

**BUDGET RESOLUTION
(2025)**

CERTIFIED COPY OF RESOLUTION

STATE OF COLORADO)
) ss.
COUNTY OF ADAMS)

At the special meeting of the Board of Directors of BENNETT CROSSING METROPOLITAN DISTRICT NO. 1, Town of Bennett, County of Adams, Colorado, held via zoom:<https://us02web.zoom.us/j/89290997900?pwd=J40vuAJFfnOySBBBBbPQlOH1AhWjm2l.1>; Meeting ID: 892 9099 7900; Passcode: 181480; Telephone: 1 719 359 4580 on November 5, 2024 at 11:00 a.m., there were present:

- Larry E. Gayeski
- Michelle R. Gayeski
- Blake Carlson
- Mark Bush
- Brandon Edward Gayeski

Also present were Dianne Miller, Sonja Steele, and Rhonda Bilek of Miller Law pllc (“District Counsel”); Paul Wilson, accountant of CliftonLarsonAllen,

District Counsel reported that, prior to the meeting, legal counsel had notified each of the directors of the date, time and place of this meeting and the purpose for which it was called. District Counsel further reported that this is a special meeting of the Board of Directors of the District and that the notice of the meeting was posted within the boundaries of the District, and to the best of their knowledge, remains posted to the date of this meeting.

Thereupon, Director L. Gayeski introduced and moved the adoption of the following Resolution:

RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET AND APPROPRIATING SUMS OF MONEY TO EACH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE BENNETT CROSSING METROPOLITAN DISTRICT NO. 1, TOWN OF BENNETT, COUNTY OF ADAMS, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2025 AND ENDING ON THE LAST DAY OF DECEMBER 2025.

WHEREAS, the Board of Directors (the “Board”) of the Bennett Crossing Metropolitan District No. 1 (the “District”) has authorized its treasurer and legal counsel to prepare and submit a proposed budget to said governing body no later than October 15, 2024; and

WHEREAS, the proposed 2025 budget has been submitted to the Board for its consideration; and

WHEREAS, upon due and proper notice, posted in accordance with Colorado law and published on October 31, 2024, said proposed budget was open for inspection by the public at a designated place, a public hearing was held at 11:00 a.m. on Tuesday, November 5, 2024, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, the budget being adopted by the Board has been prepared based on the best information available to the Board regarding the effects of Article X, Section 20 of the Colorado Constitution; 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.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE BENNETT CROSSING METROPOLITAN DISTRICT NO. 1, ADAMS COUNTY, COLORADO, AS FOLLOWS:

Section 1. Summary of 2025 Revenues and 2025 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2025, as more specifically set forth in the budget attached hereto, are accepted, and approved.

Section 2. Adoption of Budget. That the budget as submitted, or as amended, and attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2025.

Section 3. 2025 Levy of General Property Taxes. That the foregoing budget indicates that the amount of money necessary to balance the budget for the General Fund for operating expenses is \$109,203.00, and that the 2024 valuation for assessment, as certified by the Adams County Assessor, is \$8,194,080.00. That for the purposes of meeting all general operating expenses of the District during the 2025 budget year, there is hereby levied a tax of 13.327 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2024.

Section 4. 2025 Levy of Debt Retirement Expenses. That the foregoing budget indicates that the amount of money necessary to balance the budget for the Debt Service Fund for debt retirement expense is \$556,936.00 and that the 2024 valuation for assessment, as certified by the Adams County Assessor, is \$8,194,080.00. That for the purposes of meeting all debt retirement expenses of the District during the 2025 budget year, there is hereby levied a tax of 67.968 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2024.

Section 5. Certification to Board of County Commissioners. That the attorney, accountant, or manager for the District is hereby authorized and directed to certify to the Adams County Board of County Commissioners, no later than December 15, 2024, the mill levies for the District hereinabove determined and set. That said certification shall be substantially in the same form as attached hereto and incorporated herein by this reference.

