

RESOLUTION
ADOPTING BUDGET, APPROPRIATING FUNDS AND CERTIFYING MILL LEVIES
FOR THE CALENDAR YEAR 2023

The Board of Directors of Reata Ridge Village Metropolitan District No. 2 (the “**Board**”), Town of Parker, Douglas Colorado (the “**District**”), held a regular meeting, via teleconference on November 9, 2022, at the 11:00 AM.

Prior to the meeting, each of the directors was notified of the date, time and place of the budget meeting and the purpose for which it was called and a notice of the meeting was posted or published in accordance with §29-1-106, C.R.S.

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NOTICE AS TO PROPOSED 2023 BUDGET

Colorado Community Media
750 W. Hampden Ave. Suite 225
Englewood, CO 80110

Public Notice

**NOTICE OF PUBLIC HEARING
ON THE AMENDED 2022 BUDGETS
AND NOTICE OF PUBLIC HEARING
ON THE PROPOSED 2023 BUDGETS**

Reata Ridge Village Metro District (wba) **
c/o White Bear Ankele
2154 East Commons Ave, Ste 2000
Centennial CO 80122

NOTICE IS HEREBY GIVEN that the Boards of Directors (collectively the "Boards") of the REATA RIDGE VILLAGE METROPOLITAN DISTRICT NOS. 1-2 (collectively the "Districts"), will hold a meeting via teleconference on **November 9th, 2022 at 11:00 AM**, for the purpose of conducting such business as may come before the Boards including a public hearing on the 2023 proposed budgets (the "Proposed Budgets"). The necessity may also arise for an amendment to the 2022 budgets (the "Amended Budgets"). This meeting can be joined using the following teleconference information:

Zoom Meeting Link:
<https://us06web.zoom.us/j/87387032475?pwd=ejk2OXVZS0JSdXl4bFc1dnZkSFpCUT09>
Meeting ID: 873 8703 2475
Passcode: 167270
Call in Numbers: 1(720)707-2699 or 1(719)359 4580

**AFFIDAVIT OF
PUBLICATION**

State of Colorado }
County of Douglas } ss

NOTICE IS FURTHER GIVEN that the Proposed Budgets and Amended Budgets (if applicable) have been submitted to the Districts. A copy of the Proposed Budgets and Amended Budgets are on file in the office of Simmons & Wheeler, 304 Inverness Way S #490, Englewood, CO 80112, where the same are open for public inspection.

This Affidavit of Publication for the Douglas County News Press, a weekly newspaper, printed and published for the County of Douglas, State of Colorado, hereby certifies that the attached legal notice was published in said newspaper once in each week, for 1 successive week(s), the last of which publication was made 10/6/2022, and that copies of each number of said paper in which said Public Notice was published were delivered by carriers or transmitted by mail to each of the subscribers of said paper, according to their accustomed mode of business in this office.

Any interested elector of the Districts may file any objections to the Proposed Budgets and Amended Budgets at any time prior to final adoption of the Proposed Budgets or the Amended Budgets by the Boards. This meeting is open to the public and the agenda for any meeting may be obtained by calling (303) 858-1800.

**BY ORDER OF THE BOARD OF DIRECTORS:
REATA RIDGE VILLAGE METROPOLITAN
DISTRICT NOS. 1-2, a quasi-municipal
corporation and political subdivision of the
State of Colorado**

/s/ WHITE BEAR ANKELE
TANAKA & WALDRON
Attorneys at Law

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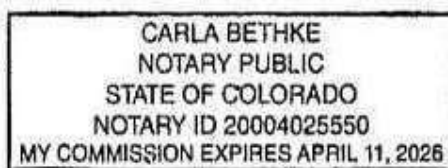


For the Douglas County News-Press

State of Colorado }
County of Arapahoe } ss

The above Affidavit and Certificate of Publication was subscribed and sworn to before me by the above named Linda Shapley, publisher of said newspaper, who is personally known to me to be the identical person in the above certificate on 10/6/2022. Linda Shapley has verified to me that she has adopted an electronic signature to function as her signature on this document.

