

## LETTER OF BUDGET TRANSMITTAL

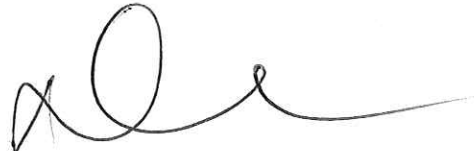
Date: January 30, 2018  
To: Division of Local Government  
1313 Sherman Street, Room 521  
Denver, Colorado 80203

Attached are the 2018 budget and budget message for NORTH RANGE METROPOLITAN DISTRICT NO. 1 in Adams County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on November 7, 2017. If there are any questions on the budget, please contact

CliftonLarsonAllen LLP  
Attn: Denise Denslow, District Manager  
8390 E. Crescent Parkway, Suite 500  
Greenwood Village, CO 80111  
Telephone number: 303-779-4525

I, Denise Denslow, District Manager of the North Range Metropolitan District No. 1 hereby certify that the attached is a true and correct copy of the 2018 budget.

By:

A handwritten signature in black ink, appearing to be 'Denise Denslow', written over a horizontal line.

Denise Denslow, District Manager

**RESOLUTION**  
**ADOPTING BUDGET, IMPOSING MILL LEVY AND APPROPRIATING FUNDS**  
**(2018)**

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The Board of Directors of North Range Metropolitan District No. 1 (the "Board"), Commerce City, Adams County, Colorado (the "District") held a regular meeting at 17910 E. Parkside Drive North, Commerce City, Colorado, on Tuesday, November 7, 2017, at the hour of 6:30 P.M.

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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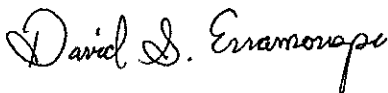
## NOTICE AS TO PROPOSED 2018 BUDGET

**PROOF OF PUBLICATION  
COMMERCE CITY SENTINEL  
EXPRESS  
ADAMS COUNTY  
STATE OF COLORADO**

I, Beth Potter, do solemnly swear that I am the Publisher of the **Commerce City Sentinel Express** the same is a weekly newspaper printed and published in the County of Adams, State of Colorado, and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said county of Adams for a period of more than fifty-two consecutive weeks prior to the first publication of the annexed legal notice or advertisement; that said newspaper has been admitted to the United States mails as second-class matter under the provisions of the act of March 3, 1879, or any amendments thereof, and that said newspaper is a weekly newspaper duly qualified for publishing legal notices and advertisements within the meaning of the laws of the State of Colorado. That the annexed legal notice or advertisement was published in the regular and entire issue of every number of said weekly newspaper for the period of **ONE consecutive insertion(s)** and that the first publication of said notice was in the issue of newspaper, dated **24th day of October 2017** the last on the **24th day of October 2017**



Publisher, Subscribed and sworn before me,  
this **26th day of October 2017**



Notary Public.

**DAVID S. ERRAMOUSPE  
NOTARY PUBLIC  
STATE OF COLORADO  
NOTARY ID #20154027149  
MY COMMISSION EXPIRES 7/10/2019**

**NOTICE OF PUBLIC HEARING ON  
THE PROPOSED 2018  
BUDGET AND NOTICE OF  
PUBLIC HEARING ON THE  
AMENDED 2017 BUDGET**

NOTICE IS HEREBY GIVEN that a proposed 2018 budget has been submitted to the Board of Directors (the "Board") of the **NORTH RANGE METROPOLITAN DISTRICT NO. 1** (the "District"). A copy of the proposed budget is on file in the office of CliftonLarsonAllen, LLP, 8390 E. Crescent Parkway, Suite 500, Greenwood Village, Colorado, where the same is open for public inspection.

NOTICE IS FURTHER GIVEN that an amendment to the 2017 budget has been submitted to the District. A copy of the proposed amended budget is on file in the office of CliftonLarsonAllen, LLP, 8390 E. Crescent Parkway, Suite 500, Greenwood Village, Colorado, where the same is open for public inspection.

