

RESOLUTION
ADOPTING BUDGET, AND APPROPRIATING SUMS OF MONEY
AND CERTIFYING MILL LEVIES FOR THE CALENDAR YEAR 2026

The Board of Directors of Powhaton Road Metropolitan District No. 2 (the “**Board**”), City of Aurora, Arapahoe County, Colorado (the “**District**”), held a regular meeting, via teleconference on December 2, 2025, at the hour of 4:30 p.m.

Prior to the meeting, each of the directors was notified of the date, time, and place of the budget meeting and the purpose for which it was called, and a notice of the meeting was posted or published in accordance with § 29-1-106, C.R.S.

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NOTICE AS TO PROPOSED 2026 BUDGET

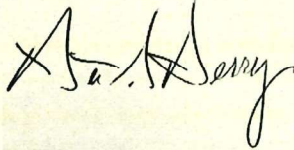
SENTINEL
PROOF OF PUBLICATION

STATE OF COLORADO
COUNTY OF ARAPAHOE }ss.

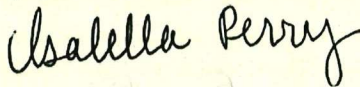
I DAVID PERRY, do solemnly swear that I am the PUBLISHER of the SENTINEL; that the same is a weekly newspaper published in the Counties of Arapahoe, Adams, and Denver, State of Colorado and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said Counties of Arapahoe, Adams and Denver for a period of more than fifty-two consecutive weeks prior to the first publication of the annexed legal notice or advertisement; that said newspaper has been admitted to the United States mails as second-class matter under the provisions of the Act of March 30, 1923, entitled "Legal Notices and Advertisements," or any amendments thereof, and that said newspaper is a weekly newspaper duly qualified for publishing legal notices and advertisements within the meaning of the laws of the State of Colorado.

That the annexed legal notice or advertisement was published in the regular and entire issue of every number of said weekly newspaper for the period 1 of consecutive insertions; and that the first publication of said notice was in the issue of said newspaper dated November 13 A.D. 2025 and that the last publication of said notice was in the issue of said newspaper dated November 13 A.D. 2025.

I witness whereof I have hereunto set my hand this 13th day of November A.D. 2025



Subscribed and sworn to before me, a notary public in the County of Arapahoe, State of Colorado, this 13th day of November A.D. 2025.



Notary Public



Public Notice
NOTICE AS TO PROPOSED
2025 AMENDED BUDGETS
AND THE 2026 BUDGETS

NOTICE IS HEREBY GIVEN that amended 2025 and proposed 2026 budgets have been submitted to Powhaton Road Metropolitan District No. 1, Powhaton Road Metropolitan District No. 2, Powhaton Road Metropolitan District No. 3, Powhaton Road Metropolitan District No. 4, Powhaton Road Metropolitan District No. 7. A copy of such proposed budgets has been filed at the offices of Pinnacle Consulting Group, Inc., 550 West Eisenhower Blvd., Loveland, Colorado 80537, where the same is open for public inspection. The Board of Directors will consider the adoption of the proposed budgets of the Districts at a Regular Meeting of the Powhaton Road Metropolitan Districts Nos. 1-4 and 7 to be held via Zoom on Tuesday, December 2, 2025, at 4:30 pm. Any interested elector of the Powhaton Road Metropolitan District Nos. 1-4 and 7, may inspect the proposed budgets at the offices of Pinnacle Consulting Group, Inc., 550 West Eisenhower Blvd., Loveland, CO 80537, and file or register any objections at any time prior to the final adoption of the budgets.

