EDGEMONT RANCH
METROPOLITAN DISTRICT

2019
BUDGET

Adopted
DECEMBER 6, 2018

2019 BUDGET
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EDGEMONT RANCH METROPOLITAN DISTRICT
2019 ANNUAL BUDGET MESSAGE

SERVICES

The Edgemont Ranch Metropolitan District was formed for the purpose of providing services to the developing community of the Edgemont Ranch. The District provides the following services to its customers:

Water and Wastewater Services
Public Safety
Street Maintenance and Improvements
Street Light Maintenance
Snow Removal

OVERVIEW OF BUDGET

The Edgemont Ranch Metropolitan District (District) does its business through four separate funds. They are the General, Water, Sewer, and Debt Service Funds. The Water and Sewer funds operate as self-supporting enterprise funds. These funds are supported by service fees and carry-over balance. Property taxes, construction surcharges, and carry-over balances support the General Fund. The Debt Service fund is supported by property taxes.

In the 2019 Budget, expenses shared between the funds are distributed between the funds. Some adjustments have been made with inflation, cost of service, and fund history in mind.

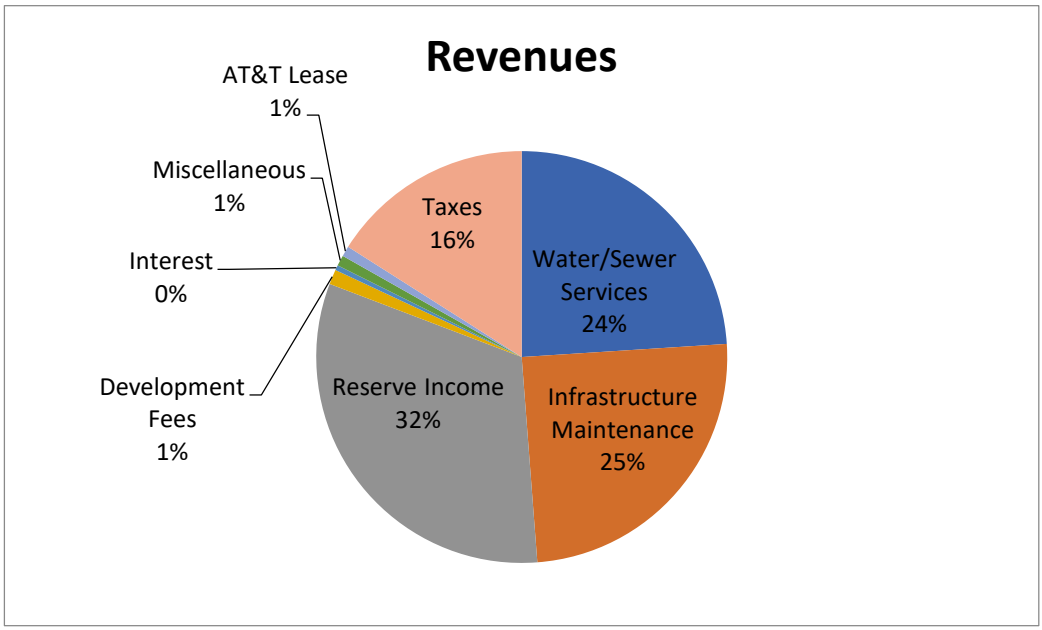
In accordance with Colorado State Budget Law, the District's Board of Directors holds public hearings in the fall of each year to review the current year's budget, approve the following year's budget and appropriate the funds necessary to operate for the ensuing year. Although it is the intent of the Board of Directors to adopt a budget, which will go unchanged, statutes do allow the Board of Directors to modify the budget and the appropriation resolutions upon completion of notification and publication requirements. This budget was prepared so that the subsequent accounting for the revenue and expenditures detailed in this document would comply with the Generally Accepted Accounting Practices. The basis used for accounting is the Modified Accrual Basis.

SCOPE OF BUDGET

The 2019 Budget allows the District to operate and maintain its facilities, and repair and replace equipment as needed. The beginning fund balance for 2019 is expected to be $5,882,391. The total fund revenues expected for 2019 are $1,701,756. Anticipated expenses for 2019 including capital outlays and emergency reserve are $3,574,620, leaving an ending fund balance of $4,009,527.

