SOUTHEAST METRO STORMWATER AUTHORITY

FINANCIAL STATEMENTS

AS OF AUGUST 31, 2026

SOUTHEAST METRO STORMWATER AUTHORITY
COMPARATIVE BALANCE SHEET (BUDGETARY BASIS)
FOR THE MONTHS ENDED

	August 31, 2026	July 31, 2026
ASSETS		
Current Assets		
Checking/Savings		
Cash - Checking	520,619	985,721
Total Checking/Savings	520,619	985,721
Other Current Assets		
ColoTrust	20,938,759	21,699,966
Due from County Treasurer	38,139	224,203
Total Other Current Assets	20,976,898	21,924,169
Total Current Assets	21,497,517	22,909,890
TOTAL ASSETS	**21,497,517**	**22,909,890**
LIABILITIES & FUNDS AVAILABLE		
Liabilities		
Current Liabilities		
Accounts Payable	260,749	889,743
Escrow Deposits/Collateral Held	4,115,878	4,099,511
Total Current Liabilities	4,376,627	4,992,948
Funds Available	17,120,890	17,920,636
TOTAL LIABILITIES & FUNDS AVAILABLE	**21,497,517**	**22,909,890**

See selected information and the summary of significant assumptions.

SOUTHEAST METRO STORMWATER AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL
FOR PERIODS MONTHS ENDED August 31, 2026

	Annual Budget	Year To Date Actual	Variance
REVENUES			
Fees - Arapahoe County	15,077,988	14,916,633	(161,355)
Fees - Douglas County	541,626	571,275	29,649
Fees Refunds	(7,500)	(828)	6,671
SDFs	250,000	263,695	13,696
Permit and Review Fees	434,000	463,483	29,483
Interest Income	500,000	426,540	(73,460)
Miscellaneous Revenues	25,000	70,833	45,833
SPLASH Revenues	10,000	9,400	(600)
Delinquency Charges	3,500	232	(3,268)
Intergovernmental Revenues	217,844	418,000	200,156
TOTAL REVENUES	17,052,458	17,139,263	86,805
EXPENDITURES			
Administrative	2,746,444	1,644,050	1,102,394
Maintenance and Inspection	3,671,041	2,114,605	1,556,435
Environmental Resources	756,321	436,485	319,836
Engineering	2,668,766	1,426,593	1,242,173
Building and Space	774,882	523,551	251,331
Capital	849,785	434,259	415,526
Asset Maintenance			
Pipe Rehabilitation Program	2,530,474	1,151,844	1,378,630
Contract Maintenance	2,440,000	545,068	1,894,932
Total Asset Maintenance	4,970,474	1,696,912	3,273,562
CIP Projects	7,470,888	2,666,071	4,804,817
TOTAL EXPENDITURES	23,908,601	10,942,526	12,966,075
NET CHANGE IN FUNDS AVAILABLE	**(6,856,143)**	**6,196,737**	**13,052,880**
FUNDS AVAILABLE - BEGINNING	**10,924,153**	**10,924,153**	**-**
FUNDS AVAILABLE - ENDING	**4,068,010**	**17,120,890**	**13,052,880**

See selected information and the summary of significant assumptions.

SUPPLEMENTARY INFORMATION

SOUTHEAST METRO STORMWATER AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL
FOR PERIODS MONTHS ENDED August 31, 2026

