

LETTER OF BUDGET TRANSMITTAL

Date: January 30, 2023

To: Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

Attached are the 2023 budget and budget message for AURORA CROSSROADS METROPOLITAN DISTRICT NO. 2 in ARAPAHOE County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on October 27, 2022. If there are any questions on the budget, please contact:

Lisa Johnson, District Manager
CliftonLarsonAllen LLP
8390 E. Crescent Parkway, Suite 300
Greenwood Village, CO 80111
Telephone number: 303-779-5710
Lisa.Johnson@claconnect.com

I, Lisa Johnson, District Manager of the AURORA CROSSROADS METROPOLITAN DISTRICT NO. 2 hereby certify that the attached is a true and correct copy of the 2023 budget.

By: 

Lisa Johnson, District Manager

RESOLUTION NO. 2022-10-06

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

The Board of Directors of Aurora Crossroads Metropolitan District No. 2 (the “**Board**”), City of Aurora, Arapahoe County, Colorado (the “**District**”), held a regular meeting, via teleconference On October 27, 2022, at the hour of 8:00 a.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 2023 BUDGET

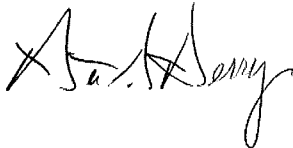
SENTINEL
PROOF OF PUBLICATION

STATE OF COLORADO
COUNTY OF ARAPAHOE }ss.

I DAVID L. PERRY, do solemnly swear that I am the PUBLISHER of the SENTINEL; that the same is a weekly newspaper published in the County of Arapahoe, State of Colorado and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said County of Arapahoe 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 30, 1923, entitled "Legal Notices and Advertisements," 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 1 consecutive insertions; and that the first publication of said notice was in the issue of said newspaper dated October 13 A.D. 2022 and that the last publication of said notice was in the issue of said newspaper dated October 13 A.D. 2022.

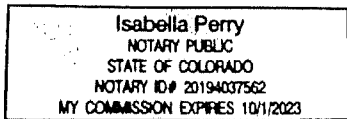
I witness whereof I have hereunto set my hand this 13th day of October A.D. 2022.



Subscribed and sworn to before me, a notary public in the County of Arapahoe, State of Colorado, this 13th day of October A.D. 2022.



Notary Public



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

NOTICE IS HEREBY GIVEN that the Boards of Directors (the "Boards") of the Aurora Crossroads Metropolitan District Nos. 1-2 (the "Districts"), will hold a meeting via teleconference on Thursday, October 27, 2022 at 8:00 A.M., 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: Dial 303-858-1802, and entering PIN#: 1102

NOTICE IS FURTHER GIVEN that Amended Budgets and Proposed Budgets have been submitted to the Districts. Copies of the Amended Budgets and the Proposed Budgets are on file in the office of the Districts' Accountant, Simmons & Wheeler, PC, 304 Inverness Way South, Suite 490, Englewood, Colorado, where the same are open for public inspection.

Any interested elector of the Districts may file any objections to the Amended Budgets and Proposed Budgets at any time prior to final adoption of the Amended Budgets and Proposed 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
BOARDS OF DIRECTORS:
AURORA CROSSROADS
METROPOLITAN DISTRICT NOS. 1-2,
quasi-municipal corporations and political
subdivisions of the State of Colorado
/s/ White Bear Ankele Tanaka & Waldron
Attorneys at Law

Publication: October 13, 2022
Sentinel

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 10.000 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 50.000 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 1.000 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 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 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 Arapahoe 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 OCTOBER 27, 2022.

DISTRICT:

AURORA CROSSROADS METROPOLITAN DISTRICT NO. 2, a quasi-municipal corporation and political subdivision of the State of Colorado

By: *Otis Moore*
Otis Moore (Oct 28, 2022 13:12 MDT)
Officer of the District

Attest:

By: *AK*
Andrew Klein (Oct 28, 2022 11:42 MDT)

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

James D. Ankele
General Counsel to the District

STATE OF COLORADO
COUNTY OF ARAPAHOE
AURORA CROSSROADS 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 via teleconference on October 27, 2022, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 28th day of October, 2022.

AK
Andrew Klein (Oct 28, 2022 11:42 MDT)

EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

AURORA CROSSROADS METROPOLITAN DISTRICT NO. 2
2023
BUDGET MESSAGE

Attached please find a copy of the adopted 2023 budget for the Aurora Crossroads Metropolitan District No. 2.

