

SADDLEHORN RANCH METROPOLITAN DISTRICT NO. 3

Via email – dlq-filing@state.co.us

January 15, 2021

Division of Local Government
1313 Sherman Street, Room 521
Denver, CO 80203

RE: Saddlehorn Ranch Metropolitan District No. 3

LG ID# 67299

Attached is the 2021 Budget for the Saddlehorn Ranch Metropolitan District No. 3 in El Paso County Colorado, submitted pursuant to Section 29-1-116, C.R.S. This Budget was adopted at the District's meeting held on November 10, 2020. If there are any questions on the budget, please contact Mr. Eric Weaver, telephone number 970-926-6060 Ext. 6.

The mill levy certified to the County Commissioners of El Paso County is 10.000 mills for all general operating purposes, subject to statutory and/or TABOR limitations; 50.000 mills for G.O. bonds; 0.000 mills for refund/abatement; and 0.000 mills for Temporary Tax Credit/Mill Levy Reduction. Based on an assessed valuation of \$6,260, the total property tax revenue is \$376. A copy of the certification of mill levies sent to the County Commissioners for El Paso County is enclosed.

I hereby certify that the enclosed is a true and accurate copy of the budget and certification of tax levies to the Board of County Commissioners of El Paso County, Colorado.

Sincerely,



Eric Weaver
District Accountant

Enclosure(s)

Administrative & Financial Management Provided By Marchetti & Weaver, LLC

Mountain Office
28 Second Street, Suite 213
Edwards, CO 81632
(970) 926-6060

Website & Email
www.mwcpaa.com
Admin@mwcpaa.com

Front Range Office
245 Century Circle, Suite 103
Louisville, CO 80027
(720) 210-9136

RESOLUTION
ADOPTING BUDGET, IMPOSING MILL LEVY AND APPROPRIATING FUNDS
(2021)

The Board of Directors of Saddlehorn Ranch Metropolitan District No. 3 (the “**Board**”), County of El Paso, Colorado (the “**District**”) held a special meeting held via teleconference on Tuesday, November 10, 2020, at the hour of 9:00 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.

[Remainder of Page Intentionally Left Blank.]

NOTICE AS TO PROPOSED 2021 BUDGET

**NOTICE OF MEETING
NOTICE OF PUBLIC HEARING ON THE PROPOSED 2021 BUDGET**

NOTICE IS HEREBY GIVEN that the Board of Directors (the “Board”) of the SADDLEHORN RANCH METROPOLITAN DISTRICT NO. 3 (the “District”), will hold a special meeting of the District on Monday, November 10, 2020 at 9:00 A.M., for the purpose of conducting such business as may come before the Board. 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 via teleconferencing and can be joined through the directions below:

<https://zoom.us/j/99081556535>

Meeting ID: 990 8155 6535

Call-In: 1-346-248-7799

This meeting is open to the public. Pursuant to § 24-6-402(2)(c), C.R.S., the agenda for any meeting may be obtained by visiting www.whitebearankele.com* or, alternatively, by calling (303) 858-1800.

NOTICE IS FURTHER GIVEN that a proposed 2021 budget has been submitted to the District. A copy of the proposed budget is on file in the office of Marchetti & Weaver, LLC, 245 Century Circle, Suite 103, Louisville, Colorado, where the same is open for public inspection.

Such proposed budget will be considered at a public hearing during a meeting of the District to be held on Monday, November 10, 2020 at 9:00 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 via teleconferencing and can be joined through the directions below:

<https://zoom.us/j/99081556535>

Meeting ID: 990 8155 6535

Call-In: 1-346-248-7799

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

BY ORDER OF THE BOARD OF DIRECTORS:
SADDLEHORN RANCH METROPOLITAN DISTRICT NO. 3

/s/ WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

*Agendas may change from time to time after posting on this website and such agenda will be posted when available. Any matter listed on an agenda in any manner may lead to formal action at any time. Agenda items may be added or deleted at or before a meeting and formal action may be taken at a meeting on any added matter. No assurance can be made that changes to agendas made within 72 hours of a meeting will be known by White Bear Ankele Tanaka & Waldron (“WBA”), as the website posting entity, or that the website posting entity will be able to respond all callers and/or email contacts prior to any meeting. WBA will do what it reasonably can do to have accurate information and be responsive to the public at all times.

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 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 November 10, 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 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 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 El Paso 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.

[Remainder of page intentionally left blank.]

ADOPTED THIS 10TH DAY OF NOVEMBER, 2020.