20004025550-923425
Carla Bethke
Notary Public
My commission ends April 11, 2026



WHEREAS, the Board has designated its accountant to prepare and submit a proposed budget to the Board in accordance with Colorado law; and

WHEREAS, the proposed budget has been submitted to the Board for its review and consideration; and

WHEREAS, upon due and proper notice, provided in accordance with Colorado law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held and interested electors were given the opportunity to register their protest to the proposed budget prior to the adoption of the budget by the Board.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

Section 1. Adoption of Budget. The budget attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2023. In the event of recertification of values by the County Assessor's Office after the date of adoption hereof, staff is hereby directed to modify and/or adjust the budget and certification to reflect the recertification without the need for additional Board authorization. Any such modification to the budget or certification as contemplated by this Section 1 shall be deemed ratified by the Board.

Section 2. Levy for General Operating Expenses. For the purpose of meeting all general operating expenses of the District during the 2023 budget year, there is hereby levied a tax of 13.836 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 3. Levy for Debt Service Obligations. For the purposes of meeting all debt service obligations of the District during the 2023 budget year, there is hereby levied a tax of 36.164 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 4. Levy for Contractual Obligation Expenses. For the purposes of meeting all contractual obligations of the District during the 2023 budget year, 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 District.

Section 5. Levy for Capital Project Expenses. For the purposes of meeting all capital project obligations of the District during the 2022 budget year, 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 District.

Section 6. Mill Levy Adjustment. When developing the attached budget, consideration was given to any changes in the method of calculating assessed valuation, including any changes to the assessment ratios, or any constitutionally mandated tax credit, cut or abatement, as authorized in the District's service plan. The Board hereby determines in good faith (such determination to be binding and final), that to the extent possible, the adjustments to the mill levies made to account for changes in Colorado law described in the prior sentence, and the actual tax revenues generated by the mill levies, are neither diminished nor enhanced as a result of those changes.

Section 7. Certification to County Commissioners. The Board directs its legal counsel, manager, accountant or other designee to certify to the Board of County Commissioners of Douglas County, Colorado the mill levies for the District as set forth herein. Such certification shall be in compliance with the requirements of Colorado law.

Section 8. Appropriations. The amounts set forth as expenditures in the budget attached hereto are hereby appropriated.

Section 9. Filing of Budget and Budget Message. The Board hereby directs its legal counsel, manager or other designee to file a certified copy of the adopted budget resolution, the budget and budget message with the Division of Local Government by January 30 of the ensuing year.

Section 10. Budget Certification. The budget shall be certified by a member of the District, or a person appointed by the District, and made a part of the public records of the District.

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ADOPTED THIS NOVEMBER 9TH, 2022.

DISTRICT:

**REATA RIDGE VILLAGE
METROPOLITAN DISTRICT NO. 2**, a quasi-
municipal corporation and political subdivision of
the State of Colorado

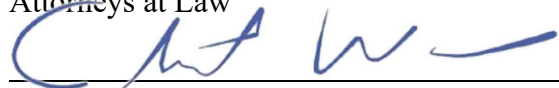
By: Mark DeRose
Mark DeRose (Nov 14, 2022 15:11 MST)
Officer of the District

Attest:

By: Molly Dixon

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law


General Counsel to the District

STATE OF COLORADO
COUNTY OF ARAPAHOE
REATA RIDGE VILLAGE METROPOLITAN DISTRICT NO. 2

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted by a majority of the Board at a District meeting held Teleconference on November 9th, 2022, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 9th day of November, 2022.

Molly Dixon

EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

REATA RIDGE VILLAGE METROPOLITAN DISTRICT NO. 2
2023
BUDGET MESSAGE

Attached please find a copy of the adopted 2023 budget for the Reata Ridge Village Metropolitan District No. 2.

