

Severance Shores Metropolitan Districts Nos. 2–4

November 3, 2026 Election – Proposed District Consolidation

As discussed at the July 29, 2026 Board meetings for Severance Shores Metropolitan District Nos. 2, 3, and 4 (the “Districts”), eligible electors will have the opportunity to vote in the November 3, 2026 election on a proposal to consolidate the three individual districts into a single district.

The election will be conducted entirely by mail ballot, and ballots should have already arrived in your mailboxes.

The consolidation is projected to generate annual savings of approximately **\$30,000 to \$40,000** in administrative, audit, election, and legal costs, allowing more resources to be directed toward serving District residents.

The consolidation will not create any additional debt or increase existing mill levies. The consolidated district will assume the existing financial and contractual obligations of the three districts.

With infrastructure and construction now complete, the proposed consolidation will also streamline district governance and administration under a single Board of Directors. Water services will continue to be administered separately through District No. 1, which is not part of the proposed consolidation.

To help residents understand the proposal, we are providing a summary of the ballot questions. Although the Districts are pursuing a single consolidation initiative, **five separate ballot questions** are included to accomplish the consolidation and address related governance matters:

- **Questions A–D** must each receive a majority “Yes” vote for consolidation to proceed.
- **Question E** pertains to board member term limits and is applicable only if consolidation is approved.

It is important that voters review and respond to all five ballot questions.

Ballot Questions Overview

The ballot questions are summarized below. The full text of each question is also attached at the end.

Ballot Question A – Approval of the Consolidation of Severance Shores Metropolitan District Nos. 2–4

Seeks voter approval to consolidate the three existing districts into a single entity, to be known as Severance Shores Consolidated Metropolitan District.

Ballot Question B – Approval of the Consolidation Agreement

Seeks voter approval of the consolidation agreement as adopted by the Boards of Directors of each of the three districts.

Ballot Question C – Assumption of Contractual Obligations

Seeks voter approval for the new consolidated district to assume the existing contractual obligations of the three individual districts.

Ballot Question D – Assumption of Bond Indebtedness

Seeks voter approval for the new consolidated district to assume the existing bond indebtedness currently held by District No. 4.

Note: While District No. 4 holds the bond indebtedness, all three districts are already financially obligated to fund the debt service. Consolidation will not create additional debt or increase existing mill levies.

Ballot Question E – Approval for Board Members to Serve Without Term Limits

Seeks voter approval to allow the Board of Directors of the new consolidated district to serve without term limits, maintaining the current arrangement, as no term limits exist for board members in the three existing districts.

Important Voting Information

This is a **mail-in ballot election**.

All completed ballots must be received by 7:00 p.m. on Tuesday, November 3, 2026.
Postmarks do not count.

To ensure your ballot is received on time:

- **Mail your ballot no later than October 27, 2026.** After that date, ballots should be hand-delivered or sent by overnight delivery.
- **DO NOT PLACE YOUR BALLOT IN A COUNTY ELECTION DROP BOX.**
County election drop boxes are not designated for this special district election.
- **Mail or deliver your ballot to:**
Courtney Linney, Designated Election Official
c/o Spencer Fane LLP
1700 Lincoln Street, Suite 2000
Denver, CO 80203-4554

Questions? We are Here to Help

For questions regarding the election process, please contact:

Courtney Linney, Designated Election Official (DEO)

(303) 839-3778

clinney@spencerfane.com

We appreciate your taking the time to review the proposed consolidation and participate in this important district election.

**SEVERANCE SHORES METROPOLITAN DISTRICT NOS. 2-4
NOVEMBER 3, 2026 CONSOLIDATION ELECTION BALLOT QUESTIONS**

BALLOT QUESTION A

(Approval of the Consolidation)

Shall Severance Shores Metropolitan District No. 2, Severance Shores Metropolitan District No. 3 and Severance Shores Metropolitan District No. 4 be consolidated as Severance Shores Consolidated Metropolitan District, with all the powers and authority of a Metropolitan District as defined in Article 1 of Title 32 of the Colorado Revised Statutes, effective upon the Order of the District Court in and for the County of Weld, State of Colorado?

BALLOT QUESTION B

(Approval of Consolidation Agreement)

Shall the Consolidation Agreement By and Among Severance Shores Metropolitan District Nos. 2-4 effective July 29, 2026, be approved as the plan for consolidation pursuant to Section 32-1-602, C.R.S.?

BALLOT QUESTION C

(Assumption of Severance Shores Metropolitan District No. 2, No. 3 & No. 4 Contractual Obligations)

Shall Severance Shores Consolidated Metropolitan District (as successor to the consolidated Severance Shores Metropolitan District Nos. 2, 3 and 4) assume all rights, title, interest, powers, authorizations and obligations of each of or any of the Severance Shores Metropolitan District Nos. 2, 3 and 4, and any and all rights and obligations described and imposed by any and all contracts entered into by Severance Shores Metropolitan District Nos. 2, 3, and 4, including any necessary assignments thereof as necessary to assume those obligations and powers?

BALLOT QUESTION D

(Assumption of Obligations Related to Bonds)

Shall the Severance Shores Consolidated Metropolitan District (as successor to the Severance Shores Metropolitan District Nos. 2, 3 and 4 as consolidated) assume as its own and in full the rights and obligations related to the pledge of revenue to the Severance Shores Metropolitan District No. 4 Series 2025 Limited Tax (Convertible to Unlimited Tax) General Obligation Refunding and Improvement Bonds?

BALLOT QUESTION E

(Term Limits Elimination)

Shall members of the Board of Directors of Severance Shores Consolidated Metropolitan District be authorized to serve without limitation on their terms of office pursuant to the right granted to the voters of the District in Article XVIII, Section 11 of the Colorado Constitution to lengthen, shorten, or eliminate the limitations on the terms of office imposed by such Section?