CHERRY CREEK VILLAGE WATER DISTRICT
Arapahoe County, Colorado

FINANCIAL STATEMENTS
DECEMBER 31, 2025 and 2024

TABLE OF CONTENTS

SCHILLING & COMPANY, INC.
Certified Public Accountants

P.O. Box 631579
Highlands Ranch, CO 80163
Phone: 720.348.1086
Fax: 720.348.2920

Independent Auditor's Report

Board of Directors
Cherry Creek Village Water District
Arapahoe County, Colorado

Opinion

We have audited the accompanying financial statements of the Cherry Creek Village Water District (District) as of and for the years ended December 31, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the District's 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 financial position of the Cherry Creek Village Water District, as of December 31, 2025 and 2024, and the changes in its financial position and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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.

Responsibility of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 Responsibility 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.

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the financial statements. Such missing information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. Our opinions on the 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. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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, as listed in the table of contents, 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 included in the annual report. The other information, as listed in the table of contents, 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 any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the 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.

SCHILLING & COMPANY, INC.

Highlands Ranch, Colorado
July 14, 2026

FINANCIAL STATEMENTS

CHERRY CREEK VILLAGE WATER DISTRICT
STATEMENTS OF NET POSITION
December 31, 2025 and 2024

	2025	2024
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents - unrestricted	$ 2,575,202	$ 2,391,079
Cash and cash equivalents - restricted	2,900	2,900
Prepaid insurance	11,628	450
Receivable from county treasurer	430	506
Accounts receivable	43,403	37,435
Accounts receivable - non customer	596	-
Property tax receivable	104,892	91,445
Total current assets	2,739,051	2,523,815
CAPITAL ASSETS, NET	1,225,681	1,256,432
Total assets	3,964,732	3,780,247
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	30,461	41,157
Unearned water service fees	4,349	13,327
Total current liabilities	34,810	54,484
DEFERRED INFLOWS OF RESOURCES		
Deferred property tax revenue	104,892	91,445
Total deferred inflows of resources	104,892	91,445
NET POSITION		
Net investment in capital assets	1,225,681	1,256,432
Restricted for emergencies	2,900	2,900
Unrestricted	2,596,449	2,374,986
Total net position	$ 3,825,030	$ 3,634,318

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

CHERRY CREEK VILLAGE WATER DISTRICT
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
Years Ended December 31, 2025 and 2024

	2025	2024
WATER OPERATIONS		
Water service fees	$ 992,610	$ 1,223,923
Miscellaneous	-	1,382
Direct water expenses	(832,680)	(867,831)
Depreciation	(52,831)	(53,259)
Income from water operations	107,099	304,215
GENERAL AND ADMINISTRATIVE EXPENSES	110,654	119,266
OPERATING INCOME	(3,555)	184,949
NONOPERATING REVENUES		
Property taxes	91,288	91,279
Specific ownership taxes	5,168	5,105
Net investment income	99,184	105,404
Total nonoperating revenues	195,640	201,788
NONOPERATING EXPENSES		
County treasurer fees	1,373	1,371
Total nonoperating expenses	1,373	1,371
CHANGE IN NET POSITION	190,712	385,366
NET POSITION - BEGINNING OF YEAR	3,634,318	3,248,952
NET POSITION - END OF YEAR	$ 3,825,030	$ 3,634,318

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

CHERRY CREEK VILLAGE WATER DISTRICT
STATEMENTS OF CASH FLOWS
Years Ended December 31, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	$ 977,664	$ 1,181,752
Payments to suppliers	(965,804)	(1,009,406)
Net cash provided by operating activities	11,860	172,346
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES		
Property tax collections for operations	91,288	91,279
Specific ownership taxes	5,244	4,967
County treasurer fees	(1,373)	(1,371)
Net cash provided by non capital financing activities	95,159	94,875
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of capital assets	(22,080)	(193,586)
Net cash required by capital and related financing activities	(22,080)	(193,586)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	99,184	105,404
Net cash provided by investing activities	99,184	105,404
NET INCREASE IN CASH AND CASH EQUIVALENTS	184,123	179,039
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	2,393,979	2,214,940
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 2,578,102	$ 2,393,979
Reconciliation of loss from operations to net cash required by operating activities		
Operating Income	$ (3,555)	$ 184,949
Adjustments to reconcile loss from operations to net cash provided by operating activities:		
Depreciation	52,831	53,259
(Increase) decrease in:		
Accounts receivable	(5,968)	223
Prepaid expenses	(11,178)	4,326
Increase (decrease) in:		
Accounts payable and accrued expenses	(10,696)	(26,635)
Unearned water service fees	(8,978)	(43,776)
Net cash provided by operating activities	$ 11,860	$ 172,346