MAJOR SOURCES OF REVENUE

The following chart shows the major sources of revenue by category, followed by an explanation of each.



Water / Sewer Service and Fees **$ 408,117**

These are monthly base fees of $24 for water and $25 for sewer charged to all utility customers. In addition, there is a tiered water usage charge from $2 up to $12 per 1,000 gallons of water used per month, based on volume.

Infrastructure Maintenance Fees **$ 422,112**

Infrastructure Maintenance fees of $24 for water and $25 for sewer are charged to all improved lots on a *monthly* basis. Unimproved lots are charged an *annual* fee of $288 for water ($24x12) and $300 for sewer ($25x12).

Reserve Income **$ 544,424**

The Reserve Accounts are set up to fund road maintenance and upgrades to water and sewer systems. Reserve Income for the General Fund comes from a $6.00/month (or $72/year) Snow Removal Fee for all lots. Water system reserve fees of $10/month, or $120/year, are charged to each lot beginning October 2013 to cover loan payments for the Spring Valley Reservoir. This reservoir was built to store 3-5 months of water for the District in the event that the Florida River goes on call. Sewer system reserve fees of $45/month or $540/year are charged to each lot to fund upgrades to the Wastewater Treatment Plant. In addition, the Water and Sewer Fund split a $2,350 fee collected at the closing of each lot sold by the developer in Edgemont Highlands and Edgemont Meadows.

Property Taxes **$ 272,389**

The District receives tax revenue from two sources:

1. From the assessment of property taxes against real and personal property calculated by applying a mill levy against the assessed value of the property.
2. From the District's share of specific ownership taxes collected on automobiles and equipment by La Plata County, and penalties / interest.

The District's general operating levy has remained at 5.874 mills since 2000, when taxpayers voted to exempt the District from the TABOR and property tax limits. Based on the amended certified valuation of $25,160,730, this will generate $147,794. At the November 2005 election, voters in the District approved an additional 2 mills for road maintenance, this will generate $50,321. The District has 2 small mill levies of .016 mills each in 2019 for abatements and taxes on omitted property totaling $805. These

three levies combined with Specific Ownership Taxes and Penalties will provide $207,513 to the General Fund.

Voters also approved a mill levy of 6.547 mills in 2005 to cover the general obligation bond of $700,000 for road refurbishment. Each year this debt service mill levy is adjusted, based on changes in assessed valuation, to meet the debt service amount of $61,394 plus 2.5% to cover treasurer charges of 1.5% and allow for a small carryover balance. In 2019 the adjusted mill levy is 2.450. This levy combined with Specific Ownership Taxes and Penalties provides $64,876 to the Debt Service Fund.

The assessed property valuation for the District increased 8.9% from the previous year, resulting in an increase of property tax revenues of $15,285, not including specific ownership and interest. The mill levy, assessed valuation, and revenues received from property taxes in 2018 and 2019 are shown below:

2018 Mill levy 10.619 mills	2019 Mill levy 10.356 mills
2018 Assessed valuation $23,098,270	2019 Assessed valuation $25,160,730
2018 Revenues from property taxes $245,280	2019 Revenues from property taxes $260,565

Development Fees **$ 19,920**

Based on the estimate of 20 new homes to be started in 2019, these fees include:

1. The inspection of new connections to the water and wastewater systems.
2. Meter equipment.
3. A Road Construction Impact Surcharge of $500 for each home prior to construction used to repair the roads.

AT&T Lease **$ 13,824**

AT&T compensates the District a fee each month for providing an antenna site.

Miscellaneous Income **$ 14,270**

Miscellaneous income includes reimbursement by the homeowners' association for office rent and employee services.

ASSUMPTIONS FOR EXPENDITURES:

Most expenses are based on previous years' expenses and adjusted up or down according to our operation plans for 2019. In general, our operating plans are the same as 2018. Exceptions are as follows:

Lease Expense-Rancho Durango, Ltd.

The District's lease payments are 25% of water and sewer utility revenues in excess of $8,000 per month. The estimate is calculated based on actual payments to date and expected growth in the District. The 2019 estimate is $142,500.

Loan/Interest Payments

The District acquired a loan for the new waste water treatment plant in June 2017. Principal and interest payments total $311,083.

