

LETTER OF BUDGET TRANSMITTAL

Date: January 14, 2023

To: Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

Attached are the 2023 budget and budget message for CASCADE RIDGE METROPOLITAN DISTRICT in Larimer County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on November 28, 2022. If there are any questions on the budget, please contact:

Simmons & Wheeler, P.C.
Diane Wheeler
304 Inverness Way South, Suite 490
Englewood, CO 80112
303-689-0833

I, Tom Clark, as President of the Cascade Ridge Metropolitan District, hereby certify that the attached is a true and correct copy of the 2023 budget.

By: Thomas M Clark

**RESOLUTION
TO ADOPT 2023 BUDGET, APPROPRIATE SUMS OF MONEY,
AND AUTHORIZE THE CERTIFICATION OF THE TAX LEVY
CASCADE RIDGE METROPOLITAN DISTRICT**

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2023 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE CASCADE RIDGE METROPOLITAN DISTRICT, LARIMER 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 of the Cascade Ridge Metropolitan District has authorized its consultants to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, the proposed budget has been submitted to the Board of Directors of the District for its consideration; and

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was available for inspection by the public at a designated public office, a public hearing was held on November 28, 2022 and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues or planned to be expended from reserves or fund balances so that the budget remains in balance, as required by law; and

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is \$4,597; and

WHEREAS, the Board of Directors finds that it is required to temporarily lower the operating mill levy to render a refund for \$0; and

WHEREAS, the amount of money necessary to balance the budget for voter-approved bonds and interest is \$45,980; and

WHEREAS, the amount of money necessary to balance the budget for contractual obligation purposes from property tax revenue as approved by voters from property tax revenue is \$4,596; and

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue as approved by voters or at public hearing is \$0; and

WHEREAS, the amount of money necessary to balance the budget for refunds/abatements is \$0; and

WHEREAS, the 2022 valuation for assessment for the District as certified by the County Assessor of Larimer County is \$826,020; and

WHEREAS, at an election held on November 6, 2007 the District has eliminated the revenue and expenditure limitations imposed on governmental entities by Article X, Section 20 of the Colorado Constitution and Section 29-1-301, C.R.S., as amended.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CASCADE RIDGE METROPOLITAN DISTRICT OF LARIMER COUNTY, COLORADO:

Section 1. Adoption of Budget. That the budget as submitted, and attached hereto and incorporated herein by this reference, and if amended, then as amended, is hereby approved and adopted as the budget of the Cascade Ridge Metropolitan District for calendar year 2023.

Section 2. Budget Revenues. That the estimated revenues for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 3. Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 4. Levy of General Property Taxes. That the Board of Directors does hereby certify the levy of general property taxes for collection in 2023 as follows:

A. Levy for General Operating and Other Expenses. That for the purposes of meeting all general operating expense of the District during the 2023 budget year, there is hereby levied a tax of 5.566 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2022.

B. Temporary Tax Credit or Rate Reduction. That pursuant to Section 39-1-111.5, C.R.S. for the purposes of effect of a refund for the purposes set forth in Section 20 of Article X of the Colorado Constitution, there is hereby certified a temporary property tax credit or temporary mill levy rate reduction of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2022.

C. Levy for General Obligation Bonds and Interest. That for the purposes of meeting all debt retirement expense of the District during the 2023 budget year, as the funding requirements of the current outstanding general obligation indebtedness is detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 55.664 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2022.

D. Levy for Contractual Obligations. That for the purposes of meeting the contractual obligation expense of the District during the 2023 budget year, as detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 5.564 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2022.

E. Levy for Capital Expenditures. That for the purposes of meeting all capital expenditures of the District during the 2023 budget year pursuant to Section 29-1-301(1.2) or 29-1-302(1.5), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2022.

F. Levy for Refunds/Abatements. That for the purposes of recoupment of refunds/abatements of taxes pursuant to Section 39-10-114(1)(a)(I)(B), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2022.

Section 5. Property Tax and Fiscal Year Spending Limits. That, being fully informed, the Board finds that the foregoing budget and mill levies do not result in a violation of any applicable property tax or fiscal year spending limitation.

Section 6. Certification. That the appropriate officers of the District are hereby authorized and directed to certify by December 15, 2022, to the Board of County Commissioners of Larimer County, Colorado, the mill levies for the District herein above determined and set, or be authorized and directed to certify to the Board of County Commissioners of Larimer County, Colorado, as herein above determined and set, but as recalculated as needed upon receipt of the final certification of valuation from the County Assessor on or about December 10, 2022 in order to comply with any applicable revenue and other budgetary limits or to implement the intent of the District. That said certification shall be in substantially the form set out and attached hereto and incorporated herein by this reference.