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

NOTE 1 – DEFINITION OF REPORTING ENTITY

Cherry Creek Village Water District (the District), a quasi-municipal corporation and political subdivision of the State of Colorado, was organized by order and decree of the District Court of Arapahoe County and is governed pursuant to the provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District's service area is located entirely in Arapahoe County, Colorado. The District was established to provide water services. The District purchases water from the Denver Water Board under a master meter contract and bills its users.

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 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 accounting policies of the District conform to generally accepted accounting principles as applicable to governmental units accounted for as a proprietary enterprise fund. The enterprise fund is used since the District's powers are related to those operated in a manner similar to a private utility system where net income and capital maintenance are appropriate determinations of accountability.

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

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

Basis of Accounting

The District's records are maintained on the accrual basis of accounting. Revenue is recognized when earned and expenses are recognized when the liability is incurred. Depreciation is computed and recorded as an operating expense. Expenditures for capital assets are shown as increases in assets and redemption of bonds and notes are recorded as a reduction in liabilities. Tap fees and contributions of water lines are recorded as revenue when received.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Operating Revenues and Expenses

The District distinguishes between operating revenues and expenses and nonoperating items in the Statements of Revenues, Expenses and Changes in Net Position. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the District's purpose of providing water services to its customers. Operating revenues consist of charges to customers for service provided. Operating expenses include the cost of service, administrative expenses and depreciation of assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses or capital contributions.

Budgets

In accordance with the Local Government Budget Law of Colorado, the District's Board of Directors holds public hearings in the fall each year to approve the budget and appropriate the 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.

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.

Cash Equivalents

For purposes of the statement of cash flows, the District considers cash deposits and highly liquid investments (including restricted assets) with a maturity of three months or less when purchased, to be cash equivalents.

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 30 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.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Capital Assets

Capital assets reported by the District include distribution systems. 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 estimated fair market value at the date of donation.

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 are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Depreciation expense has been computed using the straight-line method over the estimated economic useful lives:

Water system	35 years

Deferred Inflows of Resources

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The revenue continues to be recognized when earned in the government-wide statements. The District has 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 amount becomes available.

NOTE 3 - CASH AND INVESTMENTS

Cash and investments as of December 31, 2025 and 2024 are classified in the accompanying financial statements as follows:

	2025	2024
Restricted for emergencies (Note 7)	$ 2,900	$ 2,900
Designated for future repairs and line replacements	1,870,057	1,941,374
Total cash and cash equivalents and investments - restricted and designated	$ 1,872,957	$ 1,944,274

NOTE 3 - CASH AND INVESTMENTS (continued)

Cash and investments as of December 31, 2025 and 2024 consist of the following:

	2025	2024
Restricted for emergencies (Note 7)	$ 2,900	$ 2,900
Designated for future repairs and line replacements	1,870,057	1,941,374
Total cash and cash equivalents and investments - restricted and designated	$ 1,872,957	$ 1,944,274

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 equal to 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.

As of December 31, 2025 and 2024, the District's cash deposits had bank and carrying balances of $50,531 and $390,585, respectively.

NOTE 3 - CASH AND INVESTMENTS (continued)

Investments

Credit Risk

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 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 disclosure requirements or subject to investment custodial credit risk 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 and certain U.S. government agency securities and the World Bank
. General obligation and revenue bonds of U.S. local government entities
. Bankers' acceptances of certain banks
. Commercial paper
. Certain reverse repurchase agreements
. Certain securities lending agreements
. Certain corporate bonds
. Written repurchase agreements collateralized by certain authorized securities
. Certain money market funds
. Guaranteed investment contracts
* Local government investment pools

NOTE 3 - CASH AND INVESTMENTS (continued)

As of December 31, 2025 and 2024, the District had the following investments:

Investment	Maturity	Carrying Value 2025	Carrying Value 2024
ColoTrust PLUS+	Weighted average under 60 days	$ 1,939,470	$ 1,440,836
ColoTrust EDGE	Weighted average under one year	588,101	562,558
		$ 2,527,571	$ 2,003,394

ColoTrust

During 2025 and 2024, the District invested in the Colorado Local Government Liquid Asset Trust (ColoTrust), 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 ColoTrust. The District invested in COLOTRUST PLUS+ and COLOTRUST EDGE, two of the three portfolios offered by ColoTrust. COLOTRUST PLUS+ operates similarly to a money market fund and each share is equal in value to $1.00. Allowable investments in the COLOTRUST PLUS+ portfolio include 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 repurchase agreements collateralized by certain obligations of U.S. government agencies. Investments in the COLOTRUST EDGE portfolio include securities that are legal pursuant to the Legal Investments Act and the PDPA.

