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Accountant's Report

Board of Directors
Crowfoot Valley Ranch Metropolitan District No. 1
Douglas County, Colorado

We have compiled the accompanying forecasted budget of revenue, expenditures, and fund balance of Crowfoot Valley Ranch Metropolitan District No. 1 for the General Fund and Capital Projects Fund for the year ending December 31, 2009, including the forecasted estimate of comparative information for the year December 31, 2008, in accordance with attestation standards established by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of a forecast information that is the representation of management and does not include evaluation of the support for the assumptions underlying the forecast. We have not examined the forecast and, accordingly, do not express an opinion or any other form of assurance on the accompanying budget of revenue, expenditures, and fund balance or assumptions. Furthermore, there will usually be differences between the forecasted and actual results because events and circumstances frequently do not occur as expected, and those differences may be material. We have no responsibility to update this report for events or circumstances occurring after the date of this report.

The actual historical information for the year 2007 is presented for comparative purposes only. Such information is taken from the application for exemption from audit for the period ended December 31, 2007.

Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the forecast, they might influence the user's conclusions about the District's results of operations for the forecasted periods. Accordingly, this forecast is not designed for those who are not informed about such matters.

We are not independent with respect to Crowfoot Valley Ranch Metropolitan District No. 1.

Clifton Gunderson LLP

Greenwood Village, Colorado
December 4, 2008



**CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
SUMMARY**

**FORECASTED 2009 BUDGET AS ADOPTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
For the Years Ended and Ending December 31,**

12/4/08

Page 2

	ACTUAL 2007	ESTIMATED 2008	ADOPTED 2009
BEGINNING FUND BALANCES	\$ -	\$ (53,635)	\$ 994
REVENUE			
Investment income	\$ 369	\$ 350	\$ 3,750
Developer advance	157,155	301,989	5,595,000
Transfer from District No. 2	1,002	750	23,359,948
Total revenue	<u>158,526</u>	<u>303,089</u>	<u>28,958,698</u>
TRANSFERS IN	-	-	-
Total funds available	<u>158,526</u>	<u>249,454</u>	<u>28,959,692</u>
EXPENDITURES			
General			
Accounting	37,577	40,000	40,000
Insurance	3,567	3,460	5,000
Election	4,812	1,500	5,000
Legal	40,988	36,500	45,000
Bond issue costs	12,500	-	-
District management	28,715	16,000	30,000
Miscellaneous	1,672	1,000	2,500
Contingency	-	-	7,500
Capital outlay	82,330	150,000	28,566,000
Total expenditures	<u>212,161</u>	<u>248,460</u>	<u>28,701,000</u>
TRANSFERS OUT	-	-	-
Total expenditures and transfers out requiring appropriation	<u>212,161</u>	<u>248,460</u>	<u>28,701,000</u>
ENDING FUND BALANCES	<u>\$ (53,635)</u>	<u>\$ 994</u>	<u>\$ 258,692</u>

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
PROPERTY TAX SUMMARY INFORMATION
For the Years Ended and Ending December 31,

12/4/08

Page 3

ACTUAL 2007	ESTIMATED 2008	ADOPTED 2009
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ASSESSED VALUATION - DOUGLAS COUNTY

Residential	\$ -	\$ -	\$ -
Commercial/other	-	-	-
Vacant land	-	-	-
Personal property	-	-	-
Sub-Total Assessed Valuation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Sub-district Assessed valuation	-	-	-
Total Certified Assessed Value	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

MILL LEVY

General	0.000	0.000	0.000
Debt Service	0.000	0.000	0.000
Temporary Mill Levy Reduction (pursuant to C.R.S.39-5-121)	0.000	0.000	0.000
Refund and abatements	0.000	0.000	0.000
Sub-total mill levy	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>
Sub-district General Fund Mill Levy	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>
Total Mill Levy	<u><u>0.000</u></u>	<u><u>0.000</u></u>	<u><u>0.000</u></u>

PROPERTY TAXES

General	\$ -	\$ -	\$ -
Debt Service	-	-	-
Temporary Mill Levy Reduction	-	-	-
Refund and abatements	-	-	-
Levied property taxes	<u>-</u>	<u>-</u>	<u>-</u>
Adjustments to actual/rounding	-	-	-
Refunds and abatements	-	-	-
Sub-total budgeted property taxes	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Sub-district property taxes	-	-	-
Total Budgeted Property Taxes	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

BUDGETED PROPERTY TAXES

General	\$ -	\$ -	\$ -
Debt Service	-	-	-
Sub-District	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
GENERAL FUND
FORECASTED 2009 BUDGET AS ADOPTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
For the Years Ended and Ending December 31,

12/4/08

Page 4

	ACTUAL 2007	ESTIMATED 2008	ADOPTED 2009
BEGINNING FUND BALANCE	\$ -	\$ (5,751)	\$ 994
REVENUE			
Investment income	369	350	250
Developer advance	72,408	66,105	95,000
Transfer from District No. 2	1,002	750	720
Total revenue	73,779	67,205	95,970
Total funds available	73,779	61,454	96,964
EXPENDITURES			
Accounting	17,153	20,000	25,000
Election	-	1,500	5,000
Insurance	3,567	3,460	5,000
Legal	28,423	18,500	25,000
District management	28,715	16,000	25,000
Miscellaneous	1,672	1,000	2,500
Contingency	-	-	7,500
Total expenditures	79,530	60,460	95,000
Total expenditures and transfers out requiring appropriation	79,530	60,460	95,000
ENDING FUND BALANCE	\$ (5,751)	\$ 994	\$ 1,964
EMERGENCY RESERVE	\$ -	\$ 100	\$ 100

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
CAPITAL PROJECTS FUND
FORECASTED 2009 BUDGET AS ADOPTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
For the Years Ended and Ending December 31,

12/4/08

Page 5

	ACTUAL 2007	ESTIMATED 2008	ADOPTED 2009
BEGINNING FUND BALANCE	\$ -	\$ (47,884)	\$ -
REVENUE			
Investment income	-	-	3,500
Developer advance	84,747	235,884	5,500,000
Transfer from District No. 2	-	-	23,359,228
Total revenue	84,747	235,884	28,862,728
Total funds available	84,747	188,000	28,862,728
EXPENDITURES			
Accounting	20,424	20,000	15,000
Legal	12,565	18,000	20,000
Election Expense	4,812	-	-
Bond Issue Costs	12,500	-	-
District Management	-	-	5,000
Engineering, planning, and inspection	82,330	150,000	2,410,200
Streets	-	-	2,576,287
Grading/Erosion Control	-	-	1,637,921
Drainage	-	-	4,055,547
Water	-	-	1,196,000
Sanitary Sewer	-	-	2,258,000
Landscape/Park and recreation	-	-	7,313,338
Contingency	-	-	7,118,707
Total expenditures	132,631	188,000	28,606,000
Total expenditures and transfers out requiring appropriation	132,631	188,000	28,606,000
ENDING FUND BALANCE	\$ (47,884)	\$ -	\$ 256,728

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
2009 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

The District was organized to provide financing for the design, acquisition, installation and construction of sanitation improvements, water improvements, street improvements, traffic and safety control improvements, park and recreation improvements, transportation improvements, television relay and translation improvements, mosquito control, fire protection, emergency medical services, and operation and maintenance of the District. The District's service area is located in Douglas County, Colorado. Under the Service Plan, the District is the Service District related to Crowfoot Valley Ranch Metropolitan District No. 2, the Financing District ("District No. 2").

The District was formed by District Court Order on December 3, 2002 and held its organizational meeting thereafter. The District intends to receive developer advances to fund organizational, operating, and administrative and capital expenditures until other revenue is available to the District.

The District prepares its budget on the modified accrual basis of accounting.

Revenue

Interest Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 3%.

Developer Advances

The District is in the development stage. The Developer will fund expenditures necessary for the District's general operations and capital infrastructure development. Developer advances are recorded as revenue for budget purposes with an obligation for future repayment when the District is financially able to reimburse the Developer under agreements approved by the Board.

Transfers from District No. 2

District No. 2 anticipates issuing bonds in 2009. The proceeds from the bond issuance, less cost of issuance and capitalized interest, will be transferred to the District to finance the design, acquisition, installation and construction of improvements set forth in the District's Service Plan. In addition, District No. 2 will transfer revenues collected from its General Fund mill levy to fund operations in the District.

**CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
2009 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures

Administrative Expenditures

Administrative expenditures have been provided based on estimates of the District's Board of Directors and consultants and include the services necessary to maintain the District's administrative viability such as legal, accounting, managerial, insurance, meeting expense, and other administrative expenses. In 2009 and future years, it is anticipated that all administrative expenditures will be incurred in District No. 1 for both District No. 1 and District No. 2.

Capital Outlay

The District anticipates infrastructure improvements during 2009 as displayed on page 5.

Reserves

Emergency Reserve

The District has provided for an emergency reserve fund equal to at least 3% of fiscal year spending for 2009, as defined under TABOR.

Debt and Leases

The District has not entered into any operating or capital leases.

This information is an integral part of the accompanying forecasted budget.

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AFFIDAVIT OF PUBLICATION

State of Colorado)
)ss
County of Douglas)

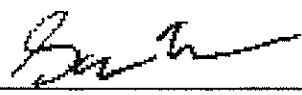
This Affidavit of Publication for the DOUGLAS COUNTY NEWS-PRESS, a weekly newspaper, printed and published for the County of Douglas, State of Colorado, hereby certifies that the attached legal notice was published in said newspaper once in each week, for 1 successive week(s), the last of which publication was made prior to the 21st day of November A.D., 2008, and that copies of each number of said paper in which said Public Notice was published were delivered by carriers or transmitted by mail to each of the subscribers of said paper, according to their accustomed mode of business in this office.



for the Douglas County News-Press

State of Colorado)
)ss
County of Douglas)

The above Affidavit and Certificate of Publication was subscribed and sworn to before me by the above-named ASA COLE, President/Publisher or JEREMY BANGS, Managing Editor of said newspaper, who is personally known to me to be the identical person in the above certificate on this 21st day of November A.D., 2008.



Notary Public, 125 Stephanie Place,
Castle Rock, CO 80109



My Commission Expires 02/21/2010

PUBLIC NOTICE

NOTICE CONCERNING PROPOSED
BUDGET
CROWFOOT VALLEY RANCH
METROPOLITAN DISTRICT NOS. 1
and 2

NOTICE is hereby given that proposed budgets have been submitted to the Board of Directors of the CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NOS. 1 and 2 for the ensuing year of 2009; that a copy of such proposed budgets have been filed in the office of the District at 141 Union Boulevard, Suite 150, Lakewood, Colorado, where the same is open for public inspection; and that such proposed budgets will be considered at a public meeting of the Board of Directors of the Districts to be held at the offices of Lowe Enterprises Real Estate Group, 6312 S. Fiddlers Green Circle, Suite 100E, Greenwood Village, Colorado 80111, on Friday, December 5, 2008, at 9:00 o'clock A.M. Any elector within these Districts may, at any time prior to the final adoption of the budgets, inspect the budgets and file or register any objections thereto.