	Annual Budget	Year To Date Actual	Variance
REVENUES			
01_0000000_40014 - Fees-Arapahoe County-2020	-	27	27
01_0000000_40015 - Fees-Arapahoe County-2021	-	28	28
01_0000000_40016 - Fees-Arapahoe County-2022	-	28	28
01_0000000_40017 - Fees-Arapahoe County-2023	-	1,285	1,285
01_0000000_40018 - Fees-Arapahoe County-2024	50,000	15,541	(34,459)
01_0000000_40019 - Fees-Arapahoe County-2025	30,000	134,572	104,572
01_0000000_40020 - Fees-Arapahoe County-2026	14,997,988	14,765,152	(232,835)
01_0000000_41019 - Fees-Douglas County-2025	-	14,530	14,529
01_0000000_41020 - Fees-Douglas County-2026	541,626	556,745	15,120
01_0000000_40999 - Fee Refunds	(7,500)	(828)	6,671
01_0000000_42001 - SDFs SEMSWA	250,000	-	(250,000)
01_0000000_42105 - SDFs-Lone Tree	-	29,346	29,346
01_0000000_42111 - SDFs-Cottonwood	-	67,524	67,524
01_0000000_42112 - SDFs-Big Dry	-	948	948
01_0000000_42114 - SDFs-Cherry Creek	-	101,819	101,819
01_0000000_42115 - SDFs-Goldsmith Gulch	-	4,534	4,534
01_0000000_42119 - SDFs-Happy Canyon Creek	-	62	62
01_0000000_42121 - SDFs-Greenwood Gulch	-	606	606
01_0000000_42125 - SDFs-Piney Creek	-	463	463
01_0000000_42130 - SDFs-Murphy Creek Basin	-	56,160	56,160
01_0000000_42139 - SDF's-Basin Group 3-Unnamed Creek Fee	-	2,233	2,233
01_0000000_43003 - Other Permits	175,000	237,288	62,288
01_0000000_43004 - City Collected Review Fees	250,000	121,707	(128,293)
01_0000000_43006 - Other Review Fees	-	64,583	64,583
01_0000000_43007 - Noncompliance Fees	9,000	39,905	30,905
01_0000000_44001 - Interest Income	500,000	426,540	(73,460)
01_0000000_44002 - Miscellaneous Revenue	25,000	70,833	45,833
01_0000000_44003 - SPLASH Revenue	10,000	9,400	(600)
01_0000000_44004 - Delinquency Charges	3,500	232	(3,268)
01_0000000_45005 - Intergov Revenue - CCBWQA	100,000	75,000	(25,000)
01_0000000_45006 - Intergov Revenue - City of Centennial	-	343,000	343,000
01_0000000_45016 - Intergov Revenue - MHFD	50,000	-	(50,000)
01_0000000_45019 - Intergov Revenue - CWCB	67,844	-	(67,844)
TOTAL REVENUES	17,052,458	17,139,263	86,805

See selected information and the summary of significant assumptions.

SOUTHEAST METRO STORMWATER AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL
FOR PERIODS MONTHS ENDED August 31, 2026

	Annual Budget	Year To Date Actual	Variance
EXPENDITURES			
Administrative			
01_0000001_51001 - Salaries	1,159,874	701,226	458,648
01_0000001_51005 - Director Salaries	8,000	2,900	5,100
01_0000001_51101 - Employer FICA	89,342	51,768	37,574
01_0000001_51102 - Employer Retirement	95,389	54,835	40,554
01_0000001_51104 - Employer Unemployment	3,504	1,354	2,151
01_0000001_51105 - Employer Health Insurance	116,726	75,925	40,801
01_0000001_51106 - Employer Dental	6,369	3,399	2,970
01_0000001_51107 - Employer Vision	1,107	692	415
01_0000001_51108 - Employer Disability/Life	3,925	2,640	1,285
01_0000001_52002 - Stormwater Fee Consulting	38,000	7,140	30,860
01_0000001_52101 - Legal Services	90,000	-	90,000
01_0000001_52102 - HR Consulting Services	55,000	21,084	33,915
01_0000001_52103 - Audit Services	20,500	19,400	1,100
01_0000001_52104 - Financial Services	140,000	86,510	53,490
01_0000001_52106 - County Treasurer's Fees	224,970	202,145	22,825
01_0000001_52107 - Benefits Administration	1,500	319	1,182
01_0000001_52110 - Software Maintenance	105,000	79,282	25,718
01_0000001_52112 - GIS Management	40,000	-	40,000
01_0000001_52115 - Payroll Service	11,000	6,754	4,246
01_0000001_52207 - Coffee Service	2,000	2,163	(163)
01_0000001_52401 - Mileage Reimbursement	1,000	499	501
01_0000001_52403 - Business Meals	2,000	705	1,295
01_0000001_52405 - Training	25,000	2,586	22,414
01_0000001_52406 - Tuition Reimbursement	1,200	-	1,200
01_0000001_52501 - HR Advertising	10,000	-	10,000
01_0000001_52502 - Legal Publications	200	93	108
01_0000001_52503 - Workers Compensation	48,276	43,486	4,790
01_0000001_52504 - Property & Liability Insurance	85,562	62,984	22,578
01_0000001_52505 - Printing & Publishing	3,000	1,829	1,171
01_0000001_52510 - Other Contractual Services	101,000	28,696	72,304
01_0000001_52511 - Dues & Subscriptions	15,000	4,548	10,452
01_0000001_52512 - Postage	2,500	3,143	(644)
01_0000001_52513 - Safety Committee	10,000	3,308	6,692
01_0000001_53007 - Computer Software	2,500	485	2,015
01_0000001_53201 - Office Supplies	22,000	8,414	13,586
01_0000001_54102 - Database Software	125,000	50,000	75,000
01_0000001_54104 - Major Software Systems-Energov	80,000	113,738	(33,738)
Total Administrative	2,746,444	1,644,050	1,102,394