A designated custodial bank serves as custodian for ColoTrust's portfolios pursuant to a custodian agreement. The custodian acts as safekeeping agent for ColoTrust'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 ColoTrust.

Investment Valuation

Certain investments are measured at fair value on a recurring basis are categorized within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

ColoTrust records its investments at fair value and the District records its investments in ColoTrust at net asset value as determined by fair value. Each share COLOTRUST PLUS+ is equal in value to $1.00 and the redemption frequency is daily with no redemption notice period. COLOTRUST EDGE'S net asset value is managed to approximate a $10.00 transactional share

NOTE 3 - CASH AND INVESTMENTS (continued)

price and the redemption frequency is five business days. The principal value of a COLOTRUST EDGE investment may fluctuate and could be greater or less than $10.00 per share at time of purchase prior to redemption, and at the time of redemption. There are no unfunded commitments.

Cash and Investments – Restricted and Designated

For the years ended December 2025 and 2024, the District had the following restricted and designated cash and cash equivalents and investments:

	2025	2024
Restricted for emergencies (Note 7)	$ 2,900	$ 2,900
Designated for future repairs and line replacements	2,524,671	1,941,374
Total cash and cash equivalents and investments - restricted and designated	$ 2,527,571	$ 1,944,274

Cash and Investments – Restricted and Designated

The District has aging infrastructure including service lines that are nearing 50 years old, including cast iron pipes which are experiencing increased water breaks each year. Additionally, the District expects there will be other planned and unplanned infrastructure repairs and replacements in future years. The Board of Directors has internally designated a portion of the District's cash and investments to be used for these purposes.

NOTE 4 – CAPITAL ASSETS

An analysis of the changes in capital assets for the year ended December 31, 2025 and 2024 follows:

	Balance at December 31, 2024	Increases	Decreases	Balance at December 31, 2025
Capital assets, being depreciated:				
Water system	$ 2,157,386	$ 22,080	$ -	$ 2,179,466
Total capital assets being depreciated	2,157,386	22,080	-	2,179,466
Less accumulated depreciation for:				
Water system	(900,954)	(52,831)	-	(953,785)
Total accumulated depreciation	(900,954)	(52,831)	-	(953,785)
Total capital assets being depreciated, net	1,256,432	(30,751)	-	1,225,681
Total capital assets, net	$ 1,256,432	$ (30,751)	$ -	$ 1,225,681

	Balance at December 31, 2023	Increases	Decreases	Balance at December 31, 2024
Capital assets, being depreciated:				
Water system	2,157,386	-	-	2,157,386
Total capital assets being depreciated	2,157,386	-	-	2,157,386
Less accumulated depreciation for:				
Water system	(847,695)	(53,259)	-	(900,954)
Total accumulated depreciation	(847,695)	(53,259)	-	(900,954)
Total capital assets being depreciated, net	1,309,691	(53,259)	-	1,256,432
Total capital assets, net	$ 1,309,691	$ (53,259)	$ -	$ 1,256,432

NOTE 5 – WATER LEASE

On January 25, 1995, the District entered into a Water Lease with the City of Greenwood Village, Colorado (City) whereby the District leased to the City certain adjudicated District water rights in the Denver and Laramie Fox Hills aquifers for a dollar a year for a base term of 99 years.

NOTE 6 - 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 and boiler and machinery coverage to its members.
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. Settled claims have not exceeded this coverage in any of the past three fiscal years.

NOTE 7 - 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 that apply to the State of Colorado and all local governments.

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR. The District's management believes a significant portion of its operations qualifies for this exclusion.

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.

NOTE 7 - TAX, SPENDING AND DEBT LIMITATIONS (continued)

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 salary or benefit increases. As of December 31, 2025 and 2024 the District had restricted net position of $2,900 and $2,900, respectively for the TABOR emergency reserves.

