

FOREST TRACE METROPOLITAN DISTRICT NO. 3
2022
BUDGET MESSAGE

Attached please find a copy of the adopted 2022 budget for Forest Trace Metropolitan District No. 3.

The Forest Trace Metropolitan District No. 3 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 general obligation bonds.

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 source of revenue for the district in 2022 will be property taxes. The district intends to impose a 55.461 mill levy on the property within the district in 2022, of which 2.000 mills will be dedicated to the General Fund and the balance of 52.413 mills will be allocated to the Debt Service Fund. 1.048 mills of the 52.413 mills are restricted for regional improvements per an intergovernmental agreement with the City of Aurora.

Forest Trace Metropolitan District No. 3
Adopted Budget
General Fund
For the Year ended December 31, 2022

| | Actual <u>2020</u> | Adopted Budget <u>2021</u> | Actual <u>06/31/2021</u> | Estimated <u>2021</u> | Adopted Budget <u>2022</u> |
|--------------------------|-----------------------|----------------------------------|-----------------------------|--------------------------|----------------------------------|
| Beginning fund balance | \$ 38,799 | \$ 41,980 | \$ 40,103 | \$ 40,103 | \$ 49,652 |
| Revenues: | | | | | |
| Property taxes | 28,382 | 29,532 | 29,423 | 29,532 | 31,454 |
| Specific ownership taxes | 2,013 | 2,120 | 1,010 | 2,000 | 2,311 |
| Interest/misc income | <u>9</u> | <u>10</u> | <u>(6)</u> | <u>10</u> | <u>10</u> |
| Total revenues | <u>30,404</u> | <u>31,662</u> | <u>30,427</u> | <u>31,542</u> | <u>33,775</u> |
| Total funds available | <u>69,203</u> | <u>73,642</u> | <u>70,530</u> | <u>71,645</u> | <u>83,427</u> |
| Expenditures: | | | | | |
| Accounting / audit | 14,392 | 7,500 | 4,473 | 7,500 | 7,500 |
| Election | - | - | - | - | 3,500 |
| Insurance | 2,864 | 3,500 | 3,078 | 3,100 | 3,500 |
| Professional services | 950 | - | - | 950 | - |
| Legal | 10,468 | 15,000 | 1,824 | 10,000 | 15,000 |
| Miscellaneous | - | 1,000 | - | - | 1,000 |
| Treasurer fees | 426 | 443 | 441 | 443 | 472 |
| Contingency | - | 45,376 | - | - | 51,526 |
| Emergency reserve (3%) | <u>-</u> | <u>823</u> | <u>-</u> | <u>-</u> | <u>929</u> |
| Total expenditures | <u>29,100</u> | <u>73,642</u> | <u>9,816</u> | <u>21,993</u> | <u>83,427</u> |
| Ending fund balance | <u>\$ 40,103</u> | <u>\$ -</u> | <u>\$ 60,714</u> | <u>\$ 49,652</u> | <u>\$ -</u> |
| Assessed valuation | | <u>\$ 14,765,866</u> | | | <u>\$ 15,726,603</u> |
| Mill Levy | | <u>2.000</u> | | | <u>2.000</u> |

Forest Trace Metropolitan District No. 3
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2022

| | Actual <u>2020</u> | Adopted Budget <u>2021</u> | Actual <u>06/31/2021</u> | Estimated <u>2021</u> | Adopted Budget <u>2022</u> |
|-------------------------------|-----------------------|----------------------------------|-----------------------------|--------------------------|----------------------------------|
| Beginning fund balance | \$ 456,193 | \$ 645,927 | \$ 640,742 | \$ 640,742 | \$ 818,126 |
| Revenues: | | | | | |
| Property taxes | 732,830 | 762,524 | 760,368 | 762,500 | 824,278 |
| Specific ownership taxes | 51,974 | 61,002 | 26,088 | 52,000 | 65,942 |
| Property taxes - ARI | 14,645 | 15,238 | 15,195 | 15,238 | 16,481 |
| Specific ownership taxes -ARI | 1,039 | 1,219 | 521 | 1,040 | 1,318 |
| Interest income | 1,058 | 2,000 | 131 | 200 | 2,000 |
| Total revenues | <u>801,546</u> | <u>841,983</u> | <u>802,303</u> | <u>830,978</u> | <u>910,019</u> |
| Total funds available | <u>1,257,739</u> | <u>1,487,910</u> | <u>1,443,045</u> | <u>1,471,720</u> | <u>1,728,145</u> |
| Expenditures: | | | | | |
| 2019 Loan interest expense | 471,356 | - | - | - | - |
| 2019 Loan principle | 120,000 | 435,736 | 228,938 | 435,736 | 358,630 |
| Bond principal Series 2019 | - | 150,000 | - | 150,000 | 240,000 |
| Interset expense Series 2020 | - | - | - | 37,527 | 275,594 |
| Regional Mill levy | 14,425 | 16,228 | 14,967 | 15,610 | 17,552 |
| Treasurer's fees | 10,996 | 11,438 | 11,405 | 11,001 | 12,364 |
| Treasurer's fees - ARI | 220 | 229 | 228 | 220 | 247 |
| Trustee / paying agent fees | - | 2,000 | 3,500 | 3,500 | 5,000 |
| Total expenditures | <u>616,997</u> | <u>615,631</u> | <u>259,038</u> | <u>653,594</u> | <u>909,387</u> |
| Ending fund balance | <u>\$ 640,742</u> | <u>\$ 872,279</u> | <u>\$ 1,184,007</u> | <u>\$ 818,126</u> | <u>\$ 818,758</u> |
| Assessed valuation | | <u>\$ 14,765,866</u> | | | <u>\$ 15,726,603</u> |
| Mill Levy | | <u>51.641</u> | | | <u>52.413</u> |
| ARI Mill levy | | <u>1.032</u> | | | <u>1.048</u> |
| Total Mill Levy | | <u>54.673</u> | | | <u>55.461</u> |

Forest Trace Metropolitan District No. 3
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2022

| | Estimated <u>2019</u> | Adopted Budget <u>2020</u> | Actual <u>06/31/2021</u> | Estimated <u>2019</u> | Adopted Budget <u>2020</u> |
|-------------------------------------|--------------------------|----------------------------------|-----------------------------|--------------------------|----------------------------------|
| Beginning fund balance | \$ - | \$ - | \$ - | \$ - | \$ - |
| Revenues: | | | | | |
| Bond proceeds | 2,799,000 | - | - | - | - |
| Interest income | - | - | - | - | - |
| Total revenues | <u>2,799,000</u> | - | - | - | - |
| Total funds available | <u>2,799,000</u> | - | - | - | - |
| Expenditures: | | | | | |
| Repay developer advance - principal | 2,506,036 | - | - | - | - |
| Cost of issuance | 292,964 | - | - | - | - |
| Capital improvements | - | - | - | - | - |
| Total expenditures | <u>2,799,000</u> | - | - | - | - |
| Ending fund balance | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |