

DOVE VALLEY METROPOLITAN DISTRICT
Arapahoe County, Colorado

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

YEAR ENDED DECEMBER 31, 2025

**DOVE VALLEY METROPOLITAN DISTRICT
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2025**

INDEPENDENT AUDITOR'S REPORT

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

STATEMENT OF NET POSITION	1
---------------------------	---

STATEMENT OF ACTIVITIES	2
-------------------------	---

FUND FINANCIAL STATEMENTS

BALANCE SHEET – GOVERNMENTAL FUNDS	3
------------------------------------	---

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	4
---	---

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES	5
--	---

GENERAL FUND – STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	6
--	---

SPECIAL REVENUE FUND – CONSERVATION TRUST – STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	7
--	---

NOTES TO BASIC FINANCIAL STATEMENTS	8
-------------------------------------	---

SUPPLEMENTARY INFORMATION

DEBT SERVICE FUND – SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	26
--	----

CAPITAL PROJECTS FUND – SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL	27
---	----

OTHER INFORMATION

SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY	29
---	----

SUMMARY OF ASSESSED VALUATION, MILL LEVY, AND PROPERTY TAXES COLLECTED	30
---	----

**DOVE VALLEY METROPOLITAN DISTRICT
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2025**

**CONTINUING DISCLOSURE ANNUAL FINANCIAL INFORMATION
(UNAUDITED)**

TABLE I – COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – GENERAL FUND – 2021-2025 (UNAUDITED)	32
TABLE II – COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – DEBT SERVICE FUND – 2021-2025 (UNAUDITED)	33
TABLE III – COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCE – CAPITAL PROJECTS FUND – 2021-2025 (UNAUDITED)	34
TABLE IV – BUDGET SUMMARY AND COMPARISON – GENERAL FUND – (UNAUDITED)	35
TABLE V – BUDGET SUMMARY AND COMPARISON – DEBT SERVICE FUND – (UNAUDITED)	36
TABLE VI – BUDGET SUMMARY AND COMPARISON – CAPITAL PROJECTS FUND – (UNAUDITED)	37
HISTORY OF ASSESSED VALUATION BY AREA	38
HISTORY OF PROPERTY TAX COLLECTIONS	38
HISTORY OF MILL LEVIES BY AREA	39

Independent Auditors' Report

Board of Directors
Dove Valley Metropolitan District
Arapahoe County, Colorado

Opinions

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

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the District as of December 31, 2025, and the respective changes in financial position and the respective 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 GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States 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 financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

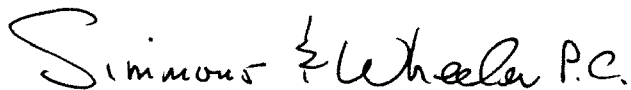
Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The supplementary information listed in the accompanying table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Information

Management is responsible for the other information and the Continuing Disclosure Annual Financial Information included in the annual report. The other information and the Continuing Disclosure Annual Financial Information listed in the table of contents under 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 the Continuing Disclosure Annual Financial Information, and we do not express an opinion or any form of 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.

A handwritten signature in black ink that reads "Simmons & Wheeler P.C." in a cursive, flowing script.

Englewood, CO
June 11, 2026

BASIC FINANCIAL STATEMENTS

DOVE VALLEY METROPOLITAN DISTRICT
STATEMENT OF NET POSITION
DECEMBER 31, 2025

	Governmental Activities
ASSETS	
Cash and Investments	\$ 10,390,811
Cash and Investments - Restricted	6,336,497
Prepaid Insurance	450
Receivable from County Treasurer	24,285
Property Tax Receivable	5,488,689
Capital Assets:	
Capital Assets, Not Being Depreciated	135,000
Capital Assets, Net of Depreciation	<u>1,803,728</u>
Total Assets	<u>24,179,460</u>
LIABILITIES	
Accounts Payable	289,680
Accrued Bond Interest	105,367
Noncurrent Liabilities:	
Due Within One Year	1,730,000
Due in More Than One Year	<u>33,066,206</u>
Total Liabilities	<u>35,191,253</u>
DEFERRED INFLOWS OF RESOURCES	
Property Tax Revenue	<u>5,488,689</u>
Total Deferred Inflows of Resources	<u>5,488,689</u>
NET POSITION	
Net Investment in Capital Assets	(727,538)
Restricted for:	
Emergency Reserve	75,400
Debt Service	5,169,737
Unrestricted	<u>(21,018,081)</u>
Total Net Position	<u><u>\$ (16,500,482)</u></u>

See accompanying Notes to Basic Financial Statements.

**DOVE VALLEY METROPOLITAN DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2025**

FUNCTIONS/PROGRAMS	Program Revenues				Net Revenues (Expenses) and Change in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government:					
Governmental Activities:					
General Government	\$ 1,159,123	\$ -	\$ 507,999	\$ -	\$ (651,124)
Transfer of Public Improvements to Another Government	757,223	-	-	-	(757,223)
Interest on Long-Term Debt and Related Costs	1,273,351	-	-	-	(1,273,351)
Total Governmental Activities	\$ 3,189,697	\$ -	\$ 507,999	\$ -	(2,681,698)
GENERAL REVENUES					
Property Taxes					5,050,737
Specific Ownership Taxes					292,100
Interest Income					662,430
Other Revenue					157
Total General Revenues					6,005,424
CHANGES IN NET POSITION					
Net Position - Beginning of Year					
(19,824,208)					
NET POSITION - END OF YEAR					
\$ (16,500,482)					

See accompanying Notes to Basic Financial Statements.

**DOVE VALLEY METROPOLITAN DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2025**

	General	Special Revenue	Debt Service	Capital Projects	Total Governmental Funds
ASSETS					
Cash and Investments	\$ 10,390,811	\$ -	\$ -	\$ -	\$ 10,390,811
Cash and Investments - Restricted	75,400	39,584	5,325,114	896,399	6,336,497
Receivable from County Treasurer	9,526	-	14,759	-	24,285
Prepaid Insurance	450	-	-	-	450
Property Tax Receivable	2,010,485	-	3,478,204	-	5,488,689
Total Assets	\$ 12,486,672	\$ 39,584	\$ 8,818,077	\$ 896,399	\$ 22,240,732
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ 53,411	\$ 6,489	\$ 400	\$ 229,380	\$ 289,680
Other Liability	-	-	64,369	-	64,369
Total Liabilities	53,411	6,489	64,769	229,380	354,049
DEFERRED INFLOWS OF RESOURCES					
Deferred Property Tax	2,010,485	-	3,478,204	-	5,488,689
Total Deferred Inflows of Resources	2,010,485	-	3,478,204	-	5,488,689
FUND BALANCES					
Nonspendable:					
Prepaid Expense	450	-	-	-	450
Restricted for:					
Emergency Reserves	75,400	-	-	-	75,400
Debt Service	-	-	5,275,104	-	5,275,104
Committed:					
Operations	-	33,095	-	-	33,095
Unassigned	10,346,926	-	-	667,019	11,013,945
Total Fund Balances	10,422,776	33,095	5,275,104	667,019	16,397,994
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 12,486,672	\$ 39,584	\$ 8,818,077	\$ 896,399	
Amounts reported for governmental activities in the statement of net position are different because:					
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.					1,938,728
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.					
Bonds Payable					(31,610,000)
Accrued Bond Interest					(105,367)
Unamortized Bond Premium					(3,121,837)
Net Position of Governmental Activities					\$ (16,500,482)

See accompanying Notes to Basic Financial Statements.