See selected information and the summary of significant assumptions.

SOUTHEAST METRO STORMWATER AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL
FOR PERIODS MONTHS ENDED August 31, 2026

	Annual Budget	Year To Date Actual	Variance
Maintenance and Inspection			
01_0000003_51001 - Salaries	1,706,615	1,066,974	639,641
01_0000003_51002 - Salaries-Seasonal/Intern	16,000	-	16,000
01_0000003_51003 - Salaries-Overtime	7,000	-	7,000
01_0000003_51101 - Employer FICA	132,316	78,389	53,927
01_0000003_51102 - Employer Retirement	153,595	86,946	66,649
01_0000003_51104 - Employer Unemployment	5,189	2,049	3,140
01_0000003_51105 - Employer Health Insurance	244,494	158,552	85,942
01_0000003_51106 - Employer Dental	13,268	7,066	6,202
01_0000003_51107 - Employer Vision	2,308	1,442	866
01_0000003_51108 - Employer Disability/Life	8,356	5,499	2,857
01_0000003_52001 - Professional Services	20,000	2,390	17,610
01_0000003_52012 - Dump Fees	50,000	32,499	17,501
01_0000003_52013 - Mowing, Vegetation & Debris Mgt	400,000	157,780	242,220
01_0000003_52040 - 811 Contract	210,000	136,719	73,280
01_0000003_52218 - Landscape Maint - Drainage Prop	40,000	17,333	22,667
01_0000003_52220 - Rodent Control	15,000	2,700	12,300
01_0000003_52221 - High Line Canal Maintenance	100,000	52,632	47,368
01_0000003_52301 - Cellular Telephone	15,000	6,329	8,671
01_0000003_52302 - Equipment Rental	45,000	18,415	26,585
01_0000003_52303 - Vehicle Maintenance	90,000	38,772	51,228
01_0000003_52307 - Equipment Maintenance	50,000	44,093	5,908
01_0000003_52308 - Trucking	39,000	24,654	14,346
01_0000003_52401 - Mileage Reimbursement	2,500	-	2,500
01_0000003_52403 - Business Meals	1,500	233	1,267
01_0000003_52405 - Training	50,000	17,937	32,063
01_0000003_52510 - Other Contractual Services	10,000	7,552	2,448
01_0000003_52511 - Dues & Subscriptions	3,000	3,501	(502)
01_0000003_52513 - Utilities & Maint-SEMSWA Owned	12,000	5,656	6,345
01_0000003_53002 - Field Operating Supplies	30,000	20,885	9,114
01_0000003_53003 - Tools	8,000	7,187	813
01_0000003_53006 - Uniforms	13,000	3,376	9,624
01_0000003_53101 - Gas & Oil	55,000	40,613	14,386
01_0000003_53102 - Vehicle Parts & Supplies	17,000	32,077	(15,077)
01_0000003_53206 - Vehicle GPS	5,900	-	5,900
01_0000003_54201 - Other Capital Outlay	100,000	34,355	65,645
Total Maintenance and Inspection	3,671,041	2,114,605	1,556,435

See selected information and the summary of significant assumptions.

