

BRADBURN METROPOLITAN DISTRICT NO. 3
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2022

**BRADBURN METROPOLITAN DISTRICT NO. 3
SUMMARY
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

01/18/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCES	\$ 921,950	\$ 1,230,229	\$ 1,470,031
REVENUES			
Property taxes	759,067	761,424	798,274
Specific ownership tax	55,866	53,280	55,880
Interest income	8,040	1,100	1,380
Total revenues	<u>822,973</u>	<u>815,804</u>	<u>855,534</u>
Total funds available	<u>1,744,923</u>	<u>2,046,033</u>	<u>2,325,565</u>
EXPENDITURES			
General Fund	49,047	108,000	513,000
Debt Service Fund	465,647	468,002	480,000
Total expenditures	<u>514,694</u>	<u>576,002</u>	<u>993,000</u>
Total expenditures and transfers out requiring appropriation	<u>514,694</u>	<u>576,002</u>	<u>993,000</u>
ENDING FUND BALANCES	<u>\$ 1,230,229</u>	<u>\$ 1,470,031</u>	<u>\$ 1,332,565</u>
EMERGENCY RESERVE	\$ 4,500	\$ 4,400	\$ 4,600
RESERVED FUND	287,200	287,200	287,200
SURPLUS FUND	600,000	600,000	600,000
DEBT SERVICE FUND BALANCE	12,032	214,158	437,088
TOTAL RESERVE	<u>\$ 903,732</u>	<u>\$ 1,105,758</u>	<u>\$ 1,328,888</u>

No assurance provided. See summary of significant assumptions.

**BRADBURN METROPOLITAN DISTRICT NO. 3
PROPERTY TAX SUMMARY INFORMATION
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

01/18/22

ACTUAL	ESTIMATED	BUDGET
2020	2021	2022

ASSESSED VALUATION - ADAMS COUNTY

Residential	\$ 18,186,510	\$ 18,237,680	\$ 19,194,230
Commercial	294,700	333,530	334,250
State assessed	1,020	1,010	1,680
Vacant land	296,600	195,940	171,290
Personal property	332,470	347,740	339,570
Certified Assessed Value	\$ 19,111,300	\$ 19,115,900	\$ 20,041,020

MILL LEVY

General	7.108	7.108	7.108
Debt Service	32.724	32.724	32.724
Total mill levy	39.832	39.832	39.832

PROPERTY TAXES

General	\$ 135,843	\$ 135,876	\$ 142,452
Debt Service	625,398	625,548	655,822
Levied property taxes	761,241	761,424	798,274
Adjustments to actual/rounding	(2,174)	-	-
Budgeted property taxes	\$ 759,067	\$ 761,424	\$ 798,274

BUDGETED PROPERTY TAXES

General	\$ 135,455	\$ 135,876	\$ 142,452
Debt Service	623,612	625,548	655,822
	\$ 759,067	\$ 761,424	\$ 798,274

No assurance provided. See summary of significant assumptions.

**BRADBURN METROPOLITAN DISTRICT NO. 3
GENERAL FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

01/18/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$ 232,411	\$ 330,997	\$ 368,673
REVENUES			
Property taxes	135,455	135,876	142,452
Specific ownership tax	9,969	9,500	9,972
Interest income	2,209	300	180
Total revenues	147,633	145,676	152,604
Total funds available	380,044	476,673	521,277
EXPENDITURES			
General and administrative			
Accounting	19,684	20,000	22,000
Auditing	5,200	5,200	5,600
County Treasurer's fee	2,033	2,038	2,137
Dues and licenses	489	608	700
Insurance and bonds	2,953	2,997	3,200
Legal services	16,700	20,000	22,000
Election expense	1,988	-	3,000
Contingency	-	7,157	4,363
Alley Maintenance	-	50,000	450,000
Total expenditures	49,047	108,000	513,000
Total expenditures and transfers out requiring appropriation	49,047	108,000	513,000
ENDING FUND BALANCE	\$ 330,997	\$ 368,673	\$ 8,277
EMERGENCY RESERVE	\$ 4,500	\$ 4,400	\$ 4,600
TOTAL RESERVE	\$ 4,500	\$ 4,400	\$ 4,600

No assurance provided. See summary of significant assumptions.