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

	General	Special Revenue	Debt Service	Capital Projects	Total Governmental Funds
REVENUES					
Property Taxes	\$ 1,981,032	\$ -	\$ 3,069,705	\$ -	\$ 5,050,737
Specific Ownership Taxes	114,600	-	177,500	-	292,100
CTF Proceeds	-	22,288	-	-	22,288
Interest Income	417,040	4,296	223,895	17,199	662,430
Reimbursed Expenditures	-	6,511	-	-	6,511
Other Revenue	157	-	-	-	157
City Of Centennial Contribution - Freemont Trail	-	-	-	479,200	479,200
Total Revenues	2,512,829	33,095	3,471,100	496,399	6,513,423
EXPENDITURES					
Current:					
Accounting	58,694	-	-	-	58,694
Auditing	5,700	-	-	-	5,700
County Treasurer's Fee	29,810	-	46,192	-	76,002
Directors' Fees	2,000	-	-	-	2,000
District Management	34,058	-	-	162	34,220
Election	420	-	-	-	420
Engineering	-	-	-	4,104	4,104
Fence And Sign Maintenance	25,409	-	-	-	25,409
Irrigation	129,562	-	-	-	129,562
Insurance	16,112	-	-	-	16,112
Landscape Maintenance	123,515	-	-	33,063	156,578
Legal	56,385	-	-	-	56,385
Miscellaneous	497	-	-	-	497
Payroll Taxes	153	-	-	-	153
Street Lights - Asset	126,790	-	-	-	126,790
Utility Locates	43,884	-	-	-	43,884
Website	3,428	-	-	-	3,428
Debt Service:					
Bond Interest	-	-	1,330,800	-	1,330,800
Bond Principal	-	-	1,660,000	-	1,660,000
Arbitrage	-	-	85,046	-	85,046
Paying Agent Fees	-	-	400	-	400
Capital Projects:					
City Of Centennial Reimbursement	-	-	-	42,731	42,731
Dove Creek Trail Restoration	-	-	-	22,283	22,283
Project Management	-	-	-	81,799	81,799
Trails - Broncos Pkwy/Potomac/Blackhawk	-	-	-	135,000	135,000
Medians-Potomac/Chambers/Broncos Pkwy	-	-	-	125,605	125,605
Freemont Ave. Urban Trail	-	-	-	46,589	46,589
Total Expenditures	656,417	-	3,122,438	491,336	4,270,191
EXCESS OF REVENUES OVER EXPENDITURES	1,856,412	33,095	348,662	5,063	2,243,232
OTHER FINANCING SOURCES (USES)					
Transfers In (Out)	(974,401)	-	527,000	447,401	-
Total Other Financing Sources (Uses)	(974,401)	-	527,000	447,401	-
NET CHANGE IN FUND BALANCES	882,011	33,095	875,662	452,464	2,243,232
Fund Balances - Beginning of Year	9,540,765	-	4,399,442	214,555	14,154,762
FUND BALANCES - END OF YEAR	<u>\$ 10,422,776</u>	<u>\$ 33,095</u>	<u>\$ 5,275,104</u>	<u>\$ 667,019</u>	<u>\$ 16,397,994</u>

See accompanying Notes to Basic Financial Statements.

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

Net Change in Fund Balances - Total Governmental Funds	\$ 2,243,232
--	--------------

Amounts reported for governmental activities in the statement of activities are different because:

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

Capital Outlay	181,589
Depreciation Expense	(107,513)
Transfer of Public Improvements to Other Governments	(757,223)

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

Current Year Bond Principal Payment	1,660,000
-------------------------------------	-----------

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.

Amortization of Cost on 2015/2019 Bond Refunding	(305,881)
Amortization of Bond Premium	403,989
Accrued Interest Payable - Change in Liability	5,533

Changes in Net Position of Governmental Activities	\$ <u>3,323,726</u>
--	---------------------

**DOVE VALLEY METROPOLITAN DISTRICT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2025**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Property Taxes	\$ 2,026,783	\$ 1,981,032	\$ (45,751)
Specific Ownership Taxes	121,607	114,600	(7,007)
Interest Income	400,000	417,040	17,040
Other Revenue	-	157	157
Total Revenues	2,548,390	2,512,829	(35,561)
EXPENDITURES			
Accounting	75,000	58,694	16,306
Auditing	6,000	5,700	300
Contingency	139,183	-	139,183
County Treasurer's Fee	36,567	29,810	6,757
Directors' Fees	3,200	2,000	1,200
District Management	35,000	34,058	942
Dues And Membership	750	-	750
Election	3,000	420	2,580
Engineering	5,000	-	5,000
Fence And Sign Maintenance	-	25,409	(25,409)
Insurance	16,000	16,112	(112)
Landscape Maintenance	110,000	123,515	(13,515)
Irrigation	110,000	129,562	(19,562)
Legal	100,000	56,385	43,615
Miscellaneous	3,000	497	2,503
Payroll Taxes	300	153	147
Repairs And Maintenance	10,000	-	10,000
Street Lights - Asset	110,000	126,790	(16,790)
Utility Locates	80,000	43,884	36,116
Website	10,000	3,428	6,572
Total Expenditures	853,000	656,417	196,583
EXCESS OF REVENUES OVER EXPENDITURES	1,695,390	1,856,412	161,022
OTHER FINANCING SOURCES (USES)			
Transfers To Other Fund	(1,877,000)	(974,401)	902,599
Total Other Financing Sources (Uses)	(1,877,000)	(974,401)	902,599
NET CHANGE IN FUND BALANCE	(181,610)	882,011	1,063,621
Fund Balance - Beginning of Year	10,115,203	9,540,765	(574,438)
FUND BALANCE - END OF YEAR	<u>\$ 9,933,593</u>	<u>\$ 10,422,776</u>	<u>\$ 489,183</u>

See accompanying Notes to Basic Financial Statements.

**DOVE VALLEY METROPOLITAN DISTRICT
SPECIAL REVENUE FUND – CONSERVATION TRUST
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2025**

	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
CTF Proceeds	\$ 22,000	\$ 22,000	\$ 22,288	\$ 288
Interest Income	5,500	6,399	4,296	(2,103)
Reimbursed Expenditures	-	-	6,511	6,511
Total Revenues	27,500	28,399	33,095	4,696
EXPENDITURES				
Happy Canyon Trail Mowing	8,000	13,000	-	13,000
Miscellaneous	1,000	-	-	-
Total Expenditures	9,000	13,000	-	13,000
EXCESS OF REVENUES OVER EXPENDITURES	18,500	15,399	33,095	17,696
OTHER FINANCING SOURCES (USES)				
Total Other Financing Sources	-	-	-	-
NET CHANGE IN FUND BALANCE	18,500	15,399	33,095	17,696
Fund Balance - Beginning of Year	-	-	-	-
FUND BALANCE - END OF YEAR	<u>\$ 18,500</u>	<u>\$ 15,399</u>	<u>\$ 33,095</u>	<u>\$ 17,696</u>

See accompanying Notes to Basic Financial Statements.

