

**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. 2** (“The District”) Town of Lochbuie, County of Weld, Colorado, held at 11:00 AM. on Thursday, September 28, 2023, at 7995 E Prentice Ave., Suite 103E, Greenwood Village, CO 80111 and held by zoom:

<https://us06web.zoom.us/j/83931067565?pwd=rxJSYJpz8h74xwxj4LjSWdVAtlNUZU.1>

Meeting ID: 839 3106 7565 Passcode: 205603

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there were present:
Mark Bush, Charles Foster, John Fair, and Timothy Craft.

Also present was: Joel Megger, Diane Rodriguez, Kim Alex and Rhonda Bilek of 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 District, and to the best of their knowledge, remains posted to the date of this meeting.

Thereupon, Director Fair 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. 2, 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. 2 (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 11:00 a.m. on Thursday, September 28, 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. 2, 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 \$77,104, and that the 2023 valuation for assessment, as certified by the Weld County Assessor, is \$4,924,890. 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 15.656 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 \$196,996 and that the 2023 valuation for assessment, as certified by the Weld County Assessor, is \$4,924,890. 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 40.000 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.

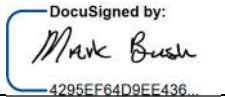
Section 6. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

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.

The foregoing Resolution was seconded by Director Bush.

RESOLUTION APPROVED AND ADOPTED ON SEPTEMBER 28, 2023.

BLUE LAKE METROPOLITAN DISTRICT NO. 2

By: 
4295FF64D9EE436...
Mark Bush, President

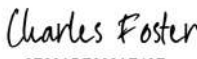
ATTEST:


3E38ADE208AE48E...
Charles Foster, Secretary/Treasurer

STATE OF COLORADO
COUNTY OF WELD
BLUE LAKE METROPOLITAN DISTRICT NO. 2

I, Charles Foster, hereby certify that I am a director and the duly elected and qualified Secretary/Treasurer of the Blue Lake Metropolitan District No. 2 (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 11:00 a.m. on Thursday, September 28, 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 28, 2023.

DocuSigned by:

3E38ADE208AE48E...

Charles Foster, Secretary/Treasurer

**BLUE LAKE METROPOLITAN DISTRICT NO. 2
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	\$ 22,891	\$ 21,809	\$ 77,104
Specific ownership taxes	1,355	1,310	4,630
Interest	1,950	25	1,500
Total revenues	26,196	23,144	83,234
EXPENDITURES			
<u>General</u>			
Audit	11,983	14,000	12,000
County treasurer fees	343	327	1,157
District management and accounting	19,793	24,000	15,600
Dues and subscriptions	609	700	700
Elections	100	247	-
Insurance and bonds	2,580	2,854	3,000
Consulting	1,022	15,000	15,000
Legal	8,114	7,000	5,000
Miscellaneous	-	300	300
Emergency reserve	-	1,800	1,600
Total expenditures	44,544	66,228	54,357
EXCESS OF EXPENDITURES OVER (UNDER) REVENUES	(18,348)	(43,084)	28,877
OTHER FINANCING SOURCES (USES)			
Developer advances	33,200	20,000	-
Forgiveness of debt	60,930	-	-
Transfer to other funds	(3,260)	-	-
Total other financing sources (uses)	90,870	20,000	-
NET CHANGE IN FUND BALANCE	72,522	(23,084)	28,877
BEGINNING FUND BALANCE (DEFICIT)	(49,416)	23,106	22
ENDING FUND BALANCE	\$ 23,106	\$ 22	\$ 28,899

BLUE LAKE METROPOLITAN DISTRICT NO. 2
DEBT SERVICE FUND
2024 ADOPTED BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED AMOUNTS
FOR THE YEARS ENDED AND ENDING DECEMBER 31,

	2022	2023	2024
	Actual	Estimated	Adopted
REVENUES			
Property taxes	\$ 228,109	\$ 219,311	\$ 196,996
Specific ownership taxes	13,500	13,159	11,820
Interest	596	2,500	500
Total revenues	242,205	234,970	209,316
EXPENDITURES			
<u>General</u>			
County treasurer fees	3,422	3,290	2,955
<u>Debt service</u>			
Loan principal - Series 2021A	44,000	43,000	47,000
Loan interest - Series 2021A	94,913	93,376	92,124
Loan principal - Series 2021B	19,000	18,000	20,000
Loan interest - Series 2021B	40,902	40,238	39,717
Paying agent fees	2,225	2,400	2,500
Total expenditures	204,462	200,304	204,296
EXCESS OF REVENUES OVER EXPENDITURES	37,743	34,666	5,020
OTHER FINANCING SOURCES			
Transfer from other funds	3,260	-	-
Total other financing sources	3,260	-	-
NET CHANGE IN FUND BALANCE	41,003	34,666	5,020
BEGINNING FUND BALANCE	23,199	64,202	98,868
ENDING FUND BALANCE	\$ 64,202	\$ 98,868	\$ 103,888

