

Resolution No. 2020-10-07

**RESOLUTION
ADOPTING BUDGET, IMPOSING MILL LEVY AND APPROPRIATING FUNDS**

(2021)

The Board of Directors of Aurora Crossroads Metropolitan District No. 2 (the “**Board**”), City of Aurora, Colorado (the “**District**”) held a special meeting at 4100 East Mississippi Avenue, Suite 500, Glendale, Colorado, on October 29, 2020, 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 2021 BUDGET

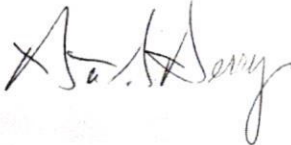
SENTINEL
PROOF OF PUBLICATION

STATE OF COLORADO
COUNTY OF ARAPAHOE }ss.

I DAVID PERRY, do solemnly swear that I am the PUBLISHER of the SENTINEL; that the same is a weekly newspaper published in the Counties of Arapahoe, Adams, and Denver, State of Colorado and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said Counties of Arapahoe, Adams and Denver 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 1 of consecutive insertions; and that the first publication of said notice was in the issue of said newspaper dated October 22 A.D. 2020 and that the last publication of said notice was in the issue of said newspaper dated October 22 A.D. 2020.

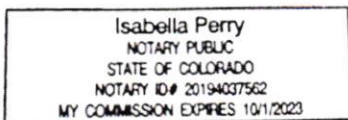
I witness whereof I have hereunto set my hand this 22nd day of October A.D. 2020



Subscribed and sworn to before me, a notary public in the County of Arapahoe, State of Colorado, this 22nd day of October A.D. 2020.



Notary Public



NOTICE OF PUBLIC HEARING
ON THE PROPOSED 2021 BUDGET
AND NOTICE OF PUBLIC HEARING
ON THE AMENDED 2020 BUDGET

NOTICE IS HEREBY GIVEN that proposed 2021 budgets have been submitted to the Boards of Directors (the "Boards") of the AURORA CROSSROAD METROPOLITAN DISTRICT NOS. 1-3 (the "Districts"). A copy of each of the proposed budgets is on file in the office of Simmons & Wheeler, 304 Inverness Way South, Suite 490, Englewood, Colorado, where the same are open for public inspection.

NOTICE IS FURTHER GIVEN that amendments to the 2020 budgets have been submitted to the Districts. A copy of each of the proposed amended budgets is on file in the office of Simmons & Wheeler, 304 Inverness Way South, Suite 490, Englewood, Colorado, where the same are open for public inspection.

Such proposed budgets and amended budgets will be considered at a public hearing during a joint meeting of the Districts to be held on October 29, 2020 at 8:00 A.M. Due to Executive Orders issued by Governor Polis and Public Health Orders implementing the Executive Orders issued by the Colorado Department of Public Health and Environment, and the threat posed by the COVID-19 coronavirus, this meeting will be held at 4100 East Mississippi Avenue, Suite 500, Denver, Colorado and via teleconferencing and can be joined through calling 303-858-1802, PIN 1102.

Any interested elector of the Districts may file or register any objections to the proposed budgets or amended budgets at any time prior to final adoption of the budgets and amended budgets by the governing body of the District.

BY ORDER OF THE
BOARDS OF DIRECTORS:
AURORA CROSSROAD
METROPOLITAN DISTRICT NOS. 1-3
/s/ White Bear Ankele Tanaka & Waldron
Attorneys at Law

Publication: October 22, 2020
Sentinel

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 2021 AND ENDING ON THE LAST DAY OF DECEMBER 2021.

WHEREAS, the Board has authorized its accountant and 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 October 29, 2020, interested electors were given the opportunity to file or present any objections to said proposed budget at any time prior to final 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 2021. 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 2021 budget year, there is hereby levied a tax of 11.000 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 2021 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 2021 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 5. Levy for Capital Project Expenses. For the purposes of meeting all capital project obligations of the District during the 2021 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. 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 7. Appropriations. The amounts set forth as expenditures in the budget attached hereto are hereby appropriated.

