

REATA RIDGE VILLAGE METROPOLITAN DISTRICT NO. 2
2021
BUDGET MESSAGE

Attached please find a copy of the adopted 2021 budget for the Reata Ridge Village Metropolitan District No. 2.

The Reata Ridge Village Metropolitan District No. 2 has adopted three separate funds, a General Fund to provide for the payment of general operating expenditures; a Debt Service Fund to provide for payments on the outstanding and proposed general obligation debt; and a Capital Project Fund to provide for the estimated infrastructure costs that are to be built for the benefit of the District.

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 2021 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 2021, of which 18.767 mills will be dedicated to the General Fund and the balance of 31.233 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, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>9/30/2020</u>	Estimated <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ 11,922	\$ 27,644	\$ 26,556	\$ 26,556	\$ 18,451
Revenues:					
Property taxes	43,471	32,864	32,864	32,864	33,177
Specific ownership taxes	4,360	2,629	2,074	2,629	2,322
Developer advances	-	-	-	-	-
Interest income	435	-	-	-	-
Total revenues	<u>48,266</u>	<u>35,493</u>	<u>34,938</u>	<u>35,493</u>	<u>35,499</u>
Total funds available	<u>60,188</u>	<u>63,137</u>	<u>61,494</u>	<u>62,049</u>	<u>53,950</u>
Expenditures:					
Accounting / audit	5,799	13,000	11,043	14,750	12,600
Legal	3,786	15,000	4,220	5,650	7,500
Insurance	2,924	3,050	2,650	2,650	2,800
Dues	-	650	-	-	650
Miscellaneous	-	1,000	-	1,000	1,000
Treasurer's Fees	659	493	493	493	499
Repay developer advances	20,464	19,055	-	19,055	2,600
Transfer to debt service	-	-	-	-	15,550
Contingency	-	9,893	-	-	10,000
Emergency reserve (3%)	-	996	-	-	751
Total expenditures	<u>33,632</u>	<u>63,137</u>	<u>18,406</u>	<u>43,598</u>	<u>53,950</u>
Ending fund balance	<u>\$ 26,556</u>	<u>\$ -</u>	<u>\$ 43,088</u>	<u>\$ 18,451</u>	<u>\$ -</u>
Assessed valuation	<u>869,410</u>	<u>861,240</u>			<u>1,767,850</u>
Mill Levy	<u>50.000</u>	<u>38.159</u>			<u>18.767</u>

Reata Ridge Village Metropolitan District No. 2
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>9/30/2020</u>	Estimated <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ -	\$ -	\$ 103,309	\$ 103,309	\$ -
Revenues:					
Developer advances	7,412,726	-	-	-	-
Interest income	-	-	540	540	-
Bond proceeds	4,510,000	-	-	-	-
Bond premium	225,184	-	-	-	-
Bond proceeds subordinate	<u>1,229,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>13,376,910</u>	<u>-</u>	<u>540</u>	<u>540</u>	<u>-</u>
Total funds available	<u>13,376,910</u>	<u>-</u>	<u>103,849</u>	<u>103,849</u>	<u>-</u>
Expenditures:					
Issuance costs	288,760	-	103,000	103,000	-
Capital expenditures	7,412,726	-	-	-	-
Repay developer advances	4,245,211	-	-	-	-
Repay developer advances - interest	658,569	-	849	849	-
Transfer to Debt Service	<u>668,335</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>13,273,601</u>	<u>-</u>	<u>103,849</u>	<u>103,849</u>	<u>-</u>
Ending fund balance	<u>\$ 103,309</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, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>9/30/2020</u>	Estimated <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ -	\$ 644,957	\$ 668,335	\$ 668,335	\$ 533,716
Revenues:					
Property taxes	-	10,198	10,198	10,198	55,215
Specific ownership taxes	-	714	643	714	3,865
Transfer from Capital Projects	668,335	-	-	-	-
Transfer from Debt Service Fund	-	-	-	-	15,550
Transfer from District #1	-	58,207	57,851	58,232	134,015
Interest income	-	-	3,725	3,725	-
Total revenues	<u>668,335</u>	<u>69,119</u>	<u>72,417</u>	<u>72,869</u>	<u>208,645</u>
Total funds available	<u>668,335</u>	<u>714,076</u>	<u>740,752</u>	<u>741,204</u>	<u>742,361</u>
Expenditures:					
Interest expense senior bonds	-	225,332	94,585	207,335	225,500
Treasurer's fees	-	153	153	153	828
Total expenditures	<u>-</u>	<u>225,485</u>	<u>94,738</u>	<u>207,488</u>	<u>226,328</u>
Ending fund balance	<u>\$ 668,335</u>	<u>\$ 488,591</u>	<u>\$ 646,014</u>	<u>\$ 533,716</u>	<u>\$ 516,033</u>
Assessed valuation	<u>\$ 869,410</u>	<u>\$ 861,240</u>			<u>\$ 1,767,850</u>
Mill Levy	<u>-</u>	<u>11.841</u>			<u>31.233</u>
Total Mill Levy	<u>50.000</u>	<u>50.000</u>			<u>50.000</u>