Such proposed budget and amended budget will be considered at a public hearing during a meeting of the District to be held at 17910 E. Parkside Drive North, Commerce City, Colorado, on Tuesday, November 7, 2017 at 6:30 P.M. Any interested elector of the District may file any objections to the proposed budget or amended budget at any time prior to final adoption of the budget and amended budget by the governing body of the District.

BY ORDER OF THE BOARD OF DIRECTORS:  
NORTH RANGE METROPOLITAN  
DISTRICT NO. 1

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

Published in: Commerce City Sentinel Express on October 24, 2017  
#170377

Thereupon, Director Kershisnik 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 DISTRICT FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2018 AND ENDING ON THE LAST DAY OF DECEMBER 2018.

WHEREAS, the Board has authorized its treasurer, accountant and/or legal counsel 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 on November 7, 2017, interested electors were given the opportunity to file or register any objections to said proposed budget and no written objections were filed prior to the public hearing; 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 § 29-1-101, *et seq.*, C.R.S., as applicable, and Article X, § 20 of the Colorado Constitution.

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

Section 1. Summary of 2018 Revenues and 2018 Expenditures. The estimated revenues and expenditures for each fund for fiscal year 2018, as more specifically set forth in the budget attached hereto, are accepted and approved.

Section 2. Adoption of Budget. The budget as submitted, amended, attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2018.

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 2 shall be deemed ratified by the Board.

Section 3.     Levy for General Operating Expenses. For the purpose of meeting all general operating expenses of the District during the 2018 budget year, there is hereby levied a tax of 24.764 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 4.     Levy for Debt Service Obligations. For the purposes of meeting all debt service obligations of the District during the 2018 budget year, there is hereby levied a tax of 39.956 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 5.     Levy for Contractual Obligation Expenses. For the purposes of meeting all contractual obligations of the District during the 2018 budget year, there is hereby levied a tax of 23.585 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 6.     Levy for Capital Project Expenses. For the purposes of meeting all capital project obligations of the District during the 2018 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 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 Adams 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 and balances remaining, as specifically allocated in the budget attached hereto and incorporated herein, are hereby appropriated for the purposes thereof and no other.

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.

The foregoing Resolution was seconded by Director Custer.


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ADOPTED THIS 7<sup>th</sup> DAY OF NOVEMBER 2017.

NORTH RANGE METROPOLITAN DISTRICT NO. 1

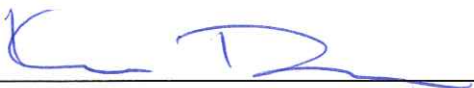
  
\_\_\_\_\_  
Officer of District

ATTEST:

  
\_\_\_\_\_

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON  
Attorneys at Law

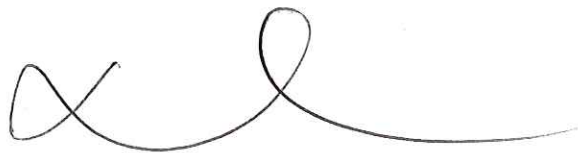
  
\_\_\_\_\_  
General Counsel to the District



STATE OF COLORADO  
COUNTY OF ADAMS  
NORTH RANGE METROPOLITAN DISTRICT NO. 1

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted at a District meeting held on Tuesday, November 7, 2017, at 17910 E. Parkside Drive North, Commerce City, Colorado, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 7<sup>th</sup> day of November 2017.

  
\_\_\_\_\_



**EXHIBIT A**  
**BUDGET DOCUMENT**  
**BUDGET MESSAGE**



**CliftonLarsonAllen**

CliftonLarsonAllen LLP  
CLAAconnect.com

**Accountant's Compilation Report**

Board of Directors  
North Range Metropolitan District No. 1  
Adams County, Colorado

Management is responsible for the accompanying budget of revenues, expenditures, and fund balances of North Range Metropolitan District No. 1 for the year ending December 31, 2018, including the estimate of comparative information for the year ending December 31, 2017, and the actual comparative information for the year ending December 31, 2016. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. A compilation is limited to presenting, in the form prescribed by CRS 29-1-105, information that is the representation of management. We did not audit or review the budget nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the accompanying budget.