Section 6. 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.

Section 7. Budget Certification. That the Budget shall be certified by the Secretary/Treasurer of the District and made a part of the public records of the District.


The foregoing Resolution was seconded by Director B. Gayeski .

RESOLUTION APPROVED AND ADOPTED ON NOVEMBER 5, 2024.

BENNETT CROSSING METROPOLITAN DISTRICT
NO. 1

By: 
Larry E. Gayeski, President

ATTEST:


Michelle R. Gayeski, Secretary/Treasurer

STATE OF COLORADO
COUNTY OF ADAMS
BENNETT CROSSING METROPOLITAN DISTRICT NO. 1

I, Michelle R. Gayeski, hereby certify that I am a director and the duly elected and qualified Secretary/Treasurer of the BENNETT CROSSING METROPOLITAN DISTRICT NO. 1 (the "District"), and that the foregoing constitutes a true and correct copy of the record of proceedings of the Board of Directors of said District adopted at a meeting of the Board of Directors of the District held via as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2025; that said proceedings were duly had and taken; that the meeting was duly held; and that the persons were present at the meeting as therein shown.

IN WITNESS WHEREOF, I have hereunto subscribed my name on November 5, 2024.

Signed by:



65B8CA73F217404...

Michelle R. Gayeski, Secretary/Treasurer

EXHIBIT A
BUDGET DOCUMENT & BUDGET MESSAGE
BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
2025 BUDGET

BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2025

**BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
SUMMARY
2025 BUDGET
WITH 2023 ACTUAL AND 2024 ESTIMATED
For the Years Ended and Ending December 31,**

1/28/25

	ACTUAL 2023	ESTIMATED 2024	BUDGET 2025
BEGINNING FUND BALANCES	\$ 2,271,703	\$ 2,044,404	\$ 1,971,946
REVENUES			
Property taxes	511,731	666,379	655,224
BRI Tax	8,532	11,111	10,915
Specific ownership taxes	35,262	32,280	39,313
Interest Income	117,566	100,000	71,800
Transfer from District No. 3	4,400	4,545	3,323
Total revenues	<u>677,491</u>	<u>814,315</u>	<u>780,575</u>
Total funds available	<u>2,949,194</u>	<u>2,858,719</u>	<u>2,752,521</u>
EXPENDITURES			
General Fund	139,797	119,843	140,000
Debt Service Fund	764,993	766,930	770,044
Total expenditures	<u>904,790</u>	<u>886,773</u>	<u>910,044</u>
Total expenditures and transfers out requiring appropriation	<u>904,790</u>	<u>886,773</u>	<u>910,044</u>
ENDING FUND BALANCES	<u>\$ 2,044,404</u>	<u>\$ 1,971,946</u>	<u>\$ 1,842,477</u>
EMERGENCY RESERVE	\$ 3,400	\$ 4,100	\$ 4,000
2020A BOND FUND	474,734	386,602	265,340
2020A SURPLUS FUND (\$2,464,000)	1,304,696	1,533,487	1,533,487
TOTAL RESERVE	<u>\$ 1,782,830</u>	<u>\$ 1,924,189</u>	<u>\$ 1,802,827</u>

**BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
PROPERTY TAX SUMMARY INFORMATION
2025 BUDGET
WITH 2023 ACTUAL AND 2024 ESTIMATED
For the Years Ended and Ending December 31,**

1/28/25

ACTUAL 2023	ESTIMATED 2024	BUDGET 2025
----------------	-------------------	----------------

ASSESSED VALUATION

Residential	\$ 7,365,600	\$ 8,068,300	\$ 8,068,300
Agricultural	2,440	2,450	3,110
State assessed	9,540	27,920	9,120
Vacant land	1,650	2,800	-
Personal property	73,940	123,470	113,550
Certified Assessed Value	<u>\$ 7,453,170</u>	<u>\$ 8,224,940</u>	<u>\$ 8,194,080</u>

