

**RESOLUTION NO. 2021-12-02**

**RESOLUTION TO ADOPT BUDGET AND APPROPRIATE SUMS OF MONEY**

**RESOLUTION OF THE BOARD OF DIRECTORS OF LAKE BLUFF  
METROPOLITAN DISTRICT NO. 2, WELD COUNTY, COLORADO, PURSUANT TO  
SECTION 29-1-108, C.R.S., SUMMARIZING EXPENDITURES AND REVENUES FOR  
EACH FUND, ADOPTING A BUDGET AND APPROPRIATING SUMS OF MONEY  
FOR THE BUDGET YEAR 2022**

A. The Board of Directors of Lake Bluff Metropolitan District No. 2 (the “**District**”) has appointed Simmons & Wheeler, P.C. to prepare and submit a proposed budget to said governing body at the proper time.

B. Simmons & Wheeler, P.C. has submitted a proposed budget to this governing body by October 15, 2021 for its consideration.

C. Upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on December 3, 2021, and interested taxpayers were given the opportunity to file or register any objections to said proposed budget.

D. The budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, reserve transfers 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.

E. 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.

F. The Board of Directors has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget.

G. 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, thereby establishing a limitation on expenditures for the operations of the District.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF LAKE BLUFF METROPOLITAN DISTRICT NO. 2, WELD COUNTY, COLORADO:

1. The budget, as submitted, amended, and summarized by fund, is hereby approved and adopted as the budget of the District for the year stated above.

2. The budget is hereby approved and adopted, shall be certified by the Secretary of the District to all appropriate agencies and is made a part of the public records of the District.

3. The sums set forth as the total expenditures of each fund in the budget attached hereto as **Exhibit A** and incorporated herein by reference are hereby appropriated from the revenues of each fund, within each fund, for the purposes stated.

**[SIGNATURE PAGE FOLLOWS]**

**[SIGNATURE PAGE TO RESOLUTION TO ADOPT  
BUDGET AND APPROPRIATE SUMS OF MONEY]**

RESOLUTION APPROVED AND ADOPTED on December 3, 2021.

**LAKE BLUFF METROPOLITAN  
DISTRICT NO. 2**

By: *Otis Moore Del*

President

Attest:

By: *Kevin Smith*

Secretary

**EXHIBIT A**

Budget

**LAKE BLUFF METROPOLITAN DISTRICT NO. 2**  
**2022**  
**BUDGET MESSAGE**

Attached please find a copy of the adopted 2022 budget for Lake Bluff Metropolitan District No. 2.

The Lake Bluff Metropolitan District No. 2 has adopted budgets for three funds, a General Fund to provide for operating and maintenance expenditures; a Capital Projects Fund to provide for the regional improvements that are to be built for the benefit of the District; and a Debt Service Fund to account for the repayment of principal and interest on the outstanding general obligation bonds.

The district's accountants have utilized the modified accrual basis of accounting and the budget has been adopted after proper postings, publications and public hearing.

The primary source of revenue for the district in 2022 will be property taxes. The district intends to impose a 60.000 mill levy on property within the district for 2022, of which 10.000 mills will all be dedicated to the General Fund and the balance of 50.000 mills will be dedicated to the Debt Service Fund.

**Lake Bluff Metropolitan District No. 2**  
**Adopted Budget**  
**General Fund**  
**For the Year ended December 31, 2022**

	Actual <u>2020</u>	Adopted Budget <u>2021</u>	Actual <u>6/30/2021</u>	Estimate <u>2021</u>	Adopted Budget <u>2022</u>
Beginning fund balance	\$ -	\$ -	\$ 95	\$ 95	\$ 44,567
Revenues:					
Property taxes	91	84,853	84,841	84,853	350,200
Specific ownership taxes	4	8,485	2,046	8,000	35,020
Developer advances	<u>-</u>	<u>-</u>	<u>12,892</u>	<u>12,892</u>	<u>-</u>
Total revenues	<u>95</u>	<u>93,338</u>	<u>99,779</u>	<u>105,745</u>	<u>385,220</u>
Total funds available	<u>95</u>	<u>93,338</u>	<u>99,874</u>	<u>105,840</u>	<u>429,787</u>
Expenditures:					
Accounting / audit	-	2,500	-	-	-
Insurance	-	2,000	-	-	-
Legal	-	20,000	-	-	-
Treasurer fees	-	1,273	1,273	1,273	5,253
Repay developer advances	-	30,000	-	-	-
Transfer to District 1	-	-	30,000	60,000	414,028
Contingency	-	37,562	-	-	-
Emergency reserve (3%)	<u>-</u>	<u>3</u>	<u>-</u>	<u>-</u>	<u>10,506</u>
Total expenditures	<u>-</u>	<u>93,338</u>	<u>31,273</u>	<u>61,273</u>	<u>429,787</u>
Ending fund balance	<u>\$ 95</u>	<u>\$ -</u>	<u>\$ 68,601</u>	<u>\$ 44,567</u>	<u>\$ -</u>
Assessed valuation		<u>\$56,568,910</u>			<u>\$35,019,950</u>
		0			0
Mill Levy		<u>1.500</u>			<u>10.000</u>