The Water Fund will have loan/interest payments in the amount of $122,216. The proceeds from this loan were used to construct the Spring Valley Reservoir in 2014, which stores 3-5 months water supply for the District.

Capital Outlay

The Water Fund will be replacing some equipment in the water treatment plant, upgrading the meter reading equipment which has become obsolete and replacing a large water meter at Farmhouse Village.

The District staff anticipates the new waste water construction to begin in late 2019 or early 2020. Expenditures for 2019 are estimated to be $2,000,000.

2019 ANNUAL COMBINED BUDGET

REVENUES	GENERAL FUND	WATER FUND	SEWER FUND	DEBT SERVICE	2019 TOTAL
Beginning Balance	**$ 422,707**	**$ 273,577**	**$ 5,119,988**	**$ 66,119**	**$ 5,882,391**
Utility Services		238,392	169,725		**408,117**
Infrastructure Maintenance		208,512	213,600		**422,112**
Inspection Fee Hookup		1,000	500		**1,500**
Meter Equipment		8,420			**8,420**
Taxes	207,513			64,876	**272,389**
Reserve Income	51,264	86,880	384,480		**522,624**
Highlands Lot Sales Fees		10,900	10,900		**21,800**
Road Construction Surcharge	10,000				**10,000**
AllTel Lease Income	13,824				**13,824**
Other Income	100	100	6,800		**7,000**
Rental Income	2,970	500	500		**3,970**
Salary Reimb-EPOA	10,000				**10,000**
TOTAL CURRENT YEAR REVENUES	**295,671**	**554,704**	**786,505**	**64,876**	**1,701,756**
TOTAL AVAILABLE REVENUE	**$ 718,378**	**$ 828,281**	**$ 5,906,493**	**$ 130,995**	**$ 7,584,147**
EXPENDITURES					
Administrative	**$ 33,208**	**$ 116,730**	**$ 80,430**	**$ 1,852**	**$ 232,220**
Audit	2,750	2,750	2,750	-	**8,250**
Billing Expense/Bank Charges	755	755	755		**2,265**
Dues & Subscriptions	595	435	435		**1,465**
Education	500	750	1,500		**2,750**
Election Expense	-	-	-		**-**
Insurance - Liability & Auto	8,300	8,300	8,300		**24,900**
La Plata Treasurers Expense	5,943			1,842	**7,785**
Lease Expense-RDL		89,775	52,725		**142,500**
Legal	2,000				**2,000**
Office Supplies/Equipment	1,900	1,500	1,500		**4,900**
Miscellaneous	1,000	1,000	1,000	10	**3,010**
Office Food	240	240	240		**720**
Computer Equipment	3,040	3,040	3,040		**9,120**
Propane	500	-	-		**500**
Telephone/Communications	2,300	2,300	2,300		**6,900**
Trash Removal	185	185	185		**555**
Travel Expense	200	200	2,200		**2,600**
Consulting/Engineering	3,000	5,500	3,500		**12,000**
Personnel Services	**157,665**	**134,980**	**156,565**	**-**	**449,210**
Payroll Expense	115,750	99,215	115,750	-	**330,715**
Payroll Tax Expense	9,600	8,200	9,600		**27,400**
On-call Compensation	1,800	1,700	1,700		**5,200**
Temp Help/Contract Labor	2,000	1,000	1,000		**4,000**
Insurance - Health	21,000	18,000	21,000		**60,000**
Retirement Plan	4,550	3,900	4,550		**13,000**
Workmans Compensation	2,200	2,200	2,200		**6,600**
Payroll Service	765	765	765		**2,295**
Vehicles & Equipment	**7,100**	**8,200**	**8,200**	**-**	**23,500**
Gas, Oil, Mileage	2,500	2,500	2,500		**7,500**
Vehicles and Equipment	3,500	3,500	3,500		**10,500**
Tools	500	500	500		**1,500**
Shop Supplies	600	600	600		**1,800**
Safety/Clothing	-	1,100	1,100		**2,200**
Public Safety	**21,745**				**21,745**
Roads	**51,470**				**51,470**
Water Treatment & Distribution		**146,150**			**146,150**
Sewer Treatment & Collection			**80,496**		**80,496**
Loan / Interest payments		**122,216**	**311,083**	**61,394**	**494,693**
TOTAL EXPENSES	**271,188**	**528,276**	**636,774**	**63,246**	**1,499,484**
OPERATING NET INCOME (LOSS)	**24,483**	**26,428**	**149,731**	**1,630**	**202,272**
Capital Outlay	**1,000**	**40,000**	**2,001,000**		**2,042,000**
Transfers	**-**	**-**	**-**		**-**
Emergency Reserve	**8,136**	**20,000**	**5,000**		**33,136**
NET INCOME (LOSS)	**15,347**	**(33,572)**	**(1,856,269)**	**1,630**	**(1,872,864)**
ENDING BALANCE	**$ 438,054**	**$ 240,005**	**$ 3,263,719**	**$ 67,749**	**$ 4,009,527**