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 1 DEFINITION OF REPORTING ENTITY

Dove Valley Metropolitan District (the District) is a quasi-municipal corporation located in Arapahoe County, Colorado and is governed pursuant to the provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District was organized on April 30, 1984, and was established to provide street improvements, traffic and safety control devices, parks and recreational facilities, and transportation services that benefit the citizens of the District.

In December 1988 and in January 2000, the District amended its Service Plan to include the operation and/or maintenance of water and sanitation services, local sanitary and drainage facilities and streets, either independently or pursuant to intergovernmental agreements with Arapahoe County, Parker Jordan Metropolitan District and Douglas County, as appropriate. In October 2004, the District again modified its Service Plan to reflect a modified Financial Plan and to grant the District the authority to issue the remaining voted debt in the amount of \$18,000,000.

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

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

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Government-Wide and Fund Financial Statements

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

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

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements (Continued)

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

Separate financial statements are provided for the 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 intergovernmental revenues. 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.

Special Revenue Fund – The Conservation Trust Fund is used to account for Conservation Trust Fund receipts and eligible expenditures.

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 or construction of major capital facilities and other assets.

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets

In accordance with the State Budget Law, the District's Board of Directors holds public hearings in the fall of each year to approve the budget and appropriate the funds for the ensuing year. The appropriation is at the total fund expenditures and other financing uses level and lapses at year-end. The District's Board of Directors can modify the budget by line item within the total appropriation without notification. The 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.

The District has amended its annual budget for the year ended December 31, 2025.

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.

Capital Assets

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

Capital assets which are anticipated to be conveyed to other governmental entities, as well as capital assets being constructed which the District may operate and maintain, are recorded as construction in progress/not yet conveyed.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized. Improvements that will be dedicated to other governmental entities are not depreciated. Improvements to be owned by the District are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

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

Street Lights	20 Years
Monumentation	20 Years
Trails	20 Years

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August, and generally, sale of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

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

Amortization – Original Issue Discount/Premium

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

Deferred Inflow of Resources

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

Equity

Net Position

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

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Equity (Continued)

Fund Balance

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

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

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

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

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

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

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

Adoption of New Accounting Standards

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

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 3 CASH AND INVESTMENTS

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

Statement of Net Position:

Cash and Investments	\$ 10,390,811
Cash and Investments - Restricted	<u>6,336,497</u>
Total Cash and Investments	<u><u>\$ 16,727,308</u></u>

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

Deposits with Financial Institutions	\$ 475,351
Investments	<u>16,251,957</u>
Total Cash and Investments	<u><u>\$ 16,727,308</u></u>

Deposits with Financial Institutions

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

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

On December 31, 2025, the District's cash deposits had a bank and carrying balance of \$475,351.

Investments

The District has adopted a formal investment policy wherein the District follows state statutes regarding investments.

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

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

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

Investments (Continued)

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

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

Fair Value Measurement and Application

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are significant other observable inputs, and Level 3 inputs are significant unobservable inputs. Investments not measured at fair value and not categorized include governmental money market funds (PFM Funds Governmental Select series), money market funds (generally held by Bank Trust Departments in their role as paying agent or trustee), CSAFE (which are recorded at net asset value), and COLOTRUST.

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

<u>Investment</u>	<u>1 Year</u>	<u>1-5 Years</u>	<u>Value</u>
Colorado Local Government Liquid Asset Trust (ColoTrust)	\$ 4,929,265	\$ -	\$ 4,929,265
Colorado Surplus Asset Fund Trust (CSAFE)	1,516,948	-	1,516,948
U.S. Treasury Issues	979,075	8,826,669	9,805,744
Total	<u>\$ 7,425,288</u>	<u>\$ 8,826,669</u>	<u>\$ 16,251,957</u>

COLOTRUST

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

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

COLOTRUST (Continued)

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

COLOTRUST EDGE, a variable Net Asset Value (NAV) Local Government Investment Pool, offers weekly liquidity and is managed to approximate a \$10.00 transactional share price. COLOTRUST EDGE may invest in securities authorized by CRS 24-75-601, including U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain obligations of U.S. government agencies, highest rated commercial paper, and any security allowed under CRS 24-75-601.

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

CSAFE

The District invested in the Colorado Surplus Asset Fund Trust (CSAFE) (the Trust), 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 the Trust. The Trust currently offers two portfolios – CSAFE CASH FUND and CSAFE CORE.

CSAFE CASH FUND operations similar to a money market fund, with each share valued at \$1.00. CSAFE may invest in U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain money market funds, highest rated commercial paper, and any security allowed under CRS 24-75-601.

CSAFE CORE, a variable Net Asset Value (NAV) Local Government Investment Pool, offers weekly liquidity and is managed to approximate a \$2.00 transactional share price. CSAFE CORE may invest in securities authorized by CRS 24-75-601, including U.S. Treasury securities, repurchase agreements collateralized by U.S. Treasury securities, certain obligations of U.S. government agencies, highest rated commercial paper, and any security allowed under CRS 24-75-601.

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 3 CASH AND INVESTMENTS (CONTINUED)

CSAFE (Continued)

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. CSAFE CASH FUND is rated AAmmf and CSAFE CORE is rated AAAf/S1 by Fitch Ratings. CSAFE records its investments at Net Asset Value (NAV) and the District records its investments in CSAFE at net asset value. There are no unfunded commitments, the redemption frequency is daily and there is no redemption notice period.

U.S. Treasury Issues (Level 1)

The District invested a portion of its reserve money into U.S. Treasury Issues. As of December 31, 2025, investment details are as follows:

Description	Market Value	S&P Rating	Coupon Rate	Maturity Date
U.S. Treasury Notes	\$ 979,075	N/A	4.125	October 31, 2026
U.S. Treasury Notes	980,761	N/A	4.125	October 31, 2027
U.S. Treasury Notes	998,718	N/A	1.375	October 31, 2028
U.S. Treasury Notes	982,959	N/A	4.000	October 31, 2029
U.S. Treasury Notes	5,864,231	N/A	4.875	October 31, 2030
Total U.S. Treasury Issues	<u>\$ 9,805,744</u>			

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 4 CAPITAL ASSETS

The following is an analysis of the changes in the District's capital assets for the year ended December 31, 2025:

	Balance at December 31, 2024	Increases	Decreases	Balance at December 31, 2025
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Construction in Progress				
Trails	\$ 1,781,212	\$ 181,589	\$ 1,827,801	\$ 135,000
Total Capital Assets, Not Being Depreciated	1,781,212	181,589	1,827,801	135,000
Capital Assets, Being Depreciated:				
Street Lights	765,337	-	-	765,337
Fremont Trail	-	1,070,578	-	1,070,578
Monumentation	1,206,405	-	-	1,206,405
Total Capital Assets, Being Depreciated	1,971,742	1,070,578	-	3,042,320
Less Accumulated Depreciation for:				
Street Lights	(410,408)	(38,268)	-	(448,676)
Fremont Trail	-	(8,921)	-	(8,921)
Monumentation	(720,671)	(60,324)	-	(780,995)
Total Accumulated Depreciation	(1,131,079)	(107,513)	-	(1,238,592)
Total Capital Assets, Being Depreciated, Net	840,663	963,065	-	1,803,728
Governmental Activities Capital Assets, Net	<u>\$ 2,621,875</u>	<u>\$ 1,144,654</u>	<u>\$ 1,827,801</u>	<u>\$ 1,938,728</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

General Government	<u>\$ 107,513</u>
--------------------	-------------------

It is the policy of Arapahoe County and the City of Centennial to accept the maintenance responsibility for improvements only after a probationary period following the completion of construction. Upon final acceptance of the streets by the County or the City, the District will remove the costs of construction from its capital assets. The District will maintain the ownership and maintenance of the District-owned street lighting, monumentation, and trails once those projects are completed.

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 5 LONG-TERM OBLIGATIONS

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

	Balance at December 31, 2024	Additions	Reductions	Balance at December 31, 2025	Current Portion
Bonds Payable:					
G.O. Refunding Bonds					
Series 2019	\$ 33,270,000	\$ -	\$ 1,660,000	\$ 31,610,000	\$ 1,730,000
Premium	3,525,826	-	403,989	3,121,837	-
Subtotal Bonds Payable	36,795,826	-	2,063,989	34,731,837	1,730,000
Other Liabilities:					
Arbitrage Payable	-	64,369	-	64,369	-
Subtotal Other Liabilities	-	64,369	-	64,369	-
Total	\$ 36,795,826	\$ 64,369	\$ 2,063,989	\$ 34,796,206	\$ 1,730,000

\$40,625,000 General Obligation Refunding Bonds, Series 2019

On December 12, 2019, the District issued \$40,625,000 of General Obligation Refunding Bonds (Series 2019 Bonds). The Series 2019 Bonds bear a stated interest rate of 4.00% (2.122% yield) payable semi-annually on June 1 and December 1, commencing on June 1, 2020, and mature on each December 1 of each year commencing in 2020 through 2039. Bonds maturing on and after December 1, 2030, are subject to redemption prior to their respective maturities, at the option of the District, as a whole or in integral multiples of \$5,000, in any order of maturity and in whole or partial maturities, on December 1, 2029, and on any date thereafter, upon payment of par and accrued interest, without redemption premium. Proceeds from the Series 2019 Bonds were used to advance refund the outstanding Series 2010 Bonds and the Series 2015 Loan and pay the costs of the issuance of the Series 2019 Bonds.

The Series 2019 Bonds are insured by Build America Mutual Assurance Company (BAM). BAM is rated AA by Standard and Poor's.

Events of Default

The occurrence or existence of any one or more of the following events shall be an Event of Default:

- (a) Payment of the principal, redemption premium (if any), and interest on any Bond is not made by the District when due;
- (b) The District defaults in the performance of any other of its covenants in the Bond Resolution and such default continues for sixty (60) days after written notice of the default;
- (c) The District files a petition for bankruptcy.

In the event of a default in the payment of principal of or interest on the Bonds, there is no provision for acceleration of maturity of the principal of the Bonds.

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 5 LONG-TERM OBLIGATIONS (CONTINUED)

\$40,625,000 General Obligation Refunding Bonds, Series 2019 (Continued)

The Series 2019 Bonds principal and interest will mature as follows:

Year Ending <u>December 31,</u>	Bonded Debt		Total
	Principal	Interest	
2026	\$ 1,730,000	\$ 1,264,400	\$ 2,994,400
2027	1,795,000	1,195,200	2,990,200
2028	1,870,000	1,123,400	2,993,400
2029	1,945,000	1,048,600	2,993,600
2030	2,020,000	970,800	2,990,800
2031-2035	11,390,000	3,574,400	14,964,400
2036-2039	10,860,000	1,107,000	11,967,000
Total	<u>\$ 31,610,000</u>	<u>\$ 10,283,800</u>	<u>\$ 41,893,800</u>

Authorized Debt

In October 2004, the District modified its Service Plan to grant the District the authority to issue remaining authorized voted debt in the amount of \$18,000,000 (the Service Plan Debt Issuance Limit). As of December 31, 2025, the District had \$6,270,000 of the Service Plan Debt Issuance Limit remaining (the Remaining Service Plan Debt Issuance Limit).

As of December 31, 2025, the District had \$8,010,000 remaining in voted refunding authorization from the November 7, 1995 Election and \$6,270,000 remaining voted authorization for street improvements from the May 7, 2002 Election. However, in no event is the District authorized to issue debt in excess of the Service Plan Debt Issuance Limit, which is currently limited to the Remaining Service Plan Debt Issuance Limit.

NOTE 6 NET POSITION

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

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets. As of December 31, 2025, the District had the following net investment in capital assets, calculated as follows:

	Governmental Activities
Net Investment in Capital Assets:	
Capital Assets, Net	\$ 1,938,728
Less Capital Related Debt:	
Bonds Payable	(2,426,612)
Bond Premium	(239,655)
Net Investment in Capital Assets	<u>\$ (727,538)</u>

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 6 NET POSITION (CONTINUED)

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

	Governmental Activities
Restricted Net Position:	
Emergency Reserve	\$ 75,400
Debt Service	5,169,737
Total Restricted Net Position	<u>\$ 5,245,137</u>

The District has a deficit unrestricted net position. This deficit amount is a result of the District being responsible for the repayment of bonds issued for public improvements, a portion of which have been conveyed and/or will be conveyed to other governmental entities.

NOTE 7 AGREEMENTS

Intergovernmental Agreement Regarding Construction and Cost Sharing of Traffic Signals

On January 12, 2004, the District entered into the Intergovernmental Agreement Regarding Construction and Cost Sharing of Traffic Signals with Arapahoe County (the County) for the design, construction, and cost sharing of various traffic signals within the District and unincorporated portions of the County. Pursuant to the agreement, the parties agreed to certain cost sharing levels for various traffic signals, as outlined in the agreement. The District's cost share participation ranges from 25% to 100% depending on the roadway classifications: (i) major arterial/major arterial intersection (25% participation share), (ii) major arterial/minor arterial intersection (50% participation share), (iii) major collector/major or minor arterial (75% participation share), and (iv) private roads and other roadways (100% participation share). The ultimate amount the District could be responsible for under the agreement is subject to when and if warrants have been met, as explained below.

Pursuant to the agreement, the District deposited \$495,000 with the County for the District's respective share of certain "Category 1 Traffic Signals" (Category 1 Traffic Signals are defined as those signals that meet Intersection Classification Requirements (defined as those traffic signals located at streets classified as major collectors or above intersecting with major or minor arterials)). The County will maintain a separate account for the funds deposited by the parties for the traffic signals. As such time the fund is reduced to an amount less than \$270,000, the County will notify the District and, within thirty days thereof, the District will deposit additional funds with the County so that the amount available is at least equal to \$270,000. To date, the County has not provided such notice to the District.

