

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

Final Budget

For the Year Ending December 31, 2020

Approved

December 4, 2019

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

Final Budgets

For the Year Ending December 31, 2020

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

Final Budgets

For the Year Ending December 31, 2020

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. 3 plans to refinance the 2010 bonds in 2020 but has not finalized the details. 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 53.124 and is allocated 4.542 mills for operations and 48.582 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. The District intends to refinance these bonds in 2020 but have not finalized details.

Emergency Reserve

The Districts have provided for emergency reserves equal to at least 3% of fiscal year spending for 2020, 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
 2020 BUDGET
 GENERAL FUND

	Audited 2016			Audited 2017			Audited 2018			2019			Budget Proposal 2020
	Audited 2016	Audited 2017	Audited 2018	Budget	October YTD	Over (Under) Budget	Estimated Totals for 2019	Budget	October YTD	Over (Under) Budget	Estimated Totals for 2019	Budget	Proposal 2020
Beginning Fund Balance	\$ 61,556	\$ 61,556	\$ 61,556	\$ 3,188	2,143	\$ (1,045)	\$ 2,143	\$ 3,188	2,143	\$ (1,045)	\$ 2,143	\$ 805	
Revenues and Other Sources													
Operations	66,172	67,649	73,456	76,598	76,545	(120)	76,598	76,598	76,545	(120)	76,598	87,625	
Debt service	707,791	720,960	785,677	819,283	818,715	(1,281)	819,283	819,283	818,715	(1,281)	819,283	937,226	
Specific ownership taxes	66,765	84,871	92,532	71,670	78,431	(18,774)	94,117	94,117	78,431	(18,774)	94,117	81,988	
Interest income	198	1,910	849	500	270	(270)	150	500	270	(270)	150	500	
Total Revenues and Other Sources	902,482	936,945	1,014,069	971,239	976,104	(21,489)	992,291	971,239	976,104	(21,489)	992,291	1,108,144	
Expenditures and Other Uses													
Transfers to District No. 3													
Operations	64,206	65,886	107,701	74,343	74,272	(139)	82,475	74,343	74,272	(139)	82,475	85,030	
Debt service	753,508	785,786	878,439	866,832	872,833	(20,261)	882,135	866,832	872,833	(20,261)	882,135	991,446	
Bank service charges	-	-	-	-	-	-	-	-	-	-	-	-	
Treasurers fees	23,212	23,717	25,786	26,876	26,855	(46)	26,876	26,876	26,855	(46)	26,876	30,746	
Total Expenditures and Other Uses	840,926	875,389	1,011,926	968,051	973,960	(20,446)	991,486	968,051	973,960	(20,446)	991,486	1,107,222	
Ending Fund Balance	61,556	61,556	2,143	3,188	2,144	(1,044)	805	3,188	2,144	(1,044)	805	922	

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 2020 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 4, 2019, 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:		\$1,107,222
	Total	\$1,107,222

That estimated revenues are as follows:

<u>General Fund:</u>		
From unappropriated surpluses		\$805
From sources other than general property tax		\$82,488
From general property tax		\$1,024,851
	Total	\$1,108,144

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 2020 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 \$1,024,851; and

WHEREAS, the 2019 final valuation for assessment of the District by the County Assessor is \$19,291,530.

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 53.124 mills upon each dollar of the total valuation for assessment of all taxable property within the District to raise \$1,024,851. This levy shall be comprised of 4.542 mills for operations and 48.582 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

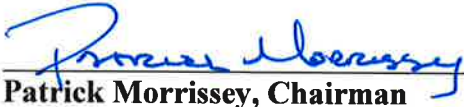
\$1,107,222

\$1,107,222

Adopted this 4th day of December, 2019.

**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
 2020 BUDGET
 GENERAL FUND

	2016		2017		2018		2019		Estimated Totals for 2019	Budget Proposal 2020
							Budget	October YTD		
Beginning Fund Balance	\$ 5,407	\$ 5,407	\$ 5,407	\$ 5,407	\$ 5,407	\$ 5,407	\$ 564	5,407	\$ 5,407	\$ 11
Revenues and Other Sources										
Property taxes										
Operations	28,400	15,800	7,342	12,561	(0)	12,561	12,561	12,561	12,561	7,903
Specific ownership taxes	1,792	1,795	871	1,005	(380)	983	1,005	1,005	1,005	632
Interest income	621	-	-	-	-	-	-	-	-	-
Total Revenues and Other Sources	36,220	23,002	13,620	14,130	4,463	18,951	14,130	18,951	18,973	8,546
Expenditures and Other Uses										
Transfers to District No. 3										
Operations	29,961	17,121	7,993	13,189	(380)	13,167	13,189	13,167	18,585	8,302
Treasurers fees	852	474	220	377	(0)	377	377	377	377	237
Total Expenditures and Other Uses	30,813	17,595	8,213	13,566	(379)	13,544	13,566	13,544	18,962	8,539
Ending Fund Balance	\$ 5,407	\$ 5,407	\$ 5,407	\$ 564	\$ 4,843	\$ 5,407	\$ 564	\$ 5,407	\$ 11	\$ 7

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 2020 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 4, 2019, 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:	\$8,539
Total	\$8,539

That estimated revenues are as follows:

<u>General Fund:</u>	
From unappropriated surpluses	\$11
From sources other than general property tax	\$632
From general property tax	\$7,903
Total	\$8,546

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 2020 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 \$7,903; and

WHEREAS, the 2019 final valuation for assessment of the District by the County Assessor is \$158,050.

