

Three Springs Metropolitan Districts No. 1, No. 2, No. 3 & No. 4

Final Budget

For the Year Ending December 31, 2018

Approved

October 10, 2017

Three Springs Metropolitan Districts No. 1, No. 2, No. 3 and No. 4

Final Budgets

For the Year Ending December 31, 2018

Table of Contents

Budget Message	1
District No. 1	
General Fund Budget	3
Resolution to Adopt 2018 Budget	4
Resolution to Set Mill Levy	5
Resolution to Appropriate Sums of Money	5
District No. 2	
General Fund Budget	7
Resolution to Adopt 2018 Budget	8
Resolution to Set Mill Levy	9
Resolution to Appropriate Sums of Money	9
District No. 3	
General Fund Budget	11
Capital Projects Fund Budget	12
Debt Service Fund Budget	13
Resolution to Adopt 2018 Budget	14
Resolution to Appropriate Sums of Money	15
District No. 4	
General Fund Budget	17
Resolution to Adopt 2018 Budget	18
Resolution to Set Mill Levy	19
Resolution to Appropriate Sums of Money	19

Three Springs Metropolitan Districts No. 1, No. 2, No. 3 and No. 4

Final Budgets

For the Year Ending December 31, 2018

Budget Message

Purposes of the Districts

Three Springs Metropolitan Districts No.1, No. 2, No. 3 & No. 4 were organized to provide certain parks, recreation, and drainage facilities for the mixed uses development project known as “Three Springs”, consisting of 681 acres of land in Durango, Colorado. Three Springs Metropolitan District No. 1 contains all property within Village I of the development (except the regional hospital, acute treatment center and medical office building). Three Springs Metropolitan District No. 2 contains all property within Village II of the development. As the management and control district, Three Springs Metropolitan District No. 3 is responsible for managing, implementing and coordinating the financing, acquisition, construction, and/or operation of certain infrastructure and services throughout the Development, including parks recreation and related drainage facilities. Three Springs Metropolitan District No. 4 contains all property within Three Springs Crossing of the development.

The developer, GRVP, LLC, has advanced funds to District No. 3 necessary to fund the costs of acquisition, construction and/or improvements. District No. 3 issued bonds in 2010 to partially reimburse the developer for these advances. District No. 1, District No. 2 and District No. 4 pay over all tax collections and other revenue to District No. 3, this revenue is applied to bond debt service and the costs of financing and construction of capital improvements. Additionally, these funds will be applied to administration, operation and maintenance of improvements which are not transferred to the City of Durango.

The Districts have in place agreements among the Districts and with the developer, GRVP, LLC that govern responsibilities and obligations for operations and construction of improvements.

Summary of Significant Assumptions

Property Taxes

The primary source of revenue for Districts No. 1, No. 2 and No. 4 are property taxes. The adopted mill levy for District No. 1 is 52.374 (including Gallagher adjustments for changes in the assessment rate for residential property) and is allocated 4.478 mills for operations and 47.896 mills for debt service. Mill levies for Districts No.2 and No. 4 are 50 mills. The District No. 2 mill levy is allocated 100% for operations. The District No. 4 mill levy will be allocated 100% for operations. District No. 3 does not levy any property taxes.

Specific Ownership Taxes

This revenue is based on a sharing of the collection of vehicle ownership taxes pooled by La Plata County.

Medical Office Building Fees

This fee is based upon an agreement with the Medical Office Building (MOB) on the campus of the Mercy Regional Medical Center. Due to the fact that the MOB is located within the service area of District No. 1 (but not included within District No. 1), District Nos. 1 and 3 have entered into an agreement to bill the MOB for the various services that they are provided. The amount of the revenue is established by contract.

Administrative Expenditures

Administrative expenditures have been assumed, generally, to be at the same level of required services.

Capital Outlay

During the entire scope of the development the capital outlay expenditures planned by the Districts include certain parks and related improvements, trail construction, drainage improvements and other items outlined in the Service Plans. These expenditures are budgeted in the capital projects fund of District No. 3.

