

RESOLUTION NO. 2024-11-03

RESOLUTION TO ADOPT BUDGET AND APPROPRIATE SUMS OF MONEY

**RESOLUTION OF THE BOARD OF DIRECTORS OF
RRC METROPOLITAN DISTRICT NO. 2, JEFFERSON 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 2025**

A. The Board of Directors of the RRC Metropolitan District No. 2 (the “**District**”) has appointed Simmons & Wheeler, P.C. to prepare and submit a proposed budget to said governing body at the proper time.

B. Simmons & Wheeler, P.C. has submitted a proposed budget to this governing body by October 15, 2024 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 November 12, 2024, 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 THE RRC METROPOLITAN DISTRICT NO. 2, JEFFERSON 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.

RESOLUTION APPROVED AND ADOPTED on November 12, 2024.

RRC METROPOLITAN DISTRICT NO. 2

By: Karl Pedem
President

Attest:

By: Debra Hessler
Secretary

EXHIBIT A

Budget

RRC METROPOLITAN DISTRICT NO. 2
2025
BUDGET MESSAGE

Attached please find a copy of the adopted 2025 budget for the RRC Metropolitan District No. 2.

The RRC Metropolitan District No.2 has adopted a budget for three funds, a General Fund to provide for transfers to the RRC Authority for general operating and maintenance expenditures; a Capital Projects Fund to provide for transfers to the RRC Authority for estimated infrastructure costs that are to be built for the benefit of the district; and a Debt Service Fund to provide for payments on the outstanding general obligation bonds.

The district's accountants have utilized the modified accrual basis of accounting, and the budget has been adopted after proper postings, publications, and public hearing.

The primary sources of revenue for the district in 2025 will be transfers from RRC Metropolitan District No.1; and property taxes from the imposition of a 61.364 mill levy on property within the district for 2025, of which 3.000 mills will be dedicated to the General Fund and the balance of 58.364 mills will be allocated to the Debt Service Fund.

RRC Metropolitan District No. 2
Adopted Budget
General Fund
For the Year ended December 31, 2025

	Actual <u>2023</u>	Adopted Budget <u>2024</u>	Actual <u>6/30/2024</u>	Estimated <u>2024</u>	Adopted Budget <u>2025</u>
Beginning fund balance	\$ 678	\$ 677	\$ 678	\$ 678	\$ -
Revenues:					
Property taxes	31,778	36,429	36,265	36,429	40,249
Specific ownership taxes	2,274	4,600	1,169	2,300	4,905
Interest income	<u>316</u>	<u>-</u>	<u>5,251</u>	<u>6,500</u>	<u>-</u>
Total revenues	<u>34,368</u>	<u>41,029</u>	<u>42,685</u>	<u>45,229</u>	<u>45,154</u>
Total funds available	<u>35,046</u>	<u>41,706</u>	<u>43,363</u>	<u>45,907</u>	<u>45,154</u>
Expenditures:					
Insurance/SDA dues	-	-	-	-	-
Treasurer fees	481	546	544	546	604
Transfer to Authority	33,887	41,160	36,893	45,361	44,550
Contingency	-	-	-	-	-
Emergency reserve (3%)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>34,368</u>	<u>41,706</u>	<u>37,437</u>	<u>45,907</u>	<u>45,154</u>
Ending fund balance	<u>\$ 678</u>	<u>\$ -</u>	<u>\$ 5,926</u>	<u>\$ -</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 12,143,222</u>			<u>\$ 13,416,434</u>
Mill Levy		<u>3.000</u>			<u>3.000</u>

RRC Metropolitan District No. 2
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2025

	Actual <u>2023</u>	Adopted Budget <u>2024</u>	Actual <u>6/30/2024</u>	Estimated <u>2024</u>	Adopted Budget <u>2025</u>
Beginning fund balance	\$ 22,815,155	\$ 8,341,603	\$ 8,003,688	\$ 8,003,688	\$ 5,353,688
Revenues:					
Interest income	<u>490,627</u>	<u>100,000</u>	<u>213,535</u>	<u>350,000</u>	<u>100,000</u>
Total revenues	<u>490,627</u>	<u>100,000</u>	<u>213,535</u>	<u>350,000</u>	<u>100,000</u>
Total funds available	<u>23,305,782</u>	<u>8,441,603</u>	<u>8,217,223</u>	<u>8,353,688</u>	<u>5,453,688</u>
Expenditures:					
Transfer to District 1	14,823,551	-	-	-	-
Transfer to District Authority	<u>478,543</u>	<u>8,441,603</u>	<u>769,879</u>	<u>3,000,000</u>	<u>5,453,688</u>
Total expenditures	<u>15,302,094</u>	<u>8,441,603</u>	<u>769,879</u>	<u>3,000,000</u>	<u>5,453,688</u>
Ending fund balance	<u>\$ 8,003,688</u>	<u>\$ -</u>	<u>\$ 7,447,344</u>	<u>\$ 5,353,688</u>	<u>\$ -</u>

