

RESOLUTION NO. 2024-11-03

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 2025**

- 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, 2024 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 November 19, 2024, 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 November 19, 2024.

**LAKE BLUFF METROPOLITAN
DISTRICT NO. 2**

By: _____
President

Attest:


By: _____
Secretary

EXHIBIT A
Budget

LAKE BLUFF METROPOLITAN DISTRICT NO. 2
2025
BUDGET MESSAGE

Attached please find a copy of the adopted 2025 budget for Lake Bluff Metropolitan District No. 2.

Lake Bluff Metropolitan District No. 2 has adopted a budget for three funds, a General Fund to provide for Transfers to Lake Bluff Metropolitan District No. 1 for the payment of operating and maintenance expenditures; a Capital Projects Fund to provide for Transfers to Lake Bluff Metropolitan District No. 1 for the payment of 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 2025 will be property taxes, transfers from Lake Bluff Metropolitan District No. 3 and interest income. The district intends to impose a 60.115 mill levy on property within the district for 2025, of which 10.019 mills will all be dedicated to the General Fund and the balance of 50.096 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, 2025

	<u>Actual 2023</u>	<u>Adopted Budget 2024</u>	<u>Actual 6/30/2024</u>	<u>Estimate 2024</u>	<u>Adopted Budget 2025</u>
Beginning fund balance	\$ -	\$ 15,945	\$ 36,218	\$ 36,218	\$ -
Revenues:					
Property taxes	531,502	524,530	524,424	524,530	222,109
Specific ownership taxes	22,603	52,490	9,038	18,100	22,211
Interest income	36,223	-	22,574	45,150	-
Total revenues	<u>590,328</u>	<u>577,020</u>	<u>556,036</u>	<u>587,780</u>	<u>244,320</u>
Total funds available	<u>590,328</u>	<u>592,965</u>	<u>592,254</u>	<u>623,998</u>	<u>244,320</u>
Expenditures:					
Treasurer fees	7,973	7,868	7,866	7,868	3,332
Transfer to District 1	546,137	569,360	525,596	616,130	234,325
Emergency reserve (3%)	-	15,737	-	-	6,663
Total expenditures	<u>554,110</u>	<u>592,965</u>	<u>533,462</u>	<u>623,998</u>	<u>244,320</u>
Ending fund balance	\$ 36,218	\$ -	\$ 58,792	\$ -	\$ -
Assessed valuation	<u>\$ 53,150,190</u> 0	<u>\$ 52,400,590</u>			<u>\$ 22,168,770</u>
Mill Levy	<u>10.000</u>	<u>10.010</u>			<u>10.019</u>

Lake Bluff Metropolitan District No. 2
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2025

	<u>Actual 2023</u>	<u>Adopted Budget 2024</u>	<u>Actual 6/30/2024</u>	<u>Estimate 2024</u>	<u>Adopted Budget 2025</u>
Beginning fund balance	<u>\$ 27,054,229</u>	<u>\$ 10,671,229</u>	<u>\$ 11,128,976</u>	<u>\$ 11,128,976</u>	<u>\$ 6,148,576</u>
Revenues:					
Interest income	<u>1,030,018</u>	<u>750,000</u>	<u>290,004</u>	<u>580,000</u>	<u>600,000</u>
Total revenues	<u>1,030,018</u>	<u>750,000</u>	<u>290,004</u>	<u>580,000</u>	<u>600,000</u>
Total funds available	<u>28,084,247</u>	<u>11,421,229</u>	<u>11,418,980</u>	<u>11,708,976</u>	<u>6,748,576</u>
Expenditures:					
Transfer to District 1	<u>16,955,271</u>	<u>11,421,229</u>	<u>2,780,197</u>	<u>5,560,400</u>	<u>6,748,576</u>
Total expenditures	<u>16,955,271</u>	<u>11,421,229</u>	<u>2,780,197</u>	<u>5,560,400</u>	<u>6,748,576</u>
Ending fund balance	<u>\$ 11,128,976</u>	<u>\$ -</u>	<u>\$ 8,638,783</u>	<u>\$ 6,148,576</u>	<u>\$ -</u>

