

RESOLUTION NO. 2017 - 11 - 03
A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE STC METROPOLITAN DISTRICT NO. 2
TO ADOPT THE 2018 BUDGET AND APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the STC Metropolitan District No. 2 ("District") has appointed the District Accountant to prepare and submit a proposed 2018 budget to the Board at the proper time; and

WHEREAS, the District Accountant has submitted a proposed budget to this Board on or before October 15, 2017, for its consideration; and

WHEREAS, 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 1, 2017, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, 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; 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.

WHEREAS, the Board of Directors of the District has made provisions therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget; and

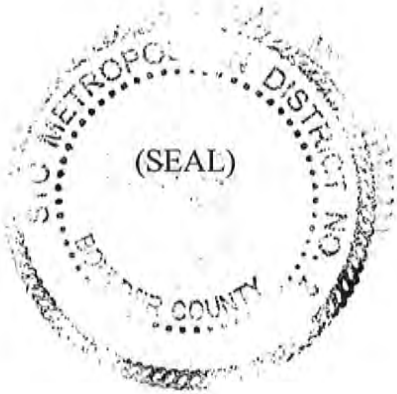
WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of the District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the STC Metropolitan District No. 2:

1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the STC Metropolitan District No. 2 for the 2018 fiscal year.
2. That the budget, as 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. That 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.

ADOPTED this 1st day of November, 2017.




Secretary

EXHIBIT A
(Budget)

STC METROPOLITAN DISTRICT NO. 2
2018
BUDGET MESSAGE

Attached please find a copy of the adopted 2018 budget for STC Metropolitan District No. 2.

The STC Metropolitan District No. 2 has adopted three separate funds, a General Fund to provide for general operating and maintenance expenditures; a Capital Projects Fund to provide for capital improvements 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 2018 will be property taxes, SURA property tax increments, developer advances and transfers from STC Metropolitan District Nos. 1 and 3. The District intends to impose a 49.750 mill levy on the property within the District in 2018, of which 11.056 mills will be dedicated to the General Fund and the balance of 38.694 mills will be allocated to the Debt Service Fund.

STC Metropolitan District No. 2
Adopted Budget
General Fund
For the Year Ended December 31, 2018

	Actual 2016	Adopted Budget 2017	Actual 8/31/2017	Estimate 2017	Adopted Budget 2018
Beginning balance	\$ 17,512	\$ -	\$ 56,944	\$ 56,944	\$ 59,438
Revenues:					
Property taxes	15	66	13	13	197
SURA Property Tax Increment	4,179	-	-	21,887	47,951
Specific ownership taxes	-	180	44	44	724
Reimbursement from SURA	-	27,875	-	-	-
Aweida Inclusion	-	-	10,000	10,000	-
O&M Fee	-	-	-	-	27,600
Developer Advance	167,962	104,506	117,491	147,491	98,321
Transfer from STCMD No. 1	5,253	8,380	7,502	9,048	26,629
Transfer from STCMD No. 3	120	-	-	-	5,053
Miscellaneous/Interest Income	-	-	2,181	2,181	2,000
Total Revenue	177,529	141,007	137,231	190,664	208,475
Total Funds Available	195,041	141,007	194,175	247,608	267,913
Expenditures:					
Accounting	33,637	34,600	27,071	40,607	35,000
Audit	11,527	11,500	9,614	9,614	10,000
Director's Fees	3,000	3,600	2,500	3,200	4,800
Insurance/SDA Dues	12,623	13,300	13,109	13,109	15,000
Election	1,073	-	-	-	15,000
Legal	32,906	35,600	36,259	54,389	40,000
Management	31,965	30,300	29,780	44,670	40,000
Miscellaneous	5,010	4,000	2,763	4,145	4,000
Aweida Inclusion Expense	-	-	1,098	10,000	-
O&M - Covenant Control/Comm Mgmt	-	-	-	-	17,720
O&M - Field Services	-	-	-	-	1,500
O&M - Landscaping	-	-	-	-	21,060
O&M - Equipment	-	-	-	-	1,420
O&M - Utilities	-	-	-	-	3,000
O&M - Monumentation	-	-	-	-	2,000
O&M - Roads & Sidewalks	-	-	-	-	38,840
O&M - Mailboxes	-	-	-	-	750
O&M - Reserve	-	-	-	-	5,900
Treasurer's Fees	-	2	-	328	819
Payroll Taxes	337	275	176	245	300
Utilities	6,019	3,600	6,553	7,863	3,000
Total expenditures	138,097	136,777	128,923	188,170	260,109
Transfers and Reserves					
Emergency Reserve	-	4,230	-	-	7,804
Total Transfers and Reserves	-	4,230	-	-	7,804
Ending balance	\$ 56,944	\$ -	\$ 65,252	\$ 59,438	\$ -
Assessed Valuation		\$ 9,769			\$ 17,803
Mill Levy		6.784			11.056

STC Metropolitan District No. 2
Adopted Budget
Capital Projects Fund
For the Year Ended December 31, 2018

