

COTTON RANCH METROPOLITAN DISTRICT

Filed electronically to dlg-filing@state.co.us
LGID# 19051

December 10, 2009

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

RE: Cotton Ranch Metropolitan District 2010 Budget – LGID #19051

Attached is the 2010 Budget for the Cotton Ranch Metropolitan District in Eagle County, Colorado, submitted pursuant to Section 29-1-116, C.R.S. This Budget was adopted on November 10, 2009. If there are any questions on the budget, please contact Mr. Kenneth J. Marchetti, telephone number 970-926-6060.

The mill levy certified to the County Commissioners of Eagle County is 1.345 mills for all general operating purposes, subject to statutory and/or TABOR limitations; 37.722 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 \$19,787,380 the total property tax revenue is \$773,033.58. A copy of the certification of mill levies sent to the County Commissioners for Eagle 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 Eagle County, Colorado.

Sincerely,



District Administrator

Enclosure(s)

COTTON RANCH METROPOLITAN DISTRICT

2010 BUDGET MESSAGE

Cotton Ranch Metropolitan District is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The District was established to provide roads, drainage, landscaping, water, sewer, and recreation facilities in the service area located in Eagle County, Colorado.

The following budget is prepared on the modified accrual basis of accounting, which is consistent with the basis of accounting used in presenting the District's financial statements.

2010 BUDGET STRATEGY

The primary source of revenue for the District is property taxes. The General Fund operating mill levy is 1.345 mills, which the District uses to cover a portion of its general and administrative expenses. In addition to the operating mill levy, the District's general operations are funded by specific ownership taxes, Conservation Trust Fund receipts, and an allocation of overhead costs to the Water Utility Fund. The Debt Service mill levy for 2009 will be 37.722 mills, which will cover the District's scheduled principal and interest payments on the 2006 refunding bonds, scheduled interest payment on the 2010 conversion bonds, and enable payment to be made on the District's subordinate bonds as well. The Water Utility Fund earns revenue from water user charges.

Interest earned on the District's available funds has been estimated based on an average interest rate. Interest is allocated among the General Fund, Debt Service Fund, and Water Utility Fund.

The District issued refunding bonds in 2006 to refinance its 1998 and 1999 bonds. The 2006 Bonds are serial bonds which bear interest at rates which average approximately 4.75%. The principal and interest payments are budgeted based on the debt amortization schedule which is required pursuant to the bond agreements.

A reserve for emergencies has been provided for in the General Fund in accordance with the TABOR amendment. Any remaining General Fund balance is considered to be reserved for future operations. The Debt Service Fund balance is reserved for future payment of general obligation principal, interest, and related costs. The Water Utility Fund balance is reserved for future operations.

ROBERTSON & MARCHETTI, P.C.

Certified Public Accountants

December 10, 2009

Board of Directors
Cotton Ranch Metropolitan District

I have compiled the accompanying statement of revenues, expenditures and changes in fund balance with budgets of the Cotton Ranch Metropolitan District for the nine month period ended September 30, 2009 in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. I also compiled the accompanying budget and forecast of revenues, expenditures and changes in fund balance for calendar year 2009 and the adopted budget for calendar year 2010, in accordance with standards established by the American Institute of Certified Public Accountants.

A compilation of historical financial statements is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

A compilation of a forecasted financial statement is limited to presenting in the form of a forecast, information that is the representation of management and does not include evaluation of the support for the assumptions underlying the forecast. I have not examined the forecast and, accordingly, do not express an opinion or any other form of assurance on the accompanying forecasted statement or assumptions. Furthermore, there will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected and those differences may be material. I have no responsibility to update this report for events or circumstances occurring after the date of this report.

Management has elected to omit substantially all of the disclosures and the statement of cash flows as of September 30, 2009, required by generally accepted accounting principles. Management has also elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public Accountants. If the omitted disclosures and statement of cash flows were included in the historical financial statements and if the summary of significant accounting policies were included in the budget and forecast, they might influence the user's conclusions about the District's historical financial position, results of operations, and cash flows and the forecasted results of operations and fund balances. Accordingly, the historical financial statements and forecast are not designed for those who are not informed about such matters.