**Lake Bluff Metropolitan District No. 2**  
**Adopted Budget**  
**Capital Projects Fund**  
**For the Year ended December 31, 2022**

	Actual <u>2020</u>	Adopted Budget <u>2021</u>	Actual <u>6/30/2021</u>	Estimate <u>2021</u>	Adopted Budget <u>2022</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$36,699,732
Revenues:					
Interest income	-	-	756	756	-
Bond proceeds Series 2021	-	3,800,000	3,804,000	3,804,000	-
Bond proceeds Series 2021(3)	-	-	-	40,355,000	-
Bond premium	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>-</u>	<u>3,800,000</u>	<u>3,804,756</u>	<u>44,159,756</u>	<u>-</u>
Total funds available	<u>-</u>	<u>3,800,000</u>	<u>3,804,756</u>	<u>44,159,756</u>	<u>36,699,732</u>
Expenditures:					
Issuance costs	-	240,000	301,919	1,426,938	-
Capital outlay	-	3,560,000	158,585	-	-
Transfer to District 1	-	-	-	2,000,000	36,699,732
Transfer to Debt Service	-	-	-	4,033,086	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,033,086</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>3,800,000</u>	<u>460,504</u>	<u>7,460,024</u>	<u>36,699,732</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,344,252</u>	<u>\$ 36,699,732</u>	<u>\$ -</u>

**Lake Bluff Metropolitan District No. 2**  
**Adopted Budget**  
**Debt Service Fund**  
**For the Year ended December 31, 2022**

	Actual <u>2020</u>	Adopted Budget <u>2021</u>	Actual 6/30/2021	Estimate <u>2021</u>	Adopted Budget <u>2022</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ 240
Revenues:					
Property taxes	-	2,828,446	2,828,026	2,828,446	1,750,998
Specific ownership taxes	-	282,845	68,216	169,705	105,060
Transfer from District 3	-	-	-	-	20
Transfer from capital projects	-	-	-	4,033,086	-
Total revenues	<u>-</u>	<u>3,111,291</u>	<u>2,896,242</u>	<u>7,031,237</u>	<u>1,856,078</u>
Total funds available	<u>-</u>	<u>3,111,291</u>	<u>2,896,242</u>	<u>7,031,237</u>	<u>1,856,318</u>
Expenditures:					
Redeem Series 2021	-	-	-	4,033,086	-
Interest expense Series 2021(3)	-	278,667	-	282,485	1,826,001
Bond principal Series 2021(3)	-	2,750,000	-	2,669,000	-
Treasurer's fees	-	42,427	42,420	42,426	26,265
Trustee / paying agent fees	-	5,000	-	4,000	4,000
Total expenditures	<u>-</u>	<u>3,076,094</u>	<u>42,420</u>	<u>7,030,997</u>	<u>1,856,266</u>
Ending fund balance	<u>\$ -</u>	<u>\$ 35,197</u>	<u>\$ 2,853,822</u>	<u>\$ 240</u>	<u>\$ 52</u>
Assessed valuation		<u>\$56,568,910</u>			<u>\$35,019,950</u>
Mill Levy		<u>50.000</u>			<u>50.000</u>
Total Mill Levy		<u>51.500</u>			<u>60.000</u>

I, Kevin Smith, hereby certify that I am the duly appointed Secretary of the Lake Bluff Metropolitan District No. 2, and that the foregoing is a true and correct copy of the budget for the budget year 2022, duly adopted at a meeting of the Board of Directors of the Lake Bluff Metropolitan District No. 2 held on December 3, 2021.

*Kevin SMith*

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Secretary

**RESOLUTION NO. 2021-12-03**

**RESOLUTION TO SET MILL LEVIES**

**RESOLUTION OF THE LAKE BLUFF METROPOLITAN DISTRICT NO. 2 LEVYING  
GENERAL PROPERTY TAXES, PURSUANT TO SECTION 39-1-111, C.R.S., FOR THE  
YEAR 2021, TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE 2022  
BUDGET YEAR**

A. The Board of Directors of the Lake Bluff Metropolitan District No. 2 (the “**District**”) has adopted an annual budget in accordance with the Local Government Budget Law, on December 3, 2021.

B. The adopted budget is attached as Exhibit A to the Resolution of the Board of Directors of the District to Adopt Budget and Appropriate Sums of Money, and such budget is incorporated herein by this reference.

C. The amount of money necessary to balance the budget for general fund expenses from property tax revenue is identified in the budget.

D. The amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is identified in the budget.

NOW, THEREFORE, PURSUANT TO SECTIONS 39-1-111(5) and 39-5-128(1), C.R.S., BE IT RESOLVED by the Board of Directors of the Lake Bluff Metropolitan District No. 2, Weld County, Colorado, that:

1. For the purpose of meeting all general operating expenses of the District during the 2022 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

2. That for the purpose of meeting all debt retirement expenses of the District during the 2022 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

3. That for the purpose of meeting all contractual obligation expenses of the District during the 2022 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

4. That the Secretary is hereby authorized and directed to immediately certify to the Board of County Commissioners of Weld County, Colorado, the mill levies for the District as set forth in the District’s Certification of Mill Levies, attached hereto as **Exhibit 1** and incorporated herein by reference, recalculated as needed upon receipt of the final certification of valuation from the County Assessor in order to comply with any applicable revenue and other budgetary limits.

