

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

Final Budget

For the Year Ending December 31, 2019

Approved

December 5, 2018

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

Final Budgets

For the Year Ending December 31, 2019

Table of Contents

Budget Message 1

District No. 1

 General Fund Budget3

 Resolution to Adopt 2019 Budget4

 Resolution to Set Mill Levy5

 Resolution to Appropriate Sums of Money5

District No. 2

 General Fund Budget7

 Resolution to Adopt 2019 Budget8

 Resolution to Set Mill Levy9

 Resolution to Appropriate Sums of Money9

District No. 3

 General Fund Budget 11

 Capital Projects Fund Budget 12

 Debt Service Fund Budget 13

 Resolution to Adopt 2019 Budget 14

 Resolution to Appropriate Sums of Money 15

District No. 4

 General Fund Budget 17

 Resolution to Adopt 2019 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, 2019

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 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 2019, 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
 Budget 2019
 GENERAL FUND

				2018				Budget 2019
	Audited 2015	Audited 2016	Audited 2017	Budget	October YTD	Over (Under) Budget	Estimated Totals for 2018	
Beginning Fund Balance	\$ 61,558	\$ 61,556	\$ 61,556	\$ 63,556	61,556	\$ (2,000)	\$ 61,556	\$ 3,188
Revenues and Other Sources								
Property taxes								
Operations	56,889	66,172	67,649	73,456	73,456	-	73,456	76,598
Debt service	608,472	707,791	720,960	785,676	785,677	1	785,677	819,283
Specific ownership taxes	60,141	66,765	84,871	68,731	74,940	6,209	89,928	71,670
Interest income	276	198	1,910	2,000	849	(1,151)	1,131	500
Total Revenues and Other Sources	787,336	902,482	936,945	993,419	996,478	3,059	1,011,748	971,239
Expenditures and Other Uses								
Transfers to District No. 3								
Operations	55,206	64,206	65,886	77,300	107,701	30,401	107,701	74,343
Debt service	650,615	753,508	785,786	826,789	860,847	34,058	875,072	866,832
Bank service charges	-	-	-	-	-	-	-	-
Treasurers fees	19,957	23,212	23,717	25,774	25,786	12	25,786	26,876
Total Expenditures and Other Uses	725,778	840,926	875,389	929,863	994,334	64,471	1,008,559	968,051
Ending Fund Balance	61,556	61,556	61,556	\$ 63,556	\$ 2,143	\$ (61,412)	\$ 3,188	\$ 3,188

THREE SPRINGS METROPOLITAN DISTRICT NO. 1

RESOLUTION NO. A

RESOLUTION TO ADOPT BUDGET

WHEREAS, the Board of Directors (“Board”) of Three Springs Metropolitan District No. 1 (“District”) has appointed a budget committee to prepare and submit a proposed 2019 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 December 5, 2018, 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. 1:

That estimated expenditures for each fund are as follows:

General Fund:		\$968,051
	Total	\$968,051

That estimated revenues are as follows:

<u>General Fund:</u>		
From unappropriated surpluses		\$3,188
From sources other than general property tax		\$72,170
From general property tax		\$895,881
	Total	\$971,239

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 2019 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 \$895,881; and

WHEREAS, the 2018 final valuation for assessment of the District by the County Assessor is \$17,105,440.

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 2019 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 \$895,881. 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


\$968,051

\$968,051

Adopted this 5th day of December, 2018.