SOUTHEAST METRO STORMWATER AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL
FOR PERIODS MONTHS ENDED August 31, 2026

	Annual Budget	Year To Date Actual	Variance
Environmental Resources			
01_0000004_51001 - Salaries	274,731	181,451	93,280
01_0000004_51101 - Employer FICA	21,017	13,082	7,935
01_0000004_51102 - Employer Retirement	23,826	15,349	8,477
01_0000004_51104 - Employer Unemployment	794	342	452
01_0000004_51105 - Employer Health Insurance	28,278	19,038	9,240
01_0000004_51106 - Employer Dental	1,416	803	613
01_0000004_51107 - Employer Vision	246	164	82
01_0000004_51108 - Employer Disability/Life	872	624	248
01_0000004_52001 - Professional Services	135,000	69,105	65,896
01_0000004_52009 - Curbside	90,000	71,411	18,589
01_0000004_52016 - Program 1 & 2 Outreach	40,306	18,768	21,537
01_0000004_52401 - Mileage Reimbursement	250	113	138
01_0000004_52403 - Business Meals	1,000	234	765
01_0000004_52405 - Training	11,500	874	10,627
01_0000004_52505 - Printing & Publishing	20,000	1,501	18,499
01_0000004_52506 - Permit Fees	9,720	-	9,720
01_0000004_52507 - Cherry Creek Stewardship Partners	6,500	-	6,500
01_0000004_52508 - Colorado Stormwater Council	1,365	1,365	-
01_0000004_52509 - SPLASH	18,000	20,131	(2,131)
01_0000004_52510 - Other Contractual Services	15,000	9,005	5,995
01_0000004_52511 - Dues & Subscriptions	4,500	4,201	299
01_0000004_53002 - Field Operating Supplies	1,000	392	608
01_0000004_53005 - Other Operating Equipment	1,000	80	921
01_0000004_53511 - Private Detention Pond Program	50,000	8,452	41,548
Total Environmental Resources	756,321	436,485	319,836
Engineering			
01_0000010_51001 - Salaries	1,335,888	863,067	472,821
01_0000010_51101 - Employer FICA	102,195	62,853	39,342
01_0000010_51102 - Employer Retirement	120,230	75,888	44,342
01_0000010_51104 - Employer Unemployment	4,008	1,643	2,365
01_0000010_51105 - Employer Health Insurance	143,375	82,596	60,779
01_0000010_51106 - Employer Dental	7,030	3,556	3,473
01_0000010_51107 - Employer Vision	1,232	726	506
01_0000010_51108 - Employer Disability/Life	4,360	2,768	1,592
01_0000010_52001 - Professional Services	464,519	149,114	315,405
01_0000010_52006 - Master Planning	445,494	167,301	278,194
01_0000010_52401 - Mileage Reimbursement	3,050	-	3,050
01_0000010_52403 - Business Meals	1,400	334	1,066
01_0000010_52405 - Training	28,235	11,160	17,074
01_0000010_52505 - Printing & Publishing	250	-	250
01_0000010_52511 - Dues & Subscriptions	4,500	5,406	(906)
01_0000010_53003 - Tools	3,000	181	2,819
Total Engineering	2,668,766	1,426,593	1,242,173

See selected information and the summary of significant assumptions.

SOUTHEAST METRO STORMWATER AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL
FOR PERIODS MONTHS ENDED August 31, 2026

