

REATA RIDGE VILLAGE METROPOLITAN DISTRICT NO. 2
2020
BUDGET MESSAGE

Attached please find a copy of the adopted 2020 budget for the Reata Ridge Village Metropolitan District No. 2.

The Reata Ridge Village Metropolitan District No. 2 has adopted budgets for two funds, a General Fund to provide for the payment of general operating expenditures; and a Debt Service Fund to provide for payments on the outstanding and proposed general obligation debt.

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 2020 will be property taxes and transfers from Reata Ridge Village Metropolitan District No. 1. The District intends to impose a 50.000 mill levy on the property within the District for 2020, of which 38.159 mills will be dedicated to the General Fund and the balance of 11.841 mills will be dedicated to the Debt Service Fund.

Reata Ridge Village Metropolitan District No. 2
Adopted Budget
General Fund
For the Year ended December 31, 2020

	Actual <u>2018</u>	Adopted Budget <u>2019</u>	Actual <u>6/30/2019</u>	Estimated <u>2019</u>	Adopted Budget <u>2020</u>
Beginning fund balance	\$ -	\$ 9,460	\$ 11,922	\$ 11,922	\$ 27,644
Revenues:					
Property taxes	43,471	43,471	43,471	43,471	32,864
Specific ownership taxes	4,597	3,478	2,001	3,478	2,629
Developer advances	8,125	-	-	-	-
Interest income	-	-	435	870	-
Total revenues	<u>56,193</u>	<u>46,949</u>	<u>45,907</u>	<u>47,819</u>	<u>35,493</u>
Total funds available	<u>56,193</u>	<u>56,409</u>	<u>57,829</u>	<u>59,741</u>	<u>63,137</u>
Expenditures:					
Accounting / audit	5,267	8,000	2,639	5,300	13,000
Legal	8,558	15,000	1,369	2,750	15,000
Insurance	2,672	2,800	2,924	2,924	3,050
Dues	-	650	-	-	650
Miscellaneous	32	1,000	-	-	1,000
Treasurer's Fees	652	652	659	659	493
Repay developer advances	27,090	20,464	20,464	20,464	19,055
Contingency	-	7,000	-	-	9,893
Emergency reserve (3%)	-	843	-	-	996
Total expenditures	<u>44,271</u>	<u>56,409</u>	<u>28,055</u>	<u>32,097</u>	<u>63,137</u>
Ending fund balance	<u>\$ 11,922</u>	<u>\$ -</u>	<u>\$ 29,774</u>	<u>\$ 27,644</u>	<u>\$ -</u>
Assessed valuation	<u>-</u>	<u>869,410</u>			<u>861,240</u>
Mill Levy	<u>-</u>	<u>50.000</u>			<u>38.159</u>

Reata Ridge Village Metropolitan District No. 2
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2020

	Estimated <u>2018</u>	Amended Budget <u>2019</u>	Actual <u>6/30/2019</u>	Estimated <u>2019</u>	Adopted Budget <u>2020</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Developer advances	-	-	-	-	-
Interest income	-	-	-	-	-
Bond proceeds	-	5,330,000	-	5,330,000	-
Bond premium	-	156,516	-	156,516	-
Bond proceeds subordinate	-	1,114,000	-	1,114,000	-
	<u>-</u>	<u>6,600,516</u>	<u>-</u>	<u>6,600,516</u>	<u>-</u>
Total revenues	-	6,600,516	-	6,600,516	-
Total funds available	<u>-</u>	<u>6,600,516</u>	<u>-</u>	<u>6,600,516</u>	<u>-</u>
Expenditures:					
Issuance costs	-	349,220	-	349,220	-
Organization costs	-	-	-	-	-
Accounting	-	-	-	-	-
Legal	-	-	-	-	-
Capital expenditures	-	5,601,339	-	5,601,339	-
Repay developer advances	-	-	-	-	-
Repay developer advances - interest	-	-	-	-	-
Transfer to Debt Service	-	649,957	-	649,957	-
	<u>-</u>	<u>6,600,516</u>	<u>-</u>	<u>6,600,516</u>	<u>-</u>
Total expenditures	-	6,600,516	-	6,600,516	-
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Reata Ridge Village Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2020

	Estimated <u>2018</u>	Amended Budget <u>2019</u>	Actual <u>6/30/2019</u>	Estimated <u>2019</u>	Adopted Budget <u>2020</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ 644,957
Revenues:					
Property taxes	-	-	-	-	10,198
Specific ownership taxes	-	-	-	-	714
Transfer from Capital Projects (interest)	-	649,957	-	649,957	-
Transfer from District #1	-	-	-	-	58,207
Interest income	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	-	649,957	-	649,957	69,119
Total funds available	<u>-</u>	<u>649,957</u>	<u>-</u>	<u>649,957</u>	<u>714,076</u>
Expenditures:					
Interest expense senior bonds	-	-	-	-	225,332
Interest expense subordinate bonds	-	-	-	-	-
LOC Fee	-	-	-	-	-
Annual Remarketing fee	-	-	-	-	-
Legal	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Bond principal	-	-	-	-	-
Treasurer's fees	-	-	-	-	153
Trustee / paying agent fees	-	5,000	-	5,000	-
	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>-</u>
Total expenditures	-	5,000	-	5,000	225,485
Ending fund balance	<u>\$ -</u>	<u>\$ 644,957</u>	<u>\$ -</u>	<u>\$ 644,957</u>	<u>\$ 488,591</u>
Assessed valuation	<u>\$ -</u>	<u>\$ 869,410</u>			<u>\$ 861,240</u>
Mill Levy	<u>-</u>	<u>-</u>			<u>11.841</u>
Total Mill Levy	<u>-</u>	<u>50.000</u>			<u>50.000</u>