The actual historical information for calendar year 2008 is presented for comparative purposes only. Such information is taken from the financial statements for the District for the year ended December 31, 2008, which have been audited by Chadwick, Steinkirchner, Davis & Co., P.C. and upon which they expressed an unqualified opinion in their report dated March 19, 2009.

I am not independent with respect to Cotton Ranch Metropolitan District.

ROBERTSON & MARCHETTI, P.C.



Kenneth J. Marchetti, CPA
President

COTTON RANCH METROPOLITAN DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balance
Actual, Budget and Forecast for the Periods Indicated

Printed: 12/01/09

GENERAL FUND	Cal Yr 2008 Audited Final	Cal Yr 2009 Adopted Budget	Variance Favorable (Unfavor)	Cal Yr 2009 Forecast	9 Month Ended 9/30/09 Actual	9 Month Ended 9/30/09 Budget	Variance Favorable (Unfavor)	Cal Yr 2010 Adopted Budget	Budget Assumptions
Assessed Value	14,612,390	15,966,210		15,966,210				19,787,380	Final 2009 A/V
Operating Mill Levy	1.345	1.345					1.345		
Debt Service Mill Levy	37.069	37.747					37.722		
Total Mill Levy	38.414	39.092					39.067		
REVENUE									
Property Taxes for General Operations	19,528	21,475	0	21,475	18,169	21,475	(3,306)	26,614	
Specific Ownership (Automobile) Taxes	960	1,074	0	1,074	591	716	(125)	1,198	4.5% of Prop Tax
Interest Income	669	498	(93)	405	94	373	(279)	401	
Conservation Trust Fund	1,553	1,400	0	1,400	1,139	1,050	89	1,400	Based on Prior Yr
TOTAL REVENUE	22,709	24,446	(93)	24,353	19,993	23,614	(3,620)	29,612	
EXPENDITURES									
Accounting & Administration	41,416	41,684	(1,316)	43,000	35,225	31,263	(3,962)	43,000	Includes Water Billings
Audit	5,310	5,576	326	5,250	5,250	5,576	326	5,250	Based on Prior Yr
Director Fees	2,100	2,000	0	2,000	1,350	1,500	150	2,000	Based on Prior Yr
Election	50	0	0	0	0	0	0	1,500	
Insurance	2,458	2,743	175	2,568	2,297	2,743	446	2,700	Based on Prior Yr
Landscape Maintenance	4,396	0	(2,600)	2,600	987	0	(987)	2,600	
Legal-General	4,204	6,300	300	6,000	3,670	4,725	1,055	6,000	Based on Prior Yr
Office Overhead	221	945	(1,474)	2,419	1,814	709	(1,105)	2,492	Based on Prior Yr
Other Expenses	131	0	(150)	150	128	0	(128)	150	
Payroll Taxes	161	252	2	250	103	189	86	250	Based on Prior Yr
Treasurer's fees	592	644	0	644	547	644	97	798	3% of Prop Tax
Contingency	0	10,000	0	10,000	0	0	0	10,000	
Vehicles	216	0	0	0	0	0	0	0	
Overhead Allocated to Water Fund	(28,580)	(35,072)	2,368	(37,440)	0	0	0	(38,370)	See Water Fund
TOTAL EXPENDITURES	32,674	35,072	(2,368)	37,440	51,370	47,349	(4,021)	38,370	
OP REV OVER (UNDER) EXPEND	(9,965)	(10,626)	(2,461)	(13,087)	(31,377)	(23,735)	(7,641)	(8,758)	
OTHER FINANCING SOURCES									
Transfer in(out) - Debt Service Fund	14,464	18,794	(5,976)	12,818	0	0	0	12,628	
NET REV OVER (UNDER) EXPEND	4,499	8,167	(8,437)	(270)	(31,377)	(23,735)	(7,641)	3,871	
Fund Balance-Beginning of Year	22,491	33,176	(6,186)	26,990	26,990	33,176	(6,186)	26,720	
Fund Balance-End of Year	26,990	41,343	(14,623)	26,720	(4,387)	9,441	(13,827)	30,591	
See Accompanying Accountant's Report	=	=	=	=	=	=	=	=	