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 7 AGREEMENTS (CONTINUED)

Intergovernmental Agreement Regarding Construction and Cost Sharing of Traffic Signals (Continued)

On or before September 15th of each fiscal year, the County shall provide the District with written notice which identifies the traffic signals that are anticipated to be warranted to be constructed in the following fiscal year together with the estimated costs of the traffic signals. If the cost of such a traffic signal increases by more than ten percent (10%) over the estimated amount estimated in the agreement, the County shall provide the District with written documentation explaining the increase in cost. Representatives from the County and the District shall meet to determine if there is a way to reduce such costs without having an adverse effect on the safety of the intersections. The District and the County shall budget and appropriate the necessary funds for the traffic signals identified in notice for such fiscal year in accordance with statutory requirements.

The County will provide the District with thirty (30) days written notice during each fiscal year that the agreement is in effect that warrants have been met for a traffic signal and the necessity to deposit the funds for the traffic signal with the County. The County and the District will deposit its participation share for such traffic signal(s) with the County and the County will proceed with construction of the traffic signal(s).

On October 23, 2006, the District and the County amended the agreement to provide cost sharing for an additional traffic signal at the intersection of Broncos Parkway and Peoria Street (with each party paying 50% of the associated costs) and to extend the term of the agreement through January 12, 2010.

On November 17, 2009, the District and the County further amended the agreement to extend the term of the agreement to January 12, 2013.

On September 24, 2013, with an effective date of January 12, 2013, the District and the County further amended the agreement whereby the parties agreed that in the event that the intersection locations of any of the traffic signals become annexed into the City of Centennial, the County will no longer be responsible for participating in the cost sharing of such traffic signals. To date, the location of three (3) of the traffic signals have been annexed into the City. The amendment further extended the term of the agreement to January 12, 2016, to be automatically renewed for each three-year period thereafter unless advance 90-day notice is given by either party.

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 7 AGREEMENTS (CONTINUED)

Intergovernmental Agreement with Arapahoe County Regarding the Maintenance Program for Trails Adjacent to the County Open Space Properties

Effective January 1, 2019, the District entered into an agreement with Arapahoe County (the County) regarding the trail maintenance program of trails adjacent to County open spaces. The term of the agreement shall be for one year beginning with the year ending December 31, 2019 and shall automatically renew for each of the next three years ending December 31, 2022, subject to annual appropriation and the right of either party to opt out by written notice at least 90 days prior to January 1 of the subsequent year. The District is responsible for all capital improvements or repairs to the trails and the County shall perform the maintenance of the trails. The District shall pay the County \$13,000 annually for the trail maintenance. In 2025, the District accrued \$13,000.

The District and the County are in the process of negotiating a new intergovernmental agreement for the trail maintenance.

Intergovernmental Agreement Regarding 2023 Grant of Arapahoe County Open Space Program Funds – Project Name: East Fremont Avenue Trail

On November 20, 2023, the District entered into the Intergovernmental Agreement Regarding 2023 Grant of Arapahoe County Open Space Program Funds – Project Name: East Fremont Avenue Trail with Arapahoe County (the County) whereby the County agreed to contribute an amount not to exceed \$479,200 to the District for the District's construction of a trail along East Fremont Avenue.

Intergovernmental Agreement Concerning Funding to Implement Construction of the Fremont Avenue Trail Improvements

On July 12, 2024, the District and the City of Centennial, Colorado (the City) entered into the Intergovernmental Agreement Concerning Funding to Implement Construction of the Fremont Avenue Trail Improvements whereby the City agreed to provide funding assistance with the District's construction of a trail along East Fremont Avenue (the Fremont Avenue Trail). Specifically, the City agreed to pay for half of certain preconstruction costs and construction and installation costs associated with the Fremont Avenue Trail, after subtraction of any amounts received by the District from the County under the Intergovernmental Agreement Regarding 2023 Grant of Arapahoe County Open Space Program Funds – Project Name: East Fremont Avenue Trail (discussed above). The City agreed to fund these costs up to an amount not to exceed \$400,000. To the extent the actual costs associated with the Fremont Avenue Trail are less than estimated, the District will refund the City for its pro-rata share of the same upon completion of the project.

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 7 AGREEMENTS (CONTINUED)

Intergovernmental Agreement for Dove Creek Trail Project

On August 25, 2025, the District, Southeast Metro Stormwater Authority (SEMSWA), the City, and the County entered into the Intergovernmental Agreement for Dove Creek Trail Project (the Dove Creek Trail IGA). SEMSWA previously constructed drainage channel improvements along Dove Creek for a new maintenance path for SEMSWA operations which maintenance path aligned with a previously identified area for a future public trail that would benefit the residents and users of the District, the City, and the County. Pursuant to the Dove Creek Trail IGA, SEMSWA agreed to install a crusher fines layer to its maintenance path so the same can also be used as a public trail. The District, City and County agreed to jointly fund the cost of the crusher fines (being \$66,844.80), with each paying \$22,281.60 therefore.

Intergovernmental Agreement for Traffic Signal Design (Broncos Parkway and Blackhawk Street)

On October 31, 2025, the District and the City entered into the Intergovernmental Agreement for Traffic Signal Design whereby the District agreed to provide funding assistance with the City's design of a traffic signal within the boundaries of both the City and the District. The District agreed to pay the City an amount not to exceed \$135,000. In the event actual costs associated with the design of the traffic signal are less than the District's contribution, the City will refund the District in such amount.

NOTE 8 RELATED PARTY

For a portion of 2025, one member of the Board of Directors was an employee, officer, or was otherwise associated with the developers within the District and may have had conflicts of interest in dealing with the District. The Board of Directors believes that all potential conflicts, if any, have been disclosed.

NOTE 9 RISK MANAGEMENT

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

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

The District pays annual premiums to the Pool for liability, property and public officials' liability 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.

**DOVE VALLEY METROPOLITAN DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE 10 TAX, SPENDING, AND DEBT LIMITATIONS

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

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

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

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

Section 29-1-1702, C.R.S., contains limitations on revenues generated from property tax revenues that apply to certain local governments within the state of Colorado. Annual operating revenue is limited to a 5.25% increase, such increase is determined based on a prior assessment period and adjusted for allowable exclusions and exemptions from qualified property tax revenues. The District's management believes it is in compliance with the provisions of Section 29-1-1702, C.R.S. However, this section of the C.R.S. is complex and subject to interpretation.

