

**STERLING HILLS WEST METROPOLITAN DISTRICT**  
**ANNUAL BUDGET**  
**FOR THE YEAR ENDING DECEMBER 31, 2024**

**STERLING HILLS WEST METROPOLITAN DISTRICT  
SUMMARY  
2024 BUDGET  
WITH 2022 ACTUAL AND 2023 ESTIMATED  
For the Years Ended and Ending December 31,**

10/12/23

|                                                                 | ACTUAL<br>2022    | BUDGET<br>2023    | ACTUAL<br>6/30/2023 | ESTIMATED<br>2023   | BUDGET 1<br>2024    | BUDGET 2<br>2024    |
|-----------------------------------------------------------------|-------------------|-------------------|---------------------|---------------------|---------------------|---------------------|
| BEGINNING FUND BALANCES                                         | \$ 295,976        | \$ 662,730        | \$ 699,396          | \$ 699,396          | \$ 1,029,747        | \$ 1,029,747        |
| REVENUES                                                        |                   |                   |                     |                     |                     |                     |
| Property taxes                                                  | 1,599,886         | 1,500,229         | 1,480,650           | 1,500,229           | 2,081,303           | 1,942,808           |
| Specific ownership taxes                                        | 101,054           | 90,013            | 49,262              | 90,013              | 121,132             | 116,569             |
| Interest income                                                 | 20,428            | 11,700            | 27,402              | 54,804              | 53,916              | 53,916              |
| Other revenue                                                   | 2,509             | -                 | 567                 | 567                 | 1,000               | 1,000               |
| Total revenues                                                  | <u>1,723,877</u>  | <u>1,601,942</u>  | <u>1,557,881</u>    | <u>1,645,613</u>    | <u>2,257,351</u>    | <u>2,114,293</u>    |
| <br>                                                            |                   |                   |                     |                     |                     |                     |
| Total funds available                                           | <u>2,019,853</u>  | <u>2,264,672</u>  | <u>2,257,277</u>    | <u>2,345,009</u>    | <u>3,287,098</u>    | <u>3,144,040</u>    |
| EXPENDITURES                                                    |                   |                   |                     |                     |                     |                     |
| General Fund                                                    | 438,769           | 600,000           | 143,986             | 431,907             | 525,000             | 525,000             |
| Debt Service Fund                                               | 881,688           | 885,000           | 255,945             | 883,355             | 885,000             | 885,000             |
| Total expenditures                                              | <u>1,320,457</u>  | <u>1,485,000</u>  | <u>399,931</u>      | <u>1,315,262</u>    | <u>1,410,000</u>    | <u>1,410,000</u>    |
| <br>                                                            |                   |                   |                     |                     |                     |                     |
| Total expenditures and transfers out<br>requiring appropriation | <u>1,320,457</u>  | <u>1,485,000</u>  | <u>399,931</u>      | <u>1,315,262</u>    | <u>1,410,000</u>    | <u>1,410,000</u>    |
| <br>                                                            |                   |                   |                     |                     |                     |                     |
| ENDING FUND BALANCES                                            | <u>\$ 699,396</u> | <u>\$ 779,672</u> | <u>\$ 1,857,346</u> | <u>\$ 1,029,747</u> | <u>\$ 1,877,099</u> | <u>\$ 1,734,041</u> |

No assurance provided. See summary of significant assumptions.

**STERLING HILLS WEST METROPOLITAN DISTRICT  
PROPERTY TAX SUMMARY INFORMATION  
2024 BUDGET  
WITH 2022 ACTUAL AND 2023 ESTIMATED  
For the Years Ended and Ending December 31,**