2019 GENERAL FUND

REVENUES	ACTUAL 2017	PROJECTED 2018	BUDGET 2019
Beginning Balance	**$ 283,452**	**$ 355,347**	**$ 422,707**
Property Tax	176,074	182,460	198,938
Specific Ownership Taxes	18,893	15,981	8,500
Penalties/Interest on Taxes	270	2,284	75
Snow Removal Reserve	43,221	51,060	51,264
Road Impact Fees	17,500	24,925	10,000
AT&T Lease Income	13,824	13,824	13,824
Other Income	130	71	100
Rental Income	2,970	2,723	2,970
Salary Reimb-EPOA	9,441	9,586	10,000
TOTAL CURRENT YEAR REVENUES:	282,323	302,914	295,671
TOTAL AVAILABLE REVENUE:	**$ 565,775**	**$ 658,261**	**$ 718,378**
EXPENDITURES			
Administrative	**$ 35,932**	**$ 22,380**	**$ 33,208**
Audit	2,750	2,749	2,750
Billing Expense/Bank Charges	660	642	755
Dues & Subscriptions	359	473	595
Education	60	270	500
Election Expense	-	43	-
Insurance - Liability & Auto	3,842	4,660	8,300
La Plata County Treasurer's Expense	5,254	5,435	5,943
Legal		900	2,000
Office Supplies/Equipment	7,221	1,533	1,900
Miscellaneous	2,213	776	1,000
Office Food	5,615	132	240
Computer Support	223	1,964	3,040
Propane	2,444	271	500
Telephone/Communications	-	2,257	2,300
Trash Removal	4,975	117	185
Travel and Entertainment Expense	115	158	200
Consulting/Engineering	201	-	3,000
	-		
Personnel Services	**140,215**	**148,230**	**157,665**
Payroll Expense	103,585	110,857	115,750
Payroll Tax Expense	8,637	9,148	9,600
On-Call Compensation	1,736	1,800	1,800
Temp Help/Contract Labor	-	-	2,000
Insurance - Health	19,523	19,561	21,000
Retirement Plan	4,083	4,415	4,550
Workmans Compensation	1,947	1,720	2,200
Payroll Service	704	729	765
Vehicles & Equipment	**4,796**	**4,605**	**7,100**
Gas, Oil, Mileage	1,381	2,512	2,500
Vehicles and Equipment	2,585	1,164	3,500
Tools	195	481	500
Shop Supplies	635	448	600
	-		
Public Safety	**12,460**	**13,864**	**21,745**
R & M Signs & Lights	1,326	1,177	6,500
Street Light Electric	8,351	9,216	10,800
R& M Buildings & Structures	1,169	1,604	2,445
Weed Control	1,614	1,867	2,000
Roads	**17,025**	**43,690**	**51,470**
R & M Roads	2,971	33,975	35,070
Snow Removal	4,689	2,107	8,200
R&M Snow Equipment	9,365	7,608	8,200
TOTAL EXPENSES	**210,428**	**232,769**	**271,188**
OPERATING NET INCOME (LOSS)	**71,895**	**70,145**	**24,483**
Capital Outlay	**-**	**2,785**	**1,000**
Accounting Software Upgrade	-	2,785	
Gorton Easements/Bridge	-	-	
Server Based Network Equip Radios			1,000
Transfers In (Out)	**-**	**-**	**-**
Emergency Reserve	-		**8,136**
NET INCOME (LOSS)	**71,895**	**67,360**	**15,347**
ENDING BALANCE	**$ 355,347**	**$ 422,707**	**$ 438,054**