	Annual Budget	Year To Date Actual	Variance
Building and Space			
01_0000006_52105 - IT Management	135,000	90,786	44,215
01_0000006_52202 - Cleaning Services	36,000	19,456	16,544
01_0000006_52203 - Building Maintenance	20,000	25,236	(5,236)
01_0000006_52205 - Electric and Gas Service	60,000	35,793	24,207
01_0000006_52209 - Other Building and Space Costs	20,000	24,160	(4,160)
01_0000006_52210 - New Building Loan	304,682	228,512	76,171
01_0000006_52211 - Internet and Telephone	38,000	24,986	13,014
01_0000006_52212 - Security System	10,000	2,566	7,433
01_0000006_52213 - Trash Service	13,000	5,359	7,642
01_0000006_52214 - Water Service and Sewer	25,000	9,163	15,836
01_0000006_52216 - Pest Control Service	1,200	855	345
01_0000006_52217 - HVAC Maintenance	20,000	2,450	17,550
01_0000006_52218 - Landscape Maintenance	50,000	33,115	16,885
01_0000006_53204 - Building Supplies	12,000	7,908	4,092
01_0000006_54105 - Office Furniture & Equipment	30,000	13,206	16,794
Total Building and Space	774,882	523,551	251,331
Capital			
01_0000007_52514 - Grant Program	108,408	6,490	101,918
01_0000007_54001 - Vehicles	200,000	137,500	62,500
01_0000007_54002 - Vehicle Accessories	100,000	-	100,000
01_0000007_54202 - Building	406,377	277,245	129,132
01_0000007_54305 - Computer/Equipment	35,000	13,024	21,976
Total Capital	849,785	434,259	415,526

See selected information and the summary of significant assumptions.

SOUTHEAST METRO STORMWATER AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL
FOR PERIODS MONTHS ENDED August 31, 2026

	Annual Budget	Year To Date Actual	Variance
Asset Maintenance			
Pipe Rehabilitation Program			
01_0000011_54471 - Pipe Rehabilitation Program	2,030,474	1,151,844	878,630
01_0000011_54603 - Pipeline Emergency Repairs	500,000	-	500,000
Total Pipe Rehabilitation Program	2,530,474	1,151,844	1,378,630
Contract Maintenance			
01_0000011_54527 - Trib C Inverness Forebay/Channel	10,000	5,421	4,579
01_0000011_54541 - D-0 Retrofit	20,000	-	20,000
01_0000011_54542 - 550 E. Briarwood	100,000	9,445	90,555
01_0000011_54554 - S. Trenton Outfall	180,000	170,736	9,264
01_0000011_54565 - W6/7 Pond retrofit	15,000	5,222	9,778
01_0000011_54566 - Panorama improvements	200,000	-	200,000
01_0000011_54573 - City Concrete 2025	21,000	20,625	376
01_0000011_54574 - County Concrete 2025	10,000	9,545	454
01_0000011_54575 - Public Pipes through HOA	10,000	5,443	4,558
01_0000011_54576 - Bank stabil. downstream Quebec	100,000	13,399	86,601
01_0000011_54584 - Caley-Fair Drainage	20,000	4,377	15,623
01_0000011_54585 - City Concrete Replacement 2026	100,000	-	100,000
01_0000011_54586 - County Concrete Replm. 2026	100,000	13,645	86,355
01_0000011_54587 - 2026 County Vegetation Mgmt.	120,000	-	120,000
01_0000011_54588 - 2026 City Vegetation Management	200,000	196,145	3,855
01_0000011_54589 - County Sediment Removals 2026	70,000	-	70,000
01_0000011_54590 - City Sediment Removals 2026	80,000	13,916	66,084
01_0000011_54591 - City Raising Manholes	50,000	-	50,000
01_0000011_54592 - County Raising Manholes	50,000	-	50,000
01_0000011_54594 - Hudson Ct. & Holly Improvements	150,000	4,810	145,190
01_0000011_54595 - Quebec Pond A. Retrofit	40,000	-	40,000
01_0000011_54596 - Cottonwood Trib C Erosion DS	150,000	-	150,000
01_0000011_54597 - Cottonwood Trib C Check Structure	175,000	-	175,000
01_0000011_54598 - Bear Park Stablization	11,000	-	11,000
01_0000011_54599 - Inverness Emergency Bank Stabilization	200,000	14,929	185,071
01_0000011_54601 - C3/4 Retrofit	200,000	-	200,000
01_0000011_54604 - Yosemite Pond re-imbursement	58,000	57,410	590
Total Contract Maintenance	2,440,000	545,068	1,894,932
Total Asset Maintenance	4,970,474	1,696,912	3,273,562

See selected information and the summary of significant assumptions.