SADDLEHORN RANCH METROPOLITAN DISTRICT
NO. 3

Bill Guman

Bill Guman (Jan 20, 2021 14:02 MST)

Officer of the District

ATTEST:

Mike Bramlett

Mike Bramlett (Jan 20, 2021 17:02 MST)

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

Bob Dh

General Counsel to the District

STATE OF COLORADO
COUNTY OF EL PASO
SADDLEHORN RANCH METROPOLITAN DISTRICT NO. 3

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 Tuesday, November 10, 2020, via teleconference as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 10th day of November 2020.

Mike Bramlett

Mike Bramlett (Jan 20, 2021 17:02 MST)

EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

SADDLEHORN RANCH METROPOLITAN DISTRICT NO. 3

2021

BUDGET MESSAGE

Saddlehorn Ranch Metropolitan Districts Nos. 1-3 are quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The districts were created under the Service District/Financing District structure under El Paso County policies. District No. 3 is intended to be a financing district.

The District has no employees and all operations and administrative functions are contracted.

The following budget is prepared using the modified accrual basis of accounting and has been adopted after proper postings, publications and publichearing.

BUDGET STRATEGY

District No. 3 is intended to be a financing district responsible for providing the funding and tax base needed to support the plan for financing of public improvements. The district's budget strategy is to perform its activities as cost effectively as possible.

REVENUE

The district has imposed 10.000 mills for General Fund operations and 50.000 mills for debt service. The assessed value for the district is \$6,260 resulting in \$376 of revenue.

EXPENDITURES

The district has adopted 2 separate funds, a General Fund to provide for transfers to District No. 1 for operations and a Debt Service fund to repay debt, initially anticipated to be issued by District No. 2.

Saddlehorn Ranch Metropolitan District No. 3
 Statement of Revenues, Expenditures, & Changes In Fund Balance
 Modified Accrual Basis For the Period Indicated

Print Date: 1/24/2021

| | 2019 Unaudited Actual | 2020 Adopted Budget | Variance Positive (Negative) | 2020 Forecast | 2021 Adopted Budget | Budget Notes/Assumptions |
|---|-----------------------------|---------------------------|------------------------------------|------------------|---------------------------|--------------------------------------|
| PROPERTY TAXES | | | | | | |
| Total Assessed Valuation | - | - | - | - | 6,260 | December Final AV |
| Mill Levy - Debt Service | - | 50.000 | - | 50.000 | 50.000 | 50 Mills Gallagherized |
| Mill Levy - Operations | - | 10.000 | - | 10.000 | 10.000 | 10 Mills Paid over to District No. 1 |
| Mill Levy - Covenant Enforcement | - | - | - | - | - | Assume 0 Mills for 2021 (5 Mill Max) |
| Total | - | 60.000 | - | 60.000 | 60.000 | |
| Property Tax Revenue - Debt Service | - | - | - | - | 313 | AV * Mills / 1,000 |
| Property Tax Revenue - Operations | - | - | - | - | 63 | AV * Mills / 1,000 |
| Property Tax Revenue - Covenant Enforcement | - | - | - | - | - | AV * Mills / 1,000 |
| Total | - | - | - | - | 376 | |

Saddlehorn Ranch Metropolitan District No. 3
 Statement of Revenues, Expenditures, & Changes In Fund Balance
 Modified Accrual Basis For the Period Indicated

Print Date: 1/24/2021

| | 2019 Unaudited Actual | 2020 Adopted Budget | Variance Positive (Negative) | 2020 Forecast | 2021 Adopted Budget | Budget Notes/Assumptions |
|--|-----------------------------|---------------------------|------------------------------------|------------------|---------------------------|---|
| GENERAL FUND | | | | | | |
| REVENUE | | | | | | |
| Property taxes- Operations | - | - | - | - | 63 | 10 Mills Paid over to District No. 1 |
| Property taxes- Covenant Enforcement | - | - | - | - | - | Assume 0 Mills for 2021 (5 Mill Max) |
| Specific Ownership Taxes | - | - | - | - | 4 | 6% of Property Taxes |
| Interest Income | - | - | - | - | - | |
| Miscellaneous Income | - | - | - | - | - | |
| System Development Fees | - | - | - | - | - | |
| TOTAL REVENUE | - | - | - | - | 66 | |
| EXPENDITURES | | | | | | |
| Accounting | - | - | - | - | - | Paid By District No. 1 |
| Audit | - | - | - | - | - | No required, exemption paid by District No. 1 |
| Legal | - | - | - | - | - | Paid By District No. 1 |
| Insurance & SDA Dues | - | - | - | - | - | Paid By District No. 1 |
| Office Supplies, Bank & Biilc.om Fees, Other | - | - | - | - | - | Paid By District No. 1 |
| Treasurer's Fees | - | - | - | - | 1 | 1.5 % of property taxes |
| Contingency | - | - | - | - | - | |
| TOTAL EXPENDITURES | - | - | - | - | 1 | |
| REVENUE OVER / (UNDER) EXPENDITURES | - | - | - | - | 65 | |
| OTHER SOURCES / (USES) | | | | | | |
| Transfers In/(Out) | - | - | - | - | - | |
| Transfers to District No. 1 | - | - | - | - | (65) | Transfer all available funds to #1 for Operations |
| Developer Advances (Repayments) | - | - | - | - | - | |
| TOTAL OTHER SOURCES / (USES) | - | - | - | - | (65) | |
| CHANGE IN FUND BALANCE | - | - | - | - | - | |
| BEGINNING FUND BALANCE | - | - | - | - | - | |
| ENDING FUND BALANCE | - | - | - | - | - | |
| | = | = | = | = | = | |