BY ORDER OF THE BOARD OF DIRECTORS:

POWHATON ROAD METROPOLITAN
DISTRICT NO. 1
POWHATON ROAD METROPOLITAN
DISTRICT NO. 2
POWHATON ROAD METROPOLITAN
DISTRICT NO. 3
POWHATON ROAD METROPOLITAN
DISTRICT NO. 4
POWHATON ROAD METROPOLITAN

DISTRICT NO. 7

By: /s/ Andrew Kunkel,
District Administrator

Publication: November 13, 2025
Sentinel

WHEREAS, the Board has appointed its accountant to prepare and submit a proposed budget to the Board in accordance with Colorado law; and

WHEREAS, the proposed budget has been submitted to the Board for its review and consideration; and

WHEREAS, upon due and proper notice, provided in accordance with Colorado law, said proposed budget was available for inspection by the public at a designated place, a public hearing was held and interested electors of the District were provided a public comment period and given the opportunity to file any objections to the proposed budget prior to the final adoption of the budget by the Board.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

Section 1. Adoption of Budget. The budget attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2026. In the event of recertification of values by the County Assessor's Office after the date of adoption hereof, staff is hereby directed to modify and/or adjust the budget and certification to reflect the recertification without the need for additional Board authorization. Any such modification to the budget or certification as contemplated by this Section 1 shall be deemed ratified by the Board.

Section 2. Levy of Property Taxes. The Board does hereby certify the levy of property taxes for collection in 2026 as more specifically set out in the budget attached hereto.

Section 3. Mill Levy Adjustment. When developing the attached budget, consideration was given to any changes in the method of calculating assessed valuation, including any changes to the assessment ratios, or any constitutionally mandated tax credit, cut, or abatement, as authorized in the District's service plan. The Board hereby determines in good faith (such determination to be binding and final), that to the extent possible, the adjustments to the mill levies made to account for changes in Colorado law described in the prior sentence, and the actual tax revenues generated by the mill levies, are neither diminished nor enhanced as a result of those changes.

Section 4. Certification to County Commissioners. The Board directs its legal counsel, manager, accountant, or other designee to certify to the Board of County Commissioners of Arapahoe County, Colorado the mill levies for the District as set forth herein. Such certification shall be in compliance with the requirements of Colorado law.

Section 5. Appropriations. The amounts set forth as expenditures in the budget attached hereto are hereby appropriated from the revenue of each fund for the purposes stated.

Section 6. Filing of Budget and Budget Message. The Board hereby directs its legal counsel, manager, or other designee to file a certified copy of the adopted budget resolution, the budget and budget message with the Division of Local Government by January 30 of the ensuing year.

Section 7. Budget Certification. The budget shall be certified by a member of the District, or a person appointed by the District, and made a part of the public records of the District.

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ADOPTED DECEMBER 2, 2025.

DISTRICT:

POWHATON ROAD METROPOLITAN DISTRICT NO. 2, a quasi-municipal corporation and political subdivision of the State of Colorado

By: *CJ Kirst*
CJ Kirst (Jan 12, 2026 11:24:00 MST)

Officer of the District

ATTEST:

Fiona Wood
By: Fiona Wood (Jan 13, 2026 12:21:36 MST)

STATE OF COLORADO
COUNTY OF ARAPAHOE
POWHATON ROAD METROPOLITAN DISTRICT NO. 2

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted by a majority of the Board at a District meeting held via teleconference on Tuesday, December 2, 2025, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 12th day of January, 2026.

Kenny Parrish

Signature

[Signature page to Resolution Adopting Budget, and Appropriating Sums of Money and Certifying Mill Levies for the Calendar Year 2026]

EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

POWHATON ROAD METROPOLITAN DISTRICT NO. 2
2026
BUDGET MESSAGE

Attached please find a copy of the adopted 2026 budget for the Powhaton Road Metropolitan District No. 2.

Powhaton Road Metropolitan District No. 2 has adopted a budget for two separate funds, a General Fund, to provide for transfers to Powhaton Community Authority; and a Debt Service Fund, to provide for transfers to Powhaton Community Authority.

The district's accountants have utilized the modified accrual basis of accounting, and the budget has been adopted after proper postings, publications, and public hearing.

The primary sources of revenue for the district in 2026 will be property taxes from the imposition of a 52.153 mill levy on property within the district for 2026, of which 20.153 mills will be dedicated to the General Fund and the balance of 32.000 mills will be allocated to the Debt Service Fund. 1.259 mills of the 20.153 mills are restricted for regional improvements per an intergovernmental agreement with the City of Aurora.