Debt Service

District No. 3 issued \$16.9 million of debt in 2010. The debt service fund of District No. 3 reflects the principal and interest payment on the bond.

Emergency Reserve

The Districts have provided for emergency reserves equal to at least 3% of fiscal year spending for 2018, as defined under TABOR, which are part of the general fund ending fund balances for each respective District.

Leases

District No. 3 entered into a lease agreement with GRVP, LLC on the 7th day of February, 2017 for a property to be used for a public park.

Budget Modifications

Appropriations for the budget are adopted on a total fund basis. The Board of Directors may transfer any unencumbered appropriation balance or a portion thereof from one classification or expenditure to another within a fund. The budgets are adopted on the modified accrual basis of accounting. Appropriations lapse at the end of the year.

THREE SPRINGS METROPOLITAN DISTRICT NO. 1
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET
 January 1 to December 31, 2018 Budget
 GENERAL FUND

	Audited 2015		2017			Budget 2018
	Audited 2015	Audited 2016	Budget	September YTD	Over (Under) Budget	Estimated Totals for 2017
Beginning Fund Balance	\$ 61,558	\$ 61,556	\$ 61,706	61,556	(150)	\$ 61,556
Revenues and Other Sources						
Property taxes						
Operations	56,889	66,172	67,754	67,330	(424)	67,754
Debt service	608,472	707,791	724,695	717,551	(7,144)	724,695
Specific ownership taxes	60,141	66,765	60,000	53,488	(6,512)	60,000
Interest income	276	198	150	1,874	1,724	2,000
Total Revenues and Other Sources	787,336	902,482	914,305	901,800	(12,505)	916,005
Expenditures and Other Uses						
Transfers to District No. 3						
Operations	55,206	64,206	65,722	65,566	(156)	65,722
Debt service	650,615	753,508	762,954	750,977	(11,977)	762,954
Treasurers fees	19,957	23,212	23,773	23,701	(72)	23,773
Total Expenditures and Other Uses	725,778	840,926	852,449	840,244	(12,205)	852,449
Ending Fund Balance	61,556	61,556	61,856	61,556	(300)	\$ 63,556

THREE SPRINGS METROPOLITAN DISTRICT NO. I

RESOLUTION NO. A

RESOLUTION TO ADOPT BUDGET

WHEREAS, the Board of Directors ("Board") of Three Springs Metropolitan District No. I ("District") has appointed a budget committee to prepare and submit a proposed 2018 budget to the Board at the proper time; and

WHEREAS, such budget committee has submitted the proposed budget to the Board for its consideration; and

WHEREAS, upon due and proper notice, published in accordance with law, the budget was open for inspection by the public at a designated place, and a public hearing was held on October 10, 2017, and interested electors were given the opportunity to file or register any objections to the budget; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, enterprise, reserve transfer and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution ("TABOR") and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Three Springs Metropolitan District No. I:

That estimated expenditures for each fund are as follows:

General Fund:		\$929,863
	Total	\$929,863

That estimated revenues are as follows:

<u>General Fund:</u>		
From unappropriated surpluses		\$63,556
From sources other than general property tax		\$70,731
From general property tax		\$859,132
	Total	\$993,419

That reserves have been or are hereby established for each appropriate fund or combined as a single reserve fund as set forth in the budget in order to preserve the spending exemption for

reserves under TABOR, and all such reserves shall be transferred or expended within any fund as set forth in the budget.

That the budget, as submitted, amended and herein summarized by fund, be, and the same hereby is, approved and adopted as the budget of Three Springs Metropolitan District No. 1 for the 2018 fiscal year.

That the budget, as hereby approved and adopted, shall be certified by the Treasurer and/or President of the District to all appropriate agencies and is made a part of the public records of the District.

TO SET MILL LEVIES

WHEREAS, the amount of money necessary to balance the budget for general operating expenses is \$859,132; and

WHEREAS, the 2017 final valuation for assessment of the District by the County Assessor is \$16,403,800.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Three Springs Metropolitan District No. 1:

That for the purpose of meeting all general expenses of the District during the 2018 budget year, pursuant to the Inter District Financing Agreement, there is hereby levied a property tax of 52.374 mills upon each dollar of the total valuation for assessment of all taxable property within the District to raise \$859,132. This levy shall be comprised of 4.478 mills for operations and 47.896 mills for debt service.