The Aurora Crossroads Metropolitan District No. 2 has adopted budgets for three funds, a General Fund to provide for operating and maintenance expenditures; a Capital Projects Fund to provide for the regional improvements that are to be built for the benefit of the District and a Debt Service Fund to account for the repayment of principal and interest 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 sources of revenue for the district in 2023 will be property taxes and interest income. The district intends to impose a mill levy of 61.000 mills on all property within the district for 2023, of which 11.000 mills will be dedicated to the General Fund, of which 1.000 mill is restricted for regional improvements per an intergovernmental agreement with the City of Aurora, and the balance of 50.000 mills will be allocated to the Debt Service Fund.

Aurora Crossroads 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>8/31/2022</u> | Estimate <u>2022</u> | Adopted Budget <u>2023</u> |
|--------------------------------|-----------------------|----------------------------------|----------------------------|-------------------------|----------------------------------|
| Beginning fund balance | \$ - | \$ 1,000 | \$ 80 | \$ 80 | \$ - |
| Revenues: | | | | | |
| Property taxes | 169,897 | 423,634 | 423,635 | 423,635 | 380,725 |
| Specific ownership taxes | 11,709 | 33,891 | 17,845 | 26,800 | 22,844 |
| Property taxes ARI | 16,990 | 42,363 | 42,363 | 42,363 | 38,073 |
| Specific ownership taxes ARI | 1,171 | 3,389 | 1,785 | 2,700 | 2,284 |
| Interest income | 80 | 100 | 4,194 | 6,300 | 4,041 |
| Total revenues | <u>199,847</u> | <u>503,377</u> | <u>489,822</u> | <u>501,798</u> | <u>447,967</u> |
| Total funds available | <u>199,847</u> | <u>504,377</u> | <u>489,902</u> | <u>501,878</u> | <u>447,967</u> |
| Expenditures: | | | | | |
| Transfer to District No. 1 | 179,058 | 200,000 | 435,125 | 450,460 | 200,000 |
| Treasurer fees | 2,548 | 6,355 | 6,355 | 6,355 | 5,711 |
| Treasurer fees ARI | 255 | 635 | 635 | 635 | 571 |
| Aurora regional improvements | 17,906 | 46,387 | 43,512 | 44,428 | 39,786 |
| Contingency | - | 249,100 | - | - | 194,517 |
| Emergency reserve (3%) | - | 1,900 | - | - | 7,382 |
| Total expenditures | <u>199,767</u> | <u>504,377</u> | <u>485,627</u> | <u>501,878</u> | <u>447,967</u> |
| Ending fund balance | <u>\$ 80</u> | <u>\$ -</u> | <u>\$ 4,275</u> | <u>\$ -</u> | <u>\$ -</u> |
| Assessed valuation | <u>\$ 16,989,749</u> | <u>\$ 42,363,411</u> | | | <u>\$ 38,072,556</u> |
| Mill Levy - operations | 10.000 | 10.000 | | | 10.000 |
| Mill Levy - ARA | <u>1.000</u> | <u>1.000</u> | | | <u>1.000</u> |
| Mill Levy - Total General Fund | <u>11.000</u> | <u>11.000</u> | | | <u>11.000</u> |

Aurora Crossroads Metropolitan District No. 2
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2023

| | Actual <u>2021</u> | Adopted Budget <u>2022</u> | Actual <u>8/31/2022</u> | Estimate <u>2022</u> | Adopted Budget <u>2023</u> |
|-----------------------------|-----------------------|----------------------------------|----------------------------|-------------------------|----------------------------------|
| Beginning fund balance | \$ 37,816,390 | \$ 35,510,061 | \$35,087,224 | \$ 35,087,224 | \$ 22,468,214 |
| Revenues: | | | | | |
| Developer advances | 30,775 | - | - | - | - |
| Interest income | <u>14,919</u> | <u>15,000</u> | <u>148,322</u> | <u>155,000</u> | <u>150,000</u> |
| Total revenues | <u>45,694</u> | <u>15,000</u> | <u>148,322</u> | <u>155,000</u> | <u>150,000</u> |
| Total funds available | <u>37,862,084</u> | <u>35,525,061</u> | <u>35,235,546</u> | <u>35,242,224</u> | <u>22,618,214</u> |
| Expenditures: | | | | | |
| Trustee / paying agent fees | - | - | 500 | 500 | - |
| Transfer to District No. 1 | <u>2,774,860</u> | <u>1,500,000</u> | <u>11,773,510</u> | <u>12,773,510</u> | <u>10,000,000</u> |
| Total expenditures | <u>2,774,860</u> | <u>1,500,000</u> | <u>11,774,010</u> | <u>12,774,010</u> | <u>10,000,000</u> |
| Ending fund balance | <u>\$ 35,087,224</u> | <u>\$ 34,025,061</u> | <u>\$23,461,536</u> | <u>\$ 22,468,214</u> | <u>\$ 12,618,214</u> |