CROWFOOT VALLEY RANCH
METROPOLITAN DISTRICT NOS. 1
and 2

By /s/ Donald E. Hunt
Secretary

Legal Notice No: W08-1137
First Publication: November 20, 2008
Last Publication: November 20, 2008
Publisher: Douglas County News-Press

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1

141 Union Boulevard, Suite 150
Lakewood, Colorado 80228-1898
Tel: 303-987-0835 • 800-741-3254
Fax: 303-987-2032

January 30, 2009

Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

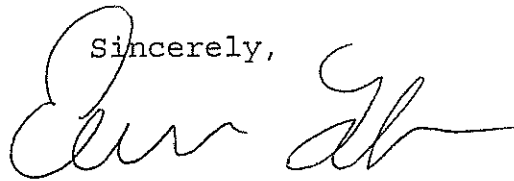
Re: Crowfoot Valley Ranch Metropolitan District No. 1

Ladies and Gentlemen:

Enclosed is the 2009 Budget as certified by the Board of Directors of the Crowfoot Valley Ranch Metropolitan District No. 1 of Douglas County, Colorado, submitted pursuant to Section 29-1-113, C.R.S.

If there are any questions on the Budget, please contact Ann E. Finn, District Manager, at (303) 987-0835.

Sincerely,



Elise LoSasso
Assistant to Ann E. Finn
District Manager

Enclosure

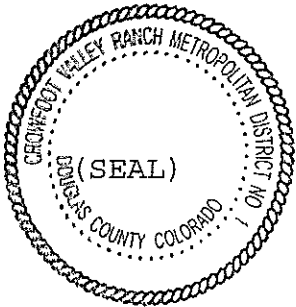
cc: Grimshaw & Harring, P.C. - Leslie Larsen
Clifton Gunderson LLP

CERTIFICATION OF BUDGET

TO: THE DIVISION OF LOCAL GOVERNMENT

This is to certify that the budget, attached hereto, is a true and accurate copy of the budget for the Crowfoot Valley Ranch Metropolitan District No. 1, for the budget year ending December 31, 2009, as adopted on December 5, 2008.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Crowfoot Valley Ranch Metropolitan District No. 1 in Douglas County, Colorado, this 5th day of December, 2008.



By: *Donald Hunt*
Secretary



Accountant's Report

Board of Directors
Crowfoot Valley Ranch Metropolitan District No. 1
Douglas County, Colorado

We have compiled the accompanying forecasted budget of revenue, expenditures, and fund balance of Crowfoot Valley Ranch Metropolitan District No. 1 for the General Fund and Capital Projects Fund for the year ending December 31, 2009, including the forecasted estimate of comparative information for the year December 31, 2008, in accordance with attestation standards established by the American Institute of Certified Public Accountants.

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We are not independent with respect to Crowfoot Valley Ranch Metropolitan District No. 1.

Clifton Gunderson LLP

Greenwood Village, Colorado
December 4, 2008

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
SUMMARY
FORECASTED 2009 BUDGET AS ADOPTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
For the Years Ended and Ending December 31,

12/4/08

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TRANSFERS IN	-	-	-
Total funds available	158,526	249,454	28,959,692
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Accounting	37,577	40,000	40,000
Insurance	3,567	3,460	5,000
Election	4,812	1,500	5,000
Legal	40,988	36,500	45,000
Bond issue costs	12,500	-	-
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Total expenditures and transfers out requiring appropriation	212,161	248,460	28,701,000
ENDING FUND BALANCES	\$ (53,635)	\$ 994	\$ 258,692

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
PROPERTY TAX SUMMARY INFORMATION
For the Years Ended and Ending December 31,

12/4/08

Page 3

ACTUAL 2007	ESTIMATED 2008	ADOPTED 2009
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ASSESSED VALUATION - DOUGLAS COUNTY

Residential	\$ -	\$ -	\$ -
Commercial/other	-	-	-
Vacant land	-	-	-
Personal property	-	-	-
Sub-Total Assessed Valuation	\$ -	\$ -	\$ -
Sub-district Assessed valuation	-	-	-
Total Certified Assessed Value	\$ -	\$ -	\$ -

MILL LEVY

General	0.000	0.000	0.000
Debt Service	0.000	0.000	0.000
Temporary Mill Levy Reduction (pursuant to C.R.S.39-5-121)	0.000	0.000	0.000
Refund and abatements	0.000	0.000	0.000
Sub-total mill levy	0.000	0.000	0.000
Sub-district General Fund Mill Levy	0.000	0.000	0.000
Total Mill Levy	0.000	0.000	0.000

PROPERTY TAXES

General	\$ -	\$ -	\$ -
Debt Service	-	-	-
Temporary Mill Levy Reduction	-	-	-
Refund and abatements	-	-	-
Levied property taxes	-	-	-
Adjustments to actual/rounding	-	-	-
Refunds and abatements	-	-	-
Sub-total budgeted property taxes	\$ -	\$ -	\$ -
Sub-district property taxes	-	-	-
Total Budgeted Property Taxes	\$ -	\$ -	\$ -

BUDGETED PROPERTY TAXES

General	\$ -	\$ -	\$ -
Debt Service	-	-	-
Sub-District	-	-	-
Total Budgeted Property Taxes	\$ -	\$ -	\$ -

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
GENERAL FUND
FORECASTED 2009 BUDGET AS ADOPTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
For the Years Ended and Ending December 31,

12/4/08

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EMERGENCY RESERVE	\$ -	\$ 100	\$ 100

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CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
CAPITAL PROJECTS FUND
FORECASTED 2009 BUDGET AS ADOPTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
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12/4/08

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CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
2009 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

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The District prepares its budget on the modified accrual basis of accounting.

Revenue

Interest Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 3%.

Developer Advances

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District No. 2 anticipates issuing bonds in 2009. The proceeds from the bond issuance, less cost of issuance and capitalized interest, will be transferred to the District to finance the design, acquisition, installation and construction of improvements set forth in the District's Service Plan. In addition, District No. 2 will transfer revenues collected from its General Fund mill levy to fund operations in the District.

**CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
2009 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

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Administrative Expenditures

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Capital Outlay

The District anticipates infrastructure improvements during 2009 as displayed on page 5.

Reserves

Emergency Reserve

The District has provided for an emergency reserve fund equal to at least 3% of fiscal year spending for 2009, as defined under TABOR.

Debt and Leases

The District has not entered into any operating or capital leases.

This information is an integral part of the accompanying forecasted budget.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1

141 Union Boulevard, Suite 150
Lakewood, Colorado 80228-1898
Tel: 303-987-0835 · 800-741-3254
Fax: 303-987-2032

December 15, 2008

Board of County Commissioners
Douglas County
Attn: Helen Kellogg
100 Third Street
Castle Rock, CO 80104

VIA E-MAIL: hkellogg@douglas.co.us

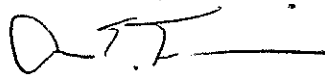
Re: Crowfoot Valley Ranch Metropolitan District No. 1

Dear Commissioners:

Please be advised that the Board of Directors of the Crowfoot Valley Ranch Metropolitan District No. 1 will not certify a mill levy in 2008 for collection in 2009.

Please feel free to contact me if you have any questions.

Sincerely,



Ann E. Finn
District Manager

cc: Division of Local Government
Division of Property Taxation
Grimshaw & Harring, P.C - Leslie Larsen

BOARD OF COUNTY COMMISSIONERS
OF DOUGLAS COUNTY

Accountant's Report

Board of Directors
Crowfoot Valley Ranch Metropolitan District No. 1
Douglas County, Colorado

We have compiled the accompanying forecasted budget of revenue, expenditures, and fund balance of Crowfoot Valley Ranch Metropolitan District No. 1 for the General Fund and Capital Projects Fund for the year ending December 31, 2009, including the forecasted estimate of comparative information for the year December 31, 2008, in accordance with attestation standards established by the American Institute of Certified Public Accountants.

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The actual historical information for the year 2007 is presented for comparative purposes only. Such information is taken from the application for exemption from audit for the period ended December 31, 2007.

Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the forecast, they might influence the user's conclusions about the District's results of operations for the forecasted periods. Accordingly, this forecast is not designed for those who are not informed about such matters.

We are not independent with respect to Crowfoot Valley Ranch Metropolitan District No. 1.

Greenwood Village, Colorado

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1

SUMMARY

FORECASTED 2009 BUDGET AS PROJECTED

WITH 2007 ACTUAL AND 2008 ESTIMATED

For the Years Ended and Ending December 31,

11/20/08

Page 2

	ACTUAL 2007	BUDGET 2008	ACTUAL 10/31/08	ESTIMATED 2008	PROJECTED 2009
BEGINNING FUND BALANCES	\$ -	\$ 1,357	\$ (53,635)	\$ (53,635)	\$ 994
REVENUE					
Investment income	\$ 369	\$ 10,000	\$ 285	\$ 350	\$ 3,750
Developer advance	157,155	7,291,000	189,226	301,989	5,595,000
Transfer from District No. 2	1,002	22,021,104	706	750	23,359,948
Total revenue	<u>158,526</u>	<u>29,322,104</u>	<u>190,217</u>	<u>303,089</u>	<u>28,958,698</u>
TRANSFERS IN	-	-	-	-	-
Total funds available	<u>158,526</u>	<u>29,323,461</u>	<u>136,582</u>	<u>249,454</u>	<u>28,959,692</u>
EXPENDITURES					
General					
Accounting	37,577	30,000	29,837	40,000	40,000
Insurance	3,567	5,000	3,460	3,460	5,000
Election	4,812	5,000	1,130	1,500	5,000
Legal	40,988	30,000	27,251	36,500	45,000
Bond issue costs	12,500	-	-	-	-
District management	28,715	30,000	12,520	16,000	30,000
Miscellaneous	1,672	2,500	743	1,000	2,500
Contingency	-	7,500	-	-	7,500
Capital outlay	82,330	28,566,000	136,556	150,000	28,566,000
Total expenditures	<u>212,161</u>	<u>28,676,000</u>	<u>211,497</u>	<u>248,460</u>	<u>28,701,000</u>
TRANSFERS OUT	-	-	-	-	-
Total expenditures and transfers out requiring appropriation	<u>212,161</u>	<u>28,676,000</u>	<u>211,497</u>	<u>248,460</u>	<u>28,701,000</u>
ENDING FUND BALANCES	\$ (53,635)	\$ 647,461	\$ (74,915)	\$ 994	\$ 258,692

PRELIMINARY DRAFT--SUBJECT TO REVISION.

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
PROPERTY TAX SUMMARY INFORMATION
For the Years Ended and Ending December 31,

11/20/08

Page 3

	ACTUAL 2007	BUDGET 2008	ACTUAL 10/31/08	ESTIMATED 2008	PROJECTED 2009
ASSESSED VALUATION - DOUGLAS COUNTY					
Residential	\$ -	\$ -	\$ -	\$ -	\$ -
Commercial/other	-	-	-	-	-
Vacant land	-	-	-	-	-
Personal property	-	-	-	-	-
Sub-Total Assessed Valuation	\$ -	\$ -	\$ -	\$ -	\$ -
Sub-district Assessed valuation	-	-	-	-	-
Total Certified Assessed Value	\$ -	\$ -	\$ -	\$ -	\$ -
MILL LEVY					
General	0.000	0.000	0.000	0.000	0.000
Debt Service	0.000	0.000	0.000	0.000	0.000
Temporary Mill Levy Reduction (pursuant to C.R.S.39-5-121)	0.000	0.000	0.000	0.000	0.000
Refund and abatements	0.000	0.000	0.000	0.000	0.000
Sub-total mill levy	0.000	0.000	0.000	0.000	0.000
Sub-district General Fund Mill Levy	0.000	0.000	0.000	0.000	0.000
Total Mill Levy	0.000	0.000	0.000	0.000	0.000
PROPERTY TAXES					
General	\$ -	\$ -	\$ -	\$ -	\$ -
Debt Service	-	-	-	-	-
Temporary Mill Levy Reduction	-	-	-	-	-
Refund and abatements	-	-	-	-	-
Levied property taxes	-	-	-	-	-
Adjustments to actual/rounding	-	-	-	-	-
Refunds and abatements	-	-	-	-	-
Sub-total budgeted property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Sub-district property taxes	-	-	-	-	-
Total Budgeted Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
BUDGETED PROPERTY TAXES					
General	\$ -	\$ -	\$ -	\$ -	\$ -
Debt Service	-	-	-	-	-
Sub-District	-	-	-	-	-
	\$ -	\$ -	\$ -	\$ -	\$ -

PRELIMINARY DRAFT--SUBJECT TO REVISION.