**BRADBURN METROPOLITAN DISTRICT NO. 3
DEBT SERVICE FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

01/18/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$ 689,539	\$ 899,232	\$ 1,101,358
REVENUES			
Property taxes	623,612	625,548	655,822
Specific ownership tax	45,897	43,780	45,908
Interest income	5,831	800	1,200
Total revenues	675,340	670,128	702,930
Total funds available	1,364,879	1,569,360	1,804,288
EXPENDITURES			
General and administrative			
County Treasurer's fee	9,359	9,383	9,837
Paying agent fees	3,000	3,000	3,000
Contingency	-	1,931	3,276
Debt Service			
Bond interest - 2016 Bonds	338,288	333,688	328,887
Bond Principal - 2016 Bonds	115,000	120,000	135,000
Total expenditures	465,647	468,002	480,000
Total expenditures and transfers out requiring appropriation	465,647	468,002	480,000
ENDING FUND BALANCE	\$ 899,232	\$ 1,101,358	\$ 1,324,288
RESERVED FUND	\$ 287,200	\$ 287,200	\$ 287,200
SURPLUS FUND	600,000	600,000	600,000
DEBT SERVICE FUND BALANCE	12,032	214,158	437,088
TOTAL RESERVE	\$ 899,232	\$ 1,101,358	\$ 1,324,288

No assurance provided. See summary of significant assumptions.

**BRADBURN METROPOLITAN DISTRICT NO. 3
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The District is a quasi-municipal corporation and a political subdivision of the State of Colorado, was organized by order and decree of the District Court on November 28, 2000, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes).

The District was organized to provide construction, installation, financing and operation of public improvements, including water, wastewater, streets, park and recreation facilities, and other improvements needed for the District. The District's service area is located entirely within the City of Westminster, Adams County, Colorado.

On November 7, 2000, the electorate authorized general obligation indebtedness of \$8,000,000 for street improvements, \$1,000,000 for traffic safety, \$5,500,000 for parks and recreation, \$2,500,000 for water supply system, \$2,500,000 for sanitary sewer system, \$1,000,000 for television relay system, \$1,000,000 for public transportation, \$500,000 for mosquito control, \$26,000,000 for debt associated with intergovernmental contracts, \$23,500,000 for refinancing of District debt, and \$2,500,000 for general operations and maintenance. The election also approved an annual increase in taxes of \$100,000 for general operations and maintenance, and \$2,500,000 in revenues other than ad valorem taxes. At the election held on November 8, 2016 the electorate authorized to increase its ad valorem property taxes imposed to pay operations, maintenance and other expenses of the District by \$150,000 annually, or such greater or lesser amount as may be derived from an ad valorem mill levy not in excess of 9.508 mills (as adjusted to account for changes in law or the method by which assessed valuation is calculated occurring after 2016). The 2022 operations and maintenance mill levy is 7.108 mills. The election also allows the District to retain all revenues without regard to the limitations contained in Article X, Section 20 of the Colorado constitution or any other law.

This 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 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 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.

**BRADBURN METROPOLITAN DISTRICT NO. 3
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Revenues - (Continued)

The method of calculating assessed valuation of residential assessment rates in the State of Colorado changed to 7.20% from 7.96% for property tax years 2017-2018 on April 17, 2017 with a report submitted to the State Board of Equalization. Accordingly, the mill levy has been adjusted upward to reflect the change assessed value calculation.

The District's maximum Required Mill Levy is 39.832 mills, adjusted for changes in the ratio of actual value to assessed value of property within the District. Required Mill Levy means an ad valorem mill levy imposed upon all taxable property of the District each year in a amount sufficient to pay the principal, premium if any, and interest on the Bonds as the same become due and payable [and to make up any deficiencies in the Reserve Fund]. As of December 31, 2022, the adjusted maximum mill levy for debt service is 32.724 mills.

