

**BUDGET RESOLUTION
(2024)**

CERTIFIED COPY OF RESOLUTION

STATE OF COLORADO)
) ss.
COUNTY OF WELD)

At the special meeting of the Board of Directors of Blue Lake Metropolitan District No. 3 (“The District”) Town of Lochbuie, County of Weld, Colorado, held at 2:00 PM. on Tuesday, September 26, 2023, at 7995 E Prentice Ave., Suite 103E, Greenwood Village, CO 80111 and held by zoom:

<https://us06web.zoom.us/j/87562300735?pwd=cWJnOEErTVlvNEEramY4NzJ5LzhvZz09>
Meeting ID: 875 6230 0735 Passcode: 681014 One Tap Mobile: +17207072699,,87562300735# US

there were present:

Kacy Flemons

Also present was Dianne Miller of Miller Law pllc (“District Counsel”);
Joel Megger, Rhonda Bilek, Kim Alex and Diane Rodriguez of Community Resource Services of Colorado, LLC
Monica Yates, Hannah Shelter and Christine McLeod of Haynie & Company

District Counsel reported that, prior to the meeting, legal counsel had notified each of the directors of the date, time and place of this meeting and the purpose for which it was called. District Counsel further reported that this is a special meeting of the Board of Directors of the District and that the notice of the meeting was posted within the boundaries of the District, and to the best of their knowledge, remains posted to the date of this meeting.

Thereupon, Director Flemons introduced and moved the adoption of the following Resolution:
RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET AND APPROPRIATING SUMS OF MONEY TO EACH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE BLUE LAKE METROPOLITAN DISTRICT NO. 3, COUNTY OF WELD, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2024 AND ENDING ON THE LAST DAY OF DECEMBER 2024.

WHEREAS, the Board of Directors (the “Board”) of the Blue Lake Metropolitan District No. 3 (the “District”) has authorized its treasurer and legal counsel to prepare and submit a proposed budget to said governing body no later than October 15, 2023; and

WHEREAS, the proposed 2024 budget has been submitted to the Board for its consideration; and

WHEREAS, upon due and proper notice, posted in accordance with Colorado law and published on September 21, 2023, said proposed budget was open for inspection by the public at a designated place, a public hearing was held at 2:00 p.m. on Tuesday, September 26, 2023, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, the budget being adopted by the Board has been prepared based on the best information available to the Board regarding the effects of Article X, Section 20 of the Colorado Constitution; 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 THE BLUE LAKE METROPOLITAN DISTRICT NO. 3, WELD COUNTY, COLORADO, AS FOLLOWS:

Section 1. Summary of 2024 Revenues and 2024 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2024, as more specifically set forth in the budget attached hereto, are accepted and approved.

Section 2. Adoption of Budget. That the budget as submitted, or as amended, and attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2024.

Section 3. 2024 Levy of General Property Taxes. That the foregoing budget indicates that the amount of money necessary to balance the budget for the General Fund for operating expenses is \$133,770, and that the 2023 valuation for assessment, as certified by the Weld County Assessor, is \$8,766,640. That for the purposes of meeting all general operating expenses of the District during the 2024 budget year, there is hereby levied a tax of 15.259 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2024.

Section 4. 2024 Levy of Debt Retirement Expenses. That the foregoing budget indicates that the amount of money necessary to balance the budget for the Debt Service Fund for debt retirement expense is \$407,649 and that the 2023 valuation for assessment, as certified by the Weld County Assessor, is \$8,766,640. That for the purposes of meeting all debt retirement expenses of the District during the 2024 budget year, there is hereby levied a tax of 46.500 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2024.

Section 5. Certification to Board of County Commissioners. That the attorney, accountant or manager for the District is hereby authorized and directed to certify to the Denver County Board of County Commissioners, no later than December 15, 2023, the mill levies for the District hereinabove determined and set. That said certification shall be substantially in the same form as attached hereto and incorporated herein by this reference.

Section 6. 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.

Section 7. Budget Certification. That the Budget shall be certified by the Secretary/Treasurer of the District and made a part of the public records of the District.

STATE OF COLORADO
COUNTY OF WELD
BLUE LAKE METROPOLITAN DISTRICT NO. 3

I, Kacy Flemons , hereby certify that I am a director and the duly elected and qualified Secretary/Treasurer of the Blue Lake Metropolitan District No. 3 (the “District”), and that the foregoing constitutes a true and correct copy of the record of proceedings of the Board of Directors of said District adopted at a meeting of the Board of Directors of the District held at 2:00 p.m. on Tuesday, September 26, 2023, via Zoom as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2024; that said proceedings were duly had and taken; that the meeting was duly held; and that the persons were present at the meeting as therein shown.

IN WITNESS WHEREOF, I have hereunto subscribed my name on September 26, 2023.