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1

GENERAL FUND

FORECASTED 2009 BUDGET AS PROJECTED

WITH 2007 ACTUAL AND 2008 ESTIMATED

For the Years Ended and Ending December 31,

11/20/08

Page 4

	ACTUAL 2007	BUDGET 2008	ACTUAL 10/31/08	ESTIMATED 2008	PROJECTED 2009
BEGINNING FUND BALANCE	\$ -	1,357	\$ (5,751)	\$ (5,751)	\$ 994
REVENUE					
Investment income	369	-	285	350	250
Developer advance	72,408	95,000	48,424	66,105	95,000
Transfer from District No. 2	1,002	717	706	750	720
Total revenue	<u>73,779</u>	<u>95,717</u>	<u>49,415</u>	<u>67,205</u>	<u>95,970</u>
Total funds available	<u>73,779</u>	<u>97,074</u>	<u>43,664</u>	<u>61,454</u>	<u>96,964</u>
EXPENDITURES					
Accounting	17,153	25,000	13,922	20,000	25,000
Election	-	5,000	1,130	1,500	5,000
Insurance	3,567	5,000	3,460	3,460	5,000
Legal	28,423	25,000	12,419	18,500	25,000
District management	28,715	25,000	12,520	16,000	25,000
Miscellaneous	1,672	2,500	743	1,000	2,500
Contingency	-	7,500	-	-	7,500
Total expenditures	<u>79,530</u>	<u>95,000</u>	<u>44,194</u>	<u>60,460</u>	<u>95,000</u>
Total expenditures and transfers out requiring appropriation	<u>79,530</u>	<u>95,000</u>	<u>44,194</u>	<u>60,460</u>	<u>95,000</u>
ENDING FUND BALANCE	\$ (5,751)	\$ 2,074	\$ (530)	\$ 994	\$ 1,964
EMERGENCY RESERVE	\$ -	\$ 100	\$ 100	\$ 100	\$ 100

PRELIMINARY DRAFT--SUBJECT TO REVISION.

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
CAPITAL PROJECTS FUND
FORECASTED 2009 BUDGET AS PROJECTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
For the Years Ended and Ending December 31,

11/20/08

Page 5

	ACTUAL 2007	BUDGET 2008	ACTUAL 10/31/08	ESTIMATED 2008	PROJECTED 2009
BEGINNING FUND BALANCE	\$ -	\$ -	\$ (47,884)	\$ (47,884)	\$ -
REVENUE					
Investment income	-	10,000	-	-	3,500
Developer advance	84,747	7,196,000	140,802	235,884	5,500,000
Transfer from District No. 2	-	22,020,387	-	-	23,359,228
Total revenue	<u>84,747</u>	<u>29,226,387</u>	<u>140,802</u>	<u>235,884</u>	<u>28,862,728</u>
Total funds available	<u>84,747</u>	<u>29,226,387</u>	<u>92,918</u>	<u>188,000</u>	<u>28,862,728</u>
EXPENDITURES					
Accounting	20,424	5,000	15,915	20,000	15,000
Legal	12,565	5,000	14,832	18,000	20,000
Election Expense	4,812	-	-	-	-
Bond Issue Costs	12,500	-	-	-	-
District Management	-	5,000	-	-	5,000
Engineering, planning, and inspection	82,330	2,410,200	136,556	150,000	2,410,200
Streets	-	2,576,287	-	-	2,576,287
Grading/Erosion Control	-	1,637,921	-	-	1,637,921
Drainage	-	4,055,547	-	-	4,055,547
Water	-	1,196,000	-	-	1,196,000
Sanitary Sewer	-	2,258,000	-	-	2,258,000
Landscape/Park and recreation	-	7,313,338	-	-	7,313,338
Contingency	-	7,118,707	-	-	7,118,707
Total expenditures	<u>132,631</u>	<u>28,581,000</u>	<u>167,303</u>	<u>188,000</u>	<u>28,606,000</u>
Total expenditures and transfers out requiring appropriation	<u>132,631</u>	<u>28,581,000</u>	<u>167,303</u>	<u>188,000</u>	<u>28,606,000</u>
ENDING FUND BALANCE	<u>\$ (47,884)</u>	<u>\$ 645,387</u>	<u>\$ (74,385)</u>	<u>\$ -</u>	<u>\$ 256,728</u>

PRELIMINARY DRAFT--SUBJECT TO REVISION.

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

**CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
2009 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The District was organized to provide financing for the design, acquisition, installation and construction of sanitation improvements, water improvements, street improvements, traffic and safety control improvements, park and recreation improvements, transportation improvements, television relay and translation improvements, mosquito control, fire protection, emergency medical services, and operation and maintenance of the District. The District's service area is located in Douglas County, Colorado. Under the Service Plan, the District is the Service District related to Crowfoot Valley Ranch Metropolitan District No. 2, the Financing District ("District No. 2").

The District was formed by District Court Order on December 3, 2002 and held its organizational meeting thereafter. The District intends to receive developer advances to fund organizational, operating, and administrative and capital expenditures until other revenue is available to the District.

The District prepares its budget on the modified accrual basis of accounting.

Revenue

Interest Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 3%.

Developer Advances

The District is in the development stage. The Developer will fund expenditures necessary for the District's general operations and capital infrastructure development. Developer advances are recorded as revenue for budget purposes with an obligation for future repayment when the District is financially able to reimburse the Developer under agreements approved by the Board.

Transfers from District No. 2

District No. 2 anticipates issuing bonds in 2009. The proceeds from the bond issuance, less cost of issuance and capitalized interest, will be transferred to the District to finance the design, acquisition, installation and construction of improvements set forth in the District's Service Plan. In addition, District No. 2 will transfer revenues collected from its General Fund mill levy to fund operations in the District.

**CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
2009 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures

Administrative Expenditures

Administrative expenditures have been provided based on estimates of the District's Board of Directors and consultants and include the services necessary to maintain the District's administrative viability such as legal, accounting, managerial, insurance, meeting expense, and other administrative expenses. In 2009 and future years, it is anticipated that all administrative expenditures will be incurred in District No. 1 for both District No. 1 and District No. 2.

Capital Outlay

The District anticipates infrastructure improvements during 2009 as displayed on page 5.

Reserves

Emergency Reserve

The District has provided for an emergency reserve fund equal to at least 3% of fiscal year spending for 2009, as defined under TABOR.

Debt and Leases

The District has not entered into any operating or capital leases.

This information is an integral part of the accompanying forecasted budget.

Marina Wilson

From: Helen Kellogg [HKellogg@douglas.co.us]
To: Marina Wilson
Sent: Friday, December 12, 2008 4:29 PM
Subject: Read: CERTIFICATION OF TAX LEVIES-CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1

Your message

To: HKellogg@douglas.co.us
Subject:

was read on 12/12/2008 4:29 PM.

Marina Wilson

From: Marina Wilson
Sent: Saturday, December 13, 2008 8:32 AM
To: Leslie Larsen (llarsen@grimshawharring.com)
Subject: FW: CERTIFICATION OF TAX LEVIES-CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
Attachments: NO MILL LETTER-CROWFOOT1-2009

From: Marina Wilson
Sent: Friday, December 12, 2008 4:25 PM
To: 'hkellogg@douglas.co.us'
Cc: Leslie Larsen (llarson@grimshawharring.com); 'Carroll, Jason'
Subject: CERTIFICATION OF TAX LEVIES-CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1

Please confirm your receipt of this e-mail via email reply.
Thank you.

Marina Wilson

From: System Administrator
To: llarson@grimshawharring.com
Sent: Friday, December 12, 2008 4:25 PM
Subject: Undeliverable: CERTIFICATION OF TAX LEVIES-CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1

Your message did not reach some or all of the intended recipients.

Subject: CERTIFICATION OF TAX LEVIES-CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
Sent: 12/12/2008 4:25 PM

The following recipient(s) could not be reached:

Leslie Larsen (llarson@grimshawharring.com) on 12/12/2008 4:25 PM
There was a SMTP communication problem with the recipient's email server. Please contact your system administrator.
<SDMSI.com #5.5.0 smtp;553 mailbox llarson@grimshawharring.com is restricted (Mode: normal)>

Marina Wilson

From: Marina Wilson
Sent: Friday, December 12, 2008 4:25 PM
To: 'hkellogg@douglas.co.us'
Cc: Leslie Larsen (llarson@grimshawharring.com); 'Carroll, Jason'
Subject: CERTIFICATION OF TAX LEVIES-CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
Attachments: NO MILL LETTER-CROWFOOT1-2009

Please confirm your receipt of this e-mail via email reply.

Thank you.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Douglas County, Colorado.

On behalf of the Crowfoot Valley Ranch Metro #1,
(taxing entity)^A

the Board of Directors,
(governing body)^B

of the Crowfoot Valley Ranch Metro #1,
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 0 assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: \$ 0 (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

Submitted: 12/04/2008 for budget/fiscal year 2009.
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>0.000</u> mills	\$ <u>0</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	0.000 mills	\$ 0
3. General Obligation Bonds and Interest ^J	_____ mills	\$ _____
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	0.000 mills	\$ 0

Contact person: _____ Daytime phone: () _____
(print)

Signed: _____ Title: _____

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 866-2156.

¹ If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.
² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).

Accountant's Report

Board of Directors
Crowfoot Valley Ranch Metropolitan District No. 1
Douglas County, Colorado

We have compiled the accompanying forecasted budget of revenue, expenditures, and fund balance of Crowfoot Valley Ranch Metropolitan District No. 1 for the General Fund and Capital Projects Fund for the year ending December 31, 2009, including the forecasted estimate of comparative information for the year December 31, 2008, in accordance with attestation standards established by the American Institute of Certified Public Accountants.

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Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the forecast, they might influence the user's conclusions about the District's results of operations for the forecasted periods. Accordingly, this forecast is not designed for those who are not informed about such matters.

We are not independent with respect to Crowfoot Valley Ranch Metropolitan District No. 1.

Greenwood Village, Colorado

PRELIMINARY DRAFT – SUBJECT TO REVISION

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
SUMMARY
FORECASTED 2009 BUDGET AS PROJECTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
For the Years Ended and Ending December 31,

12/9/08

Page 2

	ACTUAL 2007	BUDGET 2008	ACTUAL 10/31/08	ESTIMATED 2008	PROJECTED 2009
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Developer advance	157,155	7,291,000	189,226	301,989	5,595,000
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EXPENDITURES					
General					
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Insurance	3,567	5,000	3,460	3,460	5,000
Election	4,812	5,000	1,130	1,500	5,000
Legal	40,988	30,000	27,251	36,500	45,000
Bond issue costs	12,500	-	-	-	-
District management	28,715	30,000	12,520	16,000	30,000
Miscellaneous	1,672	2,500	743	1,000	2,500
Contingency	-	7,500	-	-	7,500
Capital outlay	82,330	28,566,000	136,556	150,000	28,566,000
Total expenditures	<u>212,161</u>	<u>28,676,000</u>	<u>211,497</u>	<u>248,460</u>	<u>28,701,000</u>
TRANSFERS OUT	-	-	-	-	-
Total expenditures and transfers out requiring appropriation	<u>212,161</u>	<u>28,676,000</u>	<u>211,497</u>	<u>248,460</u>	<u>28,701,000</u>
ENDING FUND BALANCES	\$ (53,635)	\$ 647,461	\$ (74,915)	\$ 994	\$ 258,692

PRELIMINARY DRAFT--SUBJECT TO REVISION.

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
PROPERTY TAX SUMMARY INFORMATION
For the Years Ended and Ending December 31,

12/9/08

Page 3

	ACTUAL 2007	BUDGET 2008	ACTUAL 10/31/08	ESTIMATED 2008	PROJECTED 2009
ASSESSED VALUATION - DOUGLAS COUNTY					
Residential	\$ -	\$ -	\$ -	\$ -	\$ -
Commercial/other	-	-	-	-	-
Vacant land	-	-	-	-	-
Personal property	-	-	-	-	-
Sub-Total Assessed Valuation	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Sub-district Assessed valuation	-	-	-	-	-
Total Certified Assessed Value	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
MILL LEVY					
General	0.000	0.000	0.000	0.000	0.000
Debt Service	0.000	0.000	0.000	0.000	0.000
Temporary Mill Levy Reduction (pursuant to C.R.S.39-5-121)	0.000	0.000	0.000	0.000	0.000
Refund and abatements	0.000	0.000	0.000	0.000	0.000
Sub-total mill levy	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>
Sub-district General Fund Mill Levy	0.000	0.000	0.000	0.000	0.000
Total Mill Levy	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>
PROPERTY TAXES					
General	\$ -	\$ -	\$ -	\$ -	\$ -
Debt Service	-	-	-	-	-
Temporary Mill Levy Reduction	-	-	-	-	-
Refund and abatements	-	-	-	-	-
Levied property taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Adjustments to actual/rounding	-	-	-	-	-
Refunds and abatements	-	-	-	-	-
Sub-total budgeted property taxes	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Sub-district property taxes	-	-	-	-	-
Total Budgeted Property Taxes	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
BUDGETED PROPERTY TAXES					
General	\$ -	\$ -	\$ -	\$ -	\$ -
Debt Service	-	-	-	-	-
Sub-District	-	-	-	-	-
Total Budgeted Property Taxes	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PRELIMINARY DRAFT--SUBJECT TO REVISION.

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

2008 Recertification of Valuation Guidelines

Listed on these two pages are brief descriptions of the line item values on the Recertification of Valuation and what is included in each value.

This page is expressed in ASSESSED VALUE to assist with the Property Tax Revenue Limit (5.5%) calculations only.

1. Previous Year's Net Total Taxable Assessed Valuation: Prior assessed value is all taxable property that was certified or re-certified to your taxing entity last year. Taxable property includes real and personal. This value does not include any exempt value within your taxing entity and comes from re-certification. The value includes prior New Growth.
2. Current Year's Gross Total Taxable Assessed Valuation: Current assessed value is all taxable property as of December 3rd. This value includes real and personal property assessed value but does not include exempt property value. New Construction assessed value from Line 5 of this report is included.
3. Less Tax Increment Financing, if any: For tax year 2008, no tax increment is reported.
4. Current Year's Net Total Taxable Assessed Valuation: This value is current assessed value minus tax increment financing.
5. New Construction Assessed: As of January 1, 2008, newly constructed taxable real property structures and the personal property connected with the structures. This value also includes State Assessed New Construction.
6. Increases in Production of Producing Mine: This value is zero because the county does not have any producing mines.
7. Annexations or Inclusions: This value is the assessed value of all taxable property annexed or included into the taxing authority. It also includes personal property connected to the parcels being annexed.
8. Previously Exempt Federal Property: Increased valuation due to previously exempt federal property that becomes taxable if the property causes an increase in the level of services provided by the taxing entity. The taxing authority must file an impact certification document pertaining to this.
9. New Primary Oil or Gas Production: Increased valuation due to new oil and gas production. Currently, the county does not have any oil or gas production.
10. Taxes Collected Last Year on Omitted Property as of August 1: The amount of revenue received by the taxing entity during the period August 1st of the prior year through August 1st of the current year. This tax dollar amount represents taxes paid on taxable property that had previously been omitted from the assessment roll. This tax dollar amount is computed by the Treasurer's office.
11. Taxes Abated and Refunded as of August 1: The tax dollar amount of abatements and refunds granted during the time period of August 1st of the prior year through August 1st of the current year per 29-1-301(1)(a) and 39-10-114(1)(a)(1)(b) Colorado Revised Statutes.

Recertification of Valuation by the Douglas County Assessor

Name of Jurisdiction **4436 - Crowfoot Valley Ranch Metro #1**

New Entity: Yes

IN Douglas COUNTY, COLORADO ON 12/4/2008

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (5.5% LIMIT) ONLY

IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S. AND NO LATER THAN DECEMBER 10, THE ASSESSOR RECERTIFIES THE TOTAL VALUATION FOR ASSESSMENT, FOR THE TAXABLE YEAR 2008 IN Douglas County, Colorado

- | | |
|---|--------|
| 1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION: | \$0 |
| 2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: * | \$0 |
| 3. LESS TIF DISTRICT INCREMENT, IF ANY: | |
| 4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION: | |
| 5. NEW CONSTRUCTION: ** | \$0 |
| 6. INCREASED PRODUCTION OF PRODUCING MINES: # | |
| 7. ANNEXATIONS/INCLUSIONS: | \$0 |
| 8. PREVIOUSLY EXEMPT FEDERAL PROPERTY # | \$0 |
| 9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b)C.R.S.: | ## |
| 10. TAXES COLLECTED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1))(a)C.R.S.: | |
| 11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.): | \$0.00 |

* This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec.20(8)(b), Colo. Constitution

** New construction is defined as: Taxable real property structures and the personal property connected with the structure.

Jurisdiction must submit respective certifications (Forms DLG 52 AND 52A) to the Division of Local Government in order for the values to be treated as growth in the limit calculation.

Jurisdiction must apply (Forms DLG 52B) to the Division of Local Government before the value can be treated as growth in the limit calculation.

USE FOR 'TABOR' LOCAL GROWTH CALCULATIONS ONLY

IN ACCORDANCE WITH THE PROVISION OF ARTICLE X, SECTION 20, COLO CONST, AND 39-5-121(2)(b), C.R.S. THE ASSESSOR RECERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2008 IN Douglas County ON DECEMBER 10, 2008

- | | |
|--|-----|
| 1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: @ | \$0 |
| ADDITIONS TO TAXABLE REAL PROPERTY: | |
| 2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: ! | \$0 |
| 3. ANNEXATIONS/INCLUSIONS: | \$0 |
| 4. INCREASED MINING PRODUCTION: % | |
| 5. PREVIOUSLY EXEMPT PROPERTY: | \$0 |
| 6. OIL OR GAS PRODUCTION FROM A NEW WELL: | |
| 7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT: | |
| (If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.) | |
| DELETIONS FROM TAXABLE REAL PROPERTY: | |
| 8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: | \$0 |
| 9. DISCONNECTIONS/EXCLUSION: | \$0 |
| 10. PREVIOUSLY TAXABLE PROPERTY: | \$0 |

@ This includes the actual value of all taxable real property plus the actual value of religious, private schools, and charitable real property.

! Construction is defined as newly constructed taxable real property structures.

% Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH (39-5-128(1), C.R.S.) AND NO LATER THAN DECEMBER 10, THE ASSESSOR RECERTIFIES TO SCHOOL DISTRICTS :

1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY: \$0

NOTE: All levies must be Certified to the Board of County Commissioners NO LATER THAN DECEMBER 15, 2008

Data Date: 12/4/2008

DLG-57(Rev.7/00)

Recertification of Valuation by the Douglas County Assessor

Name of Jurisdiction: **4436 - Crowfoot Valley Ranch Metro #1**

New Entity: Yes

IN Douglas COUNTY, COLORADO ON 12/5/2008

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (5.5% LIMIT) ONLY

IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S. AND NO LATER THAN DECEMBER 10, THE ASSESSOR RECERTIFIES THE TOTAL VALUATION FOR ASSESSMENT, FOR THE TAXABLE YEAR 2008 in Douglas County, Colorado

- | | |
|---|--------|
| 1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION: | \$0 |
| 2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: * | \$0 |
| 3. LESS TIF DISTRICT INCREMENT, IF ANY: | |
| 4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION: | |
| 5. NEW CONSTRUCTION: ** | \$0 |
| 6. INCREASED PRODUCTION OF PRODUCING MINES: # | |
| 7. ANNEXATIONS/INCLUSIONS: | \$0 |
| 8. PREVIOUSLY EXEMPT FEDERAL PROPERTY # | \$0 |
| 9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b)C.R.S.): ## | |
| 10. TAXES COLLECTED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1))(a)C.R.S.: | |
| 11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.): | \$0.00 |

* This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec.20(8)(b), Colo. Constitution.
 ** New construction is defined as: Taxable real property structures and the personal property connected with the structure.

Jurisdiction must submit respective certifications (Forms DLG 52 AND 52A) to the Division of Local Government in order for the values to be treated as growth in the limit calculation.

Jurisdiction must apply (Forms DLG 52B) to the Division of Local Government before the value can be treated as growth in the limit calculation.

USE FOR 'TABOR' LOCAL GROWTH CALCULATIONS ONLY

IN ACCORDANCE WITH THE PROVISION OF ARTICLE X, SECTION 20, COLO CONST, AND 39-5-121(2)(b), C.R.S. THE ASSESSOR RECERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2008 in Douglas County on DECEMBER 10, 2008

- | | |
|--|-----|
| 1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: @ | \$0 |
| ADDITIONS TO TAXABLE REAL PROPERTY: | |
| 2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: † | \$0 |
| 3. ANNEXATIONS/INCLUSIONS: | \$0 |
| 4. INCREASED MINING PRODUCTION: % | |
| 5. PREVIOUSLY EXEMPT PROPERTY: | \$0 |
| 6. OIL OR GAS PRODUCTION FROM A NEW WELL: | |
| 7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT: | |
| (If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.) | |
| DELETIONS FROM TAXABLE REAL PROPERTY: | |
| 8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: | \$0 |
| 9. DISCONNECTIONS/EXCLUSION: | \$0 |
| 10. PREVIOUSLY TAXABLE PROPERTY: | \$0 |

@ This includes the actual value of all taxable real property plus the actual value of religious, private schools, and charitable real property.

† Construction is defined as newly constructed taxable real property structures.

% Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH (39-5-128(1), C.R.S.) AND NO LATER THAN DECEMBER 10, THE ASSESSOR RECERTIFIES TO SCHOOL DISTRICTS: 1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY:

\$0

NOTE: All levies must be Certified to the Board of County Commissioners NO LATER THAN DECEMBER 15, 2008

Data Date: 12/04/2008

DLG-57 (Rev. 7/00)

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
GENERAL FUND
FORECASTED 2009 BUDGET AS PROJECTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
For the Years Ended and Ending December 31,

12/9/08

Page 4

	ACTUAL 2007	BUDGET 2008	ACTUAL 10/31/08	ESTIMATED 2008	PROJECTED 2009
BEGINNING FUND BALANCE	\$ -	1,357	\$ (5,751)	\$ (5,751)	\$ 994
REVENUE					
Investment income	369	-	285	350	250
Developer advance	72,408	95,000	48,424	66,105	95,000
Transfer from District No. 2	1,002	717	706	750	720
Total revenue	<u>73,779</u>	<u>95,717</u>	<u>49,415</u>	<u>67,205</u>	<u>95,970</u>
Total funds available	<u>73,779</u>	<u>97,074</u>	<u>43,664</u>	<u>61,454</u>	<u>96,964</u>
EXPENDITURES					
Accounting	17,153	25,000	13,922	20,000	25,000
Election	-	5,000	1,130	1,500	5,000
Insurance	3,567	5,000	3,460	3,460	5,000
Legal	28,423	25,000	12,419	18,500	25,000
District management	28,715	25,000	12,520	16,000	25,000
Miscellaneous	1,672	2,500	743	1,000	2,500
Contingency	-	7,500	-	-	7,500
Total expenditures	<u>79,530</u>	<u>95,000</u>	<u>44,194</u>	<u>60,460</u>	<u>95,000</u>
Total expenditures and transfers out requiring appropriation	<u>79,530</u>	<u>95,000</u>	<u>44,194</u>	<u>60,460</u>	<u>95,000</u>
ENDING FUND BALANCE	\$ (5,751)	\$ 2,074	\$ (530)	\$ 994	\$ 1,964
EMERGENCY RESERVE	\$ -	\$ 100	\$ 100	\$ 100	\$ 100

PRELIMINARY DRAFT--SUBJECT TO REVISION.

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
CAPITAL PROJECTS FUND
FORECASTED 2009 BUDGET AS PROJECTED
WITH 2007 ACTUAL AND 2008 ESTIMATED
For the Years Ended and Ending December 31,

12/9/08

Page 5

	ACTUAL 2007	BUDGET 2008	ACTUAL 10/31/08	ESTIMATED 2008	PROJECTED 2009
BEGINNING FUND BALANCE	\$ -	\$ -	\$ (47,884)	\$ (47,884)	\$ -
REVENUE					
Investment income	-	10,000	-	-	3,500
Developer advance	84,747	7,196,000	140,802	235,884	5,500,000
Transfer from District No. 2	-	22,020,387	-	-	23,359,228
Total revenue	84,747	29,226,387	140,802	235,884	28,862,728
Total funds available	84,747	29,226,387	92,918	188,000	28,862,728
EXPENDITURES					
Accounting	20,424	5,000	15,915	20,000	15,000
Legal	12,565	5,000	14,832	18,000	20,000
Election Expense	4,812	-	-	-	-
Bond Issue Costs	12,500	-	-	-	-
District Management	-	5,000	-	-	5,000
Engineering, planning, and inspection	82,330	2,410,200	136,556	150,000	2,410,200
Streets	-	2,576,287	-	-	2,576,287
Grading/Erosion Control	-	1,637,921	-	-	1,637,921
Drainage	-	4,055,547	-	-	4,055,547
Water	-	1,196,000	-	-	1,196,000
Sanitary Sewer	-	2,258,000	-	-	2,258,000
Landscape/Park and recreation	-	7,313,338	-	-	7,313,338
Contingency	-	7,118,707	-	-	7,118,707
Total expenditures	132,631	28,581,000	167,303	188,000	28,606,000
Total expenditures and transfers out requiring appropriation	132,631	28,581,000	167,303	188,000	28,606,000
ENDING FUND BALANCE	\$ (47,884)	\$ 645,387	\$ (74,385)	\$ -	\$ 256,728

PRELIMINARY DRAFT--SUBJECT TO REVISION.

This financial information should be read only in connection with the accompanying accountant's report and summary of significant assumptions.

**CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
2009 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The District was organized to provide financing for the design, acquisition, installation and construction of sanitation improvements, water improvements, street improvements, traffic and safety control improvements, park and recreation improvements, transportation improvements, television relay and translation improvements, mosquito control, fire protection, emergency medical services, and operation and maintenance of the District. The District's service area is located in Douglas County, Colorado. Under the Service Plan, the District is the Service District related to Crowfoot Valley Ranch Metropolitan District No. 2, the Financing District ("District No. 2").

The District was formed by District Court Order on December 3, 2002 and held its organizational meeting thereafter. The District intends to receive developer advances to fund organizational, operating, and administrative and capital expenditures until other revenue is available to the District.

The District prepares its budget on the modified accrual basis of accounting.

Revenue

Interest Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 3%.

Developer Advances

The District is in the development stage. The Developer will fund expenditures necessary for the District's general operations and capital infrastructure development. Developer advances are recorded as revenue for budget purposes with an obligation for future repayment when the District is financially able to reimburse the Developer under agreements approved by the Board.

Transfers from District No. 2

District No. 2 anticipates issuing bonds in 2009. The proceeds from the bond issuance, less cost of issuance and capitalized interest, will be transferred to the District to finance the design, acquisition, installation and construction of improvements set forth in the District's Service Plan. In addition, District No. 2 will transfer revenues collected from its General Fund mill levy to fund operations in the District.

**CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NO. 1
2009 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures

Administrative Expenditures

Administrative expenditures have been provided based on estimates of the District's Board of Directors and consultants and include the services necessary to maintain the District's administrative viability such as legal, accounting, managerial, insurance, meeting expense, and other administrative expenses. In 2009 and future years, it is anticipated that all administrative expenditures will be incurred in District No. 1 for both District No. 1 and District No. 2.

Capital Outlay

The District anticipates infrastructure improvements during 2009 as displayed on page 5.

Reserves

Emergency Reserve

The District has provided for an emergency reserve fund equal to at least 3% of fiscal year spending for 2009, as defined under TABOR.

Debt and Leases

The District has not entered into any operating or capital leases.

This information is an integral part of the accompanying forecasted budget.

Marina Wilson

From: Leslie H. Larsen [llarsen@grimshawharring.com]
To: Marina Wilson
Sent: Monday, December 15, 2008 9:23 AM
Subject: Read: FW: CERTIFICATION OF TAX LEVIES-CROWFOOT VALLEY RANCH
METROPOLITAN DISTRICT NO. 1

Your message

To: llarsen@grimshawharring.com
Subject:

was read on 12/15/2008 9:23 AM.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Douglas County, Colorado.

On behalf of the Crowfoot Valley Ranch Metropolitan District No. 1,
(taxing entity)^A

the Board of Directors
(governing body)^B

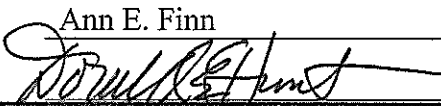
of the Crowfoot Valley Ranch Metropolitan District No. 1
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$
assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F the tax levies must be \$
calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

Submitted: 12/15/2008 for budget/fiscal year 2009.
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	_____ mills	\$ _____
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< _____ > mills	\$ < _____ >
SUBTOTAL FOR GENERAL OPERATING:	<input type="text"/> mills	\$ <input type="text"/>
3. General Obligation Bonds and Interest ^J	_____ mills	\$ _____
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
TOTAL: [_____]	<input type="text"/> mills	\$ <input type="text"/>

Contact person: (print) Ann E. Finn Daytime phone: (303) 987-0835
Signed:  Title: _____

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 866-2156.

¹ If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.
² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).

Elise LoSasso

From: Lynette Colson [lcolson@ccnewspapers.com]
Sent: Wednesday, November 12, 2008 10:03 AM
To: Elise LoSasso
Subject: W08-1137.doc

Elise
Thank you for your business.
Lynette

TO: Elise LoSasso
EMAIL: elosasso@sdmsi.com
RE: Legal Notice No. W08-1137

PLEASE PROOF & CORRECT IF NECESSARY OR RETURN "OK" ASAP

FROM: LYNETTE COLSON
Douglas County Legal's

CALL: 303-663-7193

THANKS SO MUCH!
(dlegals@ccnewspapers.com)

FAX: 303-663-2282

PUBLIC NOTICE

**NOTICE CONCERNING PROPOSED BUDGET
CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NOS. 1 and 2**
NOTICE is hereby given that proposed budgets have been submitted to the Board of Directors of the CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NOS. 1 and 2 for the ensuing year of 2009; that a copy of such proposed budgets have been filed in the office of the District at 141 Union Boulevard, Suite 150, Lakewood, Colorado, where the same is open for public inspection; and that such proposed budgets will be considered at a public meeting of the Board of Directors of the Districts to be held at the offices of Lowe Enterprises Real Estate Group, 6312 S. Fiddlers Green Circle, Suite 100E, Greenwood Village, Colorado 80111, on Friday, December 5, 2008, at 9:00 o'clock A.M. Any elector within these Districts may, at any time prior to the final adoption of the budgets, inspect the budgets and file or register any objections thereto.
CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NOS. 1 and 2
By /s/ Donald E. Hunt
Secretary

Legal Notice No: W08-1137
First Publication: November 20, 2008
Last Publication: November 20, 2008
Publisher: Douglas County News-Press

Elise LoSasso

From: Elise LoSasso
Sent: Wednesday, November 12, 2008 9:22 AM
To: 'lcolson@ccnewspapers.com'
Cc: Ann Finn; Louann Sullivan; 'Leslie H. Larsen'
Subject: Crowfoot 1 and 2 -Budget Hearing Notice
Attachments: PUBLICATION LETTER-BH.doc

Hi Lynette,
Please see the attached Notice of Budget Hearing for Crowfoot Valley Ranch Metro District Nos.1 and 2.
Please reply with a confirmation of receipt.

Thanks!

Elise LoSasso
Special District Management Services, Inc.
141 Union Boulevard, Suite 150
Lakewood, Colorado 80228
Phone (303) 987-0835
Fax (303) 987-2032
elosasso@sdsmi.com

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NOS. 1 and 2

141 Union Boulevard, Suite 150
Lakewood, Colorado 80228-1898
Tel: 303-987-0835 • 800-741-3254
Fax: 303-987-2032

November 12, 2008

Douglas County News-Press

Attn: Lynette Colson

VIA EMAIL: lcolson@ccnewspapers.com

Re: Publication of Notice Concerning Budget;
Crowfoot Valley Ranch Metropolitan District Nos. 1 and 2

Dear Lynette:

Enclosed is a Notice Concerning Proposed Budget for the Crowfoot Valley Ranch Metropolitan District Nos. 1 and 2. Please publish said Notices in the November 20, 2008 (one-time only) issue of the **Douglas County News-Press** in the legal notices section.

This Notice falls under the charge restrictions of Section 24-70-107(1), C.R.S. and the rate should not exceed \$.44 per line.

Please acknowledge receipt of said Notice by return email to elosasso@sdmsi.com.

If I can be of further assistance in this matter, please contact me.