SUPPLEMENTARY INFORMATION

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

	Original Budget	Amended Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES				
Property Taxes	\$ 3,140,076	\$ 3,140,076	\$ 3,069,705	\$ (70,371)
Specific Ownership Taxes	188,405	188,405	177,500	(10,905)
Interest Income	155,000	218,541	223,895	5,354
Total Revenues	<u>3,483,481</u>	<u>3,547,022</u>	<u>3,471,100</u>	<u>(75,922)</u>
EXPENDITURES				
County Treasurer's Fee	46,762	46,762	46,192	570
Arbitrage	-	37,527	85,046	(47,519)
Paying Agent Fees	5,250	400	400	-
Bond Interest	1,330,800	1,330,800	1,330,800	-
Bond Principal	1,660,000	1,660,000	1,660,000	-
Contingency	7,188	124,511	-	124,511
Total Expenditures	<u>3,050,000</u>	<u>3,200,000</u>	<u>3,122,438</u>	<u>77,562</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>433,481</u>	<u>347,022</u>	<u>348,662</u>	<u>1,640</u>
OTHER FINANCING SOURCES (USES)				
Transfers From Other Funds	-	780,000	527,000	(253,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>780,000</u>	<u>527,000</u>	<u>(253,000)</u>
NET CHANGE IN FUND BALANCE	<u>433,481</u>	<u>1,127,022</u>	<u>875,662</u>	<u>(251,360)</u>
Fund Balance - Beginning of Year	<u>3,667,979</u>	<u>4,399,442</u>	<u>4,399,442</u>	<u>-</u>
FUND BALANCE - END OF YEAR	<u>\$ 4,101,460</u>	<u>\$ 5,526,464</u>	<u>\$ 5,275,104</u>	<u>\$ (251,360)</u>

**DOVE VALLEY METROPOLITAN DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2025**

	Original and Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Interest Income	\$ 3,000	\$ 17,199	\$ 14,199
City Of Centennial Contribution - Freemont Trail	-	479,200	479,200
Total Revenues	<u>3,000</u>	<u>496,399</u>	<u>493,399</u>
EXPENDITURES			
District Management	5,000	162	4,838
Project Management	75,000	81,799	(6,799)
Legal	30,000	-	30,000
Landscape Maintenance	-	33,063	(33,063)
City Of Centennial Reimbursement	-	42,731	(42,731)
Fremont Ave. Urban Trail	25,000	46,589	(21,589)
Medians-Potomac/Chambers/Broncos Pkwy	120,000	125,605	(5,605)
Broncos Parkway Pedestrian Crossing	550,000	-	550,000
Trail Design	50,000	-	50,000
Dove Creek Trail Restoration	-	22,283	(22,283)
Trails - Broncos Pkwy/Potomac/Blackhawk	500,000	135,000	365,000
Engineering	25,000	4,104	20,896
Contingency	500,000	-	500,000
Total Expenditures	<u>1,880,000</u>	<u>491,336</u>	<u>1,388,664</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,877,000)	5,063	1,882,063
OTHER FINANCING SOURCES (USES)			
Transfers From Other Funds	1,877,000	447,401	(1,429,599)
Total Other Financing Sources (Uses)	<u>1,877,000</u>	<u>447,401</u>	<u>(1,429,599)</u>
NET CHANGE IN FUND BALANCE	-	452,464	452,464
Fund Balance - Beginning of Year	<u>-</u>	<u>214,555</u>	<u>214,555</u>
FUND BALANCE - END OF YEAR	<u>\$ -</u>	<u>\$ 667,019</u>	<u>\$ 667,019</u>

OTHER INFORMATION

DOVE VALLEY METROPOLITAN DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
DECEMBER 31, 2025

Bonds/Loans and Interest Maturing in the Year Ending December 31,	\$40,625,000 General Obligation Refunding Bonds - Series 2019		
	Issued December 12, 2019		
	Stated Interest Rate at 4.00% (Yield 2.122%)		
	Interest Payable June 1 and December 1		
	Principal Due December 1		
	Principal	Interest	Total
2026	\$ 1,730,000	\$ 1,264,400	\$ 2,994,400
2027	1,795,000	1,195,200	2,990,200
2028	1,870,000	1,123,400	2,993,400
2029	1,945,000	1,048,600	2,993,600
2030	2,020,000	970,800	2,990,800
2031	2,105,000	890,000	2,995,000
2032	2,185,000	805,800	2,990,800
2033	2,275,000	718,400	2,993,400
2034	2,365,000	627,400	2,992,400
2035	2,460,000	532,800	2,992,800
2036	2,560,000	434,400	2,994,400
2037	2,660,000	332,000	2,992,000
2038	2,765,000	225,600	2,990,600
2039	2,875,000	115,000	2,990,000
Total	<u>\$ 31,610,000</u>	<u>\$ 10,283,800</u>	<u>\$ 41,893,800</u>

**DOVE VALLEY METROPOLITAN DISTRICT
SUMMARY OF ASSESSED VALUATION, MILL LEVY, AND PROPERTY TAXES COLLECTED
DECEMBER 31, 2025**

Year Ended December 31,	Prior Year Assessed Valuation for Current Year Tax Levy	Mills Levied	Total Property Taxes		Percentage Collected to Levied
			Levied	Collected	
2021	\$ 281,872,209	15.521	\$ 4,346,691	\$ 4,318,460	99.35 %
2022	347,715,289	13.147	4,546,371	4,497,346	98.92
2023	348,768,840	13.128	4,554,030	4,536,498	99.62
2024	478,690,913	10.410	4,960,233	4,874,414	98.27
2025	491,930,886	10.551	5,166,859	5,050,737	97.75
Estimated for the Year Ending 2026	\$ 544,809,883 ¹	10.114	\$ 5,488,689		

Note: Property taxes shown as collected in any one year may include collection of delinquent property taxes assessed in prior years. This presentation does not attempt to identify specific years of assessment.

¹Includes \$4,356,827 of assessed valuation for property excluded from the District, but still subject to the debt mill levy of the District at the time of the exclusion. The District imposed a debt mill levy of 5.175 mills on the excluded property for the year ending December 31, 2026.

**CONTINUING DISCLOSURE ANNUAL FINANCIAL INFORMATION
(UNAUDITED)**

DOVE VALLEY METROPOLITAN DISTRICT
TABLE I – COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCE – GENERAL FUND
2021-2025 (UNAUDITED)