That the Treasurer and/or President of the District is hereby authorized and directed to immediately certify to the County Commissioners of La Plata County, Colorado, the mill levies for the District as hereinabove determined and set.

TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the District has made provision in the budget for revenues in an amount equal to the total proposed expenditures as set forth therein; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Three Springs Metropolitan District No. 1 that the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated in the budget:

General Fund:

Total

\$929,863

\$929,863

Adopted this 10th day of October, 2017.

**THREE SPRINGS METROPOLITAN
DISTRICT No 1**

By:


Patrick Morrissey, Chairman

ATTEST:

By:


Regina Dunn, Treasurer

THREE SPRINGS METROPOLITAN DISTRICT NO. 2
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET
 January 1 to December 31, 2018 Budget
 GENERAL FUND

	2015		2016		2017			Budget 2018
	\$	5,407	\$	5,407	Budget	September YTD	Estimated Totals for 2017	\$
Beginning Fund Balance	\$	5,407	\$	5,407	\$	5,407	\$	5,407
Revenues and Other Sources								
Property taxes								
Operations	21,435	28,400	15,800	15,800	0	15,800	7,342	
Specific ownership taxes	1,869	1,792	1,800	1,169	(631)	1,800	587	
Interest income	-	621	-	-	-	-	-	
Total Revenues and Other Sources	28,711	36,220	23,007	22,376	(631)	23,007	13,336	
Expenditures and Other Uses								
Transfers to District No. 3								
Operations	22,660	29,961	17,126	16,495	(631)	17,126	7,709	
Treasurers fees	644	852	474	474	-	474	220	
Total Expenditures and Other Uses	23,304	30,813	17,600	16,969	(631)	17,600	7,929	
Ending Fund Balance	\$	5,407	\$	5,407	\$	5,407	\$	5,407

THREE SPRINGS METROPOLITAN DISTRICT NO 2

RESOLUTION NO. B

RESOLUTION TO ADOPT BUDGET

WHEREAS, the Board of Directors (“Board”) of Three Springs Metropolitan District No. 2 (“District”) has appointed a budget committee to prepare and submit a proposed 2018 budget to the Board at the proper time; and

WHEREAS, such budget committee has submitted the proposed budget to the Board for its consideration; and

WHEREAS, upon due and proper notice, published in accordance with law, the budget was open for inspection by the public at a designated place, and a public hearing was held on October 10, 2017, and interested electors were given the opportunity to file or register any objections to the budget; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, enterprise, reserve transfer and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution (“TABOR”) and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Three Springs Metropolitan District No. 2:

That estimated expenditures for each fund are as follows:

General Fund:	\$7,929
Total	\$7,929

That estimated revenues are as follows:

<u>General Fund:</u>	
From unappropriated surpluses	\$5,407
From sources other than general property tax	\$587
From general property tax	\$7,342
Total	\$13,336

That reserves have been or are hereby established for each appropriate fund or combined as a single reserve fund as set forth in the budget in order to preserve the spending exemption for reserves under TABOR, and all such reserves shall be transferred or expended within any fund as set forth in the budget.

That the budget, as submitted, amended and herein summarized by fund, be, and the same hereby is, approved and adopted as the budget of Three Springs Metropolitan District No. 2 for the 2018 fiscal year.

That the budget, as hereby approved and adopted, shall be certified by the Treasurer and/or President of the District to all appropriate agencies and is made a part of the public records of the District.

TO SET MILL LEVIES

WHEREAS, the amount of money necessary to balance the budget for general operating expenses is \$7,342; and

WHEREAS, the 2017 final valuation for assessment of the District by the County Assessor is \$146,830.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Three Springs Metropolitan District No. 2:

That for the purpose of meeting all general operating expenses of the District during the 2018 budget year, there is hereby levied a property tax of 50 mills upon each dollar of the total valuation for assessment of all taxable property within the District to raise \$7,342, all of which is for operations.