Section 7. 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.

[remainder of page intentionally left blank; signature page follows]

ADOPTED this 28th day of November 2022.

CASCADE RIDGE METROPOLITAN
DISTRICT

Thomas M Clark

President

ATTEST:



Secretary

ATTACH COPY OF THE ADOPTED BUDGET AND
THE CERTIFICATION OF TAX LEVIES

CASCADE RIDGE METROPOLITAN DISTRICT
2023
BUDGET MESSAGE

Attached please find a copy of the adopted 2023 budget for the Cascade Ridge Metropolitan District.

The Cascade Ridge Metropolitan District has adopted budgets for three funds, a General Fund to provide for general operating expenditures; a Capital Projects Fund to provide for payment of the estimated infrastructure costs to be built for the benefit of the district; and a Debt Service Fund to provide for the payment of the Thompson Education Foundation Contribution and Loveland City Improvement Contribution and the repayment of principal and interest on the proposed 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 2023 will be developer advances and property taxes. The district intends to impose a 66.794 mill levy on the property within the district in 2023, of which 5.566 mills will be dedicated to the General Fund and the balance of 61.227 mills will be allocated to the Debt Service Fund. The 61.228 mills in the Debt Service Fund will allocate 55.664 mills for the repayment of the Proposed General Obligation Bonds, 2.782 mills to the Thompson Education Foundation Contribution and 2.782 mills to the Loveland City Improvement Contribution.

Cascade Ridge Metropolitan District
Adopted Budget
General Fund
For the Year ended December 31, 2023

	Actual <u>2021</u>	Adopted Budget <u>2022</u>	Actual <u>6/30/2022</u>	Estimate <u>2022</u>	Adopted Budget <u>2023</u>
Beginning fund balance	\$ -	\$ -	\$ 39,278	\$ 39,278	\$ 12,824
Revenues:					
Property taxes	3,114	3,261	3,261	3,261	4,597
Specific ownership taxes	237	262	113	262	369
Developer advances	73,743	46,477	-	-	32,254
Miscellaneous Income	-	-	9,893	9,893	-
Interest income	47	-	-	-	-
Total revenues	<u>77,141</u>	<u>50,000</u>	<u>13,267</u>	<u>13,416</u>	<u>37,220</u>
Total funds available	<u>77,141</u>	<u>50,000</u>	<u>52,545</u>	<u>52,694</u>	<u>50,044</u>
Expenditures:					
Accounting / audit	9,038	12,000	2,837	11,000	13,000
Legal	37,569	25,000	4,646	25,000	25,000
Insurance	767	3,500	2,813	3,300	4,000
Miscellaneous	66	500	18	500	750
Directors fees	600	-	-	-	-
Treasurer fees	63	49	65	70	69
Contingency	-	7,720	-	-	5,940
Emergency reserve (3%)	-	1,231	-	-	1,285
Total expenditures	<u>48,103</u>	<u>50,000</u>	<u>10,379</u>	<u>39,870</u>	<u>50,044</u>
Ending fund balance	<u>\$ 29,038</u>	<u>\$ -</u>	<u>\$ 42,166</u>	<u>\$ 12,824</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 585,797</u>			<u>\$ 826,020</u>
Mill Levy		<u>5.566</u>			<u>5.566</u>

Cascade Ridge Metropolitan District
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2023

	Actual <u>2021</u>	Adopted Budget <u>2022</u>	Actual <u>6/30/2022</u>	Estimate <u>2022</u>	Adopted Budget <u>2023</u>
Beginning fund balance	\$ -	\$ 15,408,799	\$ 15,187,506	\$ 15,187,506	\$ 12,455,963
Revenues:					
Bond Proceeds	15,955,000	-	-	-	-
Interest income	<u>414</u>	<u>-</u>	<u>4,404</u>	<u>8,000</u>	<u>5,000</u>
Total revenues	<u>15,955,414</u>	<u>-</u>	<u>4,404</u>	<u>8,000</u>	<u>5,000</u>
Total funds available	<u>15,955,414</u>	<u>15,408,799</u>	<u>15,191,910</u>	<u>15,195,506</u>	<u>12,460,963</u>
Expenditures:					
Capital improvements	216,814	15,408,799	2,956,357	2,739,543	12,460,963
Issuance Costs	<u>551,094</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>767,908</u>	<u>15,408,799</u>	<u>2,956,357</u>	<u>2,739,543</u>	<u>12,460,963</u>
Ending fund balance	<u>\$ 15,187,506</u>	<u>\$ -</u>	<u>\$ 12,235,553</u>	<u>\$ 12,455,963</u>	<u>\$ -</u>