Saddlehorn Ranch Metropolitan District No. 3
 Statement of Revenues, Expenditures, & Changes In Fund Balance
 Modified Accrual Basis For the Period Indicated

Print Date: 1/24/2021

| | 2019 Unaudited Actual | 2020 Adopted Budget | Variance Positive (Negative) | 2020 Forecast | 2021 Adopted Budget | Budget Notes/Assumptions |
|--|-----------------------------|---------------------------|------------------------------------|------------------|---------------------------|--------------------------|
| DEBT SERVICE FUND | | | | | | |
| REVENUE | | | | | | |
| Property Taxes | - | - | - | - | 313 | 50 Mills Gallagherized |
| Specific Ownership Taxes | - | - | - | - | 19 | 6% of Property Taxes |
| Interest Income | - | - | - | - | - | |
| TOTAL REVENUE | - | - | - | - | 332 | |
| EXPENDITURES | | | | | | |
| Treasurer's Fees | - | - | - | - | 5 | 1.5 % of property taxes |
| Contingency | - | - | - | - | 327 | Bond issuance Date TBD |
| TOTAL EXPENDITURES | - | - | - | - | 332 | |
| REVENUE OVER / (UNDER) EXPENDITURES | - | - | - | - | - | |
| OTHER SOURCES / (USES) | | | | | | |
| Transfers In/(Out) | - | - | - | - | - | |
| Bond Proceeds | - | - | - | - | - | Bond issuance Date TBD |
| TOTAL OTHER SOURCES / (USES) | - | - | - | - | - | |
| CHANGE IN FUND BALANCE | - | - | - | - | - | |
| BEGINNING FUND BALANCE | - | - | - | - | - | |
| ENDING FUND BALANCE | - | - | - | - | - | |
| | = | = | = | = | = | |

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of El Paso, Colorado.

On behalf of the Saddlehorn Ranch Metropolitan District No. 3

(taxing entity)^A

the Board of Directors

(governing body)^B

of the Saddlehorn Ranch Metropolitan District No. 3

(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of:

\$ 6,260

(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:

\$ 6,260

(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: 12/9/2020
(not later than Dec 15) (mm/dd/yyyy)

for budget/fiscal year 2021.
(yyyy)

| PURPOSE (see end notes for definitions and examples) | LEVY ² | REVENUE ² |
|--|----------------------------|-------------------------|
| 1. General Operating Expenses ^H | <u>10.000</u> mills | \$ <u>62.60</u> |
| 2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I | <u>(0.000)</u> mills | \$ <u>-</u> |
| SUBTOTAL FOR GENERAL OPERATING: | <u>10.000</u> mills | <u>\$ 62.60</u> |
| 3. General Obligation Bonds and Interest ^J | <u>50.000</u> mills | \$ <u>313.00</u> |
| 4. Contractual Obligations ^K | <u>0.000</u> mills | \$ <u>-</u> |
| 5. Capital Expenditures ^L | <u>0.000</u> mills | \$ <u>-</u> |
| 6. Refunds/Abatements ^M | <u>0.000</u> mills | \$ <u>-</u> |
| 7. Other ^N (specify): _____ | <u>0.000</u> mills | \$ <u>-</u> |
| | <u>0.000</u> mills | \$ <u>-</u> |
| TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7] | <u>60.000</u> mills | <u>\$ 375.60</u> |

Contact person: Eric Weaver Daytime phone: (970) 926-6060 x6
(print)

Signed:  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, Colorado 80203. Questions? Call DLG (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).