Sincerely,

Elise LoSasso
Assistant to Ann E. Finn
District Manager

Attachment

cc: Grimshaw & Harring, P.C. - Leslie Larsen

NOTICE CONCERNING PROPOSED BUDGET

CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NOS. 1 and 2

NOTICE is hereby given that proposed budgets have been submitted to the Board of Directors of the CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NOS. 1 and 2 for the ensuing year of 2009; that a copy of such proposed budgets have been filed in the office of the District at 141 Union Boulevard, Suite 150, Lakewood, Colorado, where the same is open for public inspection; and that such proposed budgets will be considered at a public meeting of the Board of Directors of the Districts to be held at the offices of Lowe Enterprises Real Estate Group, 6312 S. Fiddlers Green Circle, Suite 100E, Greenwood Village, Colorado 80111, on Friday, December 5, 2008, at 9:00 o'clock A.M. Any elector within these Districts may, at any time prior to the final adoption of the budgets, inspect the budgets and file or register any objections thereto.

CROWFOOT VALLEY RANCH METROPOLITAN
DISTRICT NOS. 1 and 2

By /s/ Donald E. Hunt
Secretary

Publish in: Douglas County News-Press
Publish on: November 20, 2008 (one time only)

STATE OF COLORADO

DEPARTMENT OF LOCAL AFFAIRS DIVISION OF LOCAL GOVERNMENT

Local Government Services
1313 Sherman Street, Suite 521
Denver, Colorado 80203
Phone: (303) 866-2156
FAX: (303) 866-4819
TDD: (303) 866-5300



Bill Ritter, Jr.
Governor

Susan E. Kirkpatrick
Executive Director

October 7, 2008

Crowfoot Valley Ranch Metro. Dist. No. 1 (65094)
Ms. Ann E. Finn OR Budget Officer
141 Union Boulevard, Suite 150
c/o Special District Management
Lakewood, CO 80228-1898

Dear Budget Officer:

The Division of Local Government now encourages local governments to submit annual budgets electronically to the Division. We hope that this additional filing option will offer time and cost savings. Below are outlined requirements when submitting electronic budget documents to the Division.

- Submissions should be mailed to: dlg-filing@state.co.us.
- All budget documents should be in a *pdf* file with the name of the government, local government identification number (LGID #) and the phrase "2009 Budget" in the name of the file. Please do not protect the file from review, printing or saving.
- Include in the subject line of the e-mail the local government name, LGID #, and the word BUDGET. You can also look up any LGID # by going to our website at <http://www.dola.state.co.us> and clicking on "List of Local Governments" on the left hand menu under "Department Services – Local Governments".

Your local government's LGID # is: 65094

- Please submit only one local government budget per email. (For example, ABCD Metropolitan Districts #1, 2, 3 and 4 should be submitted in separate emails and *pdf* files and will have separate LG ID numbers.)
- All regular signatures should be included in the *pdf* document.
- An email size of 15 megabytes is the largest size that can be handled by our email system. If a document is more than 15MB in size, it will need to be separated into multiple *pdf* files each no larger than 15MB.
- If you do not receive a reply confirmation within 48 hours after you send your budget, please contact Jarrod Biggs or Cynthia Thayer at (303) 866-2156.
- Please indicate within your email message if there are any other local government budgets incorporated within a budget (e.g. Urban Renewal Authority within the City's budget document). Please add the LGID # of any additional government incorporated within the general budget.

As a reminder, pursuant to 29-1-113, C.R.S. a certified copy of the budget should be filed with the Division by January 31st. For additional information, please visit http://www.dola.colorado.gov/dlg/ta/budgeting/e_filing.html/. At this time electronic filing is only available for the annual budget submittal, but we hope to expand this option to other filings in the future. If you have any questions, please contact us at (303) 866-2156.

Sincerely,

Division of Local Government

CERTIFICATION OF VALUATION BY Douglas COUNTY ASSESSOR

Name of Jurisdiction **4436 - Crowfoot Valley Ranch Metro #1**

New Entity: Yes

IN Douglas COUNTY, COLORADO ON 8/22/2008

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (5.5% LIMIT) ONLY

IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S. AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT, FOR THE TAXABLE YEAR 2008 IN Douglas COUNTY, COLORADO

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:		\$0
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: *		\$0
3. LESS TIF DISTRICT INCREMENT, IF ANY:		
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:		
5. NEW CONSTRUCTION: **		\$0
	NEW GROWTH ASSESSED:	\$0
6. INCREASED PRODUCTION OF PRODUCING MINES: #		
7. ANNEXATIONS/INCLUSIONS:		\$0
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY #		\$0
9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD ## OR LAND (29-1-301(1)(b) C.R.S.):		
10. TAXES COLLECTED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1)(a) C.R.S.):		
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.):		\$0.00

* This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec.20(8)(b), Colo. Constituti

** New construction is defined as: Taxable real property structures and the personal property connected with the structure.

Jurisdiction must submit respective certifications (Forms DLG 52 AND 52A) to the Division of Local Government in order for the values to be treated as growth in the limit calculation.

Jurisdiction must apply (Forms DLG 52B) to the Division of Local Government before the value can be treated as growth in the limit calculation.

USE FOR 'LABOR' LOCAL GROWTH CALCULATIONS ONLY

IN ACCORDANCE WITH THE PROVISION OF ARTICLE X, SECTION 20, COLO CONST, AND 39-5-121(2)(b), C.R.S. THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2008 IN Douglas COUNTY ON AUGUST 25, 2008

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: @		\$0
ADDITIONS TO TAXABLE REAL PROPERTY:		
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: !		\$0
	NEW GROWTH ACTUAL:	\$0
3. ANNEXATIONS/INCLUSIONS:		\$0
4. INCREASED MINING PRODUCTION: %		
5. PREVIOUSLY EXEMPT PROPERTY:		\$0
6. OIL OR GAS PRODUCTION FROM A NEW WELL:		
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT:		
(If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.)		
DELETIONS FROM TAXABLE REAL PROPERTY:		
8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:		\$0
9. DISCONNECTIONS/EXCLUSION:		\$0
10. PREVIOUSLY TAXABLE PROPERTY:		\$0

@ This includes the actual value of all taxable real property plus the actual value of religious, private schools, and charitable real property.

! Construction is defined as newly constructed taxable real property structures.

% Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH (39-5-128(1), C.R.S.) AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS : 1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY:----->	\$0
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NOTE: All levies must be Certified to the Board of County Commissioners NO LATER THAN DECEMBER 15, 2008

Data Date: 8/22/2008

DLG-57(Rev.7/00)

August 21, 2008

Dear Taxing Entity:

Please find enclosed the 2008 Certification of Valuation as mandated through state statute. In addition, we have included Certification of Valuation Guidelines to assist you with any questions that might arise. The guidelines provide descriptions of each line item on the Certification, along with a brief definition of each value.

PLEASE NOTE THE FOLLOWING IMPORTANT CHANGES:

Beginning in 2008, the Douglas County Commissioners approved a resolution to alter the appeal timeframes every other year. You may recall that in 2007 the county implemented the alternate protest and appeal procedure pursuant to C.R.S. 39-5-122.7, which extended the time frame for both Assessor and County Board appeals. As a result, our 2007 August Certification Letters did not reflect any of the value changes based on County Board of Equalization decisions. By changing back to the traditional appeals schedule in 2008, the Certification Letters do reflect value changes due to CBOE appeals. Once again in 2009, Douglas County will implement the alternate procedure and so each authority may wish to review their Recertification values prior to completing their budget process. We anticipate that like last year, our office will Re-certify in November to allow for extra analysis time.

Another important change for Douglas County in 2008 has been the conclusion of New Growth assessment. Toward the end of 2007, our office began looking into the County growth rate, and by mid-January 2008, it became apparent that we would not meet the two percent threshold for residential new construction as required by Colorado Revised Statute 39-5-132. On February 5, 2008, the Douglas County Commissioners adopted a Resolution approving the termination of New Growth Procedures. All authorities were notified of this development in February 2008.

The enclosed information as well as the Abstract Summary by taxing entity can be found on the Douglas County web site which is located at: www.douglas.co.us/assessor. If you have any questions, please contact Lisa Frizell at (303) 663-6220.

Respectfully,



Teri Cox
Douglas County Assessor

Enclosures: Certification of Valuation
Certification of Valuation Guidelines

2008 Certification of Valuation Guidelines

Listed on these two pages are brief descriptions of the line item values on the Certification of Valuation and what is included in each value.

This page is expressed in ASSESSED VALUE to assist with the Property Tax Revenue Limit (5.5%) calculations only.

1. Previous Year's Net Total Taxable Assessed Valuation: Prior assessed value is all taxable property that was certified or re-certified to your taxing entity last year. Taxable property includes real and personal. This value does not include any exempt value within your taxing entity and comes from re-certification. The value includes prior New Growth.
2. Current Year's Gross Total Taxable Assessed Valuation: Current assessed value is all taxable property as of August 25th. This value includes real and personal property assessed value but does not include exempt property value. New Construction assessed value from Line 5 of this report is included.
3. Less Tax Increment Financing, if any: This value is not populated because as of Certification there are no taxing entities with authority to collect tax increment in Douglas County.
4. Current Year's Net Total Taxable Assessed Valuation: This value is current assessed value minus tax increment financing.
5. New Construction Assessed: As of January 1, 2008, newly constructed taxable real property structures and the personal property connected with the structures. This value also includes State Assessed New Construction.

New Growth Assessed: This value is not populated because Douglas County no longer meets the statutory requirements for New Growth assessment.
6. Increases in Production of Producing Mine: This value should be zero since the county does not have any producing mines.
7. Annexations or Inclusions: This value is the assessed value of property being annexed to the taxing authority. It also includes personal property connected to the parcels being annexed.
8. Previously Exempt Federal Property: Increased valuation due to previously exempt federal property that becomes taxable if the property causes an increase in the level of services provided by the taxing entity. The taxing authority must file an impact certification document pertaining to this.
9. New Primary Oil or Gas Production: Increased valuation due to new oil and gas production. Currently, the county does not have any oil or gas production.
10. Taxes Collected Last Year on Omitted Property as of August 1: The amount of revenue received by the taxing entity during the period August 1st of the prior year through August 1st of the current year. This tax dollar amount represents taxes paid on taxable property that had previously been omitted from the assessment roll. This tax dollar amount is computed by the Treasurer's office.
11. Taxes Abated and Refunded as of August 1: The tax dollar amount of abatements and refunds granted during the time period of August 1st of the prior year through August 1st of the current year per 29-1-301(1)(a) and 39-10-114(1)(a)(1)(b) Colorado Revised Statutes.

11 February, 2008

Dear Taxing Entities:

You are no doubt aware from either first-hand experience or from media reports, that residential new construction has slowed across the United States, and Douglas County is no exception. Toward the end of 2007, our office began looking into the County growth rate, and by mid-January 2008, it became apparent that we would not meet the two percent threshold for residential new construction as required by Colorado Revised Statute 39-5-132. This means that by law, Douglas County can no longer participate in the New Growth valuation procedures outlined in statute beginning in tax year 2008 (taxes collected in 2009). On February 5, 2008, the Douglas County Commissioners adopted a Resolution approving the termination of New Growth Procedures.

As you may recall, New Growth tax dollars may only be used for capital expenditures and are not included in your mill levy calculation. However, because this may impact your authority's ability to make capital expenditures, we felt that it would be best to notify you as soon as the change became final.

Please feel free to contact me with any questions or concerns you may have regarding this matter.

