

**FRANKTOWN BUSINESS AREA METROPOLITAN DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

Franktown Business Area Metropolitan District is a quasi-municipal corporation that is governed pursuant to provisions of the Colorado Special District Act. The District's service area is located in eastern Douglas County, Colorado. The District was established to acquire, construct and/or operate and maintain a complete local sanitary sewer collection and transmission system, potable and/or non-potable local water system, traffic and safety controls, street improvements, public transportation, television relay and translation system, parks and recreational facilities and to provide for the elimination of mosquitoes.

The operations of the District relate to the financing of a sewer transmission system and the negotiation of an Intergovernmental Agreement with Denver Southeast Suburban Water and Sanitation District for sewer processing services.

The District uses the modified accrual basis of accounting.

Revenue

The District sets a mill levy for property taxes to fund a portion of its operations. The calculation of the taxes levied is noted in the budget and reflects an adopted mill levy of 25.000 mills, minus a temporary rate reduction of 15.000 mills for a net 10.000 mills yielding \$52,140 in property taxes to be collected in 2023.

Specific ownership tax revenue is based on a sharing of the collection of vehicle ownership taxes pooled by the County. The 2023 projected amount is calculated as a percentage of property taxes.

Interest earned on the District's available funds has been estimated based on an average interest rate of less than 1.0%.

Expenditures

Administrative and operating expenditures include the services necessary to maintain the District's administrative viability such as insurance, management, legal, accounting and engineering costs.

County Treasurer's fees have been computed at 1.5% of the property taxes.

Reserves

The District has provided for an emergency reserve equal to at least 3.0% of fiscal year spending for 2023 defined under the TABOR amendment.

Debt and Leases

The District has no outstanding indebtedness, nor any operating or capital leases.

BUDGET RESOLUTION

(2023)

CERTIFIED COPY OF RESOLUTION

STATE OF COLORADO)
) ss.
COUNTY OF DOUGLAS)

At the special meeting of the Board of Directors of the Franktown Business Area Metropolitan District, Douglas County, Colorado, held via a virtual meeting on Tuesday, November 8, 2022, at 10:00 am., there were present:

- Russell Berger
- Christopher Leever
- Fredric Zimmermann
- Troy Berger

Also present was Sue Blair, District Manager

The District Manager reported that, prior to the meeting, each of the directors were notified of the date, time and place of this meeting and the purpose for which it was called. The District Manager further reported that this is a special meeting of the Board of Directors of the District and that a notice of the meeting was posted in accordance with statute and at the Adams County Clerk and Recorder’s Office, and to the best of their knowledge, remains posted to the date of this meeting.

Thereupon, Director R. Berget introduced and moved the adoption of the following Resolution:

RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE FRANKTOWN BUSINESS AREA METROPOLITAN DISTRICT, DOUGLAS COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2023 AND ENDING ON THE LAST DAY OF DECEMBER, 2023.

WHEREAS, the Board of Directors (the “Board”) of the FRANKTOWN BUSINESS AREA METROPOLITAN DISTRICT (the “District”) has authorized its manager to prepare and submit a proposed budget to said governing body no later than October 15, 2022; and

WHEREAS, the proposed 2023 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 November 3, 2022, in the Douglas County News Press, said proposed budget was open for inspection by the public at a designated place, a public hearing was held at 10:00 a.m. on November 8, 2022, 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 FRANKTOWN BUSINESS AREA METROPOLITAN DISTRICT, ADAMS COUNTY, COLORADO, AS FOLLOWS:

Section 1. Summary of 2023 Revenues and 2023 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2023, 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 2023.

Section 3. 2023 Levy of General Property Taxes. The District is certifying ten mills generating \$ 52,140 property tax revenue, and that the 2022 valuation for assessment, as certified by the Douglas County Assessor, is \$ 5,214,020 .

Section 4. 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, 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.

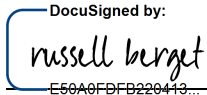
Section 5. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund to each fund, for the purposes stated and no other.

