

**RESOLUTION
TO ADOPT 2020 BUDGET, APPROPRIATE SUMS OF MONEY,
AND AUTHORIZE THE CERTIFICATION OF THE TAX LEVY
LINCOLN CREEK METROPOLITAN DISTRICT**

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2020 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE LINCOLN CREEK METROPOLITAN DISTRICT, DOUGLAS COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2020, AND ENDING ON THE LAST DAY OF DECEMBER, 2020,

WHEREAS, the Board of Directors of the Lincoln Creek Metropolitan District has authorized its consultants to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, the proposed budget has been submitted to the Board of Directors of the District for its consideration; and

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was available for inspection by the public at a designated public office, a public hearing was held on October 24, 2019 and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues or planned to be expended from reserves or fund balances so that the budget remains in balance, as required by law; and

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is \$42,021; and

WHEREAS, the Board of Directors finds that it is required to temporarily lower the operating mill levy to render a refund for \$0.00; and

WHEREAS, the amount of money necessary to balance the budget for voter-approved bonds and interest is \$223, 574; and

WHEREAS, the amount of money necessary to balance the budget for contractual obligation purposes from property tax revenue as approved by voters from property tax revenue is \$0.00; and

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue as approved by voters or at public hearing is \$0.00; and

WHEREAS, the amount of money necessary to balance the budget for refunds/abatements is \$0.00; and

WHEREAS, the 2019 valuation for assessment for the District as certified by the County Assessor of Douglas County is \$4,202,050; and

WHEREAS, at an election held on November 8, 1994, the District has eliminated the revenue and expenditure limitations imposed on governmental entities by Article X, Section 20 of the Colorado Constitution and Section 29-1-301, C.R.S., as amended.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE LINCOLN CREEK METROPOLITAN DISTRICT OF DOUGLAS COUNTY, COLORADO:

Section 1. Adoption of Budget. That the budget as submitted, and attached hereto and incorporated herein by this reference, and if amended, then as amended, is hereby approved and adopted as the budget of the Lincoln Creek Metropolitan District for calendar year 2020.

Section 2. Budget Revenues. That the estimated revenues for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 3. Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 4. Levy of General Property Taxes. That the Board of Directors does hereby certify the levy of general property taxes for collection in 2020 as follows:

A. Levy for General Operating and Other Expenses. That for the purposes of meeting all general operating expense of the District during the 2020 budget year, there is hereby levied a tax of 10.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2019.

B. Temporary Tax Credit or Rate Reduction. That pursuant to Section 39-1-111.5, C.R.S. for the purposes of effect of a refund for the purposes set forth in Section 20 of Article X of the Colorado Constitution, there is hereby certified a temporary property tax credit or temporary mill levy rate reduction of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2019.

C. Levy for General Obligation Bonds and Interest. That for the purposes of meeting all debt retirement expense of the District during the 2020 budget

year, as the funding requirements of the current outstanding general obligation indebtedness is detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 53.206 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2019.

D. Levy for Contractual Obligations. That for the purposes of meeting the contractual obligation expense of the District during the 2020 budget year, as detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2019.

E. Levy for Capital Expenditures. That for the purposes of meeting all capital expenditures of the District during the 2020 budget year pursuant to Section 29-1-301(1.2) or 29-1-302(1.5), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2019.

F. Levy for Refunds/Abatements. That for the purposes of recoupment of refunds/abatements of taxes pursuant to Section 39-10-114(1)(a)(I)(B), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2019.

Section 5. Property Tax and Fiscal Year Spending Limits. That, being fully informed, the Board finds that the foregoing budget and mill levies do not result in a violation of any applicable property tax or fiscal year spending limitation.

Section 6. Certification. That the appropriate officers of the District are hereby authorized and directed to certify by December 15, 2019, to the Board of County Commissioners of Douglas County, Colorado, the mill levies for the District herein above determined and set, or be authorized and directed to certify to the Board of County Commissioners of Douglas County, Colorado, as herein above determined and set, but as recalculated as needed upon receipt of the final certification of valuation from the County Assessor on or about December 10, 2019 in order to comply with any applicable revenue and other budgetary limits or to implement the intent of the District. That said certification shall be in substantially the form set out and attached hereto and incorporated herein by this reference.

