

**THE HIGHLANDS METROPOLITAN DISTRICT NO. 1
COUNTY OF WELD, STATE OF COLORADO**

ANNUAL REPORT FOR FISCAL YEAR 2025

Pursuant to §32-1-207(3)(c), C.R.S., and the Service Plan for The Highlands Metropolitan District No. 1 (the “District”), the District hereby submits the following annual report for the year ended December 31, 2025.

a. Access information to obtain a copy of rules and regulations adopted by the board.

There are no rules and regulations.

b. A summary of any litigation involving public improvements owned by the District.

We are not aware of any litigation, pending or threatened, involving public improvements owned by the District.

c. The status of the construction of public improvements by the District.

No Public Improvements were constructed by the District during the reporting period.

d. A list of facilities or improvements constructed by the District that were conveyed or dedicated to the Town, the South Beebe Draw Metropolitan District or any other governmental entity.

No Public Improvements have been dedicated to the Town, the South Beebe Draw Metropolitan District or any other governmental entity as of December 31st of the report year.

e. The final assessed valuation of the District as of December 31 of the report year.

The assessed value for 2025 was \$10.

f. A copy of the current year’s budget.

The budget resolution for the current year is attached hereto as **Exhibit A**.

g. A copy of the audited financial statements, if required by the “Colorado Local Government Audit Law”, Part 6 of Article 1 of Title 29, or the application for exemption from audit, as applicable.

The District is currently exempted from audit pursuant to §29-1-604, C.R.S. The Audit Exemption Application for 2025 is attached hereto as **Exhibit B**.

h. Notice of any uncured defaults existing for more than ninety (90) days under any debt instrument of the District.

The District has not issued any Debt instruments, and has not received any notices of uncured events of default under any Debt instrument.

i. Any inability of the District to pay its obligations as they become due under any obligation which continue beyond a ninety (90) day period.

There was no inability of the District to pay any of its obligations as they came due, in accordance with the terms of any such obligations.

j. **Boundary changes made or proposed to the District's boundary as of December 31 of the prior year.**

The District boundaries did not change in 2025.

k. **Intergovernmental Agreements with other governmental entities, either entered into or proposed as if December of the prior year.**

The District did not enter into, or terminate any IGAs in 2025.

EXHIBIT A

2026 Budget is available at the following [link](#).

EXHIBIT B

2025 Audit Exemption Application is available at the following [link](#).