We draw attention to the Summary of Significant Assumptions which describe that the budget is presented in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105, and is not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

We are not independent with respect to North Range Metropolitan District No. 1.

*CliftonLarsonAllen LLP*

Greenwood Village, Colorado  
December 6, 2017

**NORTH RANGE METROPOLITAN DISTRICT NO. 1**  
**SUMMARY**  
**2018 BUDGET AS ADOPTED**  
**WITH 2016 ACTUAL AND 2017 ESTIMATED**  
**For the Years Ended and Ending December 31,**

12/6/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
BEGINNING FUND BALANCES	\$ 2,515,154	\$ 2,577,241	\$ 2,117,310
REVENUES			
1 Property taxes	3,692,745	3,827,218	5,065,900
2 Specific ownership taxes	304,756	332,700	506,700
3 Developer advance	250,000	-	-
4 Net investment income	19,097	36,050	21,400
5 Bond issuance	37,925,000	-	-
6 Bond Premium	239,951	-	-
7 Fees	-	-	60,000
Total revenues	42,431,549	4,195,968	5,654,000
Total funds available	44,946,703	6,773,209	7,771,310
EXPENDITURES			
General and administration			
8 Audit	4,200	4,400	4,600
9 Contingency	-	1,554	1,677
10 County Treasurer's fees	15,625	16,214	21,404
11 Director fees	500	1,000	1,000
12 Dues and membership	1,148	1,017	1,250
13 Election	-	-	2,000
14 Insurance	4,485	4,929	5,200
15 Intergov Expenditure - RMD Operations	1,332,775	1,139,000	1,565,000
16 Legal	6,660	5,000	5,000
17 Miscellaneous	-	1,000	1,000
18 Payroll expense	38	-	-
19 Transfer to Reunion	-	3,000	3,000
Debt service			
20 Bond interest 2016A	586,829	821,551	789,574
21 Bond interest 2016B	234,181	473,625	473,625
22 Bond principal 2016A	310,000	990,000	1,025,000
23 Cost of issuance	447,904	-	-
24 County Treasurer's fees	39,809	41,200	54,584
25 Developer advance repayment	2,175,050	-	-
26 MLEPA Payment to Reunion	-	1,146,409	1,672,152
27 Paying agent fees	-	6,000	8,000
28 Refunding escrow payment	27,885,308	-	-
29 Transfer to Reunion MD	9,324,950	-	-
Total expenditures	42,369,462	4,655,899	5,634,066
Total expenditures and transfers out requiring appropriation	42,369,462	4,655,899	5,634,066
ENDING FUND BALANCES	\$ 2,577,241	\$ 2,117,310	\$ 2,137,244
EMERGENCY RESERVE	\$ 33,700	\$ 35,100	\$ 46,900
RESTRICTED	56,000	56,000	58,000
2016A SURPLUS FUND BALANCE	1,280,000	1,280,000	1,280,000
2016B SURPLUS FUND BALANCE	720,000	720,000	720,000
TOTAL RESERVE	\$ 2,089,700	\$ 2,091,100	\$ 2,104,900

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**NORTH RANGE METROPOLITAN DISTRICT NO. 1**  
**PROPERTY TAX SUMMARY INFORMATION**  
For the Years Ended and Ending December 31,

