

RESOLUTION NO. 2021-10-02

**RESOLUTION TO ADOPT BUDGET AND APPROPRIATE SUMS OF MONEY
RESOLUTION OF THE BOARD OF DIRECTORS OF**

**232 METROPOLITAN DISTRICT, TOWN OF ERIE, 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 2022**

- A. The Board of Directors of 232 Metropolitan District (the “**District**”) has appointed The Morain Corporation d/b/a Morain Bakarich, CPAs (“**Morain Bakarich**”) to prepare and submit a proposed budget to said governing body at the proper time.
- B. Morain Bakarich submitted on or before October 15, 2021 a proposed budget to this governing body 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 October 19, 2021, 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 232 METROPOLITAN DISTRICT, 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 October 19, 2021.

232 METROPOLITAN DISTRICT

By: Fred Orr
President

Attest:

By: Catherine V. Welf
Secretary

EXHIBIT A

Budget

MORAIN | BAKARICH
CERTIFIED PUBLIC ACCOUNTANTS

ACCOUNTANT'S COMPILATION REPORT

Board of Directors
232 Metropolitan District
450 E. 17th Avenue, Suite 400
Denver, CO 80203

Management is responsible for the accompanying general fund budget of revenues, expenditures, and fund balances of 232 Metropolitan District for the year ending December 31, 2022, including estimated comparative information for the year ending December 31, 2021 and the actual comparative information for the year ending December 31, 2020, in the format prescribed by Colorado Revised Statutes (C.R.S.) 29-1-105.

We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the budgets, nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the accompanying budgets.

The budgeted results may not be achieved as there will generally be differences between the budgeted and actual results. We assume no responsibility to update this report for events and circumstances occurring after the date of this report.

The accompanying budgets and this report were prepared for the purpose of determining the mill levy and estimating revenues, expenditures and fund balances as required by governmental entities within the State of Colorado in accordance with C.R.S. 29-1-105, and should not be used for any other purpose. The accompanying budgets are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

Morain Bakarich, CPAs

MORAIN BAKARICH CPAs
December 10, 2021

232 METROPOLITAN DISTRICT

Weld County, Colorado

GENERAL FUND ADOPTED 2022 BUDGET

	2020 ACTUAL	2021 ADOPTED	2021 ACTUAL (Through 9/30/21)	2021 ESTIMATED	2022 ADOPTED
Beginning Fund Balance	\$ 47,235	\$ 66,383	\$ 73,648	\$ 73,648	\$ 2,368,941
REVENUE:					
Property Taxes	\$ 37,482	\$ 2,249,232	\$ 2,244,260	\$ 2,249,232	\$ 947,820
Property Tax Abatements	1,724	-	-	-	-
Specific Ownership Taxes	1,861	168,692	75,274	105,274	71,086
Interest	8	-	-	-	-
Total Revenues	41,075	2,417,924	2,319,534	2,354,506	1,018,906
Total Funds Available	\$ 88,310	\$ 2,484,307	\$ 2,393,182	\$ 2,428,154	\$ 3,387,847
EXPENDITURES:					
Accounting and Auditing	\$ 2,659	\$ 2,500	\$ 1,046	\$ 3,000	\$ 9,000
Bank Fees	-	100	-	-	100
Consulting	-	5,000	-	5,000	5,000
County Treasurer Fees	588	33,738	33,664	33,738	14,217
Dues	280	300	326	350	400
Election Expense	-	-	-	-	3,000
Insurance	2,350	3,200	2,737	2,800	3,500
Infrastructure Design and Permitting	-	50,000	-	-	75,000
Interest	-	5,100	-	5,100	5,100
Legal	8,785	10,000	3,807	7,500	50,000
Office Supplies	-	100	-	-	100
Reimbursement of Organizational Costs	-	100,000	-	-	100,000
Capital Expenditures - Sanitary Sewer Mainline	-	-	-	-	2,500,000
Contingency	-	25,000	-	-	25,000
TABOR Reserve	-	7,051	1,247	1,725	83,713
Total Expenditures Requiring Appropriation	\$ 14,662	\$242,089	\$ 42,827	\$ 59,213	\$ 2,874,130
Ending Fund Balance	\$ 73,648	\$ 2,242,218	\$ 2,350,355	\$ 2,368,941	\$ 513,717

232 METROPOLITAN DISTRICT

Weld County, Colorado

Assessed Valuation, Taxes and Mill Levy Information

PROPERTY TAXES	2020 ACTUAL	2021 ADOPTED	2021 ACTUAL (Through 9/30/21)	2021 ESTIMATED	2022 ADOPTED
Assessed Valuation	\$ 470,770	\$ 44,984,630	\$ 44,984,630	\$ 44,984,630	\$ 18,956,390
Mill Levy - Operating	50.000	50.000	50.000	50.000	50.000
Mill Levy - Abatements	2.300	0.000	0.000	0.000	0.000
Total Mill Levy	52.300	50.000	50.000	50.000	50.000
Total Property Taxes	\$ 37,482	\$ 2,249,232	\$ 2,244,260	\$ 2,249,232	\$ 947,820
Specific Ownership Taxes	\$ 1,861	\$ 168,692	\$ 75,274	\$ 105,274	\$ 71,086
Treasurer's Fee (@ 1.5% statutory fee)	\$ 588	\$ 33,738	\$ 33,664	\$ 33,738	\$ 14,217

**232 METROPOLITAN DISTRICT
2022 BUDGET MESSAGE
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Disclosures contained in this summary as presented by the Directors, are those that are believed to be significant to the accompanying budgets but are not intended to be all-inclusive. The disclosures are intended to describe assumptions used during the preparation of the 2022 annual budgets. Actual results may differ from the prospective and budgeted figures contained in the budgets.