Cascade Ridge Metropolitan District
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2023

	Actual <u>2021</u>	Adopted Budget <u>2022</u>	Actual 6/30/2022	Estimate <u>2022</u>	Adopted Budget <u>2023</u>
Beginning fund balance	\$ 1,820	\$ 1,821	\$ 2,441	\$ 2,441	\$ 2,281
Revenues:					
Property taxes	34,252	32,607	32,609	32,609	45,980
Specific ownership taxes	2,662	2,611	1,127	2,611	3,678
Property taxes-Thompson Educ	-	1,630	1,630	1,556	2,298
Specific ownership taxes	-	130	56	130	184
Property taxes-City Improvements	-	1,630	1,630	1,630	2,298
Specific ownership taxes	-	130	56	130	184
Interest income	514	-	-	-	-
Total revenues	<u>37,428</u>	<u>38,738</u>	<u>37,108</u>	<u>38,666</u>	<u>54,622</u>
Total funds available	<u>39,248</u>	<u>40,559</u>	<u>39,549</u>	<u>41,107</u>	<u>56,903</u>
Expenditures:					
Bond Interest	32,842	30,729	-	30,729	46,749
Trustee Fees	-	4,000	-	4,000	4,500
Treasurer fees	695	489	651	651	690
Treasurer fees	-	49	64	64	69
Transfer other mill levies	3,270	3,471	3,307	3,382	4,895
Total expenditures	<u>36,807</u>	<u>38,738</u>	<u>4,022</u>	<u>38,826</u>	<u>56,903</u>
Ending fund balance	<u>\$ 2,441</u>	<u>\$ 1,821</u>	<u>\$ 35,527</u>	<u>\$ 2,281</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 585,797</u>			<u>\$ 826,020</u>
Mill Levy Debt Service		<u>55.664</u>			<u>55.664</u>
Mill levy Thompson Education Foundation		<u>2.782</u>			<u>2.782</u>
Mill levy City Improvement Contribution		<u>2.782</u>			<u>2.782</u>
Total Mill levy		<u>66.794</u>			<u>66.794</u>

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Larimer County, Colorado.

On behalf of the Cascade Ridge Metropolitan District,
(taxing entity)^A

the Board of Directors,
(governing body)^B

of the Cascade Ridge Metropolitan District,
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 826,020 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: \$ 826,020 (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: 12/14/2022 for budget/fiscal year 2023.
(not 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	5.566 mills	\$ 4,597
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	5.566 mills	\$ 4,597
3. General Obligation Bonds and Interest ^J	55.664 mills	\$ 45,980
4. Contractual Obligations ^K	5.564 mills	\$ 4,596
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
_____	_____ mills	\$ _____
TOTAL: <small>[Sum of General Operating Subtotal and Lines 3 to 7]</small>	66.794 mills	\$ 55,173

Contact person: Diane K Wheeler Daytime phone: (303) 689-0833
(print)
Signed: Diane K Wheeler 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:	<u>\$15,955,000 Limited Tax General Obligation Bonds</u>
	Series:	<u>2021(3)</u>
	Date of Issue:	<u>June 9, 2021</u>
	Coupon Rate:	<u>5.000%</u>
	Maturity Date:	<u>December 1, 2051</u>
	Levy:	<u>55.664</u>
	Revenue:	<u>\$45,980</u>

CONTRACTS^K:

2.	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>
3.	Purpose of Contract:	<u>Thomas Education Foundation Contribution</u>
	Title:	<u>Thomas Education Foundation Contribution</u>
	Date:	<u>N/A</u>
	Principal Amount:	<u>N/A</u>
	Maturity Date:	<u>N/A</u>
	Levy:	<u>2.782</u>
	Revenue:	<u>\$2,298</u>
4.	Purpose of Contract:	<u>Loveland City Improvement Contribution</u>
	Title:	<u>Loveland City Improvement Contribution</u>
	Date:	<u>N/A</u>
	Principal Amount:	<u>N/A</u>
	Maturity Date:	<u>N/A</u>
	Levy:	<u>2.782</u>
	Revenue:	<u>\$2,298</u>

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