Lake Bluff Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2025

	<u>Actual 2023</u>	<u>Adopted Budget 2024</u>	<u>Actual 6/30/2024</u>	<u>Estimate 2024</u>	<u>Adopted Budget 2025</u>
Beginning fund balance	\$ 13,327	\$ 1,163	\$ 51,201	\$ 51,201	\$ 42,559
Revenues:					
Property taxes	2,657,510	2,622,702	2,622,173	2,622,702	1,110,567
Specific ownership taxes	113,015	157,533	45,192	90,400	66,634
Intrest income	63,403	5,000	17,976	35,960	5,000
Transfer from District 3	<u>2</u>	<u>136</u>	<u>125</u>	<u>127</u>	<u>65,187</u>
Total revenues	<u>2,833,930</u>	<u>2,785,371</u>	<u>2,685,466</u>	<u>2,749,189</u>	<u>1,247,388</u>
Total funds available	<u>2,847,257</u>	<u>2,786,534</u>	<u>2,736,667</u>	<u>2,800,390</u>	<u>1,289,947</u>
Expenditures:					
Interest expense Series 2021 ⁽³⁾	2,152,193	1,938,353	-	1,904,490	1,269,288
Bond principal Series 2021 ⁽³⁾	600,000	800,000	-	810,000	-
Treasurer's fees	39,863	39,341	39,333	39,341	16,659
Contingency	-	4,840	-	-	-
Trustee / paying agent fees	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>4,000</u>	<u>4,000</u>
Total expenditures	<u>2,796,056</u>	<u>2,786,534</u>	<u>39,333</u>	<u>2,757,831</u>	<u>1,289,947</u>
Ending fund balance	\$ <u>51,201</u>	\$ <u>-</u>	\$ <u>2,697,334</u>	\$ <u>42,559</u>	\$ <u>-</u>
Assessed valuation	<u>\$ 53,150,190</u>	<u>\$ 52,400,590</u>			<u>\$ 22,168,770</u>
Mill Levy	<u>50.000</u>	<u>50.051</u>			<u>50.096</u>
Total Mill Levy	<u>60.000</u>	<u>60.061</u>			<u>60.115</u>

RESOLUTION NO. 2024- 11 -04
A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE LAKE BLUFF METROPOLITAN DISTRICT NO. 2
TO SET MILL LEVIES

WHEREAS, the Board of Directors of the Lake Bluff Metropolitan District No. 2 (“District”) has adopted the 2025 annual budget in accordance with the Local Government Budget Law on November 19, 2024; and

WHEREAS, the adopted budget is attached to the Resolution of the Board of Directors to Adopt the 2025 Budget and Appropriate Sums of Money, and such budget is incorporated herein by this reference; and

WHEREAS, the amount of money necessary to balance the budget for general fund expenses from property tax revenue is identified in the budget; and

WHEREAS, the amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is identified in the budget; and

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

1. That for the purposes of meeting all general fund expenses of the District during the 2025 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 purposes of meeting all debt service fund expenses of the District during the 2025 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 the District Accountant of the District is hereby authorized and directed to immediately certify to the County Commissioners of Weld County, Colorado, the mill levies for the District as set forth in the District’s Certification of Tax Levies (attached hereto as **EXHIBIT A** 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.

ADOPTED this 19th day of November, 2024.



EXHIBIT A
(Certification of Tax Levies)

CERTIFICATION OF TAX LEVIES for NON-SCHOOL GovernmentsTO: County Commissioners¹ of WELD COUNTY, Colorado.On behalf of the LAKE BLUFF METRO DISTRICT 2,
(taxing entity)^Athe Board of Directors
(governing body)^Bof the LAKE BLUFF METRO DISTRICT 2
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ \$22,168,770.00
assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F 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: \$ \$22,168,770.00
(NET^G 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: 12/13/2024 for budget/fiscal year 2025.
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)**LEVY²****REVENUE²**

1. General Operating Expenses ^H	<u>10.019</u> mills	\$ <u>222108.91</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < 0 >
SUBTOTAL FOR GENERAL OPERATING:	<u>10.019</u> mills	\$ <u>222108.91</u>
3. General Obligation Bonds and Interest ^J	<u>50.096</u> mills	\$ <u>1110566.70</u>
4. Contractual Obligations ^K	_____ mills	\$ <u>0</u>
5. Capital Expenditures ^L	_____ mills	\$ <u>0</u>
6. Refunds/Abatements ^M	_____ mills	\$ <u>0</u>
7. Other ^N (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>60.115</u> mills	\$ <u>1332675.61</u>

Contact person: (print) Joy Tatton Daytime phone: 303-689-0833
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.

¹ 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.

² 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^J:

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>50.096</u>
	Revenue:	<u>\$1.110.567</u>
2.	Purpose of Issue:	<u></u>
	Series:	<u></u>
	Date of Issue:	<u></u>
	Coupon Rate:	<u></u>
	Maturity Date:	<u></u>
	Levy:	<u></u>
	Revenue:	<u></u>

CONTRACTS^K:

3.	Purpose of Contract:	<u></u>
	Title:	<u></u>
	Date:	<u></u>
	Principal Amount:	<u></u>
	Maturity Date:	<u></u>
	Levy:	<u></u>
	Revenue:	<u></u>
4.	Purpose of Contract:	<u></u>
	Title:	<u></u>
	Date:	<u></u>
	Principal Amount:	<u></u>
	Maturity Date:	<u></u>
	Levy:	<u></u>
	Revenue:	<u></u>

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

I, David Solin, 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 2025, duly adopted at a meeting of the Board of Directors of the Lake Bluff Metropolitan District No. 2 held on November 19, 2024.



Secretary