COTTON RANCH METROPOLITAN DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balance
Actual, Budget and Forecast for the Periods Indicated

Printed: 12/07/09

DEBT SERVICE FUND	Cal Yr 2008 Audited Final	Cal Yr 2009 Adopted Budget	Variance Favorable (Unfavor)	Cal Yr 2009 Forecast	9 Month Ended 9/30/09 Actual	9 Month Ended 9/30/09 Budget	Variance Favorable (Unfavor)	Cal Yr 2010 Adopted Budget	Budget Assumptions
ASSESSED VALUE									
Total Assessed Value	14,812,390	15,966,210		15,966,210				19,787,380	Final 2009 A/V
Debt Service Mill Levy Rate	37.069	37.747		37.747				37.722	Gallagherized 35 Mills
Debt Service Property Taxes Levied	541,667	802,677		802,677				746,420	
REVENUE									
Property Taxes for Debt Service	538,192	602,677	0	602,677	509,902	602,677	(92,775)	746,420	Per Above
Specific Ownership (Automobile) Taxes	26,470	30,134	0	30,134	16,590	20,089	(3,499)	33,589	4.5% of Prop Tax
Interest Income	9,690	9,040	(5,976)	3,064	2,298	6,780	(4,482)	3,732	
TOTAL REVENUE	574,352	641,851	(5,976)	635,874	528,790	629,546	(100,756)	783,741	
EXPENDITURES									
Total 1998 and 1999 Bond Payments									
2006 Refunding Bonds Principal	150,000	265,000	0	265,000	0	0	0	330,000.00	
2006 Refunding Bonds Interest	264,778	258,703	0	258,703	129,351	129,352	0	247,837.50	
2010 Conversion Bonds Principal								0.00	
2010 Conversion Bonds Interest								57,020.83	
2011 Conversion Bonds Principal									
2011 Conversion Bonds Interest									
2012 Conversion Bonds Principal									
2012 Conversion Bonds Interest									
2013 Conversion Bonds Principal									
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2017 Conversion Bonds Interest									
2018 Conversion Bonds Principal									
2018 Conversion Bonds Interest									
2019 Conversion Bonds Principal									
2019 Conversion Bonds Interest									
2020 Conversion Bonds Principal									
2020 Conversion Bonds Interest									
Payment on Subordinate Bonds Unpaid	123,414	78,969	0	78,969	0	0	0	111,561.25	
Subtotal	538,192	602,672	0	602,672	129,351	129,352	0	746,420	
Mill Levy to cover Unlimited Tax Bonds	28,385	32,801		32,801				32,084	
Mill Levy to bring D/S mill to 35 mills Ga	8,684	4,946		4,946				5,638	
Paying Agent Fees	2,150	2,300	0	2,300	1,075	1,150	75	2,300	Based on Prior Yr
Treasurer's fees	16,302	18,080	0	18,080	15,348	18,080	2,733	22,393	3% of Prop Tax
TOTAL EXPENDITURES	556,644	623,052	0	623,052	145,774	148,582	2,808	771,112	
OP REV OVER (UNDER) EXPEND	17,708	18,798	(5,976)	12,822	383,016	480,964	(97,948)	12,628	
OTHER FINANCING SOURCES									
Transfer Out to General Fund	(14,464)	(18,794)	5,976	(12,818)	0	0	0	(12,628)	To General Fund
NET REV OVER (UNDER) EXPEND	3,244	5	0	5	383,016	480,964	(97,948)	(0)	
Fund Balance-Beginning of Year	5,696	2,216	6,723	8,939	8,939	2,216	6,723	8,944	
Fund Balance-End of Year	8,939	2,221	6,723	8,944	391,955	483,180	(91,225)	8,944	
See Accompanying Accountant's Repo	=	=	=	=	=	=	=	=	

COTTON RANCH METROPOLITAN DISTRICT
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Actual, Budget and Forecast for the Periods Indicated

