,225)
Total Other Financing Sources (Uses)	-		75,225		(75,225)
			,		, ,
EXCESS OF REVENUES AND OTHER FINANCIAL SOURCES	_		75,225		75,225
			. 0,==0		70,220
FUND BALANCE – BEGINNING OF YEAR	-		-		-
FUND BALANCE – END OF YEAR	\$ -	\$	75,225	\$	75,225

These financial statements should be read only in connection with the accompanying notes to the financial statements.

BRADLEY RANCH METROPOLITAN DISTRICT SUMMARY OF ASSESSED VALUATION, MILL LEVY AND PROPERTY TAXES COLLECTED

December 31, 2024

	Prior Year		Mills Lev	Mills Levied Total Prop		erty T	axes		
Year Ended December 31,		essed Valuation Current Year tax Levy	Operations	Debt	Le	vied		lected ote A)	Percent Collected to Levied
2020	\$	5,190	11.133	33.399	\$	614	\$	586	95.4%
2021		2,403,070	11.133	33.399	10	07,014	1	07,015	100.0%
2023		6,802,000	11.133	33.399	30	02,907	3	02,907	100.0%
2023		11,980,490	11.445	34.337	54	18,491	5	48,491	100.0%
2024		13,139,860	13.063	34.337	62	22,829	6	36,484	102.2%
2025		13,108,550	12.106	39.234	67	73,000		[TBD]	[TBD]

NOTE A: Property taxes collected in any one year may include collection of delinquent property taxes levied in prior years.

OTHER SUPPLEMENTARY INFORMATION

BRADLEY RANCH METROPOLITAN DISTRICT CHANGE IN TOTAL OVERLAPPING MILL LEVY

December 31, 2024

	2023	2024	
	Mill Levy *	Mill Levy **	Change
El Paso County	6.862	6.985	0.123
EPC Road & Bridge Share	0.165	0.165	-
City of Colorado Springs	3.579	3.554	(0.025)
EPC-Colorado SPGS Road & Bridge Share	0.165	0.165	-
Academy School District #20	47.867	45.959	(1.908)
Pikes Peak Library District	3.061	3.140	0.079
Black Forest Fire Protection District	14.951	15.650	0.699
Southeaster Colo Water Conservancy District	0.888	0.747	(0.141)
El Paso County Conservation District	-	-	-
Bradley Ranch Metro District	47.400	51.340	3.940
Total Mill Levy	124.938	127.705	2.767

^{* --} For property tax collections in 2024

^{** --} For property tax collections in 2025

BRADLEY RANCH METROPOLITAN DISTRICT HISTORICAL DEBT RATIOS

December 31, 2024

	2020	2021	2022	2023	2024
General Obligation Bonds	\$ 8,391,822	\$ 8,391,822	\$ 8,391,822	\$ 8,391,822	\$ 8,391,822
Accrued, unpaid interest - Bonds	\$ 36,365	\$ 44,256	\$ 237,317	\$ 238,548	\$ 192,678
Restricted cash in debt fund	(\$ 264)	(\$ 1,316)	(\$ 1,962)	(\$ 4,826)	(\$ 10,484)
Combined assessed property values within the District	\$ 2,403,070	\$ 6,802,000	\$ 11,980,490	\$ 13,139,860	\$ 13,108,550
Ratio of debt to assessed property values	350.7%	124.0%	72.0%	65.6%	65.4%

EXHIBIT E

Description of Permitted Services to be Provided by the District to End Users

	Description of Services	IGA Required? (Yes or No)	
1.	Trash collection and hauling services	No	
2.	Enforcement of the Declaration of Covenants		
	Conditions and Restrictions for Bradley Ranch and No		
	any amendments thereto		
3.	Maintenance of District-owned parks and open space	No	
	landscaping and facilities		
4.	Park & recreation services	No	
5.	Maintenance of District-owned perimeter fencing	No	
6.	Maintenance of storm-water detention facilities	Yes	
	located within the District	(with City)	
7.	Public communication services	No	
8.	Administrative services necessary for the District to		
	operate and comply with State and local laws, debt	No	
	covenant compliance and the requirements of this AR		
	Service Plan		