**[SIGNATURE PAGE OF RESOLUTION TO SET MILL LEVIES]**

RESOLUTION APPROVED AND ADOPTED on December 3, 2021.

**LAKE BLUFF METROPOLITAN  
DISTRICT NO. 2**

By: *Otis Moore*  
President

Attest:

By: *Kevin Smith*  
Secretary

**EXHIBIT 1**

Certification of Tax Levies

## CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

**TO:** County Commissioners<sup>1</sup> of WELD COUNTY, Colorado.

On behalf of the LAKE BLUFF METRO DISTRICT 2,  
(taxing entity)<sup>A</sup>  
 the Board of Directors,  
(governing body)<sup>B</sup>  
 of the LAKE BLUFF METRO DISTRICT 2,  
(local government)<sup>C</sup>

**Hereby** officially certifies the following mills to be levied against the taxing entity's GROSS \$ 35,019,950.00 assessed valuation of: (GROSS<sup>D</sup> assessed valuation, Line 2 of the Certification of Valuation Form DLG 57<sup>E</sup>)

**Note:** If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area<sup>F</sup> the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: \$ 35,019,950.00 (NET<sup>G</sup> assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)  
**USE VALUE FROM FINAL CERTIFICATION OF VALUATION PROVIDED BY ASSESSOR NO LATER THAN DECEMBER 10**

**Submitted:** 12/12/2021 for budget/fiscal year 2022.  
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE <small>(see end notes for definitions and examples)</small>	LEVY <sup>2</sup>	REVENUE <sup>2</sup>
1. General Operating Expenses <sup>H</sup>	10 mills	\$ 350199.50
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction <sup>I</sup>	< > mills	\$ < 0 >
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	<b>10 mills</b>	<b>\$ 350199.50</b>
3. General Obligation Bonds and Interest <sup>J</sup>	50 mills	\$ 1750997.50
4. Contractual Obligations <sup>K</sup>	0 mills	\$ 0
5. Capital Expenditures <sup>L</sup>	mills	\$ 0
6. Refunds/Abatements <sup>M</sup>	mills	\$ 0
7. Other <sup>N</sup> (specify): _____	mills	\$
_____	mills	\$
<b>TOTAL:</b> <small>[ Sum of General Operating Subtotal and Lines 3 to 7 ]</small>	<b>60 mills</b>	<b>\$ 2101197.00</b>

Contact person: Diane K Wheeler Daytime phone: 303-689-0833  
 (print)  
 Signed: \_\_\_\_\_ Title: District Accountant

*Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 864-7720.*

<sup>1</sup> If the *taxing entity's* boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.  
<sup>2</sup> Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's **FINAL** certification of valuation).

**CERTIFICATION OF TAX LEVIES, continued**

**THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.).** Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

**CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:**

**BONDS<sup>J</sup>:**

- |    |                   |  |
|----|-------------------|--|
| 1. | Purpose of Issue: | <u>\$40.355.000 Limited Tax General Obligation Refunding and Improvement Bonds</u> |
|    | Series:           | <u>2021(3)</u>   |
|    | Date of Issue:    | <u>10/13/2021</u>  |
|    | Coupon Rate:      | <u>5.250%</u>  |
|    | Maturity Date:    | <u>12/01/2051</u>  |
|    | Levy:             | <u>50.</u>   |
|    | Revenue:          | <u>1750997.50</u>  |
|    |                   |  |
| 2. | Purpose of Issue: | _____  |
|    | Series:           | _____  |
|    | Date of Issue:    | _____  |
|    | Coupon Rate:      | _____  |
|    | Maturity Date:    | _____  |
|    | Levy:             | _____  |
|    | Revenue:          | _____  |

**CONTRACTS<sup>K</sup>:**

- |    |                      |       |
|----|----------------------|-------|
| 3. | Purpose of Contract: | _____ |
|    | Title:               | _____ |
|    | Date:                | _____ |
|    | Principal Amount:    | _____ |
|    | Maturity Date:       | _____ |
|    | Levy:                | _____ |
|    | Revenue:             | _____ |
|    |                      |       |
| 4. | Purpose of Contract: | _____ |
|    | Title:               | _____ |
|    | Date:                | _____ |
|    | Principal Amount:    | _____ |
|    | Maturity Date:       | _____ |
|    | Levy:                | _____ |
|    | Revenue:             | _____ |

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

I, Kevin Smith, hereby certify that I am the duly appointed Secretary of the Lake Bluff Metropolitan District No. 2, and that the foregoing is a true and correct copy of the Certification of Mill Levies for the budget year 2022, duly adopted at a meeting of the Board of Directors of the Lake Bluff Metropolitan District No. 2 held on December 3, 2021.

*Kevin Smith*

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Secretary