Aurora Crossroads Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2023

| | Actual <u>2021</u> | Adopted Budget <u>2022</u> | Actual 8/31/2022 | Estimate <u>2022</u> | Adopted Budget <u>2023</u> |
|--------------------------------------|-----------------------|----------------------------------|---------------------|-------------------------|----------------------------------|
| Beginning fund balance | \$ 5,472,279 | \$ 5,223,112 | \$ 5,016,411 | \$ 5,016,411 | \$ 5,455,625 |
| Revenues: | | | | | |
| Property taxes | 849,487 | 2,118,171 | 2,118,174 | 2,118,171 | 1,903,628 |
| Specific ownership taxes | 58,546 | 169,454 | 89,221 | 133,800 | 114,218 |
| Interest income | <u>2,091</u> | <u>2,000</u> | <u>32,792</u> | <u>49,000</u> | <u>35,644</u> |
| Total revenues | <u>910,124</u> | <u>2,289,625</u> | <u>2,240,187</u> | <u>2,300,971</u> | <u>2,053,490</u> |
| Total funds available | <u>6,382,403</u> | <u>7,512,737</u> | <u>7,256,598</u> | <u>7,317,382</u> | <u>7,509,115</u> |
| Expenditures: | | | | | |
| Bond interest expense - Series 2020A | 1,346,250 | 1,346,250 | 673,125 | 1,346,250 | 1,346,250 |
| Bond interest expense - Series 2020B | - | - | - | 476,734 | 1,330,872 |
| Treasurer's fees | 12,742 | 31,773 | 31,773 | 31,773 | 28,554 |
| Trustee / paying agent fees | <u>7,000</u> | <u>7,000</u> | <u>-</u> | <u>7,000</u> | <u>6,939</u> |
| Total expenditures | <u>1,365,992</u> | <u>1,385,023</u> | <u>704,898</u> | <u>1,861,757</u> | <u>2,712,615</u> |
| Ending fund balance | <u>\$ 5,016,411</u> | <u>\$ 6,127,714</u> | <u>\$ 6,551,700</u> | <u>\$ 5,455,625</u> | <u>\$ 4,796,500</u> |
| Assessed valuation | <u>\$ 16,989,749</u> | <u>\$ 42,363,411</u> | | | <u>\$ 38,072,556</u> |
| Mill Levy | <u>50.000</u> | <u>50.000</u> | | | <u>50.000</u> |
| Total Mill Levy | <u>61.000</u> | <u>61.000</u> | | | <u>61.000</u> |

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Arapahoe County, Colorado.

On behalf of the Aurora Crossroads Metropolitan District No. 2,
(taxing entity)^A

the Board of Directors,
(governing body)^B

of the Aurora Crossroads Metropolitan District No. 2,
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 38,072,556 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: \$ 38,072,556 (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: _____ for budget/fiscal year 2023.
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

| PURPOSE <small>(see end notes for definitions and examples)</small> | LEVY ² | REVENUE ² |
|--|---------------------|----------------------|
| 1. General Operating Expenses ^H | 10.000 mills | \$ 380,725 |
| 2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I | < > mills | \$ < > |
| SUBTOTAL FOR GENERAL OPERATING: | 10.000 mills | \$ 380,725 |
| 3. General Obligation Bonds and Interest ^J | 50.000 mills | \$ 1,903,628 |
| 4. Contractual Obligations ^K | 1.000 mills | \$ 38,073 |
| 5. Capital Expenditures ^L | _____ mills | \$ _____ |
| 6. Refunds/Abatements ^M | _____ mills | \$ _____ |
| 7. Other ^N (specify): _____ | _____ mills | \$ _____ |
| _____ | _____ mills | \$ _____ |
| TOTAL: <small>[Sum of General Operating Subtotal and Lines 3 to 7]</small> | 61.000 mills | \$ 2,322,426 |

Contact person: Diane K. Wheeler Daytime phone: (303) 689-0833
 (print)
 Signed: Diane K. Wheeler Title: District Accountant

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) 866-2156.