	Actual <u>2016</u>	Adopted Budget <u>2017</u>	Actual <u>8/31/2017</u>	Estimate <u>2017</u>	Adopted Budget <u>2018</u>
Beginning balance	\$ 9,935,209	\$ 5,934,863	\$ 2,809,664	\$ 2,809,664	\$ 1,343,437
Revenues:					
Developer Advance	-	2,986,654	1,351,297	2,975,000	3,000,000
Interest Income	20,203	21,000	13,201	19,800	20,000
Total Revenue	<u>20,203</u>	<u>3,007,654</u>	<u>1,364,498</u>	<u>2,994,800</u>	<u>3,020,000</u>
Total Funds Available	<u>9,955,412</u>	<u>8,942,517</u>	<u>4,174,162</u>	<u>5,804,464</u>	<u>4,363,437</u>
Expenditures:					
Accounting	5,240	7,000	2,950	4,425	5,000
Legal	78,244	120,000	35,904	53,586	55,000
Management	9,219	8,000	1,988	2,982	3,500
Miscellaneous	688	-	564	846	1,000
Construction Expenses	7,052,357	8,139,747	2,614,505	4,138,234	4,027,849
Developer Reimbursement	-	132,318	-	-	-
Engineering	-	535,452	160,980	260,954	271,088
Total expenditures	<u>7,145,748</u>	<u>8,942,517</u>	<u>2,816,891</u>	<u>4,461,027</u>	<u>4,363,437</u>
Ending balance	\$ 2,809,664	\$ -	\$ 1,357,271	\$ 1,343,437	\$ -

STC Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year Ended December 31, 2018

	Actual 2016	Adopted Budget 2017	Actual 8/31/2017	Estimate 2017	Adopted Budget 2018
Beginning balance	\$ 3,302,845	\$ 2,763,161	\$ 2,923,582	\$ 2,923,582	\$ 2,909,609
Revenues:					
Property taxes	69	342	1	1	689
SURA Property Tax Increment	495,753	399,900	952,912	945,203	1,527,446
Specific Ownership Taxes	-	550	3,783	3,783	4,577
Reimbursement from SURA	-	12,700	-	-	-
PIF-Property Tax	106,141	258,939	-	-	-
Transfer from STCMD No. 1	43,771	41,353	70,159	61,722	133,244
Transfer from STCMD No. 3	-	-	-	-	10,107
Interest income	7,512	5,000	11,554	17,330	18,000
	<u>653,246</u>	<u>718,784</u>	<u>1,038,409</u>	<u>1,028,039</u>	<u>1,694,063</u>
Total Revenue					
	<u>653,246</u>	<u>718,784</u>	<u>1,038,409</u>	<u>1,028,039</u>	<u>1,694,063</u>
Total Funds Available	<u>3,956,091</u>	<u>3,481,945</u>	<u>3,961,991</u>	<u>3,951,621</u>	<u>4,603,672</u>
Expenditures:					
Bond Interest - 2015A	1,023,300	1,023,300	511,650	1,023,300	1,023,300
Bond Principal	-	-	-	-	280,000
Paying agent fees	4,000	4,000	4,134	4,134	4,000
Miscellaneous Expense	(211)	100	318	400	500
Treasurer's Fees	5,420	5,999	-	14,178	28,610
	<u>1,032,509</u>	<u>1,033,399</u>	<u>516,102</u>	<u>1,042,012</u>	<u>1,336,410</u>
Total expenditures					
	<u>1,032,509</u>	<u>1,033,399</u>	<u>516,102</u>	<u>1,042,012</u>	<u>1,336,410</u>
Ending balance	<u>\$ 2,923,582</u>	<u>\$ 2,448,546</u>	<u>\$ 3,445,889</u>	<u>\$ 2,909,609</u>	<u>\$ 3,267,262</u>
Assessed Valuation		<u>\$ 9,769</u>			<u>\$ 17,803</u>
Mill Levy		<u>35.000</u>			<u>38.694</u>
Total Mill Levy		<u>41.784</u>			<u>49.750</u>

I, Lisa A. Johnson, hereby certify that I am the duly appointed Secretary of the STC Metropolitan District No. 2, and that the foregoing is a true and correct copy of the budget for the budget year 2018, duly adopted at a meeting of the Board of Directors of the STC Metropolitan District No. 2 held on November 1, 2017.

By:  _____
Secretary

RESOLUTION NO. 2017 - 11 - 04
A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE STC METROPOLITAN DISTRICT NO. 2
TO SET MILL LEVIES

WHEREAS, the Board of Directors of the STC Metropolitan District No. 2 ("District") has adopted the 2018 annual budget in accordance with the Local Government Budget Law on November 1, 2017; and

WHEREAS, the adopted budget is attached to the Resolution of the Board of Directors to Adopt the 2018 Budget and Appropriate Sums of Money, and such budget is incorporated herein by this reference; and

WHEREAS, the amount of money necessary to balance the budget for general fund expenses from property tax revenue is identified in the budget; and

WHEREAS, the amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is identified in the budget; and

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of STC Metropolitan District No. 2:

1. That for the purposes of meeting all general fund expenses of the District during the 2018 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 the District Accountant of the District is hereby authorized and directed to immediately certify to the County Commissioners of Boulder County, Colorado, the mill levies for the District as set forth in the District's Certification of Tax Levies (attached hereto as **EXHIBIT A** 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.

ADOPTED this 1st day of November, 2017.





Secretary

EXHIBIT A
(Certification of Tax Levies)

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Boulder County, Colorado.

On behalf of the STC Metropolitan District No. 2,
(taxing entity)^A

the Board of Directors,
(governing body)^B

of the STC Metropolitan District No. 2,
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 7,332,671 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: \$ 17,803 (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: 12/15/17 for budget/fiscal year 2018.
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>11.056</u> mills	\$ <u>197</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	<u>11.056</u> mills	\$ <u>197</u>
3. General Obligation Bonds and Interest ^J	<u>38.694</u> mills	\$ <u>689</u>
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
_____	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>49.750</u> mills	\$ <u>886</u>

Contact person: John W. Simmons Daytime phone: (303) 689-0833
(print)
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) 866-2156.

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: | \$17,055,000 Limited Tax General Obligation Senior Bonds |
| | Series: | 2015A |
| | Date of Issue: | April 8, 2015 |
| | Coupon Rate: | 6% |
| | Maturity Date: | December 1, 2038 |
| | Levy: | 38.694 |
| | Revenue: | \$689 |
| | | |
| 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.