Section 7. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

ADOPTED this 24th day of October, 2019.

LINCOLN CREEK
METROPOLITAN DISTRICT

President

ATTEST:

Secretary

LETTER OF BUDGET TRANSMITTAL

Date: January ___, 2020

To: Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

Attached are the 2020 budget and budget message for LINCOLN CREEK METROPOLITAN DISTRICT in Douglas County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on October 24, 2019. If there are any questions on the budget, please contact:

Simmons & Wheeler, P.C.
John Simmons
304 Inverness Way South, Suite 490
Englewood, Colorado 80112
Tel.: 303-689-0833

I, David Dunn, as President of the Lincoln Creek Metropolitan District, hereby certify that the attached is a true and correct copy of the 2020 budget.

By: _____

ATTACH COPY OF THE ADOPTED BUDGET AND
THE CERTIFICATION OF TAX LEVIES

LINCOLN CREEK METROPOLITAN DISTRICT
2020
BUDGET MESSAGE

Attached please find a copy of the adopted 2020 budget for the Lincoln Creek Metropolitan District.

The Lincoln Creek Metropolitan District has adopted two separate funds, a General Fund to provide for general operating, landscaping and maintenance expenditures; and a Debt Service Fund to provide for the payment of principal and interest on the outstanding general obligation debt.

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

The primary sources of revenue for the District in 2020 will be property taxes, landscape maintenance fees and undeveloped lot fees. The District intends to impose a 63.206 mill levy on all property within the District for 2020, of which 10.000 mills will be dedicated to the General Fund and the balance of 53.206 mills will be allocated to the Debt Service Fund.

Lincoln Creek Metropolitan District
Adopted Budget
General Fund
For the Year ended December 31, 2020

	Actual	Adopted	Actual	Estimated	Adopted
	<u>2018</u>	<u>2019</u>	<u>06/30/19</u>	<u>2019</u>	<u>2020</u>
Beginning fund balance	\$ 145,063	\$ 52,707	\$ 155,681	\$ 155,681	\$ 171,750
Revenues:					
Property taxes	29,307	28,800	28,391	28,800	42,021
Specific ownership taxes	3,100	1,728	1,326	1,728	2,521
Undeveloped lot fees	94,365	48,000	41,669	65,000	48,000
Landscape fees (Aspen Brook/SFMetro)	60,447	95,654	42,491	95,654	95,654
Park improvement fees	4,400	2,400	11,800	15,600	6,000
Plan dev/site improvement fee	-	-	-	-	-
Settlement agreement	-	-	-	-	-
Reimb/interest/other income	75,520	3,000	1,587	2,000	3,000
Total revenues	<u>267,139</u>	<u>179,582</u>	<u>127,264</u>	<u>208,782</u>	<u>197,196</u>
Total funds available	<u>412,202</u>	<u>232,289</u>	<u>282,945</u>	<u>364,463</u>	<u>368,946</u>
Expenditures:					
Accounting/audit	5,733	7,000	5,095	10,000	8,000
Dues and memberships	-	1,200	-	-	-
Election	1,087	600	-	-	1,200
Insurance	5,988	7,200	5,703	5,703	7,200
Landscape contract	42,791	52,700	27,757	52,700	65,000
Landscape maintenance-improvements	30,579	30,000	7,116	15,000	30,000
Irrigation repairs	5,765	2,500	2,365	5,000	7,000
Lighting maintenance	5,582	3,000	5,525	6,000	7,000
Annual Flowers common areas	904	2,000	1,353	3,000	3,500
Snow removal	9,491	11,530	7,627	11,530	16,000
Electric	3,813	4,500	1,721	4,500	4,500
Water	42,035	38,500	13,705	38,500	38,500
Legal	5,487	10,000	4,358	18,000	16,000
Management fees	9,528	9,400	4,872	9,400	10,000
Traffic control	1,485	700	-	700	700
A Miscellaneous	153	700	-	500	700
Administrative fees	1,205	1,200	556	1,850	2,200
Website	711	900	558	900	900
Holiday lighting	8,295	9,000	-	9,000	9,000
Treasurer fees	440	426	428	430	630
Cost share fee	-	-	-	-	-
Contingency	-	11,200	-	-	134,075
Capital expenditures	75,449	22,241	-	-	-
Emergency reserve (3%)	-	5,792	-	-	6,841
Total expenditures	<u>256,521</u>	<u>232,289</u>	<u>88,739</u>	<u>192,713</u>	<u>368,946</u>
Ending fund balance	\$ 155,681	\$ -	\$ 194,206	\$ 171,750	\$ -
Assessed valuation	<u>\$ 2,931,080</u>	<u>\$ 2,879,950</u>			<u>\$ 4,202,050</u>
Mill Levy	<u>10.000</u>	<u>10.000</u>			<u>10.000</u>