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 2020 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 \$7,903, 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>\$8,539</u>
	Total	\$8,539

Adopted this 4th day of December, 2019.

**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
 2020 BUDGET
 GENERAL FUND

	2019				Budget Proposal 2020			
	Audited 2016		Audited 2017			Estimated Totals for 2019		
	Audited 2016	Audited 2017	Audited 2018					
	Budget	October YTD	Over (Under) Budget					
Beginning Fund Balance	\$ 40,262	\$ 33,346	\$ 20,095	\$ 11,567	\$ 2,949	\$ (8,618)	\$ 2,949	\$ 20,209
Revenues and Other Sources								
Transfers from Dist No. 1	64,206	65,886	107,701	74,343	74,272	(139)	82,475	85,030
Transfers from Dist No. 2	29,961	17,121	7,993	13,189	13,167	(380)	18,585	8,302
Transfers from Dist No. 4	-	5,899	50,777	51,942	52,366	(986)	55,384	41,329
Mercy Housing building fees	5,169	5,272	5,378	5,400	5,485	85	5,485	5,750
Permit fees	-	1,700	700	1,000	1,600	300	1,600	1,500
Developer advances	186,634	163,367	73,000	131,819	95,064	(94,819)	155,064	174,690
Total Revenues and Other Sources	326,232	292,591	265,644	289,260	244,903	(104,557)	321,542	336,810
Expenditures and Other Uses								
General government								
Audit & accounting	6,600	10,714	15,345	15,000	14,665	(9,642)	16,000	16,000
Insurance/dues	9,287	10,347	10,996	13,000	11,058	(1,942)	12,000	12,000
Legal	53,063	45,597	18,580	13,000	21,670	(6,006)	30,000	30,000
Administration/Staffing/Programming/OH	2,360	2,681	278	335	-	(335)	335	-
Office supplies	-	-	-	-	-	-	-	-
Miscellaneous	2,205	7,720	6,848	2,000	3,065	954	9,000	9,000
Appraisal	12,000	-	10,000	-	-	-	-	10,000
Community operations								
Landscaping/Grounds/Maintenance	150,135	145,553	139,300	155,000	107,915	(76,963)	129,498	145,000
Utilities	52,700	41,039	53,654	52,500	50,146	(38,141)	82,500	75,000
Snow removal	4,536	8,848	7,693	15,000	18,926	3,926	22,000	15,000
Contingency	-	-	-	15,000	-	(15,000)	-	15,000
Total Expenditures and Other Uses	292,886	272,499	262,694	280,835	227,445	(143,149)	301,333	327,000
Ending Fund Balance	\$ 33,346	\$ 20,095	\$ 2,949	\$ 8,425	\$ 17,459	\$ 38,592	\$ 20,209	\$ 9,810

THREE SPRINGS METROPOLITAN DISTRICT NO. 3
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 2020 BUDGET
 CAPITAL PROJECTS FUND

	Audited 2016		Audited 2017		Audited 2018		2019			Budget Proposal 2020
							Budget	October YTD	Over (Under) Budget	Estimated Totals for 2019
Beginning Fund Balance	\$ (284)	\$ 1,342	\$ 125				\$ -	\$ -	\$ -	\$ -
Revenues and Other Sources										
Developer advances	11,000	1,073,080	928,570			1,435,476	285	(1,435,191)	158,390	3,009,690
Transfer from General fund	-	-	-			-	-	-	-	-
Total Revenues and Other Sources	10,716	1,074,422	928,695			1,435,476	285	(1,435,191)	158,390	3,009,690
Expenditures and Other Uses										
Capital outlay	9,374	1,074,296	928,695			1,248,240	285	(1,247,954)	158,390	2,866,371
Contingency	-	-	-			187,236	-	(187,236)	-	143,319
Total Expenditures and Other Uses	9,374	1,074,296	928,695			1,435,476	285	(1,435,190)	158,390	3,009,690
Ending Fund Balance	\$ 1,342	\$ 126	\$ -			\$ -	\$ -	\$ -	\$ -	\$ -

