CUMBERLAND GREEN METROPOLITAN DISTRICT

Annual Budget

Fiscal Year 2017

Board of Directors



THE BUDGET MESSAGE OF THE BOARD OF DIRECTORS

To the residents of Cumberland Green Metropolitan District:

The following Document represents the Fiscal Year 2017 Budget for the Cumberland Green Metropolitan District as prepared by the Board of Directors of the District and the District Manager.

As we enter 2017, the Board of Directors remains ever committed to providing an even better quality of life as the District moves closer to achieving Build-out of its planned 574 Single Family Homes and satisfying the requirements of the approved District's Service Plan.

This Budget provides the way ahead in reaching the District's goals of achieving build-out, satisfying the requirements of the approved Service Plan and providing the best service to the residents of the community. As we look toward to the future and chart our way into the next Fiscal year, this budget provides a response to the conditions that is expected to be encountered in 2017.

On November 19, 2015, the District issued bonds for the purposes of refunding the District's prior outstanding bonded indebtedness on more advantageous terms, including a lower interest rate. Given the favorable interest rate environment the District locked in a 5.25% fixed interest rate for the next 30 years. By locking in this interest rate for all of the District's obligations the District ensured fiscal certainty for the District's residents. Thanks to the issuance of refunding bonds in 2015, it is anticipated that the District will be able to significantly lower the District's mill levy beginning in 2018. In order to live up to this promise the District must first fund the Supplemental Reserve account in the amount of $225,000. It is anticipated that the District will end calendar year 2017 with approximately $212,500 in this account. It must be added that this reduction in mill levy will only be possible with the continued construction of additional homes currently being built by Oakwood Homes and Aspen View Homes. In 2015 the District also began receiving money from the Conservation Trust Fund to help offset various capital and operating expenses associated with the District's Parks and Opens Space. Since 2015 the District has received $11,668 from the Conservation Trust Fund In September 2016, the Board authorized the expenditure of $12,656 to pay for a sophisticated Irrigation Control System that will reduce water consumption in the District's parks and open space areas. This control system calculates specific irrigation requirements as determined by weather conditions, measured at a nearby weather station, for each individual area on a daily bases and adjusts system run times accordingly. The system is also capable of detecting leaks and will shut down a particular zone when a higher than normal flow is detected or if water is measured system running through the irrigation system outside normal run times. In 2016 the District spent over $18,000 for irrigating the District's Park and Open Space Area. It is anticipated that the control system will substantially reduce the District's Irrigation expense such that the new system will pay for itself in less than a 3 year period of time.

In addition to purchasing the irrigation control system described above, the District also added a new "Tot Swing" to the park for small children. This swing was installed after several parents suggested this improvement.

Over the past six months the District Board has been working with representatives of Aspen View Homes to construct a picnic pavilion at the Cumberland Green Park. This pavilion will be constructed in the spring of 2017 and be available for use soon there after. Funds to construct this pavilion will be provided by Aspen View Homes in accordance with a letter agreement between Aspen View Homes and the Cumberland Green Metropolitan District entered into in June, 2016.

In summary, the Adopted 2017 Cumberland Green Metropolitan District 2017 Budget attempts to do several things: The first is to position the District for reducing the mill levies in the near future by taking a major step toward fully funding the Supplemental Reserve account. Secondly the Board will focus on reducing irrigation costs through the operation of the District's newly installed irrigation control system. Finally the District will work with Aspen View Homes to construct a picnic pavilion at Cumberland Green Park.

As the District continues to grow, the addition of new homes will help reduce the District's mill levy, while at the same time, help the District meet its financial obligations going forward and enable the District to maintain its beautiful parks and open space amenities for you, the residents of Cumberland Green.

CERTIFIED RECORD

OF

PROCEEDINGS RELATING TO

CUMBERLAND GREEN METROPOLITAN DISTRICT

EL PASO COUNTY, COLORADO

AND THE BUDGET HEARING

FOR FISCAL YEAR

2017

STATE OF COLORADO)
)
COUNTY OF EL PASO)ss.
)
CUMBERLAND GREEN)
METROPOLITAN DISTRICT)

The Board of Directors of the CUMBERLAND GREEN METROPOLITAN DISTRICT, El Paso County, Colorado, held a Regular meeting at the City of Fountain City Hall 116 South Main Street, Fountain, Colorado, on November 22, 2016, at 6:30 p.m.

The following members of the Board of Directors were present:

Terry Wherry	President
Brett Armstrong	Vice President
Thomas Garside	Treasurer
Christian Nunez	Secretary

Also in attendance were:

James McGrady; District Manager
Community Members

The Chairman stated that proper publication was made to allow the Board to conduct a public hearing on the District's 2017 budget. This hearing was conducted on November 22, 2016. The Chairman opened the public hearing on the District's proposed 2017 budget. Public comment was received by the Board and the public hearing was closed.