	2021	2022	2023	2024	2025
REVENUES					
Property Taxes	\$ 1,287,461	\$ 1,480,840	\$ 1,496,638	\$ 1,920,010	\$ 1,981,032
Specific Ownership Taxes	89,316	98,668	110,675	112,149	114,600
Net Investment Income	4,574	149,109	508,237	568,226	417,040
Miscellaneous	-	26	-	26,470	-
Other Revenue	-	-	-	-	157
Total Revenues	<u>1,381,351</u>	<u>1,728,643</u>	<u>2,115,550</u>	<u>2,626,855</u>	<u>2,512,829</u>
EXPENDITURES					
Accounting	31,764	33,237	60,442	80,750	58,694
Audit	4,800	5,200	5,500	5,700	5,700
County Treasurer's Fees	19,332	22,332	22,680	27,594	29,810
Director Fees	1,200	400	1,700	600	2,000
District Management	24,160	21,291	33,450	41,360	34,058
Dues and Subscriptions	1,238	647	657	1,525	-
Election Expenses	-	340	942	-	420
Engineering	7,145	2,500	10,064	360	-
Insurance	8,906	10,261	12,885	15,161	16,112
Irrigation	89,901	130,130	87,969	111,185	129,562
Landscape Maintenance	166,526	144,597	166,801	138,812	123,515
Legal	46,491	41,994	81,838	111,513	56,385
Miscellaneous	2,640	1,139	1,833	2,970	497
Payroll Taxes	92	31	130	46	153
Repairs and Maintenance	7,795	-	-	-	-
Fence and Sign Maintenance	-	-	-	-	25,409
Website	-	-	-	-	3,428
Street Lights	100,312	63,553	84,485	123,581	126,790
Utility Locates	2,192	13,145	44,026	87,423	43,884
Total Expenditures	<u>514,494</u>	<u>490,797</u>	<u>615,402</u>	<u>748,580</u>	<u>656,417</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	866,857	1,237,846	1,500,148	1,878,275	1,856,412
OTHER FINANCING SOURCES (USES)					
Transfer to Other Funds	-	-	(847,023)	(1,616,410)	(974,401)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(847,023)</u>	<u>(1,616,410)</u>	<u>(974,401)</u>
NET CHANGE IN FUND BALANCE	866,857	1,237,846	653,125	261,865	882,011
Fund Balance - Beginning of Year	<u>6,521,072</u>	<u>7,387,929</u>	<u>8,625,775</u>	<u>9,278,900</u>	<u>9,540,765</u>
FUND BALANCE - END OF YEAR	<u>\$ 7,387,929</u>	<u>\$ 8,625,775</u>	<u>\$ 9,278,900</u>	<u>\$ 9,540,765</u>	<u>\$ 10,422,776</u>

DOVE VALLEY METROPOLITAN DISTRICT
TABLE II – COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCE – DEBT SERVICE FUND
2021-2025 (UNAUDITED)

	2021	2022	2023	2024	2025
REVENUES					
Property Taxes	\$ 3,030,999	\$ 3,016,506	\$ 3,039,860	\$ 2,954,404	\$ 3,069,705
Specific Ownership Taxes	210,259	200,783	199,952	179,893	177,500
Net Investment Income	4,186	72,285	191,168	219,525	223,895
Total Revenues	3,245,444	3,289,574	3,430,980	3,353,822	3,471,100
EXPENDITURES					
Treasurer's Fees	45,508	45,500	45,693	45,432	46,192
Arbitrage	-	-	-	-	85,046
Bond/Loan Principal	1,420,000	1,475,000	1,535,000	1,600,000	1,660,000
Bond/Loan Interest	1,572,000	1,515,200	1,456,200	1,394,800	1,330,800
Paying Agent Fees	400	400	-	-	400
Total Expenditures	3,037,908	3,036,100	3,036,893	3,040,232	3,122,438
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	207,536	253,474	394,087	313,590	348,662
OTHER FINANCING SOURCES (USES)					
Transfer from Other Funds	-	-	682,000	800,400	527,000
Total Other Financing Sources (Uses)	-	-	682,000	800,400	527,000
NET CHANGE IN FUND BALANCE	207,536	253,474	1,076,087	1,113,990	875,662
Fund Balance - Beginning of Year	1,748,355	1,955,891	2,209,365	3,285,452	4,399,442
FUND BALANCE - END OF YEAR	<u>\$ 1,955,891</u>	<u>\$ 2,209,365</u>	<u>\$ 3,285,452</u>	<u>\$ 4,399,442</u>	<u>\$ 5,275,104</u>

DOVE VALLEY METROPOLITAN DISTRICT
TABLE III – COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGE IN FUND BALANCE – CAPITAL PROJECTS FUND
2021-2025 (UNAUDITED)

	2021	2022	2023	2024	2025
REVENUES					
Interest Income	\$ 72	\$ 3,109	\$ 8,529	\$ 3,570	\$ 17,199
Contributions	-	-	-	400,000	479,200
Total Revenues	72	3,109	8,529	403,570	496,399
EXPENDITURES					
Legal	10,049	-	34,566	-	-
District Management	-	-	416	21,922	162
District Identity and Website	765	1,188	-	-	-
Project Management	7,464	-	85,302	60,656	81,799
Landscape Maintenance	-	-	-	-	33,063
City of Centennial Reimbursement	-	-	-	-	42,731
Capital Improvements	1,252,287	13,518	275,523	1,094,294	333,581
Total Expenditures	1,270,565	14,706	395,807	1,176,872	491,336
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,270,493)	(11,597)	(387,278)	(773,302)	5,063
OTHER FINANCING SOURCES (USES)					
Transfer to Other Funds	-	-	165,023	987,857	447,401
Total Other Financing Sources (Uses)	-	-	165,023	987,857	447,401
NET CHANGE IN FUND BALANCE	(1,270,493)	(11,597)	(222,255)	214,555	452,464
Fund Balance - Beginning of Year	1,504,345	233,852	222,255	-	214,555
FUND BALANCE - END OF YEAR	<u>\$ 233,852</u>	<u>\$ 222,255</u>	<u>\$ -</u>	<u>\$ 214,555</u>	<u>\$ 667,019</u>

DOVE VALLEY METROPOLITAN DISTRICT
TABLE IV – BUDGET SUMMARY AND COMPARISON – GENERAL FUND
(UNAUDITED)

	Final 2025 Budget	2025 Actual Amounts	Adopted 2026 Budget
REVENUES			
Property Taxes	\$ 2,026,783	\$ 1,981,032	\$ 2,010,485
Specific Ownership Taxes	121,607	114,600	110,577
Interest Income	400,000	417,040	500,000
Other Revenue	-	157	-
Total Revenues	<u>2,548,390</u>	<u>2,512,829</u>	<u>2,621,062</u>
EXPENDITURES			
General and Administration			
Accounting	75,000	58,694	78,750
Audit	6,000	5,700	7,500
Contingency	139,183	-	153,653
County Treasurer's Fees	36,567	29,810	30,157
Directors' Fees	3,200	2,000	3,500
District Management	35,000	34,058	55,000
Dues and Membership	750	-	1,000
Election Expense	3,000	420	-
Insurance	16,000	16,112	25,000
Website	10,000	3,428	3,000
Legal	100,000	56,385	105,000
Miscellaneous	3,000	497	3,000
Payroll Taxes	300	153	300
Operations and Maintenance			
Engineering	5,000	-	5,000
Irrigation	110,000	129,562	130,000
Landscaping Maintenance	110,000	123,515	130,000
Fence and Sign Maintenance	-	25,409	-
Street Lights	110,000	126,790	120,000
Utility Locates	80,000	43,884	80,000
Repairs and Maintenance	10,000	-	10,000
Total Expenditures	<u>853,000</u>	<u>656,417</u>	<u>940,860</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,695,390	1,856,412	1,680,202
OTHER FINANCING SOURCES (USES)			
Transfers to Other Funds	(1,877,000)	(974,401)	(2,459,140)
Total Other Financing Sources (Uses)	<u>(1,877,000)</u>	<u>(974,401)</u>	<u>(2,459,140)</u>
NET CHANGE IN FUND BALANCE	(181,610)	882,011	(778,938)
Fund Balance - Beginning of Year	<u>10,115,203</u>	<u>9,540,765</u>	<u>10,268,957</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 9,933,593</u></u>	<u><u>\$ 10,422,776</u></u>	<u><u>\$ 9,490,019</u></u>