MILL LEVY

General	11.436	13.316	13.327
Debt Service	57.182	66.581	66.636
BRI	1.143	1.331	1.332
Total mill levy	<u>69.761</u>	<u>81.228</u>	<u>81.295</u>

PROPERTY TAXES

General	\$ 85,234	\$ 109,523	\$ 109,203
Debt Service	426,187	547,625	546,021
BRI	8,519	10,947	10,915
Levied property taxes	<u>519,940</u>	<u>668,095</u>	<u>666,139</u>
Adjustments to actual/rounding	323	9,396	-
Budgeted property taxes	<u>\$ 520,263</u>	<u>\$ 677,491</u>	<u>\$ 666,139</u>

BUDGETED PROPERTY TAXES

General	\$ 85,271	\$ 111,041	\$ 109,203
Debt Service	426,460	555,338	546,021
BRI	8,532	11,111	10,915
	<u>\$ 520,263</u>	<u>\$ 677,491</u>	<u>\$ 666,139</u>

**BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
GENERAL FUND
2025 BUDGET
WITH 2023 ACTUAL AND 2024 ESTIMATED
For the Years Ended and Ending December 31,**

1/28/25

	ACTUAL 2023	ESTIMATED 2024	BUDGET 2025
BEGINNING FUND BALANCES	\$ 65,505	\$ 36,183	\$ 51,857
REVENUES			
Property taxes	85,271	111,041	109,203
BRI Tax	8,532	11,111	10,915
Specific ownership taxes	6,358	5,820	6,552
Interest Income	5,914	3,000	1,800
Transfer from District No. 3	4,400	4,545	3,323
Total revenues	<u>110,475</u>	<u>135,517</u>	<u>131,793</u>
Total funds available	<u>175,980</u>	<u>171,700</u>	<u>183,650</u>
EXPENDITURES			
General and administrative			
Accounting	28,006	30,000	31,500
Auditing	5,500	6,500	7,000
County Treasurer's Fee	1,278	1,666	1,638
County Treasurer's Fees - BRI	128	167	164
Dues and Membership	750	395	800
Insurance	2,571	2,671	3,600
Legal	15,351	15,000	20,000
Miscellaneous	25	-	-
Banking fees	-	-	-
Election	2,784	-	10,000
Developer advance - interest expense	75,000	-	-
Interest on Repayment of Developer Advance	-	50,000	50,000
Contingency	-	-	2,047
Payment to Town	8,404	10,944	10,751
Operations and maintenance			
Landscaping	-	2,500	2,500
Total expenditures	<u>139,797</u>	<u>119,843</u>	<u>140,000</u>
Total expenditures and transfers out requiring appropriation	<u>139,797</u>	<u>119,843</u>	<u>140,000</u>
ENDING FUND BALANCES	<u>\$ 36,183</u>	<u>\$ 51,857</u>	<u>\$ 43,650</u>
EMERGENCY RESERVE	<u>\$ 3,400</u>	<u>\$ 4,100</u>	<u>\$ 4,000</u>
TOTAL RESERVE	<u>\$ 3,400</u>	<u>\$ 4,100</u>	<u>\$ 4,000</u>

**BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
DEBT SERVICE FUND
2025 BUDGET
WITH 2023 ACTUAL AND 2024 ESTIMATED
For the Years Ended and Ending December 31,**