The Reata Ridge Village Metropolitan District No. 2 has adopted two separate 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 2023 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 2023, of which 13.836 mills will be dedicated to the General Fund and the balance of 36.164 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, 2023

	Actual <u>2021</u>	Adopted Budget <u>2022</u>	Actual <u>6/30/2022</u>	Estimated <u>2022</u>	Adopted Budget <u>2023</u>
Beginning fund balance	\$ 38,678	\$ 30,885	\$ 46,956	\$ 46,956	\$ 32,263
Revenues:					
Property taxes	33,177	33,176	33,176	33,176	33,492
Specific ownership taxes	3,200	2,322	1,441	2,322	2,010
Interest income	241	-	19	40	-
	<u>36,618</u>	<u>35,498</u>	<u>34,636</u>	<u>35,538</u>	<u>35,502</u>
Total revenues					
	<u>36,618</u>	<u>35,498</u>	<u>34,636</u>	<u>35,538</u>	<u>35,502</u>
Total funds available	<u>75,296</u>	<u>66,383</u>	<u>81,592</u>	<u>82,494</u>	<u>67,765</u>
Expenditures:					
Accounting / audit	12,748	12,600	3,206	11,900	12,600
Election	-	2,000	-	-	2,000
Legal	7,422	7,500	2,146	4,300	7,500
Insurance	2,669	2,800	2,924	2,924	3,050
Dues	-	650	-	-	650
Miscellaneous	-	1,000	44	100	1,000
Paying agent fees	5,000	2,500	-	2,500	2,500
Treasurer's Fees	501	498	498	498	502
Repay developer advances	-	2,600	-	2,600	2,600
Transfer to debt service	-	25,409	-	25,409	26,529
Contingency	-	7,940	-	-	7,940
Emergency reserve (3%)	-	886	-	-	894
	<u>28,340</u>	<u>66,383</u>	<u>8,818</u>	<u>50,231</u>	<u>67,765</u>
Total expenditures					
	<u>28,340</u>	<u>66,383</u>	<u>8,818</u>	<u>50,231</u>	<u>67,765</u>
Ending fund balance	<u>\$ 46,956</u>	<u>\$ -</u>	<u>\$ 72,774</u>	<u>\$ 32,263</u>	<u>\$ -</u>
Assessed valuation	<u>1,767,850</u>	<u>2,216,590</u>			<u>2,420,620</u>
Mill Levy	<u>18.767</u>	<u>14.967</u>			<u>13.836</u>

Reata Ridge Village Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2023

	Actual <u>2021</u>	Adopted Budget <u>2021</u>	Actual <u>6/30/2022</u>	Estimated <u>2022</u>	Adopted Budget <u>2023</u>
Beginning fund balance	\$ 534,769	\$ 522,435	\$ 490,953	\$ 490,953	\$ 529,276
Revenues:					
Property taxes	55,215	77,654	77,654	77,654	87,539
Specific ownership taxes	5,325	5,436	3,374	5,436	5,252
Transfer from General Fund	-	25,409	-	25,409	26,529
Transfer from District #1	121,578	159,840	150,546	159,989	207,944
Interest income	400	-	798	1,500	-
	<u>182,518</u>	<u>268,339</u>	<u>232,372</u>	<u>269,988</u>	<u>327,264</u>
Total revenues					
Total funds available	<u>717,287</u>	<u>790,774</u>	<u>723,325</u>	<u>760,941</u>	<u>856,540</u>
Expenditures:					
Interest expense senior bonds	225,500	225,500	112,750	225,500	225,250
principal senior bonds	-	5,000	-	5,000	45,000
Miscellaneous	-	200	-	-	200
Treasurer's fees	834	1,165	1,165	1,165	1,313
	<u>226,334</u>	<u>231,865</u>	<u>113,915</u>	<u>231,665</u>	<u>271,763</u>
Total expenditures					
Ending fund balance	<u>\$ 490,953</u>	<u>\$ 558,909</u>	<u>\$ 609,410</u>	<u>\$ 529,276</u>	<u>\$ 584,777</u>
Assessed valuation	<u>\$ 1,767,850</u>	<u>\$ 2,216,590</u>			<u>\$ 2,420,620</u>
Mill Levy	<u>31.233</u>	<u>35.033</u>			<u>36.164</u>
Total Mill Levy	<u>50.000</u>	<u>50.000</u>			<u>50.000</u>