SOUTHEAST METRO STORMWATER AUTHORITY
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUNDS AVAILABLE - BUDGET AND ACTUAL
FOR PERIODS MONTHS ENDED August 31, 2026

	Annual Budget	Year To Date Actual	Variance
CIP Projects			
01_1810016_55555 - CIP Project Restoration/ Monitoring	150,000	61,767	88,233
01_1900010_55555 - Happy Canyon Jordan Rd-Broncos	400,000	400,000	-
01_2000007_55555 - Dove Creek Otero to Chambers	10,000	2,944	7,056
01_2100001_55555 - Willow Creek Stab. County Line	950,000	950,000	-
01_2100002_55555 - Lee Gulch at Clarkson Street	105,000	25,239	79,761
01_2100004_55555 - Cherry Creek Reaches 3 and 4	200,000	200,000	-
01_2200002_55555 - Piney Creek Reaches 1 and 2	940,000	29,786	910,213
01_2300001_55555 - Cottonwood Creek Downstream	2,100,000	56,224	2,043,776
01_2300002_55555 - West Spring Creek Downstream	140,000	89,459	50,541
01_2300003_55555 - Dutch & Racoon to S.P. Canyon	250,000	250,000	-
01_2300004_55555 - Wetland Mitigation BC Purchase	170,000	68,000	102,000
01_2400001_55555 - Piney Creek Reach 4	235,000	235,000	-
01_2400002_55555 - Cottonwood Creek Basin Impr.	255,000	123,282	131,718
01_9900000_55555 - Future CoC Funds - Drainage Impr.	300,000	-	300,000
01_9900001_55555 - Future Arap County Funds	200,000	-	200,000
01_2400003_55555 - Dove Creek Jordan Rd Sewer	300,000	43,910	256,090
01_2500002_55555 - Lone Tree Pond L-2 WQ Retrofit	30,000	3,091	26,909
01_2500003_55555 - Dove Creek Pond D-1 EURV Retrofit	110,000	91,474	18,526
01_2500006_55555 - Windmill Creek Dwnstm Fremont Ave	90,000	28,012	61,988
01_2500007_55555 - Coal Creek at County Line Drainage	12,000	2,194	9,807
01_2600001_55555 - Big Dry Creek Nobles Trib Analysis	50,000	5,689	44,311
01_2600002_55555 - Four Sq. Mile Storm Sewer Analysis	100,000	-	100,000
01_2600003_55555 - Coal Crk @ Countyline Warning Sys	50,000	-	50,000
01_2600004_55555 - Willow Creek Chester Storm Sewer	70,000	-	70,000
01_2600005_55555 - Minor Capital	250,000	-	250,000
01_0711005_55555 - Planned Projects	3,888	-	3,888
Total CIP Projects	7,470,888	2,666,071	4,804,817
TOTAL EXPENDITURES	23,908,601	10,942,526	12,966,075
NET CHANGE IN FUNDS AVAILABLE	**(6,856,143)**	**6,196,737**	**13,052,880**
FUNDS AVAILABLE - BEGINNING	**10,924,153**	**10,924,153**	**-**
FUNDS AVAILABLE - ENDING	**4,068,010**	**17,120,890**	**13,052,880**

See selected information and the summary of significant assumptions.