RRC Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2025

	Actual <u>2023</u>	Adopted Budget <u>2024</u>	Actual <u>6/30/2024</u>	Estimated <u>2024</u>	Adopted Budget <u>2025</u>
Beginning fund balance	\$ 427	\$ 4,484	\$ 164,537	\$ 164,537	\$ 2,409
Revenues:					
Property taxes	591,449	702,753	699,569	702,753	790,859
Specific ownership taxes	42,326	56,220	22,557	45,000	63,269
Transfer from District 1	150,125	710,769	659,021	698,660	907,171
Interest income	<u>5,970</u>	<u>55,000</u>	<u>3,980</u>	<u>5,000</u>	<u>55,000</u>
Total revenues	<u>789,870</u>	<u>1,524,742</u>	<u>1,385,127</u>	<u>1,451,413</u>	<u>1,816,299</u>
Total funds available	<u>790,297</u>	<u>1,529,226</u>	<u>1,549,664</u>	<u>1,615,950</u>	<u>1,818,708</u>
Expenditures:					
Bond interest expense	616,800	1,500,000	-	1,595,000	1,740,000
Treasurer's fees	8,960	10,541	10,494	10,541	11,863
Trustee / paying agent fees	<u>-</u>	<u>8,000</u>	<u>-</u>	<u>8,000</u>	<u>8,000</u>
Total expenditures	<u>625,760</u>	<u>1,518,541</u>	<u>10,494</u>	<u>1,613,541</u>	<u>1,759,863</u>
Ending fund balance	<u>\$ 164,537</u>	<u>\$ 10,685</u>	<u>\$ 1,539,170</u>	<u>\$ 2,409</u>	<u>\$ 58,845</u>
Assessed valuation		<u>\$ 12,143,222</u>			<u>\$ 13,416,434</u>
Assessed valuation Ex 24					<u>\$ 134,022</u>
Total		<u>\$ 12,143,222</u>			<u>\$ 13,550,456</u>
Mill Levy		<u>57.872</u>			<u>58.364</u>
Total Mill Levy		<u>60.872</u>			<u>61.364</u>

I, Debra Hessler, hereby certify that I am the duly appointed Secretary of the RRC Metropolitan District No. 2, and that the foregoing is a true and correct copy of the budget for the budget year 2025, duly adopted at a meeting of the Board of Directors of the RRC Metropolitan District No. 2 held on November 12, 2024.

Debra Hessler

Secretary

RESOLUTION NO. 2024-11-04

RESOLUTION TO SET MILL LEVIES

**RESOLUTION OF THE RRC METROPOLITAN DISTRICT NO. 2 LEVYING
GENERAL PROPERTY TAXES, PURSUANT TO SECTION 39-1-111, C.R.S., FOR THE
YEAR 2024, TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE 2025
BUDGET YEAR**

A. The Board of Directors of the RRC Metropolitan District No. 2 (the “**District**”) has adopted an annual budget in accordance with the Local Government Budget Law, on November 12, 2024.

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 RRC Metropolitan District No. 2, Jefferson County, Colorado, that:

1. For the purpose of meeting all general operating expenses of the District during the 2025 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 2025 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 2025 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 Jefferson County, Colorado, the mill levies for the District as set forth in the District’s Certification of Tax 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.

RESOLUTION APPROVED AND ADOPTED on November 12, 2024.

RRC METROPOLITAN DISTRICT NO. 2

By: Karl Pedem
President

Attest:

By: Debra Hessler
Secretary

EXHIBIT 1

Certification of Tax Levies

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>\$45,000,000 Limited Tax General Obligation Bonds</u>
	Series:	<u>2021(3)</u>
	Date of Issue:	<u>December 17, 2021</u>
	Coupon Rate:	<u>5.25%</u>
	Maturity Date:	<u>December 1, 2051</u>
	Levy:	<u>58.364</u>
	Revenue:	<u>\$783,037</u>

2.	Purpose of Issue:	<u></u>
	Series:	<u></u>
	Date of Issue:	<u></u>
	Coupon Rate:	<u></u>
	Maturity Date:	<u></u>
	Levy:	<u></u>
	Revenue:	<u></u>

CONTRACTS^K:

3.	Purpose of Contract:	<u></u>
	Title:	<u></u>
	Date:	<u></u>
	Principal Amount:	<u></u>
	Maturity Date:	<u></u>
	Levy:	<u></u>
	Revenue:	<u></u>

4.	Purpose of Contract:	<u></u>
	Title:	<u></u>
	Date:	<u></u>
	Principal Amount:	<u></u>
	Maturity Date:	<u></u>
	Levy:	<u></u>
	Revenue:	<u></u>

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

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>\$45,000,000 Limited Tax General Obligation Bonds</u>
	Series:	<u>2021(3)</u>
	Date of Issue:	<u>December 17, 2021</u>
	Coupon Rate:	<u>5.25%</u>
	Maturity Date:	<u>December 1, 2051</u>
	Levy:	<u>57.872</u>
	Revenue:	<u>\$7,822</u>

2.	Purpose of Issue:	<u></u>
	Series:	<u></u>
	Date of Issue:	<u></u>
	Coupon Rate:	<u></u>
	Maturity Date:	<u></u>
	Levy:	<u></u>
	Revenue:	<u></u>

CONTRACTS^K:

3.	Purpose of Contract:	<u></u>
	Title:	<u></u>
	Date:	<u></u>
	Principal Amount:	<u></u>
	Maturity Date:	<u></u>
	Levy:	<u></u>
	Revenue:	<u></u>

4.	Purpose of Contract:	<u></u>
	Title:	<u></u>
	Date:	<u></u>
	Principal Amount:	<u></u>
	Maturity Date:	<u></u>
	Levy:	<u></u>
	Revenue:	<u></u>

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

I, Debra Hessler, hereby certify that I am the duly appointed Secretary of the RRC Metropolitan District No. 2, and that the foregoing is a true and correct copy of the Certification of Tax Levies for the budget year 2025, duly adopted at a meeting of the Board of Directors of the RRC Metropolitan District No. 2 held on November 12, 2024.

Debra Hessler

Secretary