That the Treasurer and/or President of the District is hereby authorized and directed to immediately certify to the County Commissioners of La Plata County, Colorado, the mill levies for the District as hereinabove determined and set.

TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the District has made provision in the budget for revenues in an amount equal to the total proposed expenditures as set forth therein; and


WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Three Springs Metropolitan District No. 2 that the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated in the budget:

General Fund:		<u>\$7,929</u>
	Total	\$7,929

Adopted this 10th day of October, 2017.

**THREE SPRINGS METROPOLITAN
DISTRICT No. 2**

By: 
Patrick Morrissey, Chairman

ATTEST:

By: 
Jon Penny, Treasurer

THREE SPRINGS METROPOLITAN DISTRICT NO. 3
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 January 1 to December 31, 2018 Budget
 GENERAL FUND

	Audited 2015 - Audited 2016		2017			Budget 2018
			Budget	September YTD	Over (Under) Budget	Estimated Totals for 2017
Beginning Fund Balance	\$ -	\$ 40,262	\$ 31,982	\$ 33,346	\$ 1,364	\$ 33,346
Revenues and Other Sources						
Transfers from Dist No. 1	55,206	64,206	65,722	65,566	(156)	65,722
Transfers from Dist No. 2	22,660	29,961	17,126	16,495	(631)	17,126
Transfers from Dist No. 4	-	-	5,206	-	(5,206)	5,206
Mercy Housing building fees	5,068	5,169	5,272	5,272	0	5,272
Developer advances	180,000	186,634	176,688	153,366	(23,322)	189,883
Total Revenues and Other Sources	262,934	326,232	301,996	274,046	(27,950)	316,555
Expenditures and Other Uses						
General government						
Audit & accounting	6,600	6,600	7,000	8,748	1,748	9,500
Insurance/dues	7,895	9,287	9,500	12,835	3,335	12,835
Legal	35,481	53,063	50,000	37,842	(12,158)	50,000
Administration/Staffing/Programming/OH	4,175	2,360	1,700	7,828	6,128	9,000
Subscriptions	1,230	2,205	2,000	1,705	(295)	2,000
Appraisal	-	12,000	-	-	-	-
Community operations						
Landscaping/Grounds/Maintenance	119,168	150,135	150,000	107,662	(42,338)	150,000
Utilities	41,945	52,700	50,000	32,196	(17,804)	50,000
Snow removal	6,178	4,536	8,000	8,848	848	9,000
Contingency	-	-	15,000	-	(15,000)	15,000
Total Expenditures and Other Uses	222,672	292,886	293,200	217,663	(75,537)	307,335
Ending Fund Balance	\$ 40,262	\$ 33,346	\$ 8,796	\$ 56,383	\$ 47,587	\$ 9,220

THREE SPRINGS METROPOLITAN DISTRICT NO. 3
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 January 1 to December 31, 2018 Budget
 CAPITAL PROJECTS FUND

	Audited 2015		Audited 2016		2017				Budget 2018
					Budget	September YTD	Over (Under) Budget	Estimated Totals for 2017	
Beginning Fund Balance	\$ 80,699	\$ (284)			\$ -	\$ 1,342	\$ 1,342	\$ 1,342	\$ -
Revenues and Other Sources									
Developer advances	409,759	11,000			1,546,237	453,981	(1,092,256)	1,218,214	858,674
Total Revenues and Other Sources	490,458	10,716			1,546,237	455,323	(1,090,914)	1,219,556	858,674
Expenditures and Other Uses									
Capital outlay	490,742	9,374			1,344,554	455,323	(889,231)	1,017,873	746,673
Contingency	-	-			201,683	-	(201,683)	201,683	112,001
Total Expenditures and Other Uses	490,742	9,374			1,546,237	455,323	(1,090,914)	1,219,556	858,674
Ending Fund Balance	\$ (284)	\$ 1,342			\$ -	\$ -	\$ -	\$ -	\$ -

THREE SPRINGS METROPOLITAN DISTRICT NO. 3
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