2019 WATER FUND

REVENUES	ACTUAL 2017	PROJECTED 2018	BUDGET 2019
Beginning Balance	**$ 137,842**	**$ 189,474**	**$ 273,577**
Sales - Water	221,766	232,288	238,392
Infrastructure Maintenance Fees	175,850	207,718	208,512
Inspection Fee Hookup	1,750	2,350	1,000
Meter Equipment	14,735	20,289	8,420
Water System Reserve	73,271	86,548	86,880
Highlands Lot Sale Fees	64,625	62,275	10,900
Other Income	550	526	100
Rental Income	500	500	500
TOTAL CURRENT YEAR REVENUES:	**553,047**	**612,494**	**554,704**
TOTAL AVAILABLE REVENUE:	**$ 690,889**	**$ 801,968**	**$ 828,281**
EXPENDITURES			
Administrative	**$ 108,514**	**$ 108,102**	**$ 116,730**
Audit	2,750	2,750	2,750
Billing Expense/Bank Charges	657	640	755
Dues & Subscriptions	485	780	435
Education	286	952	750
Election Expense	-	-	-
Insurance - Liability & Auto	3,842	4,660	8,300
Lease Expense - RDL	83,196	86,750	89,775
Legal	-	180	-
Office Supplies/Equipment	1,775	1,910	1,500
Miscellaneous	5,348	1,219	1,000
Office Food	218	155	240
Computer Support	4,164	3,620	3,040
Propane	267	0	-
Telephone/Communications	4,946	1,990	2,300
Trash Removal-Water	115	117	185
Travel and Entertainment Expense	337	1,867	200
Consulting/Engineering	128	512	5,500
Personnel Services	**120,784**	**127,560**	**134,980**
Payroll Expense	88,787	95,020	99,215
Payroll Tax Expense	7,403	7,841	8,200
On-call Compensation	1,732	1,700	1,700
Temp Help/Contract Labor	-	-	1,000
Insurance - Health	16,734	16,766	18,000
Retirement Plan	3,500	3,784	3,900
Workmans Compensation	1,924	1,720	2,200
Payroll Service	704	729	765
Vehicles & Equipment	**4,050**	**5,434**	**8,200**
Gas, Oil, Mileage	1,377	2,462	2,500
Vehicles and Equipment	1,815	1,935	3,500
Tools	170	237	500
Shop Supplies	477	191	600
Safety/Clothing	211	609	1,100
Water Treatment	**104,815**	**112,427**	**115,655**
Annual Permit/Fees	1,130	815	1,130
Lab Supplies - WTP	1,014	-	2,200
Electric WTP	21,719	23,103	25,200
Electric Booster Station	11,696	12,443	13,200
O & M Source & Supply	6,876	8,402	7,700
Chemicals / Treatment	14,411	12,552	16,300
O & M Equipment / Machinery	242	3,323	11,000
Testing	2,477	2,321	7,000
R & M Buildings & Structures	9,371	986	1,925
Water Projects	35,879	48,482	30,000
Water Distribution	**28,867**	**33,115**	**30,495**
Meter Equipment/Distribution	17,534	17,825	21,000
O & M Services/Distribution	7,986	14,184	4,795
O&M Equipment / Machinery	2,499	-	-
Lab Supplies - Distribution	167	251	2,100
Building R& - Distribution			1,500
Safety / Clothing Distribution	681	855	1,100
Loan / Interest Payments	**122,216**	**122,217**	**122,216**
Principal payment	90,357	97,485	101,256
Interest Payment	31,859	24,732	20,960
TOTAL EXPENSES	**489,246**	**508,855**	**528,276**
OPERATING NET INCOME (LOSS)	**63,801**	**103,639**	**26,428**
Capital Outlay	**12,169**	**13,848**	**40,000**
2 VFD Replacements	12,169		
Farmhouse Water Meters Replacement		7,391	7,000
Tank Telemetry - Brown's Hill		3,672	-
Asyst Accounting Software		2,785	-
WTP Equipment			21000
Meter Reading Equipment Upgrade			12000
Emergency Reserve/Contingency	0	5688	**20000**
Transfers In (Out)	**-**	**-**	
NET INCOME (LOSS)	**51,632**	**84,103**	**(33,572)**
ENDING BALANCE	**$ 189,474**	**$ 273,577**	**$ 240,005**

2019 SEWER FUND

REVENUES	ACTUAL 2017	PROJECTED 2018	BUDGET 2019
Beginning Balance	**$ 598,196**	**$ 5,040,915**	**$ 5,119,988**
Sales - Sewer Service	149,190	161,196	169,725
Infrastructure Maintenance Fees	179,535	212,729	213,600
Inspection Fee Hookup	875	1,175	500
Sewer System Reserve	179,535	382,914	384,480
Highlands Lot Sale Fees	64,625	62,275	10,900
Other Income	3,840	7,808	6,800
Rental Income	500	500	500
Loan Proceeds - WWTP Loan	4,500,000	-	-
TOTAL CURRENT YEAR REVENUES:	**5,078,100**	**828,597**	**786,505**
TOTAL AVAILABLE REVENUE:	**$ 5,676,296**	**$ 5,869,512**	**$ 5,906,493**
EXPENDITURES			
Administrative	**$ 68,375**	**$ 69,030**	**$ 80,430**
Audit	2,750	2,750	2,750
Billing Expense/Bank Charges	653	640	755
Dues & Subscriptions	454	427	435
Education	300	1,295	1,500
Election Expense	-	-	-
Insurance - Liability & Auto	3,842	4,660	8,300
Lease Expense - RDL	48,861	50,948	52,725
Legal	-	-	-
Office Supplies/Equipment	1,790	1,618	1,500
Miscellaneous	256	634	1,000
Office Food	223	99	240
Computer Support	2,448	1,904	3,040
Telephone/Communications	4,946	2,023	2,300
Trash Removal	115	117	185
Travel and Entertainment Expense	1,737	1,915	2,200
Consulting/Engineering	-	-	3,500
	-		
Personnel Services	**140,188**	**148,129**	**156,565**
Payroll Expense	103,585	110,857	115,750
Payroll Tax Expense	8,637	9,147	9,600
On-Call Compensation	1,732	1,700	1,700
Temp Help/Contract Labor	-	-	1,000
Insurance - Health	19,523	19,561	21,000
Retirement Plan	4,083	4,415	4,550
Workmans Compensation	1,924	1,720	2,200
Payroll Service	704	729	765
Vehicles & Equipment	**7,159**	**4,344**	**8,200**
Gas, Oil, Mileage	1,451	2,536	2,500
Vehicles and Equipment	4,287	374	3,500
Tools	170	228	500
Shop Supplies	360	121	600
Safety/Clothing	891	1,085	1,100
Sewer Treatment	**129,578**	**63,705**	**64,206**
Annual Permit/Treatment	1,305	1,593	2,043
Lab Supplies	275	238	2,808
WWTP Electric	30,307	26,846	30,000
Chemical/Treatment	4,127	5,957	11,500
O & M Equip/Machinery	8,525	3,082	1,640
Testing/Sampling Schedule	7,573	9,492	9,890
R&M Buildings & Structures	129	266	825
WWTP Development	77,337	16,231	5,000
Weed Control		-	500
Sewer Collection	**4,760**	**10,695**	**16,290**
O&M Lift Station	4,036	8,360	8,000
O&M Services/Collections	189	337	1,100
O&M Equipment/Machinery	-	774	3,900
R&M Buildings & Structures	-	151	2,190
Safety/Clothing	535	1,073	1,100
Loan / Interest Payments	**216,820**	**324,853**	**311,083**
Principal payment	91,932	175,784	167,978
Interest Payment	77,380	149,069	143,105
Loan Fees	47,508		
TOTAL EXPENSES	**566,880**	**620,756**	**636,774**
OPERATING NET INCOME (LOSS)	**4,511,220**	**207,841**	**149,731**
Capital Outlay	**68,501**	**128,768**	**2,001,000**
Sewer Camera	22,112	55,634	-
WWTP Design		70,349	2,000,000
WW Truck/Plow	46,389	-	-
Asyst Accounting Software		2,785	-
Server Based Network Equip Radios			1,000
Emergency Reserve/Contingency	-	-	**5,000**
Transfers In (Out)			**-**
NET INCOME (LOSS)	**4,442,719**	**79,073**	**(1,856,269)**
ENDING BALANCE	**$ 5,040,915**	**$ 5,119,988**	**$ 3,263,719**