Printed: 12/01/09

WATER UTILITY FUND	Cal Yr	Cal Yr	Variance	Cal Yr	9 Month	9 Month	Variance	Cal Yr	Budget Assumptions
	2008 Audited Final	2009 Adopted Budget	Favorable (Unfavor)	2009 Forecast	Ended 9/30/09 Actual	Ended 9/30/09 Budget	Favorable (Unfavor)	2010 Adopted Budget	
Irrigation Customers - Lower Bench	130			136				136	
Irrigation Customers - Sky Legend	50			50				50	
User Fee - Lower Bench	\$50	\$50		\$50				\$53	6% increase
User Fee - Sky Legend	\$25	\$25		\$25				\$26.50	6% increase
Tap Fee	\$2,400	\$2,400		\$2,400				\$2,400	No Change
REVENUE									
Water Charges - Base Area	39,000	40,800	0	40,800	34,000	34,000	0	43,248	Base Water Charges
	17,526	12,200	6,473	18,673	18,304	10,167	8,138	18,673	Water Overage Charges
Water Charges - Sky Legend	7,250	7,500	0	7,500	1,800	3,750	(1,950)	7,950	Base Water Charges
	0	1,725	1,288	3,013	1,173	1,438	(265)	3,013	Water Overage Charges
Tap Fees - Base Area	19,200	0	0	0	0	0	0	0	
Tap Fees - Sky Legend	2,400	0	2,400	2,400	2,400	0	2,400	0	prepaid taps all used in 09
Interest Income	1,642	1,983	(1,558)	425	319	1,487	(1,168)	634	Prior Yr
Other Income (Cost Recovery)	0		220	220	220	0	220		
TOTAL REVENUE	87,018	64,208	8,823	73,031	58,216	50,841	7,374	73,518	
EXPENDITURES									
Legal & Engineering - Water	9,418	6,000	(7,361)	13,361	10,021	4,500	(5,521)	5,000	Mgt Est
Repairs & Maint - Materials & Supplies	2,527	5,790	790	5,000	3,695	4,136	441	3,000	Mgt Est
Repairs & Maint - Labor	6,002	10,500	(4,500)	15,000	12,987	10,500	(2,487)	12,040	Burn/Dredge Ditches
Repairs & Maint - Tap Connections	4,623	7,350	5,830	1,520	1,520	5,250	3,730	1,520	Mgt Est
Repairs & Maint - Pump & Pumphouse	1,312	2,100	(900)	3,000	2,432	1,400	(1,032)	7,000	Rework 3 pumps, Computer
New Diversion Structure - Engineering	918	0	0	0	0	0	0	0	
Tools & Supplies	2,945	4,500	3,500	1,000	413	3,000	2,588	1,000	Mgt Est
Irrigation System Start Up & Blow Out	2,171	2,310	0	2,310	0	2,310	2,310	2,310	Prior Yr
Utility Vehicles & Auto	320	1,050	550	500	71	656	585	515	
Utilities-Electricity	9,446	10,500	0	10,500	8,055	8,585	529	10,815	Mgt Est
Water Meter Reading Cost			(1,463)	1,463	1,219	0	(1,219)	1,200	
Augmentation Water Lease	1,520	1,596	76	1,520	1,520	1,596	76	1,520	Per Lease Agmt
Town of Gypsum Raw Water Lease	0	136	0	136	136	0	(136)	136	Per Lease Agmt
System Remedial Expenditures	7,293	0	0	0	0	0	0	0	
Irrigation System As-Builts	9,284	0	0	0	0	0	0	0	
Allocated Overhead	28,580	35,072	(2,368)	37,440	0	0	0	38,370	From General Fund
Contingency	0	0	0	0	0	0	0	10,000	
TOTAL EXPENDITURES	86,358	86,904	(5,846)	92,751	42,070	41,933	(137)	94,426	
EXCESS REV OVER(UNDER) EXPENSE	659	(22,696)	2,977	(19,719)	16,146	8,909	7,237	(20,908)	
OTHER FINANCING SOURCES									
Repayment of Prepaid Taps	(26,400)	0	0	0	0	0	0	0	
Surplus after Other Financing Sources	(25,741)	(22,696)	2,977	(19,719)	16,146	8,909	7,237	(20,908)	
Fund Balance-Beginning of Year	87,720	49,573	12,406	61,979	61,979	49,573	12,406	42,260	
Fund Balance-End of Year	61,979	26,877	15,383	42,260	78,125	58,482	19,644	21,352	
See Accompanying Accountant's Report	=	=	=	=	=	=	=	=	

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Eagle County, Colorado.