January 1 to December 31, 2018 Budget

DEBT SERVICE FUND

	Audited 2015		Audited 2016		2017			Budget 2018
					Budget	September YTD	Over (Under) Budget	Estimated Totals for 2017
Beginning Fund Balance	\$2,701,040	\$2,138,413	\$1,724,181	\$ 1,722,202	\$ (1,979)	\$1,722,202	\$1,690,000	
Revenues and Other Sources								
Transfers from Dist No. 1	650,615	753,508	762,954	750,977	(11,977)	762,954	826,789	
Medical office building fees	97,875	112,023	114,105	114,105	(0)	114,105	115,000	
Interest income	4,017	13,051	5,000	8,547	3,547	9,000	8,500	
Developer advances	-	23,403	400,460	-	(400,460)	399,939	367,023	
Total Revenues and Other Sources	3,453,547	3,040,398	3,006,700	2,595,830	(410,870)	3,008,200	3,007,313	
Expenditures and Other Uses								
Bond interest	1,308,980	1,308,588	1,308,200	654,100	(654,100)	1,308,200	1,307,813	
Bond principal	5,000	5,000	5,000	-	(5,000)	5,000	5,000	
Bank Service Charges	1,154	1,536	-	1,204	1,204	1,500	1,500	
Trustee fees	-	3,072	3,500	3,048	(452)	3,500	3,000	
Total Expenditures and Other Uses	1,315,134	1,318,196	1,316,700	658,352	(658,348)	1,318,200	1,317,313	
Ending Fund Balance	\$2,138,413	\$1,722,202	\$1,690,000	\$ 1,937,479	\$ 247,479	\$1,690,000	\$1,690,000	

THREE SPRINGS METROPOLITAN DISTRICT NO 3

RESOLUTION NO. C

RESOLUTION TO ADOPT BUDGET

WHEREAS, the Board of Directors (“Board”) of Three Springs Metropolitan District No. 3 (“District”) has appointed a budget committee to prepare and submit a proposed 2018 budget to the Board at the proper time; and

WHEREAS, such budget committee has submitted the proposed budget to the Board for its consideration; and

WHEREAS, upon due and proper notice, published in accordance with law, the budget was open for inspection by the public at a designated place, and a public hearing was held on October 10, 2017, and interested electors were given the opportunity to file or register any objections to the budget; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, enterprise, reserve transfer and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution (“TABOR”) and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Three Springs Metropolitan District No. 3:

That estimated expenditures for each fund are as follows:

General Fund:	\$329,730
Capital Projects Fund:	\$858,674
Debt Service Fund:	<u>\$1,317,313</u>
Total	\$2,505,717

That estimated revenues are as follows:

General Fund:

From unappropriated surpluses	\$9,220
From inter-district transfers	\$136,960
From Mercy Housing building fees	\$5,300
From developer advances	\$188,142
Total	\$339,622

Capital Projects Fund:

From unappropriated surpluses	\$0
From developer advances	\$858,674
From sources other than general property tax	\$0
Total	\$858,674

Debt Service Fund:

From unappropriated surpluses	\$1,690,000
From inter-district transfers	\$826,789
From Medical Office building fees	\$115,000
Interest income	\$8,500
From developer advances	\$367,023
Total	\$3,007,313

That reserves have been or are hereby established for each appropriate fund or combined as a single reserve fund as set forth in the budget in order to preserve the spending exemption for reserves under TABOR, and all such reserves shall be transferred or expended within any fund as set forth in the budget.

That the budget, as submitted, amended and herein summarized by fund, be, and the same hereby is, approved and adopted as the budget of Three Springs Metropolitan District No. 3 for the 2018 fiscal year.

That the budget, as hereby approved and adopted, shall be certified by the Treasurer and/or President of the District to all appropriate agencies and is made a part of the public records of the District.

TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the District has made provision in the budget for revenues in an amount equal to the total proposed expenditures as set forth therein; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set

forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Three Springs Metropolitan District No. 3 that the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated in the budget:

General Fund:	\$329,730
Capital Projects Fund:	\$858,674
Debt Service Fund:	\$1,317,313
Total	\$2,505,717

Adopted this 10th day of October, 2017.