DocuSigned by:

Kacy Flemons

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Kacy Flemons, President

**BLUE LAKE METROPOLITAN DISTRICT NO. 3
GENERAL FUND
2024 ADOPTED BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED AMOUNTS
FOR THE YEARS ENDED AND ENDING DECEMBER 31,**

	2022 Actual	2023 Estimated	2024 Adopted
REVENUES			
Property taxes	\$ 40,148	\$ 47,231	\$ 133,770
Specific ownership taxes	2,529	2,205	6,690
Interest	-	2	-
Total revenues	<u>42,677</u>	<u>49,438</u>	<u>140,460</u>
EXPENDITURES			
Audit	6,000	7,000	7,000
County treasurer fees	602	708	2,010
District management and accounting	21,076	35,000	30,000
Dues and subscriptions	559	300	350
Election	38	240	-
Engineering	-	-	-
Insurance and bonds	2,771	2,600	3,000
Legal	7,899	15,000	6,000
Miscellaneous	271	300	300
Repayment of developer advances	-	-	70,000
Emergency reserve	-	1,500	4,200
Total expenditures	<u>39,216</u>	<u>62,648</u>	<u>122,860</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>3,461</u>	<u>(13,210)</u>	<u>17,600</u>
OTHER FINANCING USES			
Developer advance	-	19,000	-
Transfer to debt service fund	-	(4,474)	-
Total other financing uses	<u>-</u>	<u>14,526</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	3,461	1,316	17,600
BEGINNING FUND BALANCE	<u>(4,706)</u>	<u>(1,245)</u>	<u>71</u>
ENDING FUND BALANCE	<u>\$ (1,245)</u>	<u>\$ 71</u>	<u>\$ 17,671</u>

**BLUE LAKE METROPOLITAN DISTRICT NO. 3
DEBT SERVICE FUND
2024 ADOPTED BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED AMOUNTS
FOR THE YEARS ENDED AND ENDING DECEMBER 31,**

	2022 Actual	2023 Estimated	2024 Adopted
REVENUES			
Property taxes	\$ 443,309	\$ 430,954	\$ 407,649
Specific ownership taxes	25,839	18,501	20,382
Interest	6,218	18,200	100
Total revenues	<u>475,366</u>	<u>467,655</u>	<u>428,131</u>
EXPENDITURES			
Bond principal Series 2018A	55,000	-	-
Bond interest Series 2018A	286,912	142,013	-
Bond interest Series 2018B	-	334,192	-
Bond principal Series 2023	-	-	2,200
Bond interest Series 2023	-	156,510	348,302
Bond issuance costs	-	135,060	-
County treasurer fees	6,644	6,500	6,200
Repayment of developer advances	-	279,872	-
Paying agent fees	6,000	13,000	10,000
Total expenditures	<u>354,556</u>	<u>1,067,147</u>	<u>366,702</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>120,810</u>	<u>(599,492)</u>	<u>61,429</u>
OTHER FINANCING SOURCES			
Bond proceeds	-	6,462,000	-
Payment to refunding bond escrow agent	-	(6,489,003)	-
Transfer from general fund	-	4,474	-
Total other financing sources	<u>-</u>	<u>(22,529)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	120,810	(622,021)	61,429
BEGINNING FUND BALANCE	<u>512,139</u>	<u>632,949</u>	<u>10,928</u>
ENDING FUND BALANCE	<u>\$ 632,949</u>	<u>\$ 10,928</u>	<u>\$ 72,357</u>

BLUE LAKE METROPOLITAN DISTRICT NO. 3
2024 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Introduction

Through its Service Plan, the Blue Lake Metropolitan District No. 3 (the “District”) is authorized to finance certain streets, street lighting, traffic and safety controls, sewer improvements, landscaping, and park and recreation improvements.

REVENUES

Property Taxes

The primary source of ongoing revenue is property taxes. For tax year 2024, the District certified a general fund mill levy of 15.259 mills, generating \$133,770 in property taxes, and a debt service fund mill levy of 46.500 mills, generating \$407,649 in property taxes.

Specific Ownership Taxes

Specific ownership taxes are derived from vehicle registration fees collected by the County and remitted on a prorated basis to all taxing entities in the County. The revenue estimate is based on a ratio to property taxes.

EXPENDITURES

Administrative Expenses

Administrative expenses have been budgeted based on estimates of the District’s Board of Directors and consultants to include the services necessary to maintain the District’s administrative viability such as legal, accounting, managerial, insurance, meeting expenses and other administrative expenses.

Emergency Reserve

The District has provided for an emergency reserve fund equal to at least 3% of the fiscal year spending for 2024, as defined under TABOR.

Accounting Method

The District prepares its budget on the modified accrual basis of accounting.

The District has no leases.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of WELD COUNTY, Colorado.

On behalf of the BLUE LAKE METRO DISTRICT 3,
(taxing entity)^A

the Board of Directors
(governing body)^B

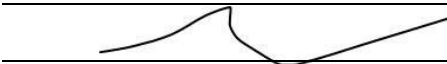
of the BLUE LAKE METRO DISTRICT 3
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ \$8,766,640.00 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: \$ \$8,766,640.00 (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: 01/07/2024 for budget/fiscal year 2024
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>15.259</u> mills	\$ <u>133770.16</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< <u> </u> > mills	\$ < <u>0</u> >
SUBTOTAL FOR GENERAL OPERATING:	<u>15.259</u> mills	\$ <u>133770.16</u>
3. General Obligation Bonds and Interest ^J	<u>46.500</u> mills	\$ <u>407648.76</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>61.759</u> mills	\$ <u>541418.92</u>

Contact person: (print) Sue Blair Daytime phone: 13036016441
Signed:  Title: Manager

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:	_____
	Series:	_____
	Date of Issue:	_____
	Coupon Rate:	_____
	Maturity Date:	_____
	Levy:	_____
	Revenue:	_____
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.