12/6/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
<b>ASSESSED VALUATION - ADAMS</b>			
Residential	\$ 38,479,510	\$ 41,163,560	\$ 50,373,040
Commercial	3,548,670	3,548,670	3,860,260
Industrial	-	91,860	-
Agricultural	1,200	1,200	20
Vacant Land	2,949,960	1,848,660	1,986,450
Personal Property	1,105,040	1,065,420	963,380
State Assessed	92,070	89,340	77,000
Oil & gas	29,460	11,530	8,940
Certified Assessed Value	<u>\$ 46,205,910</u>	<u>\$ 47,820,240</u>	<u>\$ 57,269,090</u>
<b>MILL LEVY</b>			
GENERAL FUND	22.400	22.400	24.764
DEBT SERVICE FUND	57.470	57.475	63.541
Total Mill Levy	<u>79.870</u>	<u>79.875</u>	<u>88.305</u>
<b>PROPERTY TAXES</b>			
GENERAL FUND	\$ 1,035,012	\$ 1,071,173	\$ 1,418,212
DEBT SERVICE FUND	2,655,454	2,748,468	3,638,935
Levied property taxes	3,690,466	3,819,641	5,057,147
Adjustments to actual/rounding	(4,984)	-	-
Budgeted Property Taxes	<u>\$ 3,685,482</u>	<u>\$ 3,819,641</u>	<u>\$ 5,057,147</u>
<b>ASSESSED VALUATION - SUBDISTRICT</b>			
Residential	\$ 3,176,760	\$ 3,693,210	\$ 4,364,990
Vacant Land	371,490	-	-
Personal Property	99,740	95,200	11,210
State Assessed	50	50	50
Certified Assessed Value	<u>\$ 3,648,040</u>	<u>\$ 3,788,460</u>	<u>\$ 4,376,250</u>
<b>MILL LEVY</b>			
SUBDISTRICT - ALLEWAY	2.000	2.000	2.000
Total Mill Levy	<u>2.000</u>	<u>2.000</u>	<u>2.000</u>
<b>PROPERTY TAXES</b>			
SUBDISTRICT - ALLEWAY	\$ 7,296	\$ 7,577	\$ 8,753
Levied property taxes	7,296	7,577	8,753
Adjustments to actual/rounding	(33)	-	-
Budgeted Property Taxes	<u>\$ 7,263</u>	<u>\$ 7,577</u>	<u>\$ 8,753</u>
<b>BUDGETED PROPERTY TAXES</b>			
GENERAL FUND	\$ 1,033,614	\$ 1,071,173	\$ 1,418,212
DEBT SERVICE FUND	2,651,868	2,748,468	3,638,935
SUBDISTRICT - ALLEWAY	7,263	7,577	8,753
	<u>\$ 3,692,745</u>	<u>\$ 3,827,218</u>	<u>\$ 5,065,900</u>

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**NORTH RANGE METROPOLITAN DISTRICT NO. 1**  
**GENERAL FUND**  
**2018 BUDGET AS ADOPTED**  
**WITH 2016 ACTUAL AND 2017 ESTIMATED**  
**For the Years Ended and Ending December 31,**

12/6/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
BEGINNING FUND BALANCES	\$ 35,133	\$ 41,611	\$ 35,384
REVENUES			
1 Property taxes	1,033,614	1,071,173	1,418,212
2 Specific ownership taxes	85,312	93,000	141,800
3 Developer advance	250,000	-	-
4 Net investment income	2,874	3,600	400
Total revenues	1,371,800	1,167,773	1,560,412
Total funds available	1,406,933	1,209,384	1,595,796
EXPENDITURES			
General and administration			
5 Audit	4,200	4,400	4,600
6 Contingency	-	1,554	1,677
7 County Treasurer's fees	15,516	16,100	21,273
8 Director fees	500	1,000	1,000
9 Dues and membership	1,148	1,017	1,250
10 Election	-	-	2,000
11 Insurance	4,485	4,929	5,200
12 Intergov Expenditure - RMD Operations	1,332,775	1,139,000	1,505,000
13 Legal	6,660	5,000	5,000
14 Miscellaneous	-	1,000	1,000
15 Payroll expense	38	-	-
Total expenditures	1,365,322	1,174,000	1,548,000
Total expenditures and transfers out requiring appropriation	1,365,322	1,174,000	1,548,000
ENDING FUND BALANCES	\$ 41,611	\$ 35,384	\$ 47,796
EMERGENCY RESERVE	\$ 33,700	\$ 35,100	\$ 46,900
TOTAL RESERVE	\$ 33,700	\$ 35,100	\$ 46,900

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**NORTH RANGE METROPOLITAN DISTRICT NO. 1**  
**DEBT SERVICE FUND**  
**2018 BUDGET AS ADOPTED**  
**WITH 2016 ACTUAL AND 2017 ESTIMATED**  
**For the Years Ended and Ending December 31,**

