

**BUDGET RESOLUTION
(2022)**

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 County of Weld, Colorado, held at 10:00 AM on Thursday, September 30, 2021, at 7995 E Prentice Ave., Suite 103E, Greenwood Village, CO 80111 and via zoom, there were present:

Tracye Herrington
Jody Rowland
Absent was Kacy Flemons, whose absence was excused

Also present was Dianne Miller and Sonja Steele of Miller & Associates Law Offices, LLC (“District Counsel”); Joel Meggers, Phyllis Brown, Nancy Weiss and Rhonda Bilek, Community Resource Services of Colorado, LLC

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 Blue Lake Metropolitan District No. 3 on the District’s website at www.crsocolorado.com/your-district, and to the best of their knowledge, remains posted to the date of this meeting.

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, 2022 AND ENDING ON THE LAST DAY OF DECEMBER, 2022.

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, 2021; and

WHEREAS, the proposed 2022 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 29, 2021 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 10:00 on the 30th day of September, 2021, 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 2022 Revenues and 2022 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2022, 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 2022.

Section 3. 2022 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 **\$40,068.38**, and that the 2021 valuation for assessment, as certified by the W E L D County Assessor, is **\$7,957,970.00**. That for the purposes of meeting all general operating expenses of the District during the 2022 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 2021.

Section 4. 2022 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 **\$442,932.65** that the 2022 valuation for assessment, as certified by the WELD County Assessor, is **\$7,957,970.00**. That for the purposes of meeting all debt retirement expenses of the District during the 2022 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 2021.

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, 2021, 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.

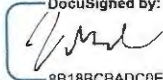
Section 6. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

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 30, 2021.

BLUE LAKE METROPOLITAN DISTRICT NO.3

By: 
8B18BCBADCE4A5
Jody Rowland, Treasure-Acting Chair

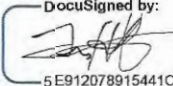
ATTEST:


5E912078915441C...
Tracye Herrington, Secretary

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

I, Tracey Herrington, hereby certify that I am a director and the duly elected and qualified Secretary 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 10:00 AM, on September 30, 2021 at 7995 E Prentice Ave., Suite 103E, Greenwood Village, CO 80111 and 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 2022; 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 30, 2021.

DocuSigned by:

5E912078915441C...

Tracey Herrington, Secretary

EXHIBIT A
2022 BUDGET DOCUMENT & BUDGET MESSAGE FOR
BLUE LAKE METROPOLITAIN DISTRICT NO.3

**BLUE LAKE METROPOLITAN DISTRICT NO. 3
GENERAL FUND
2022 ADOPTED BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED AMOUNTS
FOR THE YEARS ENDED AND ENDING DECEMBER 31,**

	2020 Actual	2021 Estimated	2022 Adopted
REVENUES			
Property taxes	\$ 25,595	\$ 36,667	\$ 40,075
Specific ownership taxes	1,215	1,850	2,004
Interest	3	4	5
Total revenues	26,813	38,521	42,084
EXPENDITURES			
Audit	4,800	4,900	5,500
District management and accounting	24,762	25,000	25,000
County treasurer fees	384	550	601
Election	-	-	2,000
Directors' fees	100	300	-
Dues and subscriptions	279	300	300
Insurance and bonds	2,510	3,000	3,000
Engineering	-	450	450
Water level measuring	1,800	1,800	1,800
Miscellaneous	214	300	300
Emergency reserve	-	-	1,300
Total expenditures	34,849	36,600	40,251
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(8,036)	1,921	1,833
OTHER FINANCING SOURCES			
Developer advances	7,000	1,850	-
Total other financing sources	7,000	1,850	-
NET CHANGE IN FUND BALANCE	(1,036)	3,771	1,833
BEGINNING FUND BALANCE	(2,133)	(3,169)	602
ENDING FUND BALANCE	\$ (3,169)	\$ 602	\$ 2,435

**BLUE LAKE METROPOLITAN DISTRICT NO. 3
DEBT SERVICE FUND
2022 ADOPTED BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED AMOUNTS
FOR THE YEARS ENDED AND ENDING DECEMBER 31,**

	2020 Actual	2021 Estimated	2022 Adopted
REVENUES			
Property taxes	\$ 282,939	\$ 405,329	\$ 443,006
Specific ownership taxes	13,430	24,320	22,150
Interest	1,185	75	75
Total revenues	<u>297,554</u>	<u>429,724</u>	<u>465,231</u>
EXPENDITURES			
County treasurer fees	4,244	6,080	6,645
Bond Principal Series 2018A	-	30,000	55,000
Bond Interest Series 2018A	288,488	308,363	286,913
Bond Interest Series 2018B	-	62,175	62,175
Paying agent fees	6,000	6,000	8,000
Total expenditures	<u>298,732</u>	<u>412,618</u>	<u>418,733</u>
NET CHANGE IN FUND BALANCE	(1,178)	17,106	46,498
BEGINNING FUND BALANCE	<u>418,117</u>	<u>416,939</u>	<u>434,045</u>
ENDING FUND BALANCE	<u>\$ 416,939</u>	<u>\$ 434,045</u>	<u>\$ 480,543</u>

BLUE LAKE METROPOLITAN DISTRICT NO. 3
2022 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 2022, the District certified a general fund mill levy of 5.035 mills, generating \$40,068.38 in property taxes, and a debt service fund mill levy of 55.659 mills, generating \$442,932.65 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.

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 \$ \$7,957,970.00
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: \$ \$7,957,970.00
(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: _____ for budget/fiscal year 2022
(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	5.035 mills	\$ 40068.38
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< 0 > mills	\$ < 0.00 >
SUBTOTAL FOR GENERAL OPERATING:	5.035 mills	\$ 40068.38
3. General Obligation Bonds and Interest ^J	55.659 mills	\$ 442932.65
4. Contractual Obligations ^K	mills	\$ 0.00
5. Capital Expenditures ^L	mills	\$ 0.00
6. Refunds/Abatements ^M	0.01 mills	\$ 79.58
7. Other ^N (specify): _____	mills	\$
	mills	\$
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	60.704 mills	\$ 483080.61

Contact person: _____ Daytime phone: _____
(print)

Signed: _____ Title: _____

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>Capital Improvements</u>
	Series:	<u>2018A Limited Tax GO Bonds</u>
	Date of Issue:	<u>6/12/2018</u>
	Coupon Rate:	<u>Variable</u>
	Maturity Date:	<u>12/15/2048</u>
	Levy:	<u>55.659</u>
	Revenue:	<u>442,933</u>
2.	Purpose of Issue:	<u>Capital Improvements</u>
	Series:	<u>2018B Subordinate Limited Tax GO Bonds</u>
	Date of Issue:	<u>6/12/2018</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 separately report all bond and contractual obligations per 32-1-1603, C.R.S.