**THREE SPRINGS METROPOLITAN
DISTRICT No. 3**

By: 
Patrick Morrissey, Chairman

ATTEST:

By: 
Jon Penny, Treasurer

THREE SPRINGS METROPOLITAN DISTRICT NO. 4
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET
January 1 to December 31, 2018 Budget
GENERAL FUND

	Unaudited 2015	Unaudited 2016	2017			Estimated Totals for 2017	Budget 2018
			Budget	September YTD	Over (Under) Budget		
Beginning Fund Balance	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -
Revenues and Other Sources							
Property taxes							
Operations	-	-	5,367	5,366	(1)	5,367	49,478
Specific ownership taxes	-	-	-	269	269	275	3,958
Total Revenues and Other Sources	-	-	5,367	5,636	269	5,642	53,436
Expenditures and Other Uses							
Transfers to District No. 3							
Operations	-	-	-	-	(5,206)	5,481	51,951
Treasurers fees	-	-	161	-	(161)	161	1,484
Total Expenditures and Other Uses	-	-	5,367	-	(5,367)	5,642	53,436
Ending Fund Balance	-	-	\$ -	\$ 5,636	\$ 5,636	\$ -	\$ -

THREE SPRINGS METROPOLITAN DISTRICT NO. 4

RESOLUTION NO. D

RESOLUTION TO ADOPT BUDGET

WHEREAS, the Board of Directors ("Board") of Three Springs Metropolitan District No. 4 ("District") has appointed a budget committee to prepare and submit a proposed 2018 budget to the Board at the proper time; and

WHEREAS, such budget committee has submitted the proposed budget to the Board for its consideration; and

WHEREAS, upon due and proper notice, published in accordance with law, the budget was open for inspection by the public at a designated place, and a public hearing was held on October 10, 2017, and interested electors were given the opportunity to file or register any objections to the budget; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, enterprise, reserve transfer and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution ("TABOR") and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Three Springs Metropolitan District No. 4:

That estimated expenditures for each fund are as follows:

General Fund:		\$53,436
	Total	\$53,436

That estimated revenues are as follows:

<u>General Fund:</u>		
From unappropriated surpluses		\$0
From sources other than general property tax		\$3,958
From general property tax		\$49,478
	Total	\$53,436

That reserves have been or are hereby established for each appropriate fund or combined as a single reserve fund as set forth in the budget in order to preserve the spending exemption for reserves under TABOR, and all such reserves shall be transferred or expended within any fund as set forth in the budget.

That the budget, as submitted, amended and herein summarized by fund, be, and the same hereby is, approved and adopted as the budget of Three Springs Metropolitan District No. 4 for the 2018 fiscal year.

That the budget, as hereby approved and adopted, shall be certified by the Treasurer and/or President of the District to all appropriate agencies and is made a part of the public records of the District.

TO SET MILL LEVIES

WHEREAS, the amount of money necessary to balance the budget for general operating expenses is \$49,478; and

WHEREAS, the 2017 final valuation for assessment of the District by the County Assessor is \$989,550.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Three Springs Metropolitan District No. 4:

That for the purpose of meeting all general expenses of the District during the 2018 budget year, pursuant to the Inter District Financing Agreement, there is hereby levied a property tax of 50 mills upon each dollar of the total valuation for assessment of all taxable property within the District to raise \$49,478. This levy shall be comprised of 50.000 mills for general operations.

That the Treasurer and/or President of the District is hereby authorized and directed to immediately certify to the County Commissioners of La Plata County, Colorado, the mill levies for the District as hereinabove determined and set.

TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the District has made provision in the budget for revenues in an amount equal to the total proposed expenditures as set forth therein; and


WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Three Springs Metropolitan District No. 1 that the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated in the budget:

General Fund:		<u>\$53,436</u>
	Total	\$53,436

Adopted this 10th day of October, 2017.

**THREE SPRINGS METROPOLITAN
DISTRICT No 4**

By: 
Patrick Morrissey, Chairman

ATTEST:

By: 
Jon Penny, Treasurer