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: | <u>\$26,925,000 Limited Tax General Obligation Bonds</u> |
| | Series: | <u>2020A</u> |
| | Date of Issue: | <u>September 10, 2020</u> |
| | Coupon Rate: | <u>5.000%</u> |
| | Maturity Date: | <u>December 1, 2050</u> |
| | Levy: | <u>50.000</u> |
| | Revenue: | <u>\$1,903,628</u> |
| | | |
| 2. | Purpose of Issue: | <u>\$18,075,000 Subordinate Limited Tax General Obligation Bonds</u> |
| | Series: | <u>2020B</u> |
| | Date of Issue: | <u>September 10, 2020</u> |
| | Coupon Rate: | <u>7.750%</u> |
| | Maturity Date: | <u>December 15, 2050</u> |
| | Levy: | <u>0.000</u> |
| | Revenue: | <u>\$0</u> |

CONTRACTS^K:

- | | | |
|----|----------------------|---|
| 3. | Purpose of Contract: | <u>Aurora Regional Improvements Authority No. 5 Establishment Agreement</u> |
| | Title: | <u>Aurora Regional Improvements Authority No. 5 Establishment Agreement</u> |
| | Date: | <u>November 10, 2008, as amended</u> |
| | Principal Amount: | <u>N/A</u> |
| | Maturity Date: | <u>N/A</u> |
| | Levy: | <u>1.000</u> |
| | Revenue: | <u>\$38,073</u> |
| | | |
| 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.

Notes:

^A **Taxing Entity**—A jurisdiction authorized by law to impose ad valorem property taxes on taxable property located within its territorial limits (please see notes B, C, and H below). For purposes of the DLG 70 only, a taxing entity is also a geographic area formerly located within a *taxing entity's* boundaries for which the county assessor certifies a valuation for assessment and which is responsible for payment of its share until retirement of financial obligations incurred by the *taxing entity* when the area was part of the *taxing entity*. For example: an area of excluded property formerly within a special district with outstanding general obligation debt at the time of the exclusion or the area located within the former boundaries of a dissolved district whose outstanding general obligation debt service is administered by another local government^C.

^B **Governing Body**—The board of county commissioners, the city council, the board of trustees, the board of directors, or the board of any other entity that is responsible for the certification of the *taxing entity's* mill levy. For example: the board of county commissioners is the governing board ex officio of a county public improvement district (PID); the board of a water and sanitation district constitutes ex officio the board of directors of the water subdistrict.

^C **Local Government** - For purposes of this line on Page 1 of the DLG 70, the local government is the political subdivision under whose authority and within whose boundaries the *taxing entity* was created. The local government is authorized to levy property taxes on behalf of the *taxing entity*. For example, for the purposes of this form:

1. a municipality is both the local government and the *taxing entity* when levying its own levy for its entire jurisdiction;
2. a city is the local government when levying a tax on behalf of a business improvement district (BID) *taxing entity* which it created and whose city council is the BID board;
3. a fire district is the local government if it created a subdistrict, the *taxing entity*, on whose behalf the fire district levies property taxes.
4. a town is the local government when it provides the service for a dissolved water district and the town board serves as the board of a dissolved water district, the *taxing entity*, for the purpose of certifying a levy for the annual debt service on outstanding obligations.

^D **GROSS Assessed Value** - There will be a difference between gross assessed valuation and net assessed valuation reported by the county assessor only if there is a “tax increment financing” entity (see below), such as a downtown development authority or an urban renewal authority, within the boundaries of the *taxing entity*. The board of county commissioners certifies each *taxing entity's* total mills upon the *taxing entity's* Gross Assessed Value found on Line 2 of Form DLG 57.

^E **Certification of Valuation by County Assessor, Form DLG 57** - The county assessor(s) uses this form (or one similar) to provide valuation for assessment information to a *taxing entity*. The county assessor must provide this certification no later than August 25th each year and may amend it, one time, prior to December 10th.

