RESOLUTION NO. 2025-12-02

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 2026

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, 2025 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 11, 2025 and continued to December 10, 2025, 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 December 10, 2025.

RRC METROPOLITAN DISTRICT NO. 2

By: ______________________
President

Attest:

By: Debra Hessler
Secretary

4915-3841-7785, v. 2

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EXHIBIT A

Budget

RRC METROPOLITAN DISTRICT NO. 2
2026
BUDGET MESSAGE

Attached please find a copy of the adopted 2026 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 2026 will be transfers from RRC Metropolitan District No.1, interest income and property taxes from the imposition of a 62.058 mill levy on property within the district for 2026, of which 2.856 mills will be dedicated to the General Fund and the balance of 59.202 mills will be allocated to the Debt Service Fund.

RRC Metropolitan District No. 2
Adopted Budget
General Fund
For the Year ended December 31, 2026

	Actual 2024	Adopted Budget 2025	Actual 6/30/2025	Estimated 2025	Adopted Budget 2026
Beginning fund balance	$ 678	$ -	$ 8,095	$ 8,095	$ -
Revenues:					
Property taxes	36,399	40,249	35,649	40,249	59,551
Specific ownership taxes	2,357	4,905	1,359	4,905	6,449
Interest income	7,423	-	4,133	6,500	-
Total revenues	46,179	45,154	41,141	51,654	66,000
Total funds available	46,857	45,154	49,236	59,749	66,000
Expenditures:					
Insurance/SDA dues	-	-	-	-	-
Treasurer fees	546	604	527	604	893
Transfer to Authority	38,216	44,550	40,614	59,145	65,107
Contingency	-	-	-	-	-
Emergency reserve (3%)	-	-	-	-	-
Total expenditures	38,762	45,154	41,141	59,749	66,000
Ending fund balance	$ 8,095	$ -	$ 8,095	$ -	$ -
Assessed valuation		$ 13,416,434			$ 20,851,155
New Growth					5,733,165
Mill Levy		3.000			2.856

RRC Metropolitan District No. 2
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2026

	Actual 2024	Adopted Budget 2025	Actual 6/30/2025	Estimated 2025	Adopted Budget 2026
Beginning fund balance	$ 7,993,879	$ 5,353,688	$ 4,881,683	$ 4,881,683	$ 156,683
Revenues:					
Interest income	389,733	100,000	46,440	75,000	5,000
Total revenues	389,733	100,000	46,440	75,000	5,000
Total funds available	8,383,612	5,453,688	4,928,123	4,956,683	161,683
Expenditures:					
Transfer to District 1	-	-	-	-	-
Transfer to District Authority	3,501,929	5,453,688	4,780,655	4,800,000	161,683
Total expenditures	3,501,929	5,453,688	4,780,655	4,800,000	161,683
Ending fund balance	$ 4,881,683	$ -	$ 147,468	$ 156,683	$ -

RRC Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2026

	Actual 2024	Adopted Budget 2025	Actual 6/30/2025	Estimated 2025	Adopted Budget 2026
Beginning fund balance	$ 164,537	$ 2,409	$ 71,750	$ 71,750	$ 78,194
Revenues:					
Property taxes	702,154	790,859	693,539	790,859	1,240,984
Specific ownership taxes	45,468	63,269	26,438	63,269	99,279
Transfer from District 1	684,649	907,171	810,524	907,179	962,517
Interest income	24,663	55,000	(6,289)	5,000	55,000
Total revenues	1,456,934	1,816,299	1,524,212	1,766,307	2,357,780
Total funds available	1,621,471	1,818,708	1,595,962	1,838,057	2,435,974
Expenditures:					
Bond interest expense	1,539,189	1,740,000	-	1,740,000	2,409,359
Treasurer's fees	10,532	11,863	10,255	11,863	18,615
Trustee / paying agent fees	-	8,000	-	8,000	8,000
Total expenditures	1,549,721	1,759,863	10,255	1,759,863	2,435,974
Ending fund balance	$ 71,750	$ 58,845	$ 1,585,707	$ 78,194	$ -
Assessed valuation		$ 13,416,434			$ 20,851,155
Assessed valuation Ex 24		$ 134,022			$ 110,712
Total		$ 13,550,456			$ 20,961,867
Mill Levy		58.364			59.202
Total Mill Levy		61.364			62.058

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 2026, duly adopted at a continued meeting of the Board of Directors of the RRC Metropolitan District No. 2 held on December 10, 2025.

Debra Hessler

Secretary