Lincoln Creek Metropolitan District
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2020

	Actual 2018	Adopted Budget 2019	Actual 06/30/19	Estimated 2019	Adopted Budget 2020
Beginning fund balance	\$ 8,670	\$ 16,989	\$ 22,369	\$ 22,369	\$ 30,757
Revenues:					
Property taxes	152,630	151,663	150,278	151,663	223,574
Specific ownership taxes	16,143	9,101	6,981	9,101	13,414
Development fees	38,500	21,000	248,500	343,000	308,000
Interest income	<u>2,883</u>	<u>1,000</u>	<u>3,246</u>	<u>7,400</u>	<u>4,000</u>
Total revenues	<u>210,156</u>	<u>182,764</u>	<u>409,005</u>	<u>511,164</u>	<u>548,988</u>
Total funds available	<u>218,826</u>	<u>199,753</u>	<u>431,374</u>	<u>533,533</u>	<u>579,745</u>
Expenditures:					
Bond interest	194,014	196,977	131,128	500,000	575,890
Bond principal	-	-	-	-	-
Treasurer's fees	2,293	2,276	2,254	2,276	3,355
Trustee / paying agent fees	<u>150</u>	<u>500</u>	<u>-</u>	<u>500</u>	<u>500</u>
Total expenditures	<u>196,457</u>	<u>199,753</u>	<u>133,382</u>	<u>502,776</u>	<u>579,745</u>
Ending fund balance	<u>\$ 22,369</u>	<u>\$ -</u>	<u>\$ 297,992</u>	<u>\$ 30,757</u>	<u>\$ -</u>
Assessed valuation	<u>\$ 2,931,080</u>	<u>\$ 2,879,950</u>			<u>\$ 4,202,050</u>
Mill Levy	<u>52.079</u>	<u>52.662</u>			<u>53.206</u>
Total Mill Levy	<u>62.079</u>	<u>62.662</u>			<u>63.206</u>

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Douglas County, Colorado.

On behalf of the Lincoln Creek Metropolitan District,

(taxing entity)^A

the Board of Directors

(governing body)^B

of the Lincoln Creek Metropolitan District

(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 4,202,050 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: \$ 4,202,050 (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: _____ for budget/fiscal year 2020.
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE <small>(see end notes for definitions and examples)</small>	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	10.000 mills	\$ 42,021
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	10.000 mills	\$ 42,021
3. General Obligation Bonds and Interest ^J	53.206 mills	\$ 223,574
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
_____	_____ mills	\$ _____
TOTAL: <small>[Sum of General Operating Subtotal and Lines 3 to 7]</small>	63.206 mills	\$ 265,595

Contact person: John W. Simmons Daytime phone: (303) 689-0833
 (print)

Signed: _____ Title: 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) 866-2156.

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: | \$4,130,000 General Obligation Limited Tax Bonds |
| | Series: | Series 2006 |
| | Date of Issue: | 3/06/2006 |
| | Coupon Rate: | 6.35% |
| | Maturity Date: | 12/1/2025 |
| | Levy: | 53.206 |
| | Revenue: | \$223,574 |
| | | |
| 2. | Purpose of Issue: | _____ |
| | Series: | _____ |
| | Date of Issue: | _____ |
| | Coupon Rate: | _____ |
| | Maturity Date: | _____ |
| | Levy: | _____ |
| | Revenue: | _____ |

CONTRACTS^K:

- | | | |
|----|----------------------|-------|
| 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.