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.

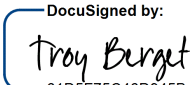
The foregoing Resolution was seconded by Director Zimmerman .

RESOLUTION APPROVED AND ADOPTED ON NOVEMBER 8, 2022.

FRANKTOWN BUSINESS AREA METROPOLITAIN DISTRICT

By:  _____
Russell Berger, President

ATTEST:

 _____
Troy Berget, Secretary/Treasurer

STATE OF COLORADO
COUNTY OF DOUGLAS

FRANKTOWN BUSINESS AREA METROPOLITAIN DISTRICT

I, Troy Berget, hereby certify that I am a director and the duly elected and qualified Assistant Secretary of FRANKTOWN BUSINESS AREA METROPOLITAIN DISTRICT (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 a.m. on November 8, 2022, via a virtual zoom meeting, as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2023; 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.

Subscribed and sworn to this 8th day of November 2022.

DocuSigned by:

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Troy Berget, Assistant Secretary

EXHIBIT A
2023 BUDGET DOCUMENT & BUDGET MESSAGE FOR
FRANKTOWN BUSINESS AREA METROPOLITAN DISTRICT

**FRANKTOWN BUSINESS AREA METROPOLITAN DISTRICT
GENERAL FUND
2023 ADOPTED BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED AMOUNTS
FOR THE YEARS ENDED AND ENDING DECEMBER 31,**

	2021 Actual	2022 Estimated	2023 Adopted
REVENUES			
Property taxes	\$ 33,409	\$ 39,466	\$ 52,140
Specific ownership taxes	3,222	3,443	3,911
Interest	154	1,500	800
Unrealized gain/loss	(90)	(541)	-
Total revenues	<u>36,695</u>	<u>43,868</u>	<u>56,851</u>
EXPENDITURES		-	
Audit exemption	1,000	657	1,000
County treasurer fees	502	588	780
District management and accounting	11,811	20,000	20,000
Dues and memberships	270	500	500
Election	-	3,253	3,000
Engineering and planning	-	500	500
Insurance	3,005	3,000	3,000
Legal	32	2,000	2,000
Miscellaneous	30	500	500
Contingency	-	-	154,505
Emergency reserve	-	1,300	1,800
Total expenditures	<u>16,650</u>	<u>32,298</u>	<u>187,585</u>
NET CHANGE IN FUND BALANCE	20,045	11,570	(130,734)
BEGINNING FUND BALANCE	<u>99,119</u>	<u>119,164</u>	<u>130,734</u>
ENDING FUND BALANCE	<u>\$ 119,164</u>	<u>\$ 130,734</u>	<u>\$ -</u>

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

**TO The County Commissioners of Douglas County, Colorado
 On behalf of the Franktown Business Area Metro District
 the Board of Directors
 of the Franktown Business Area Metropolitan District**

Hereby officially certifies the following mills to be levied against the taxing entity's **GROSS** assessed valuation of: **\$5,214,020** Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area 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: **\$5,214,020**

Submitted: *Marcos Pacheco* for budget/fiscal year 2023

PURPOSE	LEVY	REVENUE
1. General Operating Expenses	25.000 mills	\$130,350
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction	-15.000 mills	-\$78,210
SUBTOTAL FOR GENERAL OPERATING:	10.000 mills	\$52,140
3. General Obligation Bonds and Interest	0.000 mills	\$0
4. Contractual Obligations	0.000 mills	\$0
5. Capital Expenditures	0.000 mills	\$0
6. Refunds/Abatements	0.000 mills	\$0
7. Other	0.000 mills	\$0
8. Judgment	0.000 mills	\$0
TOTAL:	10.000 mills	\$52,140

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, CONTRACT, OTHER, AND/OR JUDGMENT:

BONDS

No Bonds Available

CONTRACTS

No Contracts Available

OTHER

No Other Available

JUDGMENT

No Judgment Available

Explanation of Change:

Generated On Wed, 14 Dec 2022