

RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR TO HELP DEFRAY THE COSTS OF THE GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE BLUE LAKE METROPOLITAN DISTRICT NO. 3, WELD COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2021 AND ENDING ON THE LAST DAY OF DECEMBER, 2021.

WHEREAS, the Board of Directors (the "Board") of the BLUE LAKE METROPOLITAN DISTRICT NO.3 (the "District") has authorized its consultants, treasurer and legal counsel to prepare and submit a proposed budget to said governing body no later than October 15, 2020; and

WHEREAS, the proposed 2021 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 August 28, 2020 in the Brighton Standard Blade, said proposed budget was open for inspection by the public at a designated place, a public hearing was held at 12:00 PM on the 15th day of September, 2020, 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 2021 Revenues and 2021 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2021, 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 2021.

Section 3. 2021 Levy of General Property Taxes. That the foregoing budget indicates that the amount of money from property tax revenue necessary to balance the budget for the General Fund for operating expenses is **\$36,667**, and that the 2020 valuation for assessment, as certified by the WELD County Assessor, is **\$7,282,370**. That for the purposes of meeting all general operating expenses of the District during the 2021 budget year, there is hereby levied a tax of **5.035** mills upon each dollar of the total valuation of assessment of all taxable property within the District during the year 2020.

Section 4. 2021 Levy of Debt Retirement Expenses. That the foregoing budget indicates that the amount of money from property tax revenue necessary to balance the budget for the Debt Service Fund for debt retirement expense is **\$405,329** that the 2021 valuation for assessment, as certified by the WELD County Assessor, is **\$7,282,370**. That for the purposes of meeting all debt retirement expenses of the District during the 2021 budget year, there is hereby levied a tax of **55.659** mills upon each dollar of the total valuation of assessment of all taxable property within the District during the year 2020.

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 Adams County Board of County Commissioners, no later than December 15, 2020, 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.

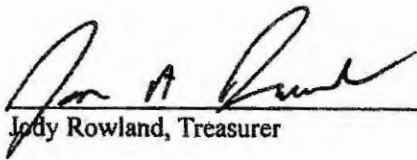
The foregoing Resolution was seconded by Director Rowland.

RESOLUTION APPROVED AND ADOPTED ON September 15, 2020.

BLUE LAKE METROPOLITAN DISTRICT NO.3

By: _____
Kacy Flemons, President

ATTEST:



Jody Rowland, Treasurer

RESOLUTION APPROVED AND ADOPTED ON September 15, 2020.

BLUE LAKE METROPOLITAN DISTRICT NO.3

By: Kacy Flemons
Kacy Flemons, President

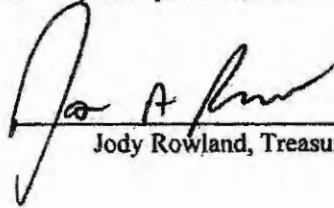
ATTEST:

Jody Rowland, Treasurer

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

I, Jody Rowland, hereby certify that I am a director and the duly elected and qualified Treasurer of 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 12:00 PM on September 15, 2020, at 7995 East Prentice Avenue, Suite 103E, Greenwood Village, Colorado and via Zoom video/audio conference as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2021; 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.

Subscribed and sworn to this 15th day of September, 2020.



Jody Rowland, Treasurer

EXHIBIT A
2021 BUDGET DOCUMENT & BUDGET MESSAGE FOR
BLUE LAKE METROPOLITAIN DISTRICT NO.3

**BLUE LAKE METROPOLITAN DISTRICT NO. 3
GENERAL FUND
2021 ADOPTED BUDGET
WITH 2019 ACTUAL AND 2020 ESTIMATED AMOUNTS
FOR THE YEARS ENDED AND ENDING DECEMBER 31,**

	2019 Actual	2020 Estimated	2021 Adopted
REVENUES			
Property taxes	\$ 19,854	\$ 25,595	\$ 36,667
Specific ownership taxes	1,330	1,792	2,200
Interest	-	2	-
Miscellaneous	66	-	-
Total revenues	21,250	27,389	38,867
EXPENDITURES			
Accounting and management	14,618	18,792	18,000
Audit	-	4,500	4,900
County treasurer fees	298	643	550
Election	-	-	500
Directors' fees	300	300	300
Dues and subscriptions	291	279	300
Insurance and bonds	2,263	2,510	3,000
Legal	28	-	-
Engineering	-	450	450
Water level measuring	900	450	1,800
Miscellaneous	185	227	300
Emergency reserve	-	-	1,200
Total expenditures	18,883	28,151	31,300
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,367	(762)	7,567
OTHER FINANCING SOURCES			
Developer advances	-	7,000	-
Developer advance repayment	-	-	(7,000)
Total other financing sources (uses)	-	7,000	(7,000)
NET CHANGE IN FUND BALANCE	2,367	6,239	567
BEGINNING FUND BALANCE	(4,500)	(2,133)	4,106
ENDING FUND BALANCE	\$ (2,133)	\$ 4,106	\$ 4,673