1/28/25

	ACTUAL 2023	ESTIMATED 2024	BUDGET 2025
BEGINNING FUND BALANCES	\$ 2,206,198	\$ 2,008,221	\$ 1,920,089
REVENUES			
Property taxes	426,460	555,338	546,021
Specific ownership taxes	28,904	26,460	32,761
Interest Income	111,652	97,000	70,000
Total revenues	<u>567,016</u>	<u>678,798</u>	<u>648,782</u>
Total funds available	<u>2,773,214</u>	<u>2,687,019</u>	<u>2,568,871</u>
EXPENDITURES			
General and administrative			
County Treasurer's Fee	6,393	8,330	8,190
Paying agent fees	4,000	4,000	4,000
Contingency	-	-	3,254
Debt Service			
Bond interest	754,600	754,600	754,600
Total expenditures	<u>764,993</u>	<u>766,930</u>	<u>770,044</u>
Total expenditures and transfers out requiring appropriation	<u>764,993</u>	<u>766,930</u>	<u>770,044</u>
ENDING FUND BALANCES	<u>\$ 2,008,221</u>	<u>\$ 1,920,089</u>	<u>\$ 1,798,827</u>
2020A BOND FUND	\$ 474,734	\$ 386,602	\$ 265,340
2020A SURPLUS FUND (\$2,464,000)	1,304,696	1,533,487	1,533,487
TOTAL RESERVE	<u>\$ 1,779,430</u>	<u>\$ 1,920,089</u>	<u>\$ 1,798,827</u>

**BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
2025 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The District, a quasi-municipal corporation and a political subdivision of the State of Colorado, was organized by order and decree of the Adams County District Court dated December 2, 2015. The District operates under a Service Plan approved by the Town of Bennett, in Colorado, on September 8, 2015, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District's service area is located entirely within the Town of Bennett, Adams County, Colorado.

The District was established to provide financing for the planning, design, acquisition, construction, installation, relocation, redevelopment and operations and maintenance of public improvements including the provision of water, sewer, storm drainage, street, traffic and safety, and park and recreation facilities programs and services. The District's Service Plan limits the total debt issuance of the project to \$33,000,000 with a maximum debt mill levy of 50.000 mills, as adjusted for changes in method of calculating assessed valuation after January 1, 2016.

The District currently has no employees and all administrative functions are contracted.

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

Property Taxes

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or, if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and, generally, sale of the tax liens on delinquent properties are held in November of December. The County Treasurer remits the taxes collected monthly to the District.

The District's Service Plan allows for a maximum operating mill levy of 10.000 mills as adjusted for changes in the method of calculating assessed valuation. The adjusted mill levies for the current budget year are reflected on the Property Tax Summary.

The District's Service Plan allows for a maximum debt mill levy of 50.000 mills as adjusted for changes in the method of calculating assessed valuation. The adjusted mill levies for the current budget year are reflected on the Property Tax Summary.

The District's Service Plan allows for a maximum Bennett Regional Improvement (BRI) mill levy of 1.000 mills as adjusted for changes in the method of calculating assessed valuation. The adjusted mill levies for the current budget year are reflected on the Property Tax Summary.

**BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
2025 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Revenues – (continued)

The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District.

For property tax collection year 2025, SB22-238, SB23B-001, SB 24-233, and HB24B-1001 set the assessment rates and actual value reductions as follows:

Category	Rate		Category	Rate		Actual Value Reduction	Amount
Single-Family Residential	6.70%		Agricultural Land	26.40%		Single-Family Residential	\$55,000
Multi-Family Residential	6.70%		Renewable Energy Land	26.40%		Multi-Family Residential	\$55,000
Commercial	27.90%		Vacant Land	27.90%		Commercial	\$30,000
Industrial	27.90%		Personal Property	27.90%		Industrial	\$30,000
Lodging	27.90%		State Assessed	27.90%		Lodging	\$30,000
			Oil & Gas Production	87.50%			

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing with the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District’s share will be equal to approximately 7.00% of the property taxes collected.

Investment Income

Interest earned on the District’s funds has been estimated based on an average interest rate of approximately 4.00%.

Expenditures

General and Administrative Expenditures

General and administrative expenditures in the budget are estimated costs for services necessary to maintain the District’s administrative viability such as accounting, legal, insurance, and dues.

County Treasurer’s Fees

County Treasurer’s fees have been computed at 1.50% of property tax collections.