Regards,

Elizabeth Frizell
Administrative Deputy Assessor

078 02000
09

Crowfoot No. 1
2009 Budget

Ann,

In accordance with the IGA dated February 2, 2007 (Fire Protection agreement) section "G" states that the districts are required to impose, collect and pay to the Castle Rock Fire District a fire protection mill levy of 6.75 mills (Fire Protection and Emergency Response Mill Levy). Your prior e-mail of June 4, 2007 indicated the districts would be certifying this levy in December 2007 to comply with the IGA. Would you please send me verification of this certification for the districts.

The recent report I pulled up from the assessors office (Authority Info 2007) indicates no mill levy has been impose for District #1 and a 60 mill levy was imposed for District #2.

Thanks

Jay F. Richards

Development Services Financial Analyst

2007 Budget File

Ann Finn

From: Matthew R. Dalton [m@grimshawharring.com]
Sent: Wednesday, January 09, 2008 10:08 AM
To: Ann Finn
Cc: Jay Richards
Subject: RE: Crowfoot Valley Ranch MD certification

The mill levy is not required to be certified until the first year after the first plat is approved, which has not occurred. Copy attached. Refer to paragraph 2.

In June, when you sent your e-mail everyone thought the plat was going to be approved in the summer or at the worst September of 2007.

From: Ann Finn [mailto:Afinn@sdmsi.com]
Sent: Wednesday, January 09, 2008 9:52 AM
To: Matthew R. Dalton; Dudley, Josh
Subject: FW: Crowfoot Valley Ranch MD certification
Importance: High

Hi Matt, Please see email below. At the budget hearing you said the Districts were not obligated to certify the 6.75 mills for fire this year. When will the District be obligated to certify the 6.75 mills? Thanks, Ann

Ann E. Finn

District Manager

Special District Management Services, Inc.

141 Union Blvd., Suite 150

Lakewood, CO 80228

303-987-0835 (phone)

303-987-2032 (fax)

afinn@sdmsi.com

-----Original Message-----

From: Jay Richards [mailto:JRichards@crgov.com]
Sent: Wednesday, January 09, 2008 8:44 AM
To: Ann Finn
Cc: Jennifer King; Linda Been; Art Morales
Subject: Crowfoot Valley Ranch MD certification

INTERGOVERNMENTAL AGREEMENT

THIS AGREEMENT ("Agreement") is made and entered into this 2nd day of ~~February~~ 2007, by and between CROWFOOT VALLEY RANCH METROPOLITAN DISTRICT NOS. 1 AND 2, quasi-municipal corporations and political subdivisions of the State of Colorado ("Districts"), and the TOWN OF CASTLE ROCK, a home rule municipal corporation and political subdivision of the State of Colorado (the "Town") (collectively, "Parties").

RECITALS

A. The property within the Districts ("Property") is wholly located within the jurisdictional boundaries of the Castle Rock Fire Protection District ("Fire District"), but has not yet been developed.

B. The Town and Fire District, as a result of the partial dissolution of the Fire District have entered into an intergovernmental agreement dated March 20, 1986 as amended requiring Town to provide Fire Protection and Emergency Response Services within the boundaries of the Fire District in exchange for Fire District paying all of its property tax receipts to the Town.

C. Due to the location of the Property, Town was required to build a new fire station (#5) located at 3833 Crowfoot Valley Road ("Fire Station") to provide Fire Protection and Emergency Response Services to the Property;

D. The Town is empowered to provide and currently provides fire protection and emergency response services to its residents ("Fire Protection and Emergency Response Services" or "Services").

E. The Fire District does not have sufficient revenue to develop the capacity to serve the Property and support the Fire Station, and requires funding from the Districts;

F. The Districts have the limited power to provide for the financing of fire protection and emergency response services for its residents authorized by Article 1, Title 32, Colorado Revised Statutes.

G. The Districts are required by their Service Plan to impose, collect and pay to the Fire District a fire protection mill levy of 6.75 mills ("Fire Protection and Emergency Response Mill Levy") in addition to making a one time contribution for construction of the Fire Station. The Fire Protection and Emergency Response Mill Levy is to be in addition to the Fire District's current mill levy of .885 mills, is not pledged for any other debt of the Districts and is for the sole purpose of fulfilling the Districts' obligations hereunder.

H. On November 7, 2006, the Districts' electorate approved Ballot Issues 5I and 5K of their respective ballots authorizing the Districts to enter into intergovernmental agreements with other political subdivisions and to finance, operate and maintain public

improvements and to provide services, including fire protection services, within the Districts, and to impose taxes, fees and other charges to fund the Districts' obligations under such intergovernmental agreements.

I. As the Town is responsible for providing Fire Protection and Emergency Response Services to the Property pursuant to its IGA with the Fire District, the Parties have agreed and Fire District has acknowledged and consented pursuant to the executed acknowledgement attached hereto as **Exhibit A**, that the Fire Mill Levy shall be paid upon collection by the Districts to the Town instead of to the Fire District.

J. The constitution and laws of the State of Colorado permit and encourage local governmental entities to cooperate with each other to make the most efficient and effective use of their powers and responsibilities.

K. Article I, Title 32, Colorado Revised Statutes, provides that the Districts have the power to enter into contracts and agreements affecting the affairs of the Districts.

L. Pursuant to Colorado Constitution, Article XIV, Section 18(2)(a) and (b) and Part 2 of Article I of Title 29, Colorado Revised Statutes, the Parties may cooperate or contract with each other to provide any function, service or facility lawfully authorized to each.

M. It is more cost effective for the Districts to contract with the Town to provide the Fire Protection and Emergency Response Services than for the Districts to develop their own facilities and systems for the provision of such facilities and services and the provisions of this agreement are in compliance with the debt issuance restrictions of §32-1-1101(6), C.R.S., which restricts the issuance of debt in excess of 50% of the current assessed valuation of the District because the obligations of the Districts under this Agreement are limited tax obligations.

N. Upon receipt of revenue as set forth in this Agreement, the Town will be able to provide or cause to be provided fire protection and emergency response services to the Districts' residents to the same extent and degree as is provided to others similarly situated in the Town consistent with applicable Town policies.

O. Future developments will benefit from the Fire Station and facilities built with the contribution of the Districts and the Fire District and Town desire to have such future users reimburse the Districts for the proportionate cost of such facilities.

P. This Agreement, upon execution and satisfaction of all conditions precedent contained herein, is intended to be and to represent "indebtedness" within the meaning of Article XI, Section 6, of the Colorado Constitution.

Q. The obligations of the Districts and Town pursuant to this Agreement are "multiple fiscal year financial obligations" within the meaning of Article X, Section 20, of the Colorado Constitution.

NOW, THEREFORE, in consideration of the mutual promises and covenants, agreements, conditions and provisions herein, the Parties agree as follows:

AGREEMENT

1. Conditions Precedent. The Parties acknowledge and agree that this Agreement shall be of no force or effect unless and until the Fire District has fully executed the Acknowledgement in form of **Exhibit A** attached hereto.

2. Pledge of Taxes. For the purpose of paying the Districts' obligations under this Agreement, there shall be levied on all taxable property of the District, in addition to all other taxes, direct annual taxes in each year beginning in the first year after recordation of the final plat for all or part of the Property ("Commencement Date") and continuing for so long as this Agreement is in effect, in the amount of 6.75 mills (a mill being equal to 1/10 of one cent) (the foregoing mill levy being referred to herein as the "Fire Protection and Emergency Response Mill Levy"). The Fire Protection and Emergency Response Mill Levy shall be for the sole purpose of meeting the Districts' obligations under this Agreement and the Districts shall not pledge or otherwise encumber the revenues derived therefrom. Nothing herein shall be construed to require the Districts to levy an *ad valorem* property tax for payment of its obligations hereunder in excess of the Fire Protection and Emergency Response Mill Levy, provided that if there are changes in the method of calculating assessed valuation or any constitutionally mandated tax credit, cut or abatement; the mill levy limitation applicable to such debt shall be increased or decreased to reflect such changes, such increases or decreases to be determined by the Board of Directors of the District in good faith (such determination to be binding and final) so that to the extent possible, the actual tax revenues generated by the mill levy, as adjusted for changes occurring after January 1, 2003, are neither diminished nor enhanced as a result of such changes. For purposes of the foregoing, a change in the ratio of actual valuation shall be deemed to be a change in the method of calculating assessed valuation. Notwithstanding any adjustments to the Fire Protection and Emergency Response Mill Levy provided above, the Fire Protection and Emergency Response Mill Levy shall not exceed the maximum of 30 mills.

The foregoing provisions of this Agreement are hereby declared to be the certificate of the Board to the Board of County Commissioners of Douglas County, Colorado, showing the aggregate amount of taxes to be levied after the Commencement Date, as required by law, for the purpose of paying the Districts' obligations under this Agreement.

After the Commencement Date, it shall be the duty of the Board, annually, at the time and in the manner provided by law for levying other District taxes, to ratify and carry out the provisions hereof with reference to the levying and collection of taxes; and the Board shall levy, certify, and collect said taxes in the manner provided by law for the purpose of paying its obligations under this Agreement.

The amounts necessary to pay all District obligations hereunder shall be included in the annual budget and the appropriation bills to be adopted and passed by the Board in

each year, respectively, until such obligations have been fully paid, satisfied and discharged.

3. Payment Schedule. The Districts shall make payment to the Town an amount equal to the amount of property taxes the District receives from the Fire Protection and Emergency Response Mill Levy within 30 days of the Districts' receipt of such amount from the County.

4. Accounting. The Town shall deposit all revenues received from the Districts pursuant to this Agreement ("Designated Revenues") into a segregated book account ("Account"). The Town shall direct the investment of the Designated Revenues. The Town shall use the Designated Revenues solely for the purposes of providing the Fire Protection and Emergency Response Services to the Property including personnel, equipment, trucks and supplies pursuant to the provisions of this Agreement. The Districts shall have the right to inspect the records of the Account at any time. The Town shall submit to the District a written report on or before December 31 of each year evidencing (a) that the Designated Revenues were utilized solely for the purposes set forth in this Agreement and (b) any amount remaining in the Account. All interest earnings on the Designated Revenues shall be retained by the Town in the Account and shall be used solely for the purposes and pursuant to the provisions of this Agreement. The Districts acknowledge that the Town may pool the Designated Revenues with other available Town revenues to pay for such personnel, equipment and supplies.

5. Utilization of Designated Revenues. The Town shall be authorized to withdraw all or a portion of the Designated Revenues to provide Fire Protection and Emergency Response Services to the Districts and their residents.

6. Service. The Town hereby agrees to provide Fire Protection and Emergency Response Services to the Property to the same extent and degree as it provides such services to others similarly situated in the Town consistent with applicable Town policies.

7. Fire Station. Before the first recording of a final plat is completed on any of the land within the Property, the Districts shall pay the Town \$161,730 for the construction of the Fire Station ("South Funds"). The Town shall require the County to obtain a contribution to the Town from the developer of the project known as Canyons North, located adjacent to the Property, in the amount of \$108,270 ("North Funds") at the time of final plat recording of any property within the Canyons North development. If a plat for property within Canyons North has not been recorded at the time that Districts are required to contribute the South Funds, Districts shall advance to Town the North Funds. At the time of recordation of any land in Canyons North and receipt of the North Funds by Town, Town shall repay the advance of the North Funds to the Districts, which amount shall be paid to the Districts within 30 days of receipt by the Town. The obligations of this Paragraph 7 shall be in addition to the imposition of the Fire Protection and Emergency Response Mill Levy.