THREE SPRINGS METROPOLITAN DISTRICT NO. 3
 REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 2020 BUDGET
 DEBT SERVICE FUND

	Audited 2016		Audited 2017		Audited 2018		2019			Budget	
							Budget	October YTD	Over (Under) Budget	Estimated Totals for 2019	
Beginning Fund Balance	\$ 2,138,413	\$ 1,722,202	\$ 1,724,055				\$ 1,710,386	\$ 1,714,815	\$ 4,429	\$ 1,714,815	\$ 1,708,255
Revenues and Other Sources											
Transfers from Dist No. 1	753,508	785,786	878,439				866,832	846,571	(20,261)	882,135	991,446
Medical office building fees	112,023	114,105	118,259				120,000	118,259	(1,741)	118,259	120,000
Interest income	13,051	19,395	33,168				30,000	25,605	(4,395)	42,075	30,000
Developer advances	23,403	401,311	276,752				292,008	-	(292,008)	280,855	261,716
Total Revenues and Other Sources	3,040,398	3,042,799	3,030,673				3,019,226	2,705,250	(313,976)	3,038,139	3,111,417
Expenditures and Other Uses											
Bond interest	1,308,588	1,308,200	1,304,205				1,307,426	653,713	(653,714)	1,307,426	1,306,263
Bond principal	5,000	5,000	5,000				15,000	-	(15,000)	15,000	90,000
Legal											
Bank Service Charges	1,536	2,496	3,565				3,800	2,529	(1,271)	4,325	3,800
Trustee fees	3,072	3,048	3,089				3,000	3,133	133	3,133	3,100
Total Expenditures and Other Uses	1,318,196	1,318,744	1,315,859				1,329,226	659,375	(669,852)	1,329,884	1,403,163
Ending Fund Balance	\$ 1,722,202	\$ 1,724,055	\$ 1,714,815				\$ 1,690,000	\$ 2,045,876	\$ 355,876	\$ 1,708,255	\$ 1,708,254

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 2020 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 4, 2019, 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:	\$327,000
Capital Projects Fund:	\$3,009,690
Debt Service Fund:	<u>\$1,403,163</u>
Total	\$4,739,853

That estimated revenues are as follows:

General Fund:

From unappropriated surpluses	\$20,209
From inter-district transfers	\$134,661
From Mercy Housing building fees	\$5,750
From developer advances	\$174,690
Fees	\$1,500
Total	\$336,810

Capital Projects Fund:

From unappropriated surpluses	\$0
From developer advances	\$3,009,690
From sources other than general property tax	\$0
Total	\$3,009,690

Debt Service Fund:

From unappropriated surpluses	\$1,708,255
From inter-district transfers	\$991,446
From Medical Office building fees	\$120,000
Interest income	\$30,000
From developer advances	\$261,716
Total	\$3,111,417

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 2020 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:	\$327,000
Capital Projects Fund:	\$3,009,690
Debt Service Fund:	\$1,403,163
Total	\$4,739,853

Adopted this 4th day of December, 2019.

**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
 2020 BUDGET
 GENERAL FUND

			2019				Budget Proposal 2020
	Unaudited 2017	Unaudited 2018	Budget	October YTD	Over (Under) Budget	Estimated Totals for 2019	
Beginning Fund Balance	\$ -	\$ -	\$ 1,603	2,186	\$ 583	\$ 2,186	\$ 44
Revenues and Other Sources							
Property taxes							
Operations	5,366	49,478	49,469	49,468	(1)	49,469	39,353
Specific ownership taxes	533	4,970	3,957	2,971	(986)	5,257	3,148
Total Revenues and Other Sources	5,899	54,447	55,029	54,626	(403)	56,912	43,545
Expenditures and Other Uses							
Transfers to District No. 3							
Operations	5,899	50,777	51,942	50,956	(985)	55,384	41,329
Treasurers fees	-	1,484	1,484	1,484	0	1,484	1,181
Total Expenditures and Other Uses	5,899	52,262	53,426	52,440	(985)	56,868	42,510
Ending Fund Balance	-	\$ 2,186	\$ 1,603	\$ 2,186	\$ 583	\$ 44	\$ 35

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 2020 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 4, 2019, 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:		\$42,510
	Total	\$42,510

That estimated revenues are as follows:

<u>General Fund:</u>		
From unappropriated surpluses		\$44
From sources other than general property tax		\$3,148
From general property tax		\$39,353
	Total	\$42,545

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 2020 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 \$39,353; and

WHEREAS, the 2019 final valuation for assessment of the District by the County Assessor is \$787,050.

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 2020 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 \$39,353. 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>\$42,510</u>
	Total	\$42,510

Adopted this 4th day of December, 2019.

**THREE SPRINGS METROPOLITAN
DISTRICT No 4**

By: 
Patrick Morrissey, Chairman

ATTEST:

By: 
Tim Zink, Treasurer