**THREE SPRINGS METROPOLITAN
DISTRICT No 1**

By:


Patrick Morrissey, Chairman

ATTEST:

By:


Tim Zink, Treasurer

THREE SPRINGS METROPOLITAN DISTRICT NO. 2
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET

Budget 2019

GENERAL FUND

				2018				Budget 2019
	Unaudited 2015	Unaudited 2016	Unaudited 2017	Budget	October YTD	Over (Under) Budget	Estimated Totals for 2018	
Beginning Fund Balance	\$ 5,407	\$ 5,407	\$ 5,407	\$ 5,407	5,407	\$ -	\$ 5,407	\$ 564
Revenues and Other Sources								
Property taxes								
Operations	21,435	28,400	15,800	7,342	7,342	(0)	7,342	12,561
Specific ownership taxes	1,869	1,792	1,795	587	721	134	865	1,005
Interest income	-	621	-	-	-	-	-	-
Total Revenues and Other Sources	28,711	36,220	23,002	13,336	13,470	134	13,614	14,130
Expenditures and Other Uses								
Transfers to District No. 3								
Operations	22,660	29,961	17,121	7,709	7,842	133	12,830	13,189
Treasurers fees	644	852	474	220	220	0	220	377
Total Expenditures and Other Uses	23,304	30,813	17,595	7,929	8,062	133	13,050	13,565
Ending Fund Balance	\$ 5,407	\$ 5,407	\$ 5,407	\$ 5,407	\$ 5,407	\$ 0	\$ 564	\$ 564

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 2019 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 December 5, 2018, 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:	\$13,565
Total	\$13,565

That estimated revenues are as follows:

<u>General Fund:</u>	
From unappropriated surpluses	\$564
From sources other than general property tax	\$1,005
From general property tax	\$12,561
Total	\$14,130

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 2019 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 \$12,561; and

WHEREAS, the 2018 final valuation for assessment of the District by the County Assessor is \$251,210.

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 2019 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 \$12,561, 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>\$13,565</u>
	Total	\$13,565

Adopted this 5th day of December, 2018.

**THREE SPRINGS METROPOLITAN
DISTRICT No. 2**

By: 
Patrick Morrissey, Chairman

ATTEST:

By: 
Tim Zink, Treasurer

THREE SPRINGS METROPOLITAN DISTRICT NO. 3
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget 2019
GENERAL FUND

				2018				Budget 2019
	Audited 2015	Audited 2016	Audited 2017	Budget	October YTD	Over (Under) Budget	Estimated Totals for 2018	
Beginning Fund Balance	\$ -	\$ 40,262	\$ 33,346	\$ 9,220	\$ 20,095	\$ 10,875	\$ 20,095	\$ 11,567
Revenues and Other Sources								
Transfers from Dist No. 1	55,206	64,206	65,886	77,300	107,701	30,401	107,701	74,343
Transfers from Dist No. 2	22,660	29,961	17,121	7,709	7,842	133	12,830	13,189
Transfers from Dist No. 4	-	-	5,899	51,951	50,317	(1,634)	51,139	51,942
Mercy Housing building fees	5,068	5,169	5,272	5,300	5,378	78	5,378	5,400
Permit fees	-	-	1,700	-	700	700	800	1,000
Developer advances	180,000	186,634	163,367	188,142	60,000	(128,142)	83,445	131,819
Total Revenues and Other Sources	262,934	326,232	292,591	339,622	252,033	(87,589)	281,388	289,260
Expenditures and Other Uses								
General government								
Audit & accounting	6,600	6,600	10,714	13,500	13,606	106	15,000	15,000
Insurance/dues	7,895	9,287	10,347	13,000	10,996	(2,004)	13,000	13,000
Legal	35,481	53,063	45,597	50,000	11,724	(38,276)	13,000	13,000
Administration/Staffing/Programing/OH	4,132	2,360	2,681	8,000	279	(7,721)	335	335
Office supplies	43	-	-	-	-	-	-	-
Subscriptions	1,230	2,205	7,720	2,000	1,754	(246)	2,000	2,000
Appraisal	-	12,000	-	13,230	10,000	(3,230)	10,000	-
Community operations								
Landscaping/Grounds/Maintenance	119,168	150,135	145,553	150,000	112,072	(37,928)	134,486	155,000
Utilities	41,945	52,700	41,039	50,000	49,336	(664)	52,000	52,500
Snow removal	6,178	4,536	8,848	15,000	3,098	(11,902)	15,000	15,000
Contingency	-	-	-	15,000	-	(15,000)	15,000	15,000
Total Expenditures and Other Uses	222,672	292,886	272,499	329,730	212,865	(116,865)	269,821	280,835
Ending Fund Balance	\$ 40,262	\$ 33,346	\$ 20,094	\$ 9,892	\$ 39,168	\$ 29,276	\$ 11,567	\$ 8,425