10/12/23

|                                | ACTUAL<br>2022       | BUDGET<br>2023       | ACTUAL<br>6/30/2023  | ESTIMATED<br>2023    | BUDGET 1<br>2024     | BUDGET 2<br>2024     |
|--------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>ASSESSED VALUATION</b>      |                      |                      |                      |                      |                      |                      |
| Residential                    | \$ 28,245,646        | \$ 27,462,688        | \$ 27,462,688        | \$ 27,462,688        | \$ 37,739,080        | \$ 34,754,762        |
| State assessed                 | 4,120                | 729,470              | 729,470              | 729,470              | 9,440                | 9,440                |
| Vacant land                    | 1,219,508            | 1,219,508            | 1,219,508            | 1,219,508            | 1,173,251            | 1,173,251            |
| Personal property              | 724,298              | 4,579                | 4,579                | 4,579                | 779,577              | 779,577              |
|                                | <u>30,193,572</u>    | <u>29,416,245</u>    | <u>29,416,245</u>    | <u>29,416,245</u>    | <u>39,701,348</u>    | <u>36,717,030</u>    |
| Certified Assessed Value       | <u>\$ 30,193,572</u> | <u>\$ 29,416,245</u> | <u>\$ 29,416,245</u> | <u>\$ 29,416,245</u> | <u>\$ 39,701,348</u> | <u>\$ 36,717,030</u> |
| <b>MILL LEVY</b>               |                      |                      |                      |                      |                      |                      |
| General                        | 25.000               | 23.000               | 23.000               | 23.000               | 23.642               | 23.863               |
| Debt Service                   | 28.000               | 28.000               | 28.000               | 28.000               | 28.782               | 29.050               |
| Total mill levy                | <u>53.000</u>        | <u>51.000</u>        | <u>51.000</u>        | <u>51.000</u>        | <u>52.424</u>        | <u>52.913</u>        |
| <b>PROPERTY TAXES</b>          |                      |                      |                      |                      |                      |                      |
| General                        | \$ 754,839           | \$ 676,574           | \$ 676,574           | \$ 676,574           | \$ 938,619           | \$ 876,178           |
| Debt Service                   | 845,420              | 823,655              | 823,655              | 823,655              | 1,142,684            | 1,066,630            |
| Levied property taxes          | 1,600,259            | 1,500,229            | 1,500,229            | 1,500,229            | 2,081,303            | 1,942,808            |
| Adjustments to actual/rounding | (373)                | -                    | (19,579)             | -                    | -                    | -                    |
| Budgeted property taxes        | <u>\$ 1,599,886</u>  | <u>\$ 1,500,229</u>  | <u>\$ 1,480,650</u>  | <u>\$ 1,500,229</u>  | <u>\$ 2,081,303</u>  | <u>\$ 1,942,808</u>  |
| <b>BUDGETED PROPERTY TAXES</b> |                      |                      |                      |                      |                      |                      |
| General                        | \$ 754,663           | \$ 676,574           | \$ 667,744           | \$ 676,574           | \$ 938,619           | \$ 876,178           |
| Debt Service                   | 845,223              | 823,655              | 812,906              | 823,655              | 1,142,684            | 1,066,630            |
|                                | <u>\$ 1,599,886</u>  | <u>\$ 1,500,229</u>  | <u>\$ 1,480,650</u>  | <u>\$ 1,500,229</u>  | <u>\$ 2,081,303</u>  | <u>\$ 1,942,808</u>  |

No assurance provided. See summary of significant assumptions.

**STERLING HILLS WEST METROPOLITAN DISTRICT  
GENERAL FUND  
2024 BUDGET  
WITH 2022 ACTUAL AND 2023 ESTIMATED  
For the Years Ended and Ending December 31,**

10/12/23

|                                                                 | ACTUAL<br>2022 | BUDGET<br>2023 | ACTUAL<br>6/30/2023 | ESTIMATED<br>2023 | BUDGET 1<br>2024 | BUDGET 2<br>2024 |
|-----------------------------------------------------------------|----------------|----------------|---------------------|-------------------|------------------|------------------|
| BEGINNING FUND BALANCES                                         | \$ 94,193      | \$ 453,808     | \$ 469,175          | \$ 469,175        | \$ 788,791       | \$ 788,791       |
| REVENUES                                                        |                |                |                     |                   |                  |                  |
| Property taxes                                                  | 754,663        | 676,574        | 667,744             | 676,574           | 938,619          | 876,178          |
| Specific ownership taxes                                        | 47,667         | 40,594         | 22,216              | 40,594            | 52,571           | 52,571           |
| Interest income                                                 | 8,912          | 7,700          | 16,894              | 33,788            | 39,642           | 39,642           |
| Other revenue                                                   | 2,509          | -              | 567                 | 567               | 1,000            | 1,000            |
| Total revenues                                                  | 813,751        | 724,868        | 707,421             | 751,523           | 1,031,832        | 969,391          |
| TRANSFERS IN                                                    |                |                |                     |                   |                  |                  |
| Total funds available                                           | 907,944        | 1,178,676      | 1,176,596           | 1,220,698         | 1,820,623        | 1,758,182        |
| EXPENDITURES                                                    |                |                |                     |                   |                  |                  |
| General and administrative                                      |                |                |                     |                   |                  |                  |
| Accounting                                                      | 29,944         | 35,000         | 15,559              | 35,000            | 40,250           | 40,250           |
| Auditing                                                        | 3,500          | 3,500          | -                   | 4,600             | 5,060            | 5,060            |
| County Treasurer's fee                                          | 11,329         | 10,149         | 10,017              | 10,149            | 13,143           | 13,143           |
| Directors' fees                                                 | 2,000          | 3,000          | -                   | 2,000             | 3,000            | 3,000            |
| Dues and membership                                             | 891            | 1,000          | 576                 | 1,000             | 1,000            | 1,000            |
| Insurance                                                       | 5,946          | 6,500          | 6,066               | 6,066             | 7,000            | 7,000            |
| District management                                             | 26,400         | 29,000         | 14,400              | 28,800            | 31,680           | 31,680           |
| Legal                                                           | 22,731         | 25,000         | 13,800              | 27,600            | 32,000           | 32,000           |
| Miscellaneous                                                   | 915            | 500            | -                   | -                 | -                | -                |
| Conference/seminars                                             | 800            | 3,000          | -                   | 3,000             | 1,500            | 1,500            |
| Payroll taxes                                                   | 153            | 230            | -                   | 153               | 230              | 230              |
| Election                                                        | 2,682          | 3,000          | 3,282               | 3,339             | -                | -                |
| Contingency                                                     | -              | 26,921         | -                   | -                 | 15,587           | 15,587           |
| Website                                                         | 92             | 100            | 92                  | 100               | 150              | 150              |
| Operations and maintenance                                      |                |                |                     |                   |                  |                  |
| Repairs and maintenance                                         | 19,062         | 25,000         | 19,631              | 31,000            | 35,650           | 35,650           |
| Landscaping                                                     | 42,725         | 75,000         | 22,660              | 50,000            | 50,000           | 50,000           |
| Parks and recreation                                            | 9,230          | -              | -                   | 5,000             | 5,000            | 5,000            |
| Drainage pond maintenance                                       | 1,646          | 25,000         | -                   | 25,000            | 20,000           | 20,000           |
| Drainage pond renovations - soft costs                          | 14,558         | 20,000         | -                   | 20,000            | 18,000           | 18,000           |
| Drainage pond - construction                                    | 20,370         | 100,000        | 3,328               | 50,000            | 100,000          | 100,000          |
| Drainage pond renovations - landscaping                         | 79,584         | 50,000         | -                   | 30,000            | 30,000           | 30,000           |
| Irrigation upgrades                                             | -              | 15,000         | -                   | 15,000            | -                | -                |
| Storage rental                                                  | 1,140          | 1,200          | 809                 | 1,200             | 1,500            | 1,500            |
| Tree/shrub maintenance                                          | 11,507         | 10,000         | 14,714              | 18,000            | 22,000           | 22,000           |
| Phone/website service                                           | 1,116          | 1,200          | 501                 | 1,200             | 1,500            | 1,500            |
| Snow removal                                                    | 7,975          | 30,000         | 1,344               | 3,000             | 15,000           | 15,000           |
| Utilities                                                       | 556            | -              | -                   | -                 | -                | -                |
| Utilities - irrigation                                          | 121,917        | 100,000        | 16,954              | 60,000            | 75,000           | 75,000           |
| Utilities - electricity                                         | -              | 700            | 253                 | 700               | 750              | 750              |
| Total expenditures                                              | 438,769        | 600,000        | 143,986             | 431,907           | 525,000          | 525,000          |
| TRANSFERS OUT                                                   |                |                |                     |                   |                  |                  |
| Total expenditures and transfers out<br>requiring appropriation | 438,769        | 600,000        | 143,986             | 431,907           | 525,000          | 525,000          |
| ENDING FUND BALANCES                                            | \$ 469,175     | \$ 578,676     | \$ 1,032,610        | \$ 788,791        | \$ 1,295,624     | \$ 1,233,183     |
| EMERGENCY RESERVE                                               | \$ 24,500      | \$ 21,800      | \$ 21,300           | \$ 22,600         | \$ 31,000        | \$ 29,100        |
| RESERVE FOR IRRIGATION REPLACEMENT                              | 160,000        | 175,000        | 175,000             | 175,000           | 175,000          | 175,000          |
| RESERVE FOR PLAYGROUND REPLACEMENT                              | 50,000         | 60,000         | 60,000              | 60,000            | 60,000           | 60,000           |
| RESERVE FOR DETENTION POND                                      | 50,000         | 75,000         | 75,000              | 75,000            | 75,000           | 75,000           |
| RESERVE FOR PARK IMPROVEMENTS                                   | 50,000         | 60,000         | 60,000              | 60,000            | 60,000           | 60,000           |
| AVAILABLE FOR OPERATIONS                                        | 134,675        | 186,876        | 641,310             | 396,191           | 894,624          | 834,083          |
| TOTAL RESERVE                                                   | \$ 469,175     | \$ 578,676     | \$ 1,032,610        | \$ 788,791        | \$ 1,295,624     | \$ 1,233,183     |