Debt Service

Principal and interest payments are provided based on the attached debt amortization schedule.

**BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
December 31, 2024**

\$12,320,000

General Obligation Limited Tax Bonds, Series 2020A(3)

Dated May 19, 2020

Interest Rate 6.125%

Interest Due June 1 and December 1

Principal and Interest Maturing in the Year Ending December 31	Principal Due December 1		
	Principal	Interest	Total
2025	\$ -	\$ 754,600	\$ 754,600
2026	-	754,600	754,600
2027	-	754,600	754,600
2028	20,000	754,600	774,600
2029	40,000	753,375	793,375
2030	90,000	750,925	840,925
2031	95,000	745,413	840,413
2032	150,000	739,594	889,594
2033	160,000	730,406	890,406
2034	225,000	720,606	945,606
2035	235,000	706,825	941,825
2036	310,000	692,431	1,002,431
2037	325,000	673,444	998,444
2038	405,000	653,538	1,058,538
2039	430,000	628,731	1,058,731
2040	525,000	602,394	1,127,394
2041	555,000	570,238	1,125,238
2042	655,000	536,244	1,191,244
2043	695,000	496,125	1,191,125
2044	810,000	453,556	1,263,556
2045	860,000	403,944	1,263,944
2046	990,000	351,269	1,341,269
2047	1,050,000	290,631	1,340,631
2048	1,195,000	226,319	1,421,319
2049	2,500,000	153,125	2,653,125
	\$ 12,320,000	\$ 14,897,531	\$ 27,217,531

No assurance provided. See summary of significant assumptions.

BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
Schedule of Developer Advances

	Balance at December 31, 2023	Additions*	Repayments*	Balance at December 31, 2024*
Developer Advance	\$ 2,710,667	\$ -	\$ -	\$ 2,710,667
Interest	501,519	190,267	50,000	641,786
Total Advances and Interest	<u>3,212,186</u>	<u>190,267</u>	<u>50,000</u>	<u>3,352,453</u>

	Balance at December 31, 2024*	Additions*	Repayments*	Balance at December 31, 2025*
Developer Advance	\$ 2,710,667	\$ -	\$ -	\$ 2,710,667
Interest	641,786	189,747	50,000	781,533
Total Advances and Interest	<u>3,352,453</u>	<u>189,747</u>	<u>50,000</u>	<u>3,492,200</u>

*Estimated amounts

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of ADAMS COUNTY, Colorado.

On behalf of the BENNETT CROSSING METROPOLITAN DISTRICT NO. 1,

(taxing entity)^A

the BOARD OF DIRECTORS

(governing body)^B

of the BENNETT CROSSING METROPOLITAN DISTRICT NO. 1

(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 8,194,080 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: \$ 8,194,080 (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: 12/09/2024 for budget/fiscal year 2025.
 (no 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	13.327 mills	\$ 109,203
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	13.327 mills	\$ 109,203
3. General Obligation Bonds and Interest ^J	66.636 mills	\$ 546,021
4. Contractual Obligations ^K	1.332 mills	\$ 10,915
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]	81.295 mills	\$ 666,139

Contact person: (print) Paul A. Wilson Daytime phone: () 303 779-5710
 Signed: Paul A. Wilson Title: Accountant for the District

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) 864-7720.

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:	Public Infrastructure
	Series:	General Obligation Limited Tax Bonds, Series 2020A(3)
	Date of Issue:	5/19/2020
	Coupon Rate:	6.125%
	Maturity Date:	12/01/2049
	Levy:	66.636
	Revenue:	\$546,021
2.	Purpose of Issue:	
	Series:	
	Date of Issue:	
	Coupon Rate:	
	Maturity Date:	
	Levy:	
	Revenue:	

CONTRACTS^K:

3.	Purpose of Contract:	Planning, designing, constructing, installing, acquiring, relocating, redeveloping or financing of Regional improvements
	Title:	Bennett Regional Improvements Mill Levy
	Date:	05/19/2020
	Principal Amount:	
	Maturity Date:	10 years following the repayment of debt incurred for public improvements
	Levy:	1.332
	Revenue:	\$10,915
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.

**BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
2025 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases

General Obligation Limited Tax Bonds, Series 2020A(3) (the Bonds)

Bond Proceeds

The District issued the Bonds on May 19, 2020, in the par amount of \$12,320,000. Proceeds from the sale of the Bonds were used to: (a) finance or reimburse a portion of the costs of acquiring, constructing, and/or installing certain public improvements related to the development; (b) pay capitalized interest on the Bonds; (c) fund an initial deposit to the Surplus Fund; and (d) pay costs of issuance of the Bonds.

Bonds Details

The Bonds bear interest at 6.125% per annum and are payable semiannually on June 1 and December 1, beginning on December 1, 2020. Annual mandatory sinking fund principal payments are due on December 1, beginning on December 1, 2028. The Bonds mature on December 1, 2049.

To the extent principal of the Bonds is not paid when due, such principal shall remain outstanding until the earlier of its payment or the Termination Date of December 2, 2060, and shall continue to bear interest at the rate then borne by the Bonds. To the extent interest on any Bonds is not paid when due, such interest shall compound on each interest payment date, at the rate then borne by the Bonds.

Bonds Optional Redemption

The Bonds are subject to redemption prior to maturity, at the option of the District, on June 1, 2025, and on any date thereafter, upon payment of par, accrued interest, and a redemption premium equal to a percentage of the principal amount so redeemed as follows:

<u>Date of Redemption</u>	<u>Redemption Premium</u>
June 1, 2025, to May 31, 2026	3.00%
June 1, 2026, to May 31, 2027	2.00
June 1, 2027, to May 31, 2028	1.00
June 1, 2028, and thereafter	0.00

Bonds Pledged Revenue

The Bonds are secured by Pledged Revenue which means: (a) the Required Mill Levy; (b) the Capital Fees; (c) the portion of the Specific Ownership Tax which is collected as a result of imposition of the Required Mill Levy; and (d) any other legally available moneys which the District determines, in its absolute discretion, to transfer to the Trustee for application as Pledged Revenue.

“Capital Fees” means all fees, rates, tolls, penalties, and charges of a capital nature (excluding periodic, recurring service charges) imposed by the District. Capital Fees does not include any fee imposed solely for the purpose of funding operations and maintenance expenses. The District does not currently impose Capital Fees.

**BENNETT CROSSING METROPOLITAN DISTRICT NO. 1
2025 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases – (continued)

Required Mill Levy

The District is required to impose a Required Mill Levy upon all taxable property of the District each year in an amount sufficient to pay the Bonds when due, but (i) not in excess of 50 mills (subject to adjustment for changes in the method of calculating assessed valuation after January 1, 2016) and (ii) for so long as the Surplus Fund is less than the Maximum Surplus Amount, not less than 50 mills (subject to adjustment), or such lesser mill levy which will pay the Bonds when due, and will fund the Surplus Fund up to the Maximum Surplus Amount.

Additional Security for Bonds

The Bonds are additionally secured by capitalized interest which was funded from proceeds of the Bonds in the amount of \$2,263,800 and by amounts, if any, in the Surplus Fund.

Except for the Initial Deposit from proceeds of the Bonds in the amount of \$1,232,000, Pledged Revenue that is not needed to pay debt service on the Bonds in any year will be deposited to and held in the Surplus Fund, up to the Maximum Surplus Amount of \$2,464,000. Subject to the receipt of sufficient Pledged Revenue, the Surplus Fund is to be maintained for so long as any Bonds are outstanding.

The District has no operating or capital leases.

Reserve Funds

The District has provided for an Emergency Reserve fund equal to at least 3% of fiscal year spending as defined under TABOR.

This information is an integral part of the accompanying budget.