DOVE VALLEY METROPOLITAN DISTRICT
TABLE V – BUDGET SUMMARY AND COMPARISON – DEBT SERVICE FUND
(UNAUDITED)

	Final 2025 Budget	2025 Actual Amounts	Adopted 2026 Budget
REVENUES			
Property Taxes	\$ 3,140,076	\$ 3,069,705	\$ 3,478,204
Specific Ownership Taxes	188,405	177,500	191,301
Interest Income	218,541	223,895	200,000
Total Revenues	<u>3,547,022</u>	<u>3,471,100</u>	<u>3,869,505</u>
EXPENDITURES			
General and Administrative:			
County Treasurer's Fees	46,762	46,192	52,173
Arbitrage	37,527	85,046	20,000
Paying Agent Fees	400	400	400
Debt Service:			
Bond Interest - Series 2019	1,330,800	1,330,800	1,264,400
Bond Principal - Series 2019	1,660,000	1,660,000	1,730,000
Contingency	124,511	-	83,027
Total Expenditures	<u>3,200,000</u>	<u>3,122,438</u>	<u>3,150,000</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	347,022	348,662	719,505
OTHER FINANCING SOURCES (USES)			
Transfers from Other Funds	780,000	527,000	800,000
Total Other Financing Sources (Uses)	<u>780,000</u>	<u>527,000</u>	<u>800,000</u>
NET CHANGE IN FUND BALANCE	1,127,022	875,662	1,519,505
Fund Balance - Beginning of Year	<u>4,399,442</u>	<u>4,399,442</u>	<u>5,526,464</u>
FUND BALANCE - END OF YEAR	<u><u>\$ 5,526,464</u></u>	<u><u>\$ 5,275,104</u></u>	<u><u>\$ 7,045,969</u></u>

DOVE VALLEY METROPOLITAN DISTRICT
TABLE VI – BUDGET SUMMARY AND COMPARISON – CAPITAL PROJECTS FUND
(UNAUDITED)

	Final 2025 Budget	2025 Actual Amounts	Adopted 2026 Budget
REVENUES			
Investment Income	\$ 3,000	\$ 17,199	\$ 15,000
City Of Centennial Contribution - Freemont Trail	-	479,200	250,000
Arapahoe County Contribution - Broncos Pkwy/Potomac/Blackhawk Trail	-	-	500,000
City of Centennial Contribution - Broncos Pkwy/Potomac/Blackhawk Trail	-	-	250,000
Total Revenues	3,000	496,399	1,015,000
EXPENDITURES			
District Management	5,000	162	5,000
Legal	30,000	-	30,000
Project Management	75,000	81,799	75,000
Landscape Maintenance	-	33,063	-
Streetscape Refresh	-	-	120,000
Windmill Creek Trail	-	-	50,000
City Of Centennial Reimbursement	-	42,731	-
Medians-Potomac/Chambers/Broncos Pkwy	120,000	125,605	-
Trails - Broncos Pkwy/Potomac/Blackhawk	500,000	135,000	1,000,000
Fremont Ave. Urban Trail	25,000	46,589	-
Fremont Ave. Urban Trail - Phase 2A	-	-	200,000
Fremont Ave. Urban Trail - Phase 2B	-	-	500,000
Trail Design	50,000	-	50,000
Dove Creek Trail Restoration	-	22,283	-
Broncos Parkway Pedestrian Crossing	550,000	-	415,000
Engineering	25,000	4,104	25,000
Contingency	500,000	-	530,000
Total Expenditures	1,880,000	491,336	3,000,000
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(1,877,000)	5,063	(1,985,000)
OTHER FINANCING SOURCES (USES)			
Transfers from Other Funds	1,877,000	447,401	1,659,140
Total Other Financing Sources (Uses)	1,877,000	447,401	1,659,140
NET CHANGE IN FUND BALANCE	-	452,464	(325,860)
Fund Balance - Beginning of Year	-	214,555	325,860
FUND BALANCE - END OF YEAR	\$ -	\$ 667,019	\$ -

**DOVE VALLEY METROPOLITAN DISTRICT
HISTORY OF ASSESSED VALUATION BY AREA
(UNAUDITED)**

History of Assessed Valuation by Area

Levy/Collection Year	District Area	Exclusion Area	Exclusion Adjusted Taxing Area
2015/2016	\$ 182,302,194	\$ 1,777,806	\$ 184,080,000
2016/2017	184,801,437	3,010,539	187,811,976
2017/2018	223,466,510	3,371,999	226,838,509
2018/2019	230,654,445	3,364,503	234,018,948
2019/2020	271,500,673	4,132,270	275,632,943
2020/2021	277,683,650	4,188,559	281,872,209
2021/2022	343,566,585	4,148,704	347,715,289
2022/2023	344,690,821	4,078,019	348,768,840
2023/2024	474,308,945	4,381,968	478,690,913
2024/2025	487,559,015	4,371,871	491,930,886
2025/2026	540,453,056	4,356,827	544,809,883

History of Property Tax Collections - Exclusion Adjusted Taxing Area

Levy/Collection Year	Total Taxes Levied	Total Taxes Collected	Percent of Levy Collected
2015/2016	\$ 3,308,478	\$ 3,196,010	96.60 %
2016/2017	3,340,767	3,311,319	99.12
2017/2018	3,731,210	3,638,251	97.51
2018/2019	3,922,715	3,802,293	96.93
2019/2020	4,070,434	4,013,138	98.59
2020/2021	4,346,691	4,318,460	99.35
2021/2022	4,546,371	4,497,346	98.92
2022/2023	4,554,030	4,536,498	99.62
2023/2024	4,960,233	4,874,414	98.27
2024/2025	5,166,859	5,050,737	97.75
2025/2026	5,488,689	-	-

**DOVE VALLEY METROPOLITAN DISTRICT
HISTORY OF MILL LEVIES BY AREA
(UNAUDITED)**

History of Mill Levies by Area							
Levy/ Collection Year	District Area (Current Boundaries)					Excluded Territories	
	Operations / Maintenance	Series 2010 Debt Service	Series 2015 Debt Service	Series 2019 Debt Service	Total	Series 2015 Debt Service	Series 2019 Debt Service
	Mill Levy	Mill Levy	Mill Levy	Mill Levy	Mill Levy	Mill Levy	Mill Levy
2015/2016	4.942	2.198	10.902	-	18.042	10.902	-
2016/2017	4.800	2.198	10.902	-	17.900	10.902	-
2017/2018	4.445	2.030	10.070	-	16.545	10.070	-
2018/2019	4.760	2.030	10.070	-	16.860	10.070	-
2019/2020	4.110	-	-	10.750	14.860	-	8.696
2020/2021	4.667	-	-	10.854	15.521	-	8.777
2021/2022	4.359	-	-	8.788	13.147	-	7.111
2022/2023	4.359	-	-	8.769	13.128	-	7.094
2023/2024	4.016	-	-	6.394	10.410	-	5.175
2024/2025	4.157	-	-	6.394	10.551	-	5.175
2025/2026	3.720	-	-	6.394	10.114	-	5.175