BLUE LAKE METROPOLITAN DISTRICT NO. 2
CAPITAL FUND
2024 ADOPTED BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED AMOUNTS
FOR THE YEARS ENDED AND ENDING DECEMBER 31,

	2022	2023	2024
	Actual	Estimated	Adopted
REVENUES			
Conservation trust fund	\$ 4,054	\$ 3,600	\$ 3,600
Interest	2,915	11,000	5,000
Total revenues	<u>6,969</u>	<u>14,600</u>	<u>8,600</u>
EXPENDITURES			
Capital outlay	-	71,656	169,579
Consulting fees	25,217	18,489	-
Landscaping	-	59,855	-
Total expenditures	<u>25,217</u>	<u>150,000</u>	<u>169,579</u>
NET CHANGE IN FUND BALANCE	(18,248)	(135,400)	(160,979)
BEGINNING FUND BALANCE	<u>314,627</u>	<u>296,379</u>	<u>160,979</u>
ENDING FUND BALANCE	<u><u>\$ 296,379</u></u>	<u><u>\$ 160,979</u></u>	<u><u>\$ -</u></u>

BLUE LAKE METROPOLITAN DISTRICT NO. 2

2024 Budget Message

Introduction

The Blue Lake Metropolitan District No. 2 was formed on May 17, 2004. The purpose of District 2 is to coordinate the financing, construction and installation of public improvements, including streets and traffic signals, and water, sewer, storm drainage and park and recreation facilities for the Blue Lake Development.

Public improvements and facilities constructed or acquired by the District may be owned and maintained by one or more Districts, or may be dedicated for ownership and maintenance to the Town of Lochbuie, Colorado (“Lochbuie” or the “Town”), or to other non-profit or governmental entities, for the use and benefit of the Blue Lake Development residents and taxpayers.

Dedication of Improvements

It is anticipated that the District may dedicate certain improvements to the Town or its designee upon completion of their construction and installation, together with the rights-of-way and easements for the facilities, to the extent the District has the necessary property interest to permit such dedication. The District may dedicate storm drainage facilities to the South Beebe Draw Metropolitan District, which is the regional storm drainage provider to the South Beebe Draw Basin, upon the completion of their construction and installation, together with rights-of-way and easements for the facilities, to the extent the District has the necessary property interest to permit such dedication.

Maintenance of Public Improvements

The District shall be authorized to own and maintain all public facilities constructed, installed or acquired by the District and not otherwise dedicated for ownership and maintenance to other appropriate governmental entities.

Budget Features

Following are noteworthy features of the budget.

1. The District's accounting system is modified accrual basis for the governmental fund type of accounting.
2. The 2023 assessed value for the District is \$4,924,890.
3. The District adopted a General Operating mill levy 15.656 of yielding \$77,104 in property taxes.
4. The District adopted a Debt Service Fund mill levy of 40.00 yielding \$196,996 in property taxes.
5. The primary sources of revenue are property taxes and developer advances. Developer advances are to be recorded as revenue for budget purposes with an obligation for future repayment.
6. 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 2,
(taxing entity)^A
 the Board of Directors,
(governing body)^B
 of the BLUE LAKE METRO DISTRICT 2,
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ \$4,924,890.00 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: \$ \$4,924,890.00
(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: 01/08/2024 for budget/fiscal year 2024.
(no 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	15.656 mills	\$ 77104.08
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < 0 >
SUBTOTAL FOR GENERAL OPERATING:	15.656 mills	\$ 77104.08
3. General Obligation Bonds and Interest ^J	40.000 mills	\$ 196995.60
4. Contractual Obligations ^K	mills	\$ 0
5. Capital Expenditures ^L	mills	\$ 0
6. Refunds/Abatements ^M	mills	\$ 0
7. Other ^N (specify): _____	mills	\$
_____	mills	\$
TOTAL: <small>[Sum of General Operating Subtotal and Lines 3 to 7]</small>	55.656 mills	\$ 274099.68

Contact person: Sue Blair Daytime phone: 13036016441
(print)
 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:	Reimbursements - Capital Improvements
	Series:	2016A and 2016B
	Date of Issue:	12/06/2016
	Coupon Rate:	2016A 5.750% and 2016B 8%
	Maturity Date:	12/01/2046
	Levy:	40.000
	Revenue:	196.996
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.