On behalf of the Cotton Ranch Metropolitan District, the Board of Directors of the Cotton Ranch Metropolitan District

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS

assessed valuation of: (Gross assessed valuation, Line 2 of the Certification of Valuation Form DLG 57) \$ 19,787,380

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area 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: (NET assessed valuation, Line 4 of the Certification of Valuation Form DLG 57) \$ 19,787,380

Submitted: December 10, 2009 for budget/fiscal year 2010
(not later than Dec 15) (dd/mm/yyyy) (yyyy)

PURPOSE	LEVY ²	REVENUE ²
1. General Operating Expenses	<u>1.345</u> mills	\$ <u>26,614.03</u>
2. (MINUS) Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction	<u>(0.000)</u> mills	\$ <u>-</u>
SUBTOTAL FOR GENERAL OPERATING:	<u>1.345</u> mills	<u>\$ 26,614.03</u>

- 3. General Obligation Bonds and Interest [Special Districts must certify separately for each debt pursuant to 29-1-301(1.7),C.R.S.; see page 2 of this form.] 37.722 mills \$ 746,419.55
- 4. Contractual Obligations Approved at Election [Per 29-1-301(1.7) C.R.S.] 0.000 mills \$ -
- 5. Capital Expenditures [These revenues are not subject to the statutory property tax revenue limit if they are approved by counties and municipalities through public hearing 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.] 0.000 mills \$ -
- 6. Refunds/Abatements 0.000 mills \$ -
- 7. Other (specify): _____ 0.000 mills \$ -
[These levies and revenues are for purposes not subject to 29-1-301 C.R.S. that were not reported above]

TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7] **39.067 mills \$ 773,033.58**

Contact person: Kenneth J Marchetti Daytime phone: (970) 926-6060 x8
Signed: [Signature] Title: District Administrator

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) 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
COTTON RANCH METROPOLITAN DISTRICT

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 revenue 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:

1. Purpose of Issue: Refund the District's 1998 and 1999A Bonds
Series: GO Refunding Bonds Series 2006
Date of Issue: December 1, 2006
Coupon rate: 4.0% to 4.75%
Maturity Date: December 1, 2022
Levy: 29.202
Revenue: \$577,837.50

2. Purpose of Issue: Refund the District's 1999B Bonds
Series: Limited GO Bonds Series 2002A
Date of Issue: December 15, 2002
Coupon rate: 2.90% to 5.95%
Maturity Date: December 1, 2035
Levy: 5.638
Revenue: \$111,561.25

3. Purpose of Issue: Required Conversion from Limited GO Bonds Series 2002A to 2010 Unlimited GO Conversion Bonds
Series: 2010 Unlimited GO Conversion Bonds
Date of Issue: January 1, 2010
Coupon rate: 5.95%
Maturity Date: December 1, 2035
Levy: 2.882
Revenue: \$57,020.80

CONTRACTS:

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.

RESOLUTIONS OF COTTON RANCH METROPOLITAN DISTRICT

TO ADOPT 2010 BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE COTTON RANCH METROPOLITAN DISTRICT, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2010 AND ENDING ON THE LAST DAY OF DECEMBER 2010.

WHEREAS, the Board of Directors of the Cotton Ranch Metropolitan District has appointed a budget committee to prepare and submit a proposed 2010 budget at the proper time; and

WHEREAS, such committee has submitted a proposed budget to this governing body at the proper time, 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, and a public hearing was held on November 10, 2009, 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 Cotton Ranch Metropolitan District, Eagle County, Colorado:

- Section 1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Cotton Ranch Metropolitan District for the year stated above.
- Section 2. That the budget hereby approved and adopted shall be certified by any officer or the District Administrator of the District and made a part of the public records of the District.