2019 DEBT SERVICE FUND

REVENUES	ACTUAL 2017	PROJECTED 2018	BUDGET 2019
Beginning Balance	**$ 53,793**	**$ 60,114**	**$ 66,119**
Property Tax	62,743	62,954	61,676
Specific Ownership Taxes	6,748	6,235	3,000
Penalties/Interest on Taxes	96	85	200
Interest Income	-	-	-
Refinance Loan Proceeds	-		
TOTAL CURRENT YEAR REVENUES:	69,587	69,274	64,876
TOTAL AVAILABLE REVENUE:	**$ 123,380**	**$ 129,388**	**$ 130,995**
EXPENDITURES			
Administrative	**1,872**	**1,875**	**1,852**
Treasurer's Fee	1,872	1,875	1,842
Miscellaneous Expenses	-	-	10
Loan / Legal Fees	-	-	-
Loan / Interest Payments	**61,394**	**61,394**	**61,394**
Principal payment	47,146	48,970	48,970
Interest Payment	14,248	12,424	12,424
TOTAL EXPENSES	**63,266**	**63,269**	**63,246**
OPERATING NET INCOME (LOSS)	**6,321**	**6,005**	**1,630**
ENDING BALANCE	**$ 60,114**	**$ 66,119**	**$ 67,749**

EDGEMONT RANCH
METROPOLITAN DISTRICT

5972 County Road 234
Durango, CO 81301
Phone: 970-259-3102

#2018-12-6.2

RESOLUTION TO ADOPT BUDGET

(Pursuant to 29-1-108,C.R.S.)

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE EDGEMONT RANCH METROPOLITAN DISTRICT, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2019 AND ENDING ON THE LAST DAY OF DECEMBER, 2019.

WHEREAS, the Board of Directors has appointed Marilyn Heide to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, Marilyn Heide has submitted a proposed budget to this governing body on October 11, 2018, for its consideration, and;

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on October 18, 2018, and interested taxpayers were given the opportunity to file or register any objections to said proposed budget, and;

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues or planned to be expended from reserves/fund balances so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS of the EDGEMONT RANCH METRO DISTRICT, Colorado:

Section 1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Edgemont Ranch Metro District for the year stated above.

ADOPTED, this 6th day of December, A.D., 2018

Attest: _____ (Official's signature and title) _____ Treasurer + Sec. (Official's signature and title)

Fax: (970) 259-9870 e-mail: ermd@edgemontranch.com

EDGEMONT RANCH
METROPOLITAN DISTRICT

5972 County Road 234
Durango, CO 81301
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RESOLUTION TO APPROPRIATE SUMS OF MONEY
RES. #2018-12-6.3

A RESOLUTION APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS AND SPENDING AGENCIES, IN THE AMOUNT AND FOR THE PURPOSE AS SET FORTH BELOW, FOR THE EDGEMONT RANCH METROPOLITAN DISTRICT, LA PLATA COUNTY, COLORADO, FOR THE 2019 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on December 6, 2018 and;

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget, and;

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, thereby establishing a limitation on expenditures for the operations of the District.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE EDGEMONT RANCH METROPOLITAN DISTRICT, COLORADO:

That the following sums are hereby appropriated from the revenue of each fund, to each fund, for purposes stated:

General Fund	
Total General Fund	$ 280,324
Water Fund	
Total Water Fund	$ 588,276
Sewer Fund	
Total Sewer Fund	$2,642,774
Debt Service	
Total Debt Service Fund	$ 63,460

ADOPTED, this 6th.day of December, 2018

Attest: By: _____ By: _____

Title: President Title: Treasurer + Sec.

Fax: (970) 259-9870 e-mail: ermd@edgemontranch.com

EDGEMONT RANCH
METROPOLITAN DISTRICT

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RESOLUTION TO SET MILL LEVIES
Res. # 2018-12-6.4

A RESOLUTION LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2019, TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE EDGEMONT RANCH METROPOLITAN DISTRICT, COLORADO, FOR THE 2019 BUDGET YEAR.