The District's management believes it is in compliance 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 and qualification as an enterprise will require judicial interpretation. Internally, the District maintains its records in three funds – the General Fund, the Enterprise Fund and the Capital Replacement Fund.

SUPPLEMENTARY INFORMATION

CHERRY CREEK VILLAGE WATER DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUNDS AVAILABLE
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended December 31, 2025

	Budget Amounts Original and Final	Actual Amounts	Variance with Final Budget
REVENUES			
Water service fees	$ 1,017,727	$ 992,014	$ (25,713)
Fire hydrant permit fees	6,000	-	(6,000)
Property taxes	91,445	91,288	(157)
Specific ownership taxes	4,572	5,168	596
Net investment income	106,250	99,184	(7,066)
Cherry Creek High School water line reimbursement	-	596	596
Miscellaneous	1,000	-	(1,000)
Total revenues	1,226,994	1,188,250	(38,744)
EXPENDITURES			
General and administrative			
Accounting and management	59,000	53,313	5,687
ADA compliance	3,000	2,555	445
District management - special services	8,000	1,750	6,250
Audit	10,000	5,800	4,200
Conferences/training	2,500	1,166	1,334
County treasurer fees	1,372	1,373	(1)
Directors' fees	6,000	5,700	300
Dues and membership	1,400	1,433	(33)
Election	4,000	3,600	400
Insurance and bonds	6,000	10,719	(4,719)
Legal	35,000	19,120	15,880
Payroll taxes	750	436	314
Miscellaneous	7,000	8,561	(1,561)
Operations and maintenance			
Engineering and consulting	75,000	60,256	14,744
GIS services	2,625	2,625	-
Fire hydrant permit expense	5,700	-	5,700
Meter reading and billing	20,000	6,306	13,694
Repairs and maintenance	172,000	118,641	53,359
Water purchases	778,000	640,757	137,243
Cherry Creek High School water line improvements	-	596	(596)
Capital Outlay	302,000	22,080	279,920
Contingency	20,000	-	20,000
Total expenditures	1,519,347	966,787	552,560
NET CHANGE IN FUNDS AVAILABLE	(292,353)	221,463	513,816
FUNDS AVAILABLE - BEGINNING OF YEAR	1,645,626	2,377,886	732,260
FUNDS AVAILABLE - END OF YEAR	$ 1,353,273	$ 2,599,349	$ 1,246,076

Funds available are defined as follows:

Current assets	$ 2,739,051
Less current liabilities	(34,810)
Less deferred inflows of resources	(104,892)
Funds available	$ 2,599,349

CHERRY CREEK VILLAGE WATER DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUNDS AVAILABLE
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended December 31, 2025

	Budget Amounts Original and Final	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Water service fees	$ 1,017,727	$ 992,014	$ (25,713)
Fire hydrant permit fees	6,000	-	(6,000)
Property taxes	91,445	91,288	(157)
Specific ownership taxes	4,572	5,168	596
Net investment income	106,250	99,184	(7,066)
Cherry Creek High School water line reimbursement	-	596	596
Miscellaneous	1,000	-	(1,000)
Total revenues	1,226,994	1,188,250	(38,744)
EXPENDITURES			
General and administrative			
Accounting and management	59,000	53,313	5,687
ADA compliance	3,000	2,555	445
District management - special services	8,000	1,750	6,250
Audit	10,000	5,800	4,200
Conferences/training	2,500	1,166	1,334
County treasurer fees	1,372	1,373	(1)
Directors' fees	6,000	5,700	300
Dues and membership	1,400	1,433	(33)
Election	4,000	3,600	400
Insurance and bonds	6,000	10,719	(4,719)
Legal	35,000	19,120	15,880
Payroll taxes	750	436	314
Miscellaneous	7,000	8,561	(1,561)
Operations and maintenance			
Engineering and consulting	75,000	60,256	14,744
GIS services	2,625	2,625	-
Fire hydrant permit expense	5,700	-	5,700
Meter reading and billing	20,000	6,306	13,694
Repairs and maintenance	172,000	118,641	53,359
Water purchases	778,000	640,757	137,243
Cherry Creek High School water line improvements	-	596	(596)
Capital Outlay	302,000	22,080	279,920
Contingency	20,000	-	20,000
Total expenditures	1,519,347	966,787	552,560
NET CHANGE IN FUNDS AVAILABLE	(292,353)	221,463	513,816
FUNDS AVAILABLE - BEGINNING OF YEAR	1,645,626	2,377,886	732,260
FUNDS AVAILABLE - END OF YEAR	$ 1,353,273	$ 2,599,349	$ 1,246,076