SOUTHEAST METRO STORMWATER AUTHORITY
COMPARATIVE BALANCE SHEET (BUDGETARY BASIS)
FOR THE MONTHS ENDED

	August 31, 2026	July 31, 2026
RESERVES AND DESIGNATIONS		
Reserves		
Grant Program	**101,918**	**101,918**
Emergency Reserve	**1,000,000**	**1,000,000**
Vehicle Replacement	**62,500**	**62,500**
Building	**129,132**	**129,132**
Computer Replacement	**21,976**	**29,103**
Splash Reserves	**8,041**	**8,041**
Total Reserves	**1,323,568**	**1,330,694**
Designations-CIP Projects		
Planned Projects	3,888	3,888
CIP Project Restoration/ Monitoring	88,233	88,558
Dove Creek Otero to Chambers	7,056	7,056
Lee Gulch at Clarkson Street	79,761	79,761
Piney Creek Reaches 1 and 2	910,213	912,353
Cottonwood Creek Downstream	2,043,776	2,057,756
West Spring Creek Downstream	50,541	53,834
Wetland Mitigation BC Purchase	102,000	102,000
Cottonwood Creek Basin Impr.	131,718	154,448
Dove Creek Jordan Rd Sewer	256,090	256,090
Lone Tree Pond L-2 WQ Retrofit	26,909	26,909
Dove Creek Pond D-1 EURV Retrofit	18,526	19,800
Windmill Creek Dwnstm Fremont Ave	61,988	64,223
Coal Creek at County Line Drainage	9,807	9,807
Big Dry Creek Nobles Trib Analysis	44,311	47,827
Four Sq. Mile Storm Sewer Analysis	100,000	100,000
Coal Crk @ Countyline Warning Sys	50,000	50,000
Willow Creek Chester Storm Sewer	70,000	70,000
Minor Capital	250,000	250,000
Future CoC Funds - Drainage Impr.	300,000	300,000
Future Arap County Funds	200,000	200,000
Total CIP Projects Designations	**4,804,817**	**4,854,308**
Designations-Other		
Asset Maintenance Projects		
Pipeline Repair/Replacement	**878,630**	**947,982**
Contract Maintenance	**1,894,932**	**1,928,200**
2026 Operations	**8,218,943**	**8,848,659**
Total Other Designations	**10,992,505**	**11,724,841**
Total Reserves and Designations	**17,120,890**	**17,909,843**

See selected information and the summary of significant assumptions.

SOUTHEAST METRO STORMWATER AUTHORITY
SELECTED INFORMATION
FOR THE PERIOD ENDED AUGUST 31, 2026

Notes to the Reader:

The financial statements of the Authority have been prepared in accordance with the criteria established by the Governmental Accounting Standards Boards ("GASB"), which is the source of authoritative accounting principles generally accepted in the United States of America ("GAAP"), as applied to governmental entities. The Authority's financial statements are prepared using the accrual basis of accounting. The financial statements include the following departures from GAAP:

- Management's discussion and analysis and substantially all disclosures required are omitted.
- The statement of cash flows has been omitted.

The financial forecasts present, to the best of management's knowledge and belief, the Authority's expected results of operations and cash flows for the forecast periods. Accordingly, the forecasts reflects its judgment as of October 8, 2025, the date these forecasts were prepared, of the expected conditions and its expected course of action. The assumptions disclosed herein are those that management believes are significant to the forecasts. There will usually be differences between the forecast and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

The financial statements are developed by the Authority to comply with GAAP, although there may be departures from GAAP not identified. These statements are primarily intended for use in managing the Authority's operations and may not be suitable for other purposes. Users should be aware of these limitations when utilizing the financial statements.

SOUTHEAST METRO STORMWATER AUTHORITY 2026 BUDGET SUMMARY OF SIGNIFICANT ASSUMPTIONS

Formation of the Authority

The Authority was formed on September 19, 2006, pursuant to section 29-1-204.2, C.R.S., by an Intergovernmental Agreement between Arapahoe County, the City of Centennial, the Arapahoe County Water and Wastewater Authority, the East Cherry Creek Valley Water and Sanitation District, and the Inverness Water and Sanitation District. The purpose of the Authority is to plan, fund, construct, acquire, operate and maintain drainage and flood control facilities as determined by the Authority's board of directors through a coordinated and cooperative intergovernmental effort.

Enterprise Designation

Pursuant to Resolution 1, Series of 2006, the board of directors established the Authority as an enterprise as defined in Article X, Section 20 of the State of Colorado Constitution.

Budgetary Basis of Accounting

The Authority 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 Authority 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 maybe material.

Significant Assumptions

- Stormwater utility fees are calculated based on impervious areas of all parcels within the boundaries of the Authority.
- Operating expenses were budgeted based upon prior year budgets with increases in certain personnel related expenses such as payroll, benefits, training, dues, and other professional services.
- Capital improvement project costs are prioritized through careful considerations by the Authority's engineering team and can be funded with the assistance of other governmental agencies through intergovernmental agreements.
- Reserves have been established for vehicle replacement, major building repairs, and computer replacements in 2026.