WHEREAS, the Board of Directors of the Edgemont Ranch Metropolitan District, has adopted the annual budget in accordance with the Local Government Budget Law, on December 6, 2018; and

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is $198,116; and

WHEREAS, the amount of money necessary to balance the budget for bonds and interest is $61,392; and

WHEREAS, the amount of money necessary to balance the budget for taxes abated and refunded, plus taxes received last year on omitted property, as of August 1, 2018 is $1,054; and

WHEREAS, the 2018 valuation for assessment for the Edgemont Ranch Metropolitan District as certified by the County Assessor is $25,160,730.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE EDGEMONT RANCH METROPOLITAN DISTRICT, COLORADO:

That for the purpose of meeting all general operating expenses of the Edgemont Ranch Metropolitan District during the 2019 budget year, there is hereby levied a tax of 7.874 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2018.

That for the purpose of meeting all bonds and interest of the Edgemont Ranch Metropolitan District during the 2019 budget year, there is hereby levied a tax of 2.440 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2018.

That for the purpose of meeting the taxes abated and refunded plus taxes received last year on omitted property, as of August 1, 2018, there is hereby levied a tax of 0.042 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2018.

That the Controller is hereby authorized and directed to immediately certify to the County Commissioners of La Plata County, Colorado, the mill levies for the Edgemont Ranch Metropolitan District as hereinabove determined and set.

ADOPTED this day of December 6, A.D. 2018.

Attest: By: _____ By: _____

Title: President Title: Treasurer & Sec.

Fax: (970) 259-9870 e-mail: ermd@edgemontranch.com

041 County Tax Entity Code

DOLA LGID/SID 34013/06

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners[1] of La Plata County, Colorado.

On behalf of the Edgemont Ranch Metropolitan District, (taxing entity)[A]

the Board of Directors (governing body)[B]

of the Edgemont Ranch Metropolitan District (local government)[C]

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of: $ 25,160,730 (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: $ 25,160,730 (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: 12/12/2018 (mm/dd/yyyy) for budget/fiscal year 2019 (yyyy).
(no later than Dec. 15)

PURPOSE (see end notes for definitions and examples)	LEVY[2]		REVENUE[2]
1. General Operating Expenses[H]	7.874	mills	$ 198,115.59
2. <**Minus**> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction[I]	< >	mills	$< >
SUBTOTAL FOR GENERAL OPERATING:	7.874	**mills**	$ 198,115.59
3. General Obligation Bonds and Interest[J]	2.450	mills	$ 61,643.79
4. Contractual Obligations[K]		mills	$
5. Capital Expenditures[L]		mills	$
6. Refunds/Abatements[M]	0.016	mills	$ 402.57
7. Other[N] (specify): Taxes on omitted property	0.016	mills	$ 402.57
		mills	$
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	10.356	**mills**	$ 260,565

Contact person: (print) Marilyn Heide

Daytime phone: (970) 259.3102

Signed: Marilyn Heide

Title: Controller

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) 864-7720.

[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).

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: Refund 2005 road refurbishment bonds
   Series:
   Date of Issue: 05/01/2014
   Coupon Rate: 3.75
   Maturity Date: 05/01/2024
   Levy: 2.450
   Revenue: $61,644

2. Purpose of Issue:
   Series:
   Date of Issue:
   Coupon Rate:
   Maturity Date:
   Levy:
   Revenue:

CONTRACTS[K]:

3. Purpose of Contract:
   Title:
   Date:
   Principal Amount:
   Maturity Date:
   Levy:
   Revenue:

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.

EDGEMONT RANCH METROPOLITAN DISTRICT
BUDGET FOR THE YEAR 2017

LEASE-PURCHASE AGREEMENT
SUPPLEMENTAL SCHEDULE

Rancho Durango, Ltd.

The District has a 25-year lease-purchase (1995-2020) on the facilities. At the end of the term of this lease and not before, the District will acquire the facilities for no additional compensation by the District to Rancho Durango, Ltd.

The total amount anticipated to be expended during the 2019 budget year for existing facilities is $142,500. The total maximum payment liability is $2,700,000, with no interest.

Renewal terms—automatically renewed for like terms of one year each, for a total of 24 such renewal terms, with the last such renewal term ending on May 31, 2020.

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