8. Relationship of the Parties. This Agreement does not and shall not be construed as creating a relationship of joint venturers, partners or employer-employee between the Districts and the Town.

9. Remedies. In the event of a breach of this agreement, the non-breaching Party may ask a court of competent jurisdiction to enter a writ of mandamus to compel the other Party to perform its duties under the Agreement and may seek from a court of competent jurisdiction temporary and/or permanent restraining orders, or orders of specific performance, to compel the breaching Party to perform in accordance with its obligations herein.

10. Waiver. The waiver of a breach of any of the provisions of this Agreement by the District or the Town shall not constitute a continuing waiver or a waiver of any subsequent breach of the same or another provision of this Agreement.

11. Assignment. The Districts' acknowledge that the Town has entered and may in the future enter into agreements with other entities ("Third Party Providers") for the provision of certain Fire Protection and Emergency Response Services, including mutual aid agreements. The District hereby consents to the Town's assignment of the Town's duty under this Agreement to provide Fire Protection and Emergency Response Services to such Third Party Providers only to the extent that such assignment shall not adversely impact the response time, scope and quality of the Services provided to the Districts, and in no event shall such Districts consent relieve the Town of its obligation to provide Fire Protection and Emergency Response Services to the same extent and degree as it provides such services to others similarly situated in the Town consistent with applicable Town policies. Subject only to the foregoing exception in this Section 11, neither this Agreement nor any Party's rights, obligations, duties or authorities hereunder may be assigned in whole or in part without the prior written consent of the other Party. Any purported attempt to assign the Agreement or any rights hereunder without such prior written consent of the other Party shall be void and of no force and effect. Consent to one assignment shall not be deemed to be consent to any subsequent assignment, nor shall the waiver of any right hereunder be deemed to be consent such subsequent assignment. If the Town assigns its obligations hereunder, the Districts' obligations hereunder shall service such assignment and the Designated Revenues shall be paid to the Town's assignee, however, the Districts shall receive a credit for the Fire Protection and Emergency Response Mill Levy against any tax, fee or charge imposed by such assignee.

12. Amendment. This Agreement may be modified, amended or terminated, except as otherwise provided herein, in whole or in part, only by written agreement duly authorized and executed by the Districts and the Town; provided that this section shall not preclude separate agreements between the Parties for separate services, functions or exercise of authority.

13. Term. After the satisfaction of the Conditions Precedent, this Agreement shall constitute a contract between the Town and the Districts, and shall be and remain irrevocable unless otherwise agreed in writing by the Parties; provided, however, that in the event that the Fire District, Town or an assignee of Town causes any increase in or

addition to the *ad valorem* taxes it imposes on property within the Fire District and such increase or addition is for fire protection and/or emergency response services, the Districts' obligation to impose and pay to the Town *ad valorem* taxes as provided herein shall be reduced by the same number of mills as such increase in or addition to the Fire District's mill levy.

14. Integration. This Agreement contains the entire agreement between the Parties, and no statement, promise or inducement made by either Party that is not contained in this Agreement shall be valid or binding.

15. Governing Law. This Agreement shall be governed and construed in accordance with the laws of the State of Colorado.

16. Headings for Convenience Only. The headings, captions and titles contained herein are intended for convenience and reference only and are not intended to define, limit or describe the scope or intent of any of the provisions of this Agreement.

17. Notices. Any notices, demands or other communications required or permitted to be given by any provision of this Agreement shall be given in writing, delivered personally or sent via facsimile with a hard copy sent immediately thereafter by first class mail or sent by first class certified mail, postage pre-paid and return receipt requested, and addressed to the Parties at the addresses set forth below or such other address as the parties may hereafter or from time to time designate by written notice to the other Party given in accordance herewith. Notice shall be considered given when personally delivered, transmitted by facsimile or mailed by first class, certified mail, return receipt requested, and shall be considered received on the earlier of the day on which such notice is actually received by the Party to whom it is addressed or the third day after such notice is mailed.

To District No. 1

Crowfoot Valley Ranch Metropolitan District No. 1
Special Districts Management Services, Inc.
141 Union Boulevard, Suite #150
Lakewood, CO 80228
Attn: Ann Fimm
Phone: 303-987-0835
Facsimile: 303-987-2032

With copy to:

Grimshaw & Haring, P.C.
Wells Fargo Center, Suite 3800
1700 Lincoln Street
Denver, CO 80203
Attn: Russ Dykstra
Phone: 303-839-3845
Facsimile: 303-839-3838

To District No. 2

Crowfoot Valley Ranch Metropolitan District No. 2
Special Districts Management Services, Inc.
141 Union Boulevard, Suite #150
Lakewood, CO 80228
Attn: Ann Fimm
Phone: 303-987-0835
Facsimile: 303-987-2032

To the Town:

18. Reservation of Police Powers. The Town shall retain full authority under this Agreement to act in the public interests in exercising its municipal police powers, including enactment, amendment or modification of ordinances concerning fire protection and emergency response.

19. Provisions Construed as to Fair Meaning. The provisions of this Agreement shall be construed as to their fair meaning, and not for or against any Party based upon any attributes to such Party of the source of the language in question.

20. Compliance with Ordinances and Regulations. The Parties shall perform their respective obligations under this Agreement in strict compliance with all applicable laws, rules, charters, ordinances and regulations, as now exist or are later enacted or amended, of the Town.

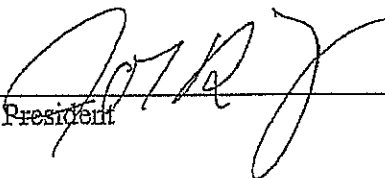
21. No Implied Representations. No representations, warranties or certifications, express or implied, shall exist as between the Parties, except as specifically stated in this Agreement.

22. No Third Party Beneficiaries. None of the terms, conditions or covenants in this Agreement shall give or allow any claim, benefit or right of action by any third person not a Party hereto. Any person other than the Town and the Districts receiving services or benefits under this Agreement shall be only an incidental beneficiary.

23. Binding Effect. This Agreement shall be binding upon the Parties and their respective successors and assigns.

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the day and year first above written.

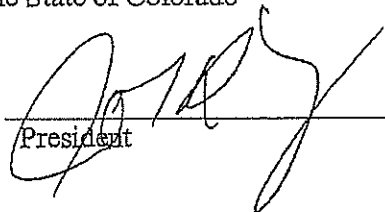
CROWFOOT VALLEY RANCH
METROPOLITAN DISTRICT NO. 1, a quasi-municipal corporation and political subdivision of the State of Colorado

By: 
President

Attest:


Secretary

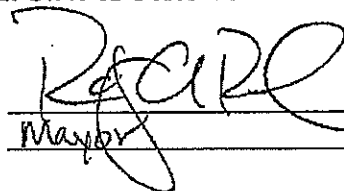
CROWFOOT VALLEY RANCH
METROPOLITAN DISTRICT NO. 2, a quasi-municipal corporation and political subdivision of the State of Colorado

By: 
President

Attest:


Secretary

THE TOWN OF CASTLE ROCK, a home rule municipal corporation and political subdivision of the State of Colorado

By: 
Its: Mayor

Attest:

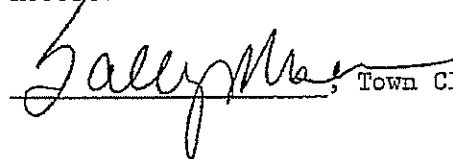

Town Clerk

EXHIBIT A
FIRE DISTRICT ACKNOWLEDGEMENT

ACKNOWLEDGMENT AND CONSENT

THIS ACKNOWLEDGMENT AND CONSENT ("Acknowledgment") is made this 22ND day of FEBRUARY, 2007, by CASTLE ROCK FIRE PROTECTION DISTRICT, a quasi-municipal corporation and political subdivision of the State of Colorado ("Fire District").

RECITALS

A. The Fire District is empowered to provide fire protection and emergency response services to its residents ("Fire Protection and Emergency Response Services" or "Services").

B. The Crowfoot Valley Ranch Metropolitan District Nos. 1 and 2 ("Districts") require Fire Protection and Emergency Response Services for the property within the Districts ("Property") which is wholly located within the jurisdictional boundaries of the Fire District, but has not yet been developed.

C. Due to the location of the Property Fire District was required to build a new fire station (#5) located at 3833 Crowfoot Valley Road ("Fire Station") to provide Fire Protection and Emergency Response Services to the Property;

D. The Fire District does not have sufficient revenue to develop the capacity to serve the Property and support the Fire Station, and requires funding from the Districts;

E. As part of its partial dissolution, the Fire District has entered into an intergovernmental agreement with the Town of Castle Rock ("Town") to have the Town provide fire protection and emergency response services within the Fire District and has agreed to remit the property tax revenues received by it to the Town in exchange for the Town providing the Services.

F. The Service Plan for the Districts requires the Districts to impose and collect a fire protection mill levy of 6.75 mills ("Fire Mill Levy") and contribute to the cost of the Fire Station serving the Property and remit such amounts to the Fire District for the provision of the Fire Protection and Emergency Response Services. The Fire Mill Levy to be in addition to the current Fire District mill levy of .885 mills.

G. The Districts and the Town have entered into an agreement under which the Districts agree to pay the Fire Mill Levy and Fire Station contribution to the Town and the Town agrees to provide the Fire Protection and Emergency Response Services ("Fire Service Agreement"); however, a condition precedent to the Fire Service Agreement requires that the Fire District acknowledge and consent to the payment of the Fire Mill Levy and Fire Station contribution to the Town by the Districts.

NOW, THEREFORE, in consideration of the foregoing recitals which are hereby incorporated herein, the Castle Rock Fire Protection District acknowledges, and consents to the following:

1) The Fire District has entered into an intergovernmental agreement dated March 20, 1986, as amended under which the Fire District has agreed to pay all property tax revenues imposed and collected by it to the Town in exchange for the Town providing all Fire Protection and Emergency Response Services within the Fire District. The Fire District acknowledges that it does not have the capability to provide the Services and the Town shall do so on its behalf.

2) The Fire District consents to the payment of the Fire Mill Levy, as adjusted pursuant to the terms of the Fire Services Agreement, and Fire Station contribution from the Districts to the Town as the provider of the Services and acknowledges that as part of such consent the Fire District is foregoing any claim or action against the Districts for payment of the Fire Mill Levy or Fire Station contribution to the Fire District.

IN WITNESS WHEREOF, the Castle Rock Fire Protection District has duly authorized and executed this Acknowledgment and Consent as of the day and year first above written.

CASTLE ROCK FIRE DISTRICT, a quasi-municipal corporation and political subdivision of the State of Colorado

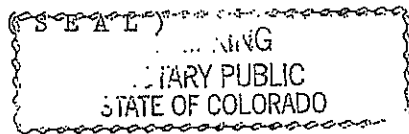
By: *Dennis Pottenger*
Its: *D.P.*

~~XXXXXXXX~~

STATE OF COLORADO)
)
COUNTY OF DOUGLAS)

Acknowledged before me this 22nd day of February 2007 by Dennis Pottenger, as President of the Castle Rock Fire District, a quasi-municipal corporation and political subdivision of the State of Colorado.

Witness my official hand and seal.
My commission expires: 9-21-07



J. Pottenger
Notary Public