Section 8. 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 9. 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 THIS 29th DAY OF OCTOBER, 2020.

AURORA CROSSROADS METROPOLITAN DISTRICT
NO. 2



Kevin Smith (Oct 29, 2020 13:31 MDT)

Officer of the District

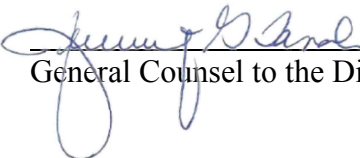
ATTEST:



Andrew Klein (Oct 29, 2020 13:35 MDT)

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law



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 on Thursday, October 29, 2020, at 4100 East Mississippi Avenue, Suite 500, Glendale, Colorado, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 29th day of October 2020.



Andrew Klein (Oct 29, 2020 13:35 MDT)

EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

AURORA CROSSROADS METROPOLITAN DISTRICT NO. 2
2021
BUDGET MESSAGE

Attached please find a copy of the adopted 2021 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 2021 will be property taxes and developer advances. The District intends to impose a mill levy of 61.000 mills on all property within the District for 2021, 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, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>8/31/2020</u>	Estimate <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Property taxes	-	-	-	-	186,888
Specific ownership taxes	-	-	-	-	14,950
Developer advances	-	50,000	-	-	-
Total revenues	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>201,838</u>
Total funds available	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>201,838</u>
Expenditures:					
Accounting / audit	-	4,000	-	-	-
Election	-	3,000	-	-	-
Insurance/SDA dues	-	9,200	-	-	-
Legal	-	20,000	-	-	-
Miscellaneous	-	2,500	-	-	-
Transfer to District No. 1	-	-	-	-	179,441
Treasurer fees	-	-	-	-	2,803
Aurora regional improvements	-	-	-	-	18,094
Contingency	-	9,800	-	-	-
Emergency reserve (3%)	-	1,500	-	-	1,500
Total expenditures	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>201,838</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 2,045,616</u>			<u>\$ 16,989,749</u>
Mill Levy - operations					10.000
Mill Levy - ARA					<u>1.000</u>
Mill Levy - Total General Fund		<u>-</u>			<u>11.000</u>

Aurora Crossroads Metropolitan District No. 2
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>8/31/2020</u>	Estimate <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ 18,150,364
Revenues:					
Developer advances	-	-	-	10,000,000	8,150,364
Bond proceeds	-	-	-	45,000,000	-
Bond premium	-	-	-	384,712	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>55,384,712</u>	<u>8,150,364</u>
Total funds available	<u>-</u>	<u>-</u>	<u>-</u>	<u>55,384,712</u>	<u>26,300,728</u>
Expenditures:					
Capital expenditures	-	-	-	10,000,000	8,150,364
Developer Reimbursement	-	-	-	10,000,000	8,150,364
Cost of Issuance	-	-	-	1,461,817	-
Transfer to District No. 1	-	-	-	10,000,000	10,000,000
Transfer to Debt Service	-	-	-	5,772,531	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,234,348</u>	<u>26,300,728</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,150,364</u>	<u>\$ -</u>

Aurora Crossroads Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>8/31/2020</u>	Estimate <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ 5,462,625
Revenues:					
Property taxes	-	-	-	-	849,487
Specific ownership taxes	-	-	-	-	67,959
Transfers from Debt Fund	-	-	-	5,772,531	-
Total revenues	-	-	-	5,772,531	917,446
Total funds available	-	-	-	5,772,531	6,380,071
Expenditures:					
Bond interest expense - Series 2020A	-	-	-	302,906	1,346,250
Treasurer's fees	-	-	-	-	12,742
Trustee / paying agent fees	-	-	-	7,000	7,000
Total expenditures	-	-	-	309,906	1,365,992
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,462,625</u>	<u>\$ 5,014,079</u>
Assessed valuation		<u>\$ 2,045,616</u>			<u>\$ 16,989,749</u>
Mill Levy		<u>-</u>			<u>50.000</u>
Total Mill Levy		<u>-</u>			<u>61.000</u>