No assurance provided. See summary of significant assumptions.

**STERLING HILLS WEST METROPOLITAN DISTRICT  
DEBT SERVICE FUND  
2024 BUDGET  
WITH 2022 ACTUAL AND 2023 ESTIMATED  
For the Years Ended and Ending December 31,**

10/12/23

|                                                                 | ACTUAL<br>2022    | BUDGET<br>2023    | ACTUAL<br>6/30/2023 | ESTIMATED<br>2023 | BUDGET 1<br>2024  | BUDGET 2<br>2024  |
|-----------------------------------------------------------------|-------------------|-------------------|---------------------|-------------------|-------------------|-------------------|
| BEGINNING FUND BALANCES                                         | \$ 201,783        | \$ 208,922        | \$ 230,221          | \$ 230,221        | \$ 240,956        | \$ 240,956        |
| REVENUES                                                        |                   |                   |                     |                   |                   |                   |
| Property taxes                                                  | 845,223           | 823,655           | 812,906             | 823,655           | 1,142,684         | 1,066,630         |
| Specific ownership taxes                                        | 53,387            | 49,419            | 27,046              | 49,419            | 68,561            | 63,998            |
| Interest income                                                 | 11,516            | 4,000             | 10,508              | 21,016            | 14,274            | 14,274            |
| Total revenues                                                  | <u>910,126</u>    | <u>877,074</u>    | <u>850,460</u>      | <u>894,090</u>    | <u>1,225,519</u>  | <u>1,144,902</u>  |
| TRANSFERS IN                                                    |                   |                   |                     |                   |                   |                   |
| Total funds available                                           | <u>1,111,909</u>  | <u>1,085,996</u>  | <u>1,080,681</u>    | <u>1,124,311</u>  | <u>1,466,475</u>  | <u>1,385,858</u>  |
| EXPENDITURES                                                    |                   |                   |                     |                   |                   |                   |
| General and administrative                                      |                   |                   |                     |                   |                   |                   |
| County Treasurer's fee                                          | 12,688            | 12,355            | 12,195              | 12,355            | 15,999            | 15,999            |
| Paying agent fees                                               | 3,500             | 3,500             | -                   | 3,500             | 3,500             | 3,500             |
| Contingency                                                     | -                 | 1,645             | -                   | -                 | 2,001             | 2,001             |
| Debt Service                                                    |                   |                   |                     |                   |                   |                   |
| Bond interest                                                   | 505,500           | 487,500           | 243,750             | 487,500           | 468,500           | 468,500           |
| Bond Principal                                                  | 360,000           | 380,000           | -                   | 380,000           | 395,000           | 395,000           |
| Total expenditures                                              | <u>881,688</u>    | <u>885,000</u>    | <u>255,945</u>      | <u>883,355</u>    | <u>885,000</u>    | <u>885,000</u>    |
| TRANSFERS OUT                                                   |                   |                   |                     |                   |                   |                   |
| Total expenditures and transfers out<br>requiring appropriation | <u>881,688</u>    | <u>885,000</u>    | <u>255,945</u>      | <u>883,355</u>    | <u>885,000</u>    | <u>885,000</u>    |
| ENDING FUND BALANCES                                            | <u>\$ 230,221</u> | <u>\$ 200,996</u> | <u>\$ 824,736</u>   | <u>\$ 240,956</u> | <u>\$ 581,475</u> | <u>\$ 500,858</u> |