12/6/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
BEGINNING FUND BALANCES	\$ 2,412,242	\$ 2,459,617	\$ 2,000,000
REVENUES			
1 Property taxes	2,651,868	2,748,468	3,638,935
2 Specific ownership taxes	218,843	239,000	363,900
3 Net investment income	15,744	31,700	20,100
4 Bond issuance	37,925,000	-	-
5 Bond Premium	239,951	-	-
Total revenues	41,051,406	3,019,168	4,022,935
Total funds available	43,463,648	5,478,785	6,022,935
EXPENDITURES			
Debt service			
6 Bond interest 2016A	586,829	821,551	789,574
7 Bond interest 2016B	234,181	473,625	473,625
8 Bond principal 2016A	310,000	990,000	1,025,000
9 Cost of issuance	447,904	-	-
10 County Treasurer's fees	39,809	41,200	54,584
11 Developer advance repayment	2,175,050	-	-
12 MLEPA Payment to Reunion	-	1,146,409	1,672,152
13 Paying agent fees	-	6,000	8,000
14 Refunding escrow payment	27,885,308	-	-
15 Transfer to Reunion MD	9,324,950	-	-
Total expenditures	41,004,031	3,478,785	4,022,935
Total expenditures and transfers out requiring appropriation	41,004,031	3,478,785	4,022,935
ENDING FUND BALANCES	\$ 2,459,617	\$ 2,000,000	\$ 2,000,000
2016A SURPLUS FUND BALANCE	\$ 1,280,000	\$ 1,280,000	\$ 1,280,000
2016B SURPLUS FUND BALANCE	720,000	720,000	720,000
TOTAL RESERVE	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**NORTH RANGE METROPOLITAN DISTRICT NO. 1**  
**SUBDISTRICT - ALLEWAY**  
**2018 BUDGET AS ADOPTED**  
**WITH 2016 ACTUAL AND 2017 ESTIMATED**  
**For the Years Ended and Ending December 31,**

12/6/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
BEGINNING FUND BALANCES	\$ 67,779	\$ 76,013	\$ 81,926
REVENUES			
1 Property taxes	7,263	7,577	8,753
2 Specific ownership taxes	601	700	1,000
3 Net investment income	479	750	900
Total revenues	8,343	9,027	10,653
Total funds available	76,122	85,040	92,579
EXPENDITURES			
General and administration			
4 County Treasurer's fees	109	114	131
5 Transfer to Reunion	-	3,000	3,000
Total expenditures	109	3,114	3,131
Total expenditures and transfers out requiring appropriation	109	3,114	3,131
ENDING FUND BALANCES	\$ 76,013	\$ 81,926	\$ 89,448
RESTRICTED	\$ 56,000	\$ 56,000	\$ 58,000
TOTAL RESERVE	\$ 56,000	\$ 56,000	\$ 58,000

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**NORTH RANGE METROPOLITAN DISTRICT NO. 1**  
**SUBDISTRICT - CARRIAGE HOMES**  
**FORECASTED 2018 BUDGET AS ADOPTED**  
**WITH 2016 ACTUAL AND 2017 ESTIMATED**  
**For the Years Ended and Ending December 31,**

12/6/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
REVENUES			
1 Fees	-	-	60,000
Total revenues	-	-	60,000
Total funds available	-	-	60,000
EXPENDITURES			
General and administration			
2 Intergov Expenditure - RMD Operations	-	-	60,000
Total expenditures	-	-	60,000
Total expenditures and transfers out requiring appropriation	-	-	60,000
ENDING FUND BALANCES	\$ -	\$ -	\$ -

This financial information should be read only in connection with the accompanying accountant's  
 compilation report and summary of significant assumptions.



**NORTH RANGE METROPOLITAN DISTRICT NO. 1  
2018 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Services Provided**

North Range Metropolitan District No.1 (the "District"), a quasi-municipal corporation and political subdivision of the State of Colorado was organized by Court Order and Decree of the District Court on December 27, 2000 and is governed pursuant to provisions of the Colorado Special District Act, Title 32, Article I, Colorado Revised Statutes. The District was organized in conjunction with North Range Metropolitan Districts Nos. 2, 3, 4 and 5 (collectively "NRMD's"), and the Reunion Metropolitan District ("Reunion"). Reunion and the NRMD's have entered into intergovernmental agreements whereby Reunion provides the construction for street improvements, storm drainage improvements, safety protection facilities, parks and recreation facilities and water and wastewater improvements. The service plan anticipates that Reunion will be responsible for managing the construction, operation, and maintenance of such improvements and facilities and that the NRMD's will provide the necessary funding to Reunion.

