The District has entered into the following debt obligations:

Series 2006A Bonds – The outstanding balance owing on these bonds at December 31, 2013 is $33,260,000. Interest rates on the bonds range from 3.75% to 5.125%. The Series 2006A bonds will mature December 1, 2040. Property tax revenues from the District's 42.827 debt service mill levy along with specific ownership taxes are used to make payments on the Series 2006A bonds.

Series 2006B Bonds – The outstanding balance owing on the Series 2006B Bonds at December 31, 2013 is $4,945,000. In 2012, the 2006B bondholders approached the District to renegotiate the terms of the bonds. In exchange for a higher interest rate after 2017, the District was given a five-year reprieve on making payments. Payments will begin again in June 2018. For 2012 through 2017, the interest rate is 0% and after November 30, 2017 the interest rate will be 9.5%. The maturity date of the bonds remains the same at December 1, 2040.

Series 2006C Bonds – The outstanding balance owing at December 31, 2013 on the 2006C bonds is $2,303,759. In 2010, 2011, 2012, and 2013 the District did not have sufficient funds on hand to make payments on the 2006C bonds. However, unpaid balances on the bonds are not considered an event of default (typically an event of default would allow the bond holder to demand payment in advance to the maturity date). The interest rate on the bonds is 8% and the bonds are to mature on December 1, 2040.

Series 2006D Bonds – The Series 2006D Bonds are set to mature on December 1, 2040 and have an interest rate of 10%. The outstanding balance owing on the bonds at December 31, 2013 is $414,008. Annually, if the District has excess funds in the General Fund, a transfer is made to make a payment on these bonds. If the current level of General Fund transfers is maintained, these bonds are expected to be paid in full in 2017.

Series 2008C Bonds – The interest rate on the Series 2008C bonds is 9%. Interest payment on the bonds cannot be made until the District has accumulated $800,000 in the Non-Property Tax account (i.e. the account that accumulates all specific ownership taxes transferred to the District from Weld County). Due to lower than anticipated assessed valuations in prior years, the District used the $800,000 to make payments on the 2006A and 2006B bonds. Therefore, the District is not in a position to make interest payments on the Series 2008C bonds nor does the District anticipate being able to make interest payments any time in the near future. The District also does not anticipate being able to make principal payments on this debt for some time. For more information regarding how principal payments are calculated, please see the District's 2012 audit. The total outstanding balance owing on the 2008C bonds at December 31, 2013 is $1,121,768. Unpaid balances on the bonds are not considered an event of default.

Series 2008D Bonds - The Series 2008D Bonds have an interest rate of 12%. The outstanding balance owing on the bonds at December 31, 2013 is $174,919. Annually, if the District has excess funds in the General Fund, a transfer is made to make a payment on these bonds. If the current level of General Fund transfers is maintained, these bonds are expected to be paid in full in 2017.