Funds available are defined as follows:

Current assets	$ 2,739,051
Less current liabilities	(34,810)
Less deferred inflows of resources	(104,892)
Funds available	$ 2,599,349

CHERRY CREEK VILLAGE WATER DISTRICT
RECONCILIATION OF BUDGETARY BASIS (ACTUAL) TO
STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION
Year Ended December 31, 2025

Reconciliation of budgetary basis (actual) to Statement of Revenues,	
Expenses and Change in Net Position:	
Revenues (budgetary basis)	$ 1,188,250
Total revenues per Statement of Revenues, Expenses and Change in Net Position	1,188,250
Expenditures (budgetary basis)	966,787
Depreciation	52,831
Capital outlay	(22,080)
Total expenses per Statement of Revenues, Expenses and Change in Net Position	997,538
Change in net position	$ 190,712

CHERRY CREEK VILLAGE WATER DISTRICT
SCHEDULES OF OPERATING EXPENSES
Years Ended December 31, 2025 and 2024

	2025	2024
DIRECT WATER EXPENSES		
Meter reading and billing	$ 6,306	$ 14,368
Maintenance and engineering	178,897	153,130
Miscellaneous expense	3,499	-
GIS services	2,625	2,625
Cherry Creek High School water line improvement	596	-
Water purchase	640,757	697,708
Total direct water expenses	$ 832,680	$ 867,831
GENERAL AND ADMINISTRATIVE EXPENSES		
Accounting, audit and district management fees	$ 60,863	$ 76,041
ADA compliance	2,555	-
Conferences/training	1,166	-
Directors' fees	5,700	5,800
Dues and memberships	1,433	1,238
Election expense	3,600	-
Insurance	10,719	7,775
Legal	19,120	19,453
Miscellaneous	5,498	8,959
Total general and administrative expenses	$ 110,654	$ 119,266

OTHER INFORMATION

CHERRY CREEK VILLAGE WATER DISTRICT
SCHEDULE OF ASSESSED VALUATION, MILL LEVY
AND PROPERTY TAXES COLLECTED
Year Ended December 31, 2025

Year Ended December 31,	Prior Year Assessed Valuation for Current Year Property Tax Levy	Mills Levied	Property Taxes Levied	Property Taxes Collected	Percentage Collected to Levied
2008	$ 21,563,460	2.592	$ 55,893	$ 55,703	99.7%
2009	$ 22,077,220	2.613	$ 57,688	$ 57,653	99.9%
2010	$ 21,636,810	2.755	$ 59,609	$ 55,485	93.1%
2011	$ 21,672,920	2.800	$ 60,684	$ 60,427	99.6%
2012	$ 19,426,020	2.800	$ 54,393	$ 54,272	99.8%
2013	$ 19,376,620	2.800	$ 54,255	$ 54,238	100.0%
2014	$ 19,136,040	2.800	$ 53,581	$ 53,458	99.8%
2015	$ 19,474,715	2.800	$ 54,529	$ 54,432	99.8%
2016	$ 25,171,555	2.285	$ 57,517	$ 57,616	100.2%
2017	$ 25,113,971	2.417	$ 60,700	$ 60,629	99.9%
2018	$ 27,573,051	2.324	$ 64,080	$ 63,910	99.7%
2019	$ 27,676,943	2.458	$ 68,030	$ 68,011	100.0%
2020	$ 29,308,459	2.424	$ 71,044	$ 70,808	99.7%
2021	$ 29,380,763	2.567	$ 75,420	$ 75,309	99.9%
2022	$ 30,937,267	2.572	$ 79,570	$ 78,954	99.2%
2023	$ 30,768,955	2.822	$ 86,830	$ 86,798	100.0%
2024	$ 37,961,417	2.284	$ 86,704	$ 91,279	105.3%
2025	$ 38,054,471	2.403	$ 91,445	$ 91,288	99.8%
Estimated for year ending December 31, 2026	$ 37,434,578	2.802	$ 104,892		

NOTE: Property taxes collected in any one year may include collection of delinquent property taxes levied in prior years. Information received from the county treasurer does not permit identification of specific year of levy.