^F **TIF Area**—A downtown development authority (DDA) or urban renewal authority (URA), may form plan areas that use “tax increment financing” to derive revenue from increases in assessed valuation (gross minus net, Form DLG 57 Line 3) attributed to the activities/improvements within the plan area. The DDA or URA receives the differential revenue of each overlapping *taxing entity's* mill levy applied against the *taxing entity's* gross assessed value after subtracting the *taxing entity's* revenues derived from its mill levy applied against the net assessed value.

^G **NET Assessed Value**—The total taxable assessed valuation from which the *taxing entity* will derive revenues for its uses. It is found on Line 4 of Form DLG 57.

^H **General Operating Expenses (DLG 70 Page 1 Line 1)**—The levy and accompanying revenue reported on Line 1 is for general operations and includes, in aggregate, all levies for and revenues raised by a *taxing entity* for purposes not lawfully exempted and detailed in Lines 3 through 7 on Page 1 of the DLG 70. For example: a fire pension levy is included in general operating expenses, unless the pension is voter-approved, if voter-approved, use Line 7 (Other).

^I Temporary Tax Credit for Operations (DLG 70 Page 1 Line 2)—The Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction of 39-1-111.5, C.R.S. may be applied to the *taxing entity's* levy for general operations to effect refunds. Temporary Tax Credits (TTCs) are not necessary for other types of levies (non-general operations) certified on this form because these levies are adjusted from year to year as specified by the provisions of any contract or schedule of payments established for the payment of any obligation incurred by the *taxing entity* per 29-1-301(1.7), C.R.S., or they are certified as authorized at election per 29-1-302(2)(b), C.R.S.

^J General Obligation Bonds and Interest (DLG 70 Page 1 Line 3)—Enter on this line the total levy required to pay the annual debt service of all general obligation bonds. Per 29-1-301(1.7) C.R.S., the amount of revenue levied for this purpose cannot be greater than the amount of revenue required for such purpose as specified by the provisions of any contract or schedule of payments. Title 32, Article 1 Special districts and subdistricts must complete Page 2 of the DLG 70.

^K Contractual Obligation (DLG 70 Page 1 Line 4)—If repayment of a contractual obligation with property tax has been approved at election and it is not a general obligation bond (shown on Line 3), the mill levy is entered on this line. Per 29-1-301(1.7) C.R.S., the amount of revenue levied for this purpose cannot be greater than the amount of revenue required for such purpose as specified by the provisions of any contract or schedule of payments.

^L Capital Expenditures (DLG 70 Page 1 Line 5)—These revenues are not subject to the statutory property tax revenue limit if they are approved by counties and municipalities through public hearings pursuant to 29-1-301(1.2) C.R.S. and for special districts through approval from the Division of Local Government pursuant to 29-1-302(1.5) C.R.S. or for any *taxing entity* if approved at election. Only levies approved by these methods should be entered on Line 5.

^M Refunds/Abatements (DLG 70 Page 1 Line 6)—The county assessor reports on the Certification of Valuation (DLG 57 Line 11) the amount of revenue from property tax that the local government did not receive in the prior year because taxpayers were given refunds for taxes they had paid or they were given abatements for taxes originally charged to them due to errors made in their property valuation. The local government was due the tax revenue and would have collected it through an adjusted mill levy if the valuation errors had not occurred. Since the government was due the revenue, it may levy, in the subsequent year, a mill to collect the refund/abatement revenue. An abatement/refund mill levy may generate revenues up to, but not exceeding, the refund/abatement amount from Form DLG 57 Line 11.

1. Please Note: If the *taxing entity* is in more than one county, as with all levies, the abatement levy must be uniform throughout the entity's boundaries and certified the same to each county. To calculate the abatement/refund levy for a *taxing entity* that is located in more than one county, first total the abatement/refund amounts reported by each county assessor, then divide by the *taxing entity's* total net assessed value, then multiply by 1,000 and round down to the nearest three decimals to prevent levying for more revenue than was abated/refunded. This results in an abatement/refund mill levy that will be uniformly certified to all of the counties in which the *taxing entity* is located even though the abatement/refund did not occur in all the counties.

^N Other (DLG 70 Page 1 Line 7)—Report other levies and revenue not subject to 29-1-301 C.R.S. that were not reported above. For example: a levy for the purposes of television relay or translator facilities as specified in sections 29-7-101, 29-7-102, and 29-7-105 and 32-1-1005 (1) (a), C.R.S.; a voter-approved fire pension levy; a levy for special purposes such as developmental disabilities, open space, etc.