I. DISTRICT SERVICES

The District was formed on November 24, 2015, for the purpose of providing the design, acquisition, construction, installation and financing of certain street, park and recreation, water, sanitation, transportation, mosquito control, safety protection, fire protection, television relay, and translation improvements and services, as well as to provide covenant enforcement and design review, and security services.

II. BASIS OF ACCOUNTING

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S 29-1-105. The District's 2022 budget includes projected revenues and expenditures for the general operating fund.

III. IMPORTANT FEATURES OF THE BUDGET

REVENUES

GENERAL FUND

The District has property included within its boundaries with an assessed valuation of \$18,956,390 and has certified a mill levy of 50.00 mills for general operations. The District's total mill levy of 50.00 mills is expected to generate property tax revenues of approximately \$947,820. The District also anticipates receiving specific ownership taxes of \$71,086 in 2022.

EXPENDITURES

GENERAL FUND

The general fund provides for normal administrative and operating expenses related to the statutory operations of a local government. The District has provided for a transfer to an emergency reserve fund in the amount of 3% of total fiscal year spending, in accordance with the TABOR Amendment. The District has budgeted a \$83,713 transfer to emergency reserves in 2022.

IV. PROJECTS

The District is in the process of completing infrastructure development, design and permitting for signalization, roadways, and sewer systems within its boundaries, with construction anticipated in 2023. The District intends to fund the infrastructure development and design through accumulated reserves without assuming debt.

I, Catherine V. Will, hereby certify that I am the duly appointed Secretary of the 232 Metropolitan District, and that the foregoing is a true and correct copy of the budget for the budget year 2022, duly adopted at a meeting of the Board of Directors of the 232 Metropolitan District held on October 19, 2021.


Secretary

RESOLUTION NO. 2021-10-03

RESOLUTION TO SET MILL LEVIES

**RESOLUTION OF THE 232 METROPOLITAN DISTRICT LEVYING GENERAL
PROPERTY TAXES, PURSUANT TO SECTION 39-1-111, C.R.S., FOR THE YEAR
2021, TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE 2022 BUDGET
YEAR**

A. The Board of Directors of the 232 Metropolitan District (the “**District**”) has adopted an annual budget in accordance with the Local Government Budget Law, on October 19, 2021.

B. The adopted budget is attached as Exhibit A to the Resolution of the Board of Directors of the District to Adopt Budget and Appropriate Sums of Money, and such budget is incorporated herein by this reference.

C. The amount of money necessary to balance the budget for general operating expenses from property tax revenue is identified in the budget.

D. The amount of money necessary to balance the budget for debt retirement expenses from property tax revenue is identified in the budget.

NOW, THEREFORE, PURSUANT TO SECTIONS 39-1-111(5) and 39-5-128(1), C.R.S., BE IT RESOLVED by the Board of Directors of the 232 Metropolitan District, Weld County, Colorado, that:

1. For the purpose of meeting all general operating expenses of the District during the 2022 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 purpose of meeting all debt retirement expenses of the District during the 2022 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 for the purpose of meeting all contractual obligation expenses of the District during the 2022 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.

4. That the Secretary is hereby authorized and directed to immediately certify to the Board of County Commissioners of Weld County, Colorado, the mill levies for the District as set forth in the District’s Certification of Mill Levies, attached hereto as **Exhibit 1** 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.

[SIGNATURE PAGE FOLLOWS]

[SIGNATURE PAGE OF RESOLUTION TO SET MILL LEVIES]

RESOLUTION APPROVED AND ADOPTED on October 19, 2021.

232 METROPOLITAN DISTRICT

By: Fred Orr
President

Attest:

By: Catherine V. Welf
Secretary

EXHIBIT 1

Certification of Tax Levies

CERTIFICATION OF TAX LEVIES for NON-SCHOOL GovernmentsTO: County Commissioners¹ of WELD COUNTY, Colorado.On behalf of the 232 METRO DISTRICT,
(taxing entity)^Athe Board of Directors
(governing body)^Bof the 232 METRO DISTRICT
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ \$18,956,390.00
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: \$ \$18,956,390.00
(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: 12/10/2021 for budget/fiscal year 2022.
(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>50.000</u> mills	\$ <u>947819.50</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< <u>0</u> > mills	\$ < <u>0</u> >
SUBTOTAL FOR GENERAL OPERATING:	<u>50</u> mills	\$ <u>947819.50</u>
3. General Obligation Bonds and Interest ^J	<u>0</u> mills	\$ <u>0</u>
4. Contractual Obligations ^K	<u>0</u> mills	\$ <u>0</u>
5. Capital Expenditures ^L	<u>0</u> mills	\$ <u>0</u>
6. Refunds/Abatements ^M	<u>0</u> mills	\$ <u>0</u>
7. Other ^N (specify): <u>0</u>	<u>0</u> mills	\$ <u>0</u>
<u>0</u>	<u>0</u> mills	\$ <u>0</u>
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>50</u> mills	\$ <u>947819.50</u>

Contact person: (print) Michael A. Bakarich Daytime phone: 7204990020
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: _____
 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.

I, Catherine V. Will, hereby certify that I am the duly appointed Secretary of the 232 Metropolitan District, and that the foregoing is a true and correct copy of the Certification of Mill Levies for the budget year 2022, duly adopted at a meeting of the Board of Directors of the 232 Metropolitan District held on October 19, 2021.


Secretary