No assurance provided. See summary of significant assumptions.

**STERLING HILLS WEST METROPOLITAN DISTRICT  
2024 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Services Provided**

The District was formed by Court Order on December 3, 1999, with its formation election held on November 2, 1999. The election approved general obligation indebtedness of \$3,600,000 for streets, \$500,000 for safety controls, \$1,000,000 for water facilities, \$1,500,000 for sewer and storm drainage facilities, \$6,200,000 for parks, and \$750,000 for general operations and maintenance. The election also approved an annual increase in taxes of \$500,000 for general operations and maintenance and \$2,148,000 for repayment of the combined approved debt.

In accordance with its Service Plan, the District was formed to provide for the construction of improvements for streets, landscaping, storm drainage, water and sewer, safety protection, and park improvements and facilities in its service area within the City of Aurora (City). During 2004 the District amended its Service Plan with the City, which allowed the District to increase its debt limitation from \$9,400,000 to \$11,600,000 in order to fund additional capital project costs. As required by the original Service Plan, the District received approval from the City on August 27, 2007 of a Second Amendment to the Service Plan, which approved a refunding of the District's outstanding debt and the issuance of additional debt to pay costs of public improvements in an amount not to exceed \$1,100,000, an extension of the maturity of debt to 2031, and the imposition of a mill levy for payment of debt of not more than 42.55 mills, subject to adjustment for changes occurring after 2000 in the method of calculating assessed valuation. The adjusted maximum mill levy is 57.963.

The District has no employees, and all administrative functions are contracted.

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

**Revenues**

**Property Taxes**

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or, if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

The calculation of the taxes levied is displayed on the property tax summary page.

**STERLING HILLS WEST METROPOLITAN DISTRICT  
2024 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Revenues (continued)**

**Specific Ownership Taxes**

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 6% of total property taxes collected.

**Net Investment Income**

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 1.5%.

**Expenditures**

**Administrative Expenses**

Administrative and operating expenditures include the estimated services necessary to maintain the District's administrative viability such as legal, accounting, insurance, general engineering, meeting expense, and other administrative expenses.

**Operations and maintenance**

Certain pocket parks and street landscaping improvements and a detention pond are owned and maintained by the District. The estimated costs for repairs and maintenance are found on the General Fund page of the budget.

**Debt Service**

Principal and interest payments in 2024 are provided based on the debt amortization schedule from the Series 2017 Bonds as detailed on the debt service schedule and debt service summary page of the Budget (discussed under Debt and Leases).

**Contingency**

The District has provided for the possibility of additional expenditures for landscaping or other contingencies.

**STERLING HILLS WEST METROPOLITAN DISTRICT  
2024 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Debt and Leases**

**General Obligation Refunding Bonds**

On September 8, 2017, the District refunded \$11,965,000 of General Obligation Refunding and Improvement Bonds (2007 Bonds) dated September 13, 2007, with interest rates from 4.0% to 5.0% by the issuance of \$11,385,000 General Obligation (Limited Tax Convertible to Unlimited Tax) Refunding Bonds (2017 Bonds). Funds from the issuance of the 2017 Bonds were deposited with a trustee and invested in U.S. government securities. The 2007 Bonds were repaid in full by the trustee on December 1, 2017. Proceeds of the 2017 Bonds were also used pay amounts due to the Bond Insurer of the 2007 Bonds and the cost of issuance of the 2017 Bonds.