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RESOLUTIONS OF COTTON RANCH METROPOLITAN DISTRICT (CONTINUED)

TO SET MILL LEVIES

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2010, TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE COTTON RANCH METROPOLITAN DISTRICT, EAGLE COUNTY, COLORADO, FOR THE 2010 BUDGET YEAR.

WHEREAS, the Board of Directors of the Cotton Ranch Metropolitan District, has adopted the annual budget in accordance with the Local Government Budget Law, on November 10, 2009, and;

WHEREAS, the amount of money necessary to balance the budget for general operating expenses and capital expenditure purposes from property tax revenue is \$26,614 and;

WHEREAS, the Cotton Ranch Metropolitan District finds that it is required to temporarily lower the general operating mill levy to render a refund for \$0.00, and;

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue approved by voters or at public hearing is \$0.00, and;

WHEREAS, the amount of money necessary to balance the budget for voter approved bonds and interest is \$746,420, and;

WHEREAS, the 2009 valuation for assessment for the Cotton Ranch Metropolitan District, as certified by the County Assessor is \$19,787,380.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the COTTON RANCH METROPOLITAN DISTRICT, EAGLE COUNTY, COLORADO:

- Section 1. That for the purposes of meeting all general operating expenses of the Cotton Ranch Metropolitan District during the 2010 budget year, there is hereby levied a tax of 1.345 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2009.
- Section 2. That for the purposes of rendering a refund to its constituents during budget year 2010 there is hereby levied a temporary tax credit/mill levy reduction of 0.00 mills.
- Section 3. That for the purpose of meeting all capital expenditures of the Cotton Ranch Metropolitan District during the 2010 budget year, there is hereby levied a tax of 0.00 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2009.

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RESOLUTIONS OF COTTON RANCH METROPOLITAN DISTRICT (CONTINUED)

TO SET MILL LEVIES (CONTINUED)

- Section 4. That for the purpose of meeting all payments for bonds and interest of the Cotton Ranch Metropolitan District during the 2010 budget year, there is hereby levied a tax of 37.722 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2009.
- Section 5. That any officer or the District Administrator is hereby authorized and directed to either immediately certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Cotton Ranch Metropolitan District as hereinabove determined and set, or be authorized and directed to certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Cotton Ranch Metropolitan District as hereinabove determined and set based upon the final (December) certification of valuation from the county assessor.

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RESOLUTIONS OF COTTON RANCH METROPOLITAN DISTRICT (CONTINUED)

TO APPROPRIATE SUMS OF MONEY
(PURSUANT TO SECTION 29-1-108, C.R.S.)

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 COTTON RANCH METROPOLITAN DISTRICT, EAGLE COUNTY, COLORADO, FOR THE 2010 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on November 10, 2009, and;

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal or greater to 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 and reserves or fund balances 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 COTTON RANCH METROPOLITAN DISTRICT, EAGLE COUNTY, COLORADO:

Section 1. That the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated:

GENERAL FUND:	
Current Operating Expenses	<u>\$38,370</u>
TOTAL GENERAL FUND:	\$38,370
DEBT SERVICE FUND:	
Debt Service Expenditures	\$771,112
Transfers	<u>\$ 12,628</u>
TOTAL DEBT SERVICE FUND:	\$783,740
ENTERPRISE FUND:	
Current Operating Expenses	<u>\$94,426</u>
TOTAL ENTERPRISE FUND:	\$94,426

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RESOLUTIONS OF COTTON RANCH METROPOLITAN DISTRICT (CONTINUED)

TO ADOPT 2010 BUDGET, SET MILL LEVIES AND
APPROPRIATE SUMS OF MONEY
(CONTINUED)

The above resolutions to adopt the 2010 budget, set the mill levies and to appropriate sums of money were adopted this 10th day of November, 2009.

Attest: 

Title: 