

CRS would like to address several statements made during the public comment portion of the meeting to ensure the record is clear and accurate.

First, CRS has never been involved with The Meadows Metropolitan District in any capacity. Any comparisons between Deer Creek Water District and The Meadows, or assertions that CRS participated in activities occurring there, are incorrect.

Second, CRS is a district management firm. We do not issue debt, do not refinance debt, do not purchase bonds, and do not receive any financial benefit from district debt issuance or restructuring. At no time does CRS encourage overspending or direct the District to take on debt.

Our role, consistent with Title 32, C.R.S., is limited to:

- Supporting the Board with administrative, operational, and compliance-related services
- Assisting the Board in identifying qualified, independent professionals (such as bond counsel, financial advisors, engineers, or auditors) if and only if the Board requests such assistance
- Ensuring that any actions taken by the District are properly noticed, documented, and approved through formal Board action

Any decision related to debt, including whether to consider it at all, rests solely and exclusively with the Board of Directors, acting in a public meeting and following all statutory requirements. CRS works for the Board and takes action only when directed by the Board, whether through verbal direction in a public meeting, written instruction, or formal resolution adopted by the Board.

CRS began providing management services to the Deer Creek Water District on April 20, 2022. At the time of CRS's engagement, the Board of Directors consisted of Dave Lunka, Lyle Penner, Gary McIntyre, and Jean King, and all debt obligations currently held by the District were already in place and predated CRS's involvement. Since that time, the District has not taken on any new debt, and existing obligations have been managed in accordance with their respective debt schedules and Board direction. Specifically:

- The District's General Obligation Bond had an outstanding balance of \$704,000 as of April 20, 2022, and as of April 9, 2026, that balance has been reduced to \$344,000.
- The CWRPDA Water Resource Loan had an outstanding balance of \$2,367,113 as of April 20, 2022, and as of April 9, 2026, the balance has been reduced to \$1,943,234.

- The BOK Lease Purchase totaled \$26,076 as of April 20, 2022 and have since been paid in full.

These figures demonstrate that during CRS's tenure, the District has exercised responsible financial management, adhered to adopted repayment schedules, and continued to reduce existing debt obligations, all without the issuance of additional debt.

CRS operates strictly within the limits of Title 32, Colorado Revised Statutes, and our responsibility is to support transparent governance, regulatory compliance, and informed decision-making as directed by the Board.