The 2017 Bonds bear interest at the rate of 5.0% per annum, with an effective interest rate of 3.86% due to the payment of a \$1,498,883 premium paid at the time of issuance. Interest is due June 1 and December 1. Principal is due on December 1. The 2017 Bonds mature on December 1, 2039. The 2017 Bonds are subject to redemption prior to maturity, at the option of the District on December 1, 2027, and on any date thereafter, upon payment of par and accrued interest thereon to the date of redemption.

The 2017 Bonds are secured by and payable from Pledged Revenue consisting of monies derived by the District from the following sources, net of any collection costs: (1) the Required Mill Levy, (2) the portion of the Specific Ownership Tax which is collected as a result of the imposition of the Required Mill Levy, and (3) any other legally available monies which the District determines to be treated as Pledged Revenue. The Required Mill Levy means an ad valorem mill levy imposed upon all taxable property of the District each year in an amount sufficient to pay the principal, premium if any, and interest on the 2017 Bonds as the same become due and payable but not in excess of 42.55 mills, provided however, that in the event the method of calculating assessed valuation is or was changed after 2000, the maximum mill levy will be increased or decreased to reflect such changes. Once the debt to assessed ratio is 40% or less, the Required Mill Levy means an ad valorem mill levy imposed upon all taxable property of the District each year in an amount sufficient to pay the principal, premium if any, and interest on the 2017 Bonds as the same become due and payable without limitation of rate. On December 31, 2023, the District's debt to assessed ratio was 23.60%.

The District has no operating or capital leases.

**Reserve Funds**

**Emergency Reserves**

The District has provided an Emergency Reserve fund equal to at least 3% of fiscal year spending for 2024, as defined under TABOR.

**Reserve for Capital Replacement**

The District has set aside funds for the replacement of certain capital assets owned by the District.

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



**STERLING HILLS WEST METROPOLITAN DISTRICT  
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

**\$11,385,000 General Obligation Limited  
Tax Convertible to Unlimited Tax  
Refunding Bonds  
5.00% Serial & Term Bonds Due December 1, 2039  
Series 2017, Dated September 8, 2017  
Interest Payable June 1 and December 1,  
Principal Due December 1**

| <b>Year Ended<br/>December 31,</b> | <b>Principal</b>           | <b>Interest</b>            | <b>Total</b>                |
|------------------------------------|----------------------------|----------------------------|-----------------------------|
| 2024                               | \$ 395,000                 | \$ 468,500                 | \$ 863,500                  |
| 2025                               | 415,000                    | 448,750                    | 863,750                     |
| 2026                               | 435,000                    | 428,000                    | 863,000                     |
| 2027                               | 460,000                    | 406,250                    | 866,250                     |
| 2028                               | 480,000                    | 383,250                    | 863,250                     |
| 2029                               | 505,000                    | 359,250                    | 864,250                     |
| 2030                               | 530,000                    | 334,000                    | 864,000                     |
| 2031                               | 560,000                    | 307,500                    | 867,500                     |
| 2032                               | 585,000                    | 279,500                    | 864,500                     |
| 2033                               | 615,000                    | 250,250                    | 865,250                     |
| 2034                               | 645,000                    | 219,500                    | 864,500                     |
| 2035                               | 680,000                    | 187,250                    | 867,250                     |
| 2036                               | 710,000                    | 153,250                    | 863,250                     |
| 2037                               | 745,000                    | 117,750                    | 862,750                     |
| 2038                               | 785,000                    | 80,500                     | 865,500                     |
| 2039                               | 825,000                    | 41,250                     | 866,250                     |
| <b>Total</b>                       | <b><u>\$ 9,370,000</u></b> | <b><u>\$ 4,464,750</u></b> | <b><u>\$ 13,834,750</u></b> |

No assurance provided. See summary of significant assumption.