The District 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.

**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 sales of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

The calculation of the taxes levied is displayed on page 3 of the Budget at the adopted total mill levy.

**Specific Ownership Taxes**

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within 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 10% of the property taxes collected by both the General Fund and the Debt Service Fund. The budget assumes that specific ownership taxes allocable to property taxes collected by the Debt Service Fund will be pledged to debt service on the bonds during the term bonds are outstanding.

**Interest**

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 1%.

**NORTH RANGE METROPOLITAN DISTRICT NO. 1  
2018 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Expenditures**

**General Government**

General government expenditures included the estimated services necessary to maintain the District's administrative viability, such as legal, audit, management, election , accounting, insurance, and meeting expenses.

**Intergovernmental expenditure**

Pursuant to intergovernmental agreements, the District will remit revenues to Reunion in order to pay the District's operational cost which may include legal, management, accounting, insurance, and meeting expenses as well as fund the operations of Reunion.

**Debt Service**

Principal and interest payments in 2018 are provided based on the debt amortization schedule from the Series 2016 Bonds.

**MLEPA payment to Reunion**

On June 3, 2016, the District entered into a Mill Levy Equalization and Pledge Agreement (MLEPA) with Reunion, District No. 2, District No. 3, and District No. 4 (collectively, the "MLEPA Districts" and individually, a "MLEPA District") in order to promote the integrated plan of development set forth in the Service Plans for the MLEPA Districts. The MLEPA is intended to ensure an equitable allocation among the MLEPA Districts of the costs of acquiring, installing, constructing, designing, administering, financing, operating, and maintaining streets, water, sanitation and various other public improvements (collectively, the "Public Improvements") and services, as well as covenant enforcement services within Reunion.

Pursuant to the MLEPA, each applicable North Range District agrees to impose an Equalization Mill Levy consisting of the Debt Service Mill Levy plus the Operations and Maintenance Mill Levy in order to pay the Developer Debt, the Senior Bonds (Series 2016A and 2016B), and the operations and maintenance costs of the Districts. The MLEPA generally defines the term "Developer Debt" as (i) amounts owed to the Developer by any applicable North Range District for advancing of guaranty payments on the Senior Bonds, for the provision of Public Improvements or for advancing of amounts to fund operations shortfalls and (ii) any other repayment obligations incurred by the MLEPA Districts in connection with advances made by the Developer to the MLEPA Districts for the purpose of paying the costs of designing, acquiring, installing, and constructing the Public Improvements or paying the operations and maintenance costs of the MLEPA Districts.

The District has levied the required operations and debt services mill levies under the MLEPA and will transfer Surplus Debt Mill Levy Revenues to Reunion.

**NORTH RANGE METROPOLITAN DISTRICT NO. 1  
2018 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Debt and Leases**

**Series 2016A – Taxable Loan Refunding Issue**

On June 3, 2016, the District issued its Series 2016A Bonds in the principal amount of \$25,745,000. The proceeds of which were used to advance refund the Series 2007 Bonds and pay the costs of issuance of the Series 2016A Bonds. The Series 2016A Bonds have a final maturity date of December 1, 2035. The principal amount of the Series 2016A Bonds is expected to fully amortize and be subject to mandatory sinking fund payments prior to their final maturity date. The Series 2016A Bonds were issued as taxable bonds bearing interest at the rate of 4.61% and will convert to tax exempt on December 1, 2016, and will bear a rate of 3.23% thereafter. The Series 2016A Bonds are secured by a pledge of the District's unlimited debt service mill levy, specific ownership taxes collected as a result of the imposition of such unlimited debt service mill levy, and any other legally available funds. The Series 2016A Bonds will also be secured by the Series 2016A Debt Service Surplus Fund which has a maximum Surplus amount of \$1,280,000.