**BLUE LAKE METROPOLITAN DISTRICT NO. 3
DEBT SERVICE FUND
2021 ADOPTED BUDGET
WITH 2019 ACTUAL AND 2020 ESTIMATED AMOUNTS
FOR THE YEARS ENDED AND ENDING DECEMBER 31,**

	<u>2019 Actual</u>	<u>2020 Estimated</u>	<u>2021 Adopted</u>
REVENUES			
Property taxes	\$ 219,496	\$ 282,939	\$ 405,329
Specific ownership taxes	14,797	19,806	24,320
Interest	7,490	1,163	-
Total revenues	<u>241,783</u>	<u>303,908</u>	<u>429,649</u>
EXPENDITURES			
Audit	10,210	-	-
County treasurer fees	3,292	4,244	6,080
Bond Interest Series 2018 A	288,488	288,488	288,488
Bond Principal Series 2018 A	-	-	30,000
Bond Interest Series 2018 B	-	93,781	62,175
Paying agent fees	6,000	6,000	8,000
Total expenditures	<u>307,990</u>	<u>392,513</u>	<u>386,743</u>
NET CHANGE IN FUND BALANCE	(66,207)	(88,605)	42,906
BEGINNING FUND BALANCE	<u>484,324</u>	<u>415,355</u>	<u>326,750</u>
ENDING FUND BALANCE	<u>\$ 418,117</u>	<u>\$ 326,750</u>	<u>\$ 369,656</u>

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of WELD COUNTY, Colorado.

On behalf of the BLUE LAKE METROPOLITAN DISTRICT NO. 3,
(taxing entity)^A

the BOARD OF DIRECTORS,
(governing body)^B

of the BLUE LAKE METROPOLITAN DISTRICT NO. 3,
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 7,282,370 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: \$ 7,282,370 (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57) USE VALUE FROM FINAL CERTIFICATIN OF VALUATION PROVIDED BY ASSESSOR NO LATER THAN DECEMBER 10

Submitted: 12/1/2020 for budget/fiscal year 2021.
(not later than Dec. 15) (dd/mm/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	5.035 mills	\$ 36,667
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	5.035 mills	\$ 36,667
3. General Obligation Bonds and Interest ^J	55.659 mills	\$ 405,329
4. Contractual Obligations ^K	mills	\$
5. Capital Expenditures ^L	mills	\$
6. Refunds/Abatements ^M	mills	\$
7. Other ^N (specify):	mills	\$
	mills	\$
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	60.694 mills	\$441,996

Contact person: (print) Sue Blair, CRS of Colorado, LLC Daytime phone: 303-381-4968

Signed: *Sue Blair* Title: CEO

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
BLUE LAKE METROPOLITAN DISTRICT NO. 3

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>Capital Improvements</u>
	Series:	<u>2018A Limited Tax GO Bonds</u>
	Date of Issue:	<u>June 12, 2018</u>
	Coupon Rate:	<u>Variable</u>
	Maturity Date:	<u>12/15/2048</u>
	Levy:	<u>55.659</u>
	Revenue:	<u>\$405,329</u>

2.	Purpose of Issue:	<u>Capital Improvements</u>
	Series:	<u>2018 B Subordinate Limited Tax GO Bonds</u>
	Date of Issue:	<u>June 12, 2018</u>
	Coupon Rate:	<u>Variable</u>
	Maturity Date:	<u>12/15/2048</u>
	Levy:	<u>Included Above</u>
	Revenue:	<u>Included Above</u>

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 report all bond and contractual obligations.

BLUE LAKE METROPOLITAN DISTRICT NO. 3
2021 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.

REVENUE

Property Taxes

The primary source of ongoing revenue is property taxes. For tax year 2021, the District certified a general fund mill levy of 5.035 mills, generating \$36,667 in property taxes, and a debt service fund mill levy of 55.659 mills, generating \$405,329 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 2020, as defined under TABOR.

Accounting Method

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