Powhatan Road Metropolitan District No. 2
FKA Sand Creek Ranch Metropolitan District No. 2
Adopted Budget
General Fund
For the Year ended December 31, 2026

	Actual <u>2024</u>	Adopted Budget <u>2025</u>	Actual <u>9/30/2025</u>	Estimate <u>2025</u>	Adopted Budget <u>2026</u>
Beginning fund balance	\$ 13,933	\$ 28,933	\$ 40,920	\$ 40,921	\$ 55,921
Revenues:					
Property taxes	396,850	385,872	385,872	385,872	362,794
Specific ownership taxes	22,607	30,870	15,656	21,000	29,024
Property taxes ARI	26,281	26,411	26,411	26,411	24,175
Specific ownership taxes ARI	1,547	2,113	1,072	1,500	1,934
Interest income	28,055	-	11,287	15,000	-
Total revenues	<u>475,340</u>	<u>445,266</u>	<u>440,298</u>	<u>449,783</u>	<u>417,927</u>
Total funds available	<u>489,273</u>	<u>474,199</u>	<u>481,218</u>	<u>490,704</u>	<u>473,848</u>
Expenditures:					
Treasurer fees	6,357	5,788	5,788	5,788	5,442
Treasurer fees ARI	394	396	396	396	363
Transfer to Powhatan Community Authority	414,125	432,869	389,363	401,084	435,290
ARI Mill levy transfer	27,476	28,128	26,650	27,515	25,746
Contingency	-	6,844	-	-	6,844
Emergency reserve (3%)	-	174	-	-	163
Total expenditures	<u>448,352</u>	<u>474,199</u>	<u>422,197</u>	<u>434,783</u>	<u>473,848</u>
Ending fund balance	<u>\$ 40,921</u>	<u>\$ -</u>	<u>\$ 59,021</u>	<u>\$ 55,921</u>	<u>\$ -</u>
Assessed valuation	<u>\$ -</u>	<u>\$ 19,434,483</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,201,582</u>
New Growth					<u>\$ 146</u>
Mill Levy	<u>-</u>	<u>19.855</u>	<u>-</u>	<u>-</u>	<u>18.894</u>
ARI Mill levy		<u>1.359</u>			<u>1.259</u>

Powhatan Road Metropolitan District No. 2
FKA Sand Creek Ranch Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2026

	Actual <u>2024</u>	Adopted Budget <u>2025</u>	Actual <u>9/30/2025</u>	Estimate <u>2025</u>	Adopted Budget <u>2026</u>
Beginning fund balance	\$ 10,016	\$ 10,116	\$ 10,016	\$ 10,016	\$ 10,116
Revenues:					
Property taxes	618,611	621,690	621,690	621,690	614,451
Specific ownership taxes	36,422	50,176	25,224	35,000	36,867
Interest income	<u>1,016</u>	<u>100</u>	<u>61</u>	<u>100</u>	<u>100</u>
Total revenues	<u>656,049</u>	<u>671,966</u>	<u>646,975</u>	<u>656,790</u>	<u>651,418</u>
Total funds available	<u>666,065</u>	<u>682,082</u>	<u>656,991</u>	<u>666,806</u>	<u>661,534</u>
Expenditures:					
Transfer to Authority	646,755	672,757	627,314	647,365	652,317
Treasurer's fees	9,294	9,325	9,325	9,325	9,217
Trustee / paying agent fees	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>656,049</u>	<u>682,082</u>	<u>636,639</u>	<u>656,690</u>	<u>661,534</u>
Ending fund balance	<u>\$ 10,016</u>	<u>\$ -</u>	<u>\$ 20,352</u>	<u>\$ 10,116</u>	<u>\$ -</u>
Assessed valuation	<u>\$ -</u>	<u>\$ 19,434,483</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,201,582</u>
Mill Levy		<u>31.989</u>			<u>32.000</u>
Total Mill Levy		<u>53.203</u>			<u>52.153</u>