**Series 2016B – General Obligation Bonds**

On June 3, 2016, the District issued its Series 2016B Bonds in the principal amount of \$12,800,000. The proceeds from the sale of the Series 2016B Bonds will be used to prepay and cancel the 2007 Repayment Obligation incurred under the 2007 Advance and Reimbursement Agreement, finance the costs of certain public improvements, fund the Debt Service Surplus Fund, and pay the costs of issuing the Series 2016B Bonds. The Series 2016B Bonds are term bonds with the first term due December 1, 2038, and bearing interest of 3.50% and the second term bonds due December 1, 2045 and bearing and interest rate of 5.00%. The Series 2016B Bonds are secured by a pledge of the District's unlimited debt service mill levy, specific ownership taxes collected as a result of the imposition of such unlimited debt service mill levy, and any other legally available funds. The Series 2016B Bonds will also be secured by the Series 2016B Debt Service Surplus Fund which has a maximum Surplus amount of \$720,000.

The District has no leases.

**Reserves**

**Emergency Reserve**

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

**Surplus Fund Reserve**

The District maintains a surplus fund reserve as required with the issuance of the Series 2016 Bonds.

**This information is an integral part of the accompanying budget.**

**NORTH RANGE METROPOLITAN DISTRICT NO. 1**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**December 31, 2017**

**\$27,745,000 G.O. Refunding Bonds**

**Series 2016A**

**Dated June 3, 2016**

**Principal due December 1**

**Interest Rate 3.23% to 4.61% Payable**

**June 1 and December 1**

<b>Year</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2018	\$ 1,025,000	\$ 789,574	\$ 1,814,574
2019	1,055,000	756,466	1,811,466
2020	1,090,000	722,390	1,812,390
2021	1,125,000	687,183	1,812,183
2022	1,160,000	650,845	1,810,845
2023	1,200,000	613,377	1,813,377
2024	1,240,000	574,617	1,814,617
2025	1,280,000	534,565	1,814,565
2026	1,320,000	493,221	1,813,221
2027	1,360,000	450,585	1,810,585
2028	1,405,000	406,657	1,811,657
2029	1,450,000	361,276	1,811,276
2030	1,495,000	314,441	1,809,441
2031	1,545,000	266,152	1,811,152
2032	1,595,000	216,249	1,811,249
2033	1,645,000	164,730	1,809,730
2034	1,700,000	111,597	1,811,597
2035	1,755,000	56,687	1,811,687
	<u>\$ 24,445,000</u>	<u>\$ 8,170,608</u>	<u>\$ 32,615,608</u>

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**NORTH RANGE METROPOLITAN DISTRICT NO. 1**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**December 31, 2017**

<b>\$12,180,000 G.O. Bonds</b> <b>Series 2016B</b> <b>Dated June 3, 2016</b> <b>Principal due December 1</b> <b>Interest Rate 3.50% to 5.00% Payable</b> <b>June 1 and December 1</b>				
Year	Principal	Interest	Total	
2018	\$ -	\$ 473,625	\$ 473,625	
2019	-	473,625	473,625	
2020	-	473,625	473,625	
2021	-	473,625	473,625	
2022	-	473,625	473,625	
2023	-	473,625	473,625	
2024	-	473,625	473,625	
2025	-	473,625	473,625	
2026	-	473,625	473,625	
2027	-	473,625	473,625	
2028	-	473,625	473,625	
2029	-	473,625	473,625	
2030	-	473,625	473,625	
2031	-	473,625	473,625	
2032	-	473,625	473,625	
2033	-	473,625	473,625	
2034	-	473,625	473,625	
2035	-	473,625	473,625	
2036	1,000,000	473,625	1,473,625	
2037	1,050,000	423,625	1,473,625	
2038	1,105,000	371,125	1,476,125	
2039	1,160,000	315,875	1,475,875	
2040	1,200,000	275,275	1,475,275	
2041	1,245,000	233,275	1,478,275	
2042	1,285,000	189,700	1,474,700	
2043	1,330,000	144,725	1,474,725	
2044	1,380,000	98,175	1,478,175	
2045	1,425,000	49,875	1,474,875	
	<u>\$ 12,180,000</u>	<u>\$ 11,100,525</u>	<u>\$ 23,280,525</u>	