The calculation of the taxes levied is displayed on page on the Property Tax Summary page of the Budget at the adopted total mill levy of 39.832 mills.

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 7% of the property taxes collected by the District.

Net Investment Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 0.10%.

Expenditures

Administrative and Operating Expenditures

Administrative expenditures have been provided based on estimates of the District's Board of Directors and consultants and include the services necessary to maintain the District's administrative viability such as legal, accounting, insurance, meeting expense, and other administrative expenses. As well as, alleyway maintenance which includes concrete and repair of alleys.

County Treasurer's Fees

County Treasurer's collection fees have been computed at 1.5% of property taxes.

Debt Service

Principal and interest payments in 2022 are provided based on the debt amortization schedule from the Series 2016 Bonds (discussed under Debts and Leases).

**BRADBURN METROPOLITAN DISTRICT NO. 3
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases

On November 23, 2016, the District issued Series 2016 \$8,500,000 General Obligation Tax-Refunding Bonds (the Series 2016 Bonds). The 2016 Bonds are term bonds and bear interest at 4.00%, payable semi-annually on June 1 and December 1, beginning on December 1, 2016. The Bonds maturing on December 1, 2046 and thereafter are subject to redemption prior to maturity, at the option of the District, as a whole or in integral multiples of \$5,000, in any order of maturity and in whole or partial maturities, on December 1, 2026, and on any date thereafter, upon payment of par and accrued interest, without redemption premium. Annual mandatory sinking fund principal payments are due on December 1 of each year beginning on December 1, 2017.

The 2016 Bonds are secured by pledged revenues consisting of the Required Mill Levy, Capital Fees, that portion of the Specific Ownership Taxes allocable to the Required Mill Levy, and any other legally available moneys in that the District determines to apply as pledged revenues. The Required Mill Levy is an ad valorem mill imposed upon all taxable property of the District each year in an amount which will be sufficient to pay the principal of an interest on the 2016 Bonds when due and owing.

The District's current debt service schedule is attached for the Series 2016 Bonds.

The District has no operating or capital leases.

Reserve Funds

Emergency Reserve

The District has provided for an Emergency Reserve fund equal to at least 3% of the fiscal year spending for 2022, as defined under TABOR.

Debt Service Reserve

The District maintains a Debt Service Reserve as required with the issuance of the 2016 Bonds.

This information is an integral part of the accompanying budget.

**BRADBURN METROPOLITAN DISTRICT NO. 3
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

**\$8,500,000 General Obligation Refunding Bonds
Series 2016, Dated November 23, 2016
4.00% Term Bonds Due December 1, 2046
Interest Payable June 1 and December 1,
Principal Due December 1**

Year Ended December 31,	Principal	Interest	Total
2022	\$ 135,000	\$ 328,887	\$ 463,887
2023	140,000	323,488	463,488
2024	155,000	317,887	472,887
2025	160,000	311,688	471,688
2026	175,000	305,287	480,287
2027	185,000	298,288	483,288
2028	200,000	290,425	490,425
2029	210,000	281,925	491,925
2030	225,000	273,000	498,000
2031	235,000	263,437	498,437
2032	255,000	253,450	508,450
2033	270,000	241,975	511,975
2034	290,000	229,825	519,825
2035	305,000	216,775	521,775
2036	330,000	203,050	533,050
2037	345,000	188,200	533,200
2038	365,000	174,400	539,400
2039	380,000	159,800	539,800
2040	410,000	144,600	554,600
2041	425,000	128,200	553,200
2042	450,000	111,200	561,200
2043	470,000	93,200	563,200
2044	500,000	74,400	574,400
2045	520,000	54,400	574,400
2046	840,000	33,600	873,600
	<u>\$ 7,975,000</u>	<u>\$ 5,301,387</u>	<u>\$ 13,276,387</u>

No assurance provided. See summary of significant assumptions.