THREE SPRINGS METROPOLITAN DISTRICT NO. 3
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget 2019
CAPITAL PROJECTS FUND

				2018				Budget 2019
	Audited 2015	Audited 2016	Audited 2017	Budget	October YTD	Over (Under) Budget	Estimated Totals for 2018	
Beginning Fund Balance	\$ 80,699	\$ (284)	\$ 1,342	\$ -	\$ 125	\$ 125	\$ 125	\$ -
Revenues and Other Sources								
Developer advances	409,759	11,000	1,073,080	858,674	713,706	(144,968) [▼]	1,071,410	1,435,476
Transfer from General fund	-	-	-	-	-	-	-	-
Total Revenues and Other Sources	<u>490,458</u>	<u>10,716</u>	<u>1,074,422</u>	<u>858,674</u>	<u>713,831</u> [▼]	<u>(144,843)</u>	<u>1,071,535</u>	<u>1,435,476</u>
Expenditures and Other Uses								
Capital outlay	490,742	9,374	1,074,296	746,673	713,831	(32,841)	959,409	1,248,240
Contingency	-	-	-	112,001	-	(112,001)	112,126	187,236
Total Expenditures and Other Uses	<u>490,742</u>	<u>9,374</u>	<u>1,074,296</u>	<u>858,674</u> [▼]	<u>713,831</u>	<u>(144,842)</u>	<u>1,071,535</u>	<u>1,435,476</u>
Ending Fund Balance	<u>\$ (284)</u>	<u>\$ 1,342</u>	<u>\$ 126</u>	<u>\$ -</u>	<u>\$ -</u> [▼]	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

THREE SPRINGS METROPOLITAN DISTRICT NO. 3
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
Budget 2019
DEBT SERVICE FUND

	Audited 2015	Audited 2016	Audited 2017	2018			Estimated Totals for 2018	Budget 2019
				Budget	October YTD	Over (Under) Budget		
Beginning Fund Balance	\$ 2,701,040	\$ 2,138,413	\$ 1,722,202	\$ 1,690,000	\$ 1,724,055	\$ 34,055	\$ 1,724,055	\$ 1,710,386
Revenues and Other Sources								
Transfers from Dist No. 1	650,615	753,508	785,786	826,789	860,847	34,058	875,072	866,832
Medical office building fees	97,875	112,023	114,105	115,000	118,259	3,259	118,259	120,000
Interest income	4,017	13,051	19,395	8,500	29,292	20,792	35,150	30,000
Developer advances	-	23,403	401,311	367,023	-	(367,023)	276,752	292,008
Total Revenues and Other Sources	<u>3,453,547</u>	<u>3,040,398</u>	<u>3,042,799</u>	<u>3,007,312</u>	<u>2,732,453</u>	<u>(274,859)</u>	<u>3,029,288</u>	<u>3,019,226</u>
Expenditures and Other Uses								
Bond interest	1,308,980	1,308,588	1,308,200	1,307,813	653,906	(653,907)	1,307,813	1,307,426
Bond principal	5,000	5,000	5,000	5,000	-	(5,000)	5,000	15,000
Bank Service Charges	1,154	1,536	2,496	1,500	2,861	1,361	3,000	3,800
Trustee fees	-	3,072	3,048	3,000	3,089	89	3,089	3,000
Total Expenditures and Other Uses	<u>1,315,134</u>	<u>1,318,196</u>	<u>1,318,744</u>	<u>1,317,313</u>	<u>659,856</u>	<u>(657,457)</u>	<u>1,318,902</u>	<u>1,329,226</u>
Ending Fund Balance	<u>\$ 2,138,413</u>	<u>\$ 1,722,202</u>	<u>\$ 1,724,055</u>	<u>\$ 1,690,000</u>	<u>\$ 2,072,597</u>	<u>\$ 382,597</u>	<u>\$ 1,710,386</u>	<u>\$ 1,690,000</u>

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 2019 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 December 5, 2018, 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:	\$280,835
Capital Projects Fund:	\$1,435,476
Debt Service Fund:	<u>\$1,329,226</u>
Total	\$3,045,537

That estimated revenues are as follows:

General Fund:

From unappropriated surpluses	\$11,567
From inter-district transfers	\$139,474
From Mercy Housing building fees	\$5,400
From developer advances	\$131,819
Fees	\$1,000
Total	\$289,260

Capital Projects Fund:

From unappropriated surpluses	\$0
From developer advances	\$1,435,476
From sources other than general property tax	\$0
Total	\$1,434,476

Debt Service Fund:

From unappropriated surpluses	\$1,710,386
From inter-district transfers	\$866,832
From Medical Office building fees	\$120,000
Interest income	\$30,000
From developer advances	\$292,008
Total	\$3,019,226

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 2019 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:	\$280,835
Capital Projects Fund:	\$1,435,476
Debt Service Fund:	\$1,329,226
Total	\$3,045,537

Adopted this 5th day of December, 2018.

**THREE SPRINGS METROPOLITAN
DISTRICT No. 3**

By: 
Patrick Morrissey, Chairman

ATTEST:

By: 
Tim Zink, Treasurer

THREE SPRINGS METROPOLITAN DISTRICT NO. 4
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET
 Budget 2019
 GENERAL FUND

				2018				Budget 2019
	Unaudited 2015	Unaudited 2016	Unaudited 2017	Budget	October YTD	Over (Under) Budget	Estimated Totals for 2018	
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ 1,603
Revenues and Other Sources								
Property taxes								
Operations	-	-	5,366	49,478	49,478	-	49,478	49,469
Specific ownership taxes	-	-	533	3,957	3,957	-	4,748	3,957
Total Revenues and Other Sources	-	-	5,899	53,435	53,435	-	54,226	55,029
Expenditures and Other Uses								
Transfers to District No. 3								
Operations	-	-	5,899	51,951	50,317	(1,633)	51,139	51,942
Treasurers fees	-	-	-	1,484	1,484	-	1,484	1,484
Total Expenditures and Other Uses	-	-	5,899	53,435	51,801	(1,633)	52,623	53,426
Ending Fund Balance	-	-	-	\$ -	\$ 1,633	\$ 1,633	\$ 1,603	\$ 1,603

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 2019 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 December 5, 2018, 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:		\$53,426
	Total	\$53,426

That estimated revenues are as follows:

<u>General Fund:</u>		
From unappropriated surpluses		\$1,603
From sources other than general property tax		\$3,957
From general property tax		\$49,469
	Total	\$55,029

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 2019 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 \$49,469; and

WHEREAS, the 2018 final valuation for assessment of the District by the County Assessor is \$989,370.

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 2019 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 \$49,469. 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

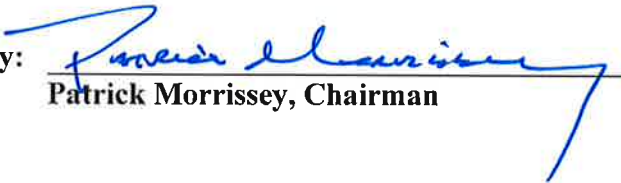
WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of District.

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>\$53,426</u>
	Total	\$53,436

Adopted this 5th day of December, 2018.

**THREE SPRINGS METROPOLITAN
DISTRICT No 4**

By: 
Patrick Morrissey, Chairman

ATTEST:

By: 
Tim Zink, Treasurer