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments**TO: County Commissioners<sup>1</sup> of Adams County, Colorado.On behalf of the North Range Metropolitan District No. 1,(taxing entity)<sup>A</sup>the Board of Directors(governing body)<sup>B</sup>of the North Range Metropolitan District No. 1(local government)<sup>C</sup>

Hereby officially certifies the following mills  
to be levied against the taxing entity's GROSS \$ 57,269,090  
assessed valuation of:

(GROSS<sup>D</sup> assessed valuation, Line 2 of the Certification of Valuation Form DLG 57<sup>E</sup>)

Note: If the assessor certified a NET assessed valuation  
(AV) different than the GROSS AV due to a Tax  
Increment Financing (TIF) Area<sup>F</sup> 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:

\$ 57,269,090

(NET<sup>G</sup> 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: 12/07/2017 for budget/fiscal year 2018  
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

**PURPOSE** (see end notes for definitions and examples)**LEVY<sup>2</sup>****REVENUE<sup>2</sup>**

1. General Operating Expenses <sup>H</sup>	<u>24.764</u> mills	\$ <u>1,418,212</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction <sup>I</sup>	< <u>          </u> > mills	\$ < <u>          </u> >
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	<u>24.764</u> mills	\$ <u>1,418,212</u>
3. General Obligation Bonds and Interest <sup>J</sup>	<u>39.956</u> mills	\$ <u>2,288,244</u>
4. Contractual Obligations <sup>K</sup>	<u>23.585</u> mills	\$ <u>1,350,691</u>
5. Capital Expenditures <sup>L</sup>	<u>          </u> mills	\$ <u>          </u>
6. Refunds/Abatements <sup>M</sup>	<u>          </u> mills	\$ <u>          </u>
7. Other <sup>N</sup> (specify): <u>          </u>	<u>          </u> mills	\$ <u>          </u>
	<u>          </u> mills	\$ <u>          </u>
<b>TOTAL:</b> [ Sum of General Operating Subtotal and Lines 3 to 7 ]	<u>88.305</u> mills	\$ <u>5,057,147</u>

Contact person:  
(print)Sarah Hunsche

Daytime

phone: ( 303 ) 779-5710

Signed:

Sarah Hunsche

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.

<sup>1</sup> 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.

<sup>2</sup> 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<sup>J</sup>:**

- |    |                   |                                                                             |
|----|-------------------|-----------------------------------------------------------------------------|
| 1. | Purpose of Issue: | Bond Refunding                                                              |
|    | Series:           | General Obligation Refunding Bonds (Taxable to Tax-Exempt),<br>Series 2016A |
|    | Date of Issue:    | June 3, 2016                                                                |
|    | Coupon Rate:      | 3.23%                                                                       |
|    | Maturity Date:    | December 1, 2035                                                            |
|    | Levy:             | 31.685                                                                      |
|    | Revenue:          | \$1,814,571                                                                 |
|    |                   |                                                                             |
| 2. | Purpose of Issue: | Bond Refunding                                                              |
|    | Series:           | Series 2016B – General Obligation Bonds                                     |
|    | Date of Issue:    | June 3, 2016                                                                |
|    | Coupon Rate:      | 3.50% - 5.00%                                                               |
|    | Maturity Date:    | December 1, 2045                                                            |
|    | Levy:             | 8.271                                                                       |
|    | Revenue:          | \$473,673                                                                   |

**CONTRACTS<sup>K</sup>:**

- |    |                      |                                             |
|----|----------------------|---------------------------------------------|
| 3. | Purpose of Contract: | Debt repayment                              |
|    | Title:               | Mill Levy Equalization and Pledge Agreement |
|    | Date:                | June 3, 2016                                |
|    | Principal Amount:    | n/a                                         |
|    | Maturity Date:       | n/a                                         |
|    | Levy:                | 23.585                                      |
|    | Revenue:             | \$1,350,691                                 |
|    |                      |                                             |
| 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.