

GREAT WESTERN PARK METROPOLITAN DISTRICT NO. 2

2015 Budget Message

Introduction

The budget reflects the projected spending plan for the 2015 fiscal year based on available revenues. This budget provides for the general operation of the District and facilitation of capital project expenditures.

The District's 2014 assessed value increased to \$1,074,500. The District certified a 2014 General Fund mill levy of 40.232 mills, for collection in 2015 with 5.000 mills dedicated to the General Fund and 35.232 mills to the Debt Service Fund.

The District formed in December 2008 for the purpose of providing design, financing, acquisition, and construction of certain infrastructure improvements.

Budgetary Basis of Accounting

The District uses funds to budget and report on the financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions. The various funds determine the total District budget. All of the District's funds are considered Governmental Funds and are reported using the current financial resources and the modified accrual basis of accounting. Revenues are recognized when they are measurable and available. Revenues are considered available when they are collectible within the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures, other than the interest on long term obligations, are recorded when the liability is incurred or the long-term obligation paid.

Fund Summaries

General Fund is used to account for resources traditionally associated with government such as property taxes, specific ownership tax and expenditures which include District administration, legal services, and other expenses related to statutory operations of a local government. The primary expenditure in 2015 is a transfer to District No. 1.

Debt Service Fund is used to account for resources which are transferred to District No. 1's Debt Service fund for repayment of long term debt.

Capital Projects Fund is used to account for revenues and expenditures to complete capital projects such as new improvements and upgrades to existing infrastructure. The primary source of revenue comes from a developer advance.

Emergency Reserve

As required under Article X, Section 20 of the Colorado Constitution, the District has provided for an Emergency Reserve in the amount of 3% of the total fiscal year expenditures in the General Fund.

Great Western Park Metropolitan District No. 2
Assessed Value, Property Tax and Mill Levy Information

	2013 Actual	2014 Adopted Budget	2015 Adopted Budget
Assessed Valuation	\$ 4,860	\$ 5,150	\$ 1,074,500
Mill Levy			
General Fund	5.000	5.000	5.000
Debt Service Fund	35.232	35.232	35.232
Temporary Mill Levy Reduction	0.000	0.000	0.000
Refunds and Abatements	0.000	0.000	0.000
Total Mill Levy	<u>40.232</u>	<u>40.232</u>	<u>40.232</u>
Property Taxes			
General Fund	\$ 24	\$ 26	\$ 5,373
Debt Service Fund	171	181	37,857
Temporary Mill Levy Reduction	-	-	-
Refunds and Abatements	-	-	-
Actual/Budgeted Property Taxes	<u>\$ 195</u>	<u>\$ 207</u>	<u>\$ 43,230</u>

GWP No. 1 and GWP No. 2 have entered into a Capital Pledge Agreement to support GWP No. 1's \$9,620,000 Nonrevolving Line of Credit Note, Series 2010. The GWP No. 1 Series 2010 Note was issued to Great Western Park, LLC to evidence the District's obligation to reimburse for expenses incurred by GWP LLC for the installation of public improvements. The GWP No. 1 Series 2010 Note is supported by GWP No. 2's pledge of a debt service mill levy imposed annually in the amount of 35 mills, adjusted for legislative changes, but in no event greater than 50 mills. GWP No. 2's obligation to impose a mill levy for repayment of the GWP No. 1 Series 2010 Note commences with certification in 2011 for collection in 2012.

The GWP No. 2 Service Plan limits GWP No. 2's debt service mill levy to 35.000 mills adjusted for Gallagher from January 1, 2001.

Great Western Park Metropolitan District No. 2

**GENERAL FUND
2015 ADOPTED BUDGET**

with 2013 Actual, 2014 Adopted Budget and 2014 Amended Budget

	2013 Actual	2014 Adopted Budget	2014 Amended Budget	2015 Adopted Budget
BEGINNING FUND BALANCE	-	-	-	-
REVENUE				
Property Tax Revenue	24	26	26	5,373
Specific Ownership Taxes	-	-	3	200
Interest Income	-	-	-	-
Miscellaneous Income	-	-	-	-
Total Revenue	24	26	29	5,573
Total Funds Available	24	26	29	5,573
EXPENDITURES				
Accounting	-	-	-	-
Audit	-	-	-	-
Director's Fees	-	-	-	-
Election	-	-	-	-
Insurance/SDA Dues	-	-	-	-
Legal	-	-	-	-
Statutory Compliance	-	-	-	-
Management	-	-	-	-
Miscellaneous	-	-	-	-
Payroll Taxes	-	-	-	-
Treasurer's Fees	0	1	1	81
Transfer to Dist. No. 1	24	25	28	5,330
Total Expenditures	24	26	29	5,411
Emergency Reserve	-	-	-	162
Total Expenditures Requiring Appropriation	24	26	29	5,573
ENDING FUND BALANCE	\$ -	\$ -	\$ -	\$ -

Great Western Park Metropolitan District No. 2

**DEBT SERVICE FUND
2015 ADOPTED BUDGET
with 2013 Actual, 2014 Adopted Budget and 2014 Amended Budget**

	2013 Actual	2014 Adopted Budget	2014 Amended Budget	2015 Adopted Budget
BEGINNING FUND BALANCE	-	-	-	-
REVENUE				
Property Tax Revenue	169	181	180	37,857
Specific Ownership Taxes	-	-	6	1,200
Total Revenue	169	181	186	39,057
Total Funds Available	169	181	186	39,057
EXPENDITURES				
Treasurer's Fees	3	3	3	568
Transfer to Dist. No. 1	167	178	183	38,489
Total Expenditures	169	181	186	39,057
Total Expenditures Requiring Appropriation	169	181	186	39,057
ENDING FUND BALANCE	\$ -	\$ -	\$ -	\$ -

Great Western Park Metropolitan District No. 2

CAPITAL PROJECTS FUND

2015 ADOPTED BUDGET

with 2013 Actual, 2014 Adopted Budget and Estimated Budget

	2013 Actual	2014 Adopted Budget	2014 Estimated	2015 Adopted Budget
BEGINNING FUND BALANCE	-	-	-	-
REVENUE				
Transfer from General Fund	-	-	-	-
Developer Advance	-	-	-	6,000,000
Interest Income	-	-	-	-
Total Revenue	-	-	-	6,000,000
Total Funds Available	-	-	-	6,000,000
EXPENDITURES				
Accounting	-	-	-	-
Legal	-	-	-	-
Management	-	-	-	-
Capital Outlay	-	-	-	6,000,000
Engineering	-	-	-	-
Total Expenditures	-	-	-	6,000,000
Total Expenditures Requiring Appropriation	-	-	-	6,000,000
ENDING FUND BALANCE	\$ -	\$ -	\$ -	\$ -