At the Regular Board meeting held on November 22, 2016 at 6:30 p.m. at the City of Fountain City Hall, 116 South Main Street, Fountain, CO, Director Wherry moved that the Board adopt the following resolution adopting the District's 2017 budget, certifying mill levies and appropriating 2017 expenditures:

RESOLUTION 2016-01

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2017 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE CUMBERLAND GREEN METROPOLITAN DISTRICT, EL PASO COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2017, AND ENDING ON THE LAST DAY OF DECEMBER, 2017,

WHEREAS, the Board of Directors of the CUMBERLAND GREEN METROPOLITAN DISTRICT has authorized its consultants to prepare and submit a proposed budget to said governing body no later than October 15, 2016; and

WHEREAS, the proposed budget has been submitted to the Board of Directors of the District for its consideration; and

WHEREAS, upon due and proper notice, published on November 16, 2016 in a newspaper having general circulation within the boundaries of the District, pursuant to statute, said proposed budget was available for inspection by the public at a designated public office, a public hearing was held on November 22, 2016 and interested electors 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 so that the budget remains in balance, as required by law,

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CUMBERLAND GREEN METROPOLITAN DISTRICT OF EL PASO COUNTY, COLORADO:

Section 1. 2017 Budget Revenues. That the estimated revenues for each fund as more specifically set out in the budget attached hereto as Exhibit Aare accepted and approved.

Section 2. 2017 Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto as Exhibit A are accepted and approved.

Section 3. Adoption of Budget for 2017. That the budget as submitted, and attached hereto and incorporated herein by this reference, and if amended, then as amended, is hereby approved and adopted by the Board of Directors as the true and accurate budget of the CUMBERLAND GREEN METROPOLITAN DISTRICT for calendar year 2017.

Section 4. 2017 Levy of General Property Taxes. That the foregoing budget indicated that the amount of money necessary to balance the budget for the General Fund for operating

expenses is $100,723 and the amount of money necessary to balance the budget for the Debt Service Fund for debt services expenses is $341,045. That the 2017 valuation for assessment, as certified by the El Paso County Assessor, is $8,835,370.

A. Levy for General Fund. That for the purposes of meeting all general operating expense of the District during the 2017 budget year, there is hereby levied a tax of 11.400 mills, less a temporary mill levy reduction of -0- mills, for a General Fund mill levy of 11.400mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2017.

B. Levy for Debt Service Fund. That for the purposes of meeting all debt service expense of the District during the 2017 budget year, there is hereby levied a tax of 38.600 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2017.

Section 5. Property Tax and Fiscal Year Spending Limits. That, being fully informed, the Board finds that the foregoing budget and mill levies do not result in a violation of any applicable property tax or fiscal year spending limitation.

Section 6. Certification. The District's manager is hereby authorized and directed to immediately certify to the County Commissioners the mill levies for the District hereinabove determined and set. That said certification shall be in substantially the following form:

Section 7. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

The foregoing Resolution was seconded by Director Armstrong.

ADOPTED AND APPROVED this 22nd day of November, 2016.

President

ATTEST:

Secretary

STATE OF COLORADO)
)
COUNTY OF EL PASO)ss.
)
CUMBERLAND GREEN)
METROPOLITAN DISTRICT)

I, Christian Nunez, Secretary to the Board of Directors of the CUMBERLAND GREEN METROPOLITAN DISTRICT, El Paso County, Colorado, do hereby certify that the foregoing pages constitute a true and correct copy of the record of proceedings of the Board of Directors of said District, adopted at a meeting of the Board held at the City of Fountain's City Hall, 116 South Main Street Fountain, Colorado, November 22, 2016 at 6:30 p.m., as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2017; that said proceedings were duly had and taken; that the meeting was duly held; and that the persons were present at the meeting as therein shown. Further, I hereby certify that the attached budget is a true and accurate copy of the 2017 budget of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the official seal of the District this 22nd day of November, 2016.



Christian Nunez Secretary

2017

Cumberland Green Metropolitan District

Adopted Budget

Cumberland Green Metropolitan District

Adopted General Fund Budget - 2017

		Actual 2015	ADOPTED BUDGET 2016	PROJECTED 2016 12-31-16	2017 BUDGET	COMMENTS
Total Assessed Valuation			$ 7,707,710		$ 8,835,370	
Projected Mill Levy					11.4000	
REVENUES						
	Property Taxes	93,214	75,161	77,012	$ 100,723	
	Specific ownership Tax	16,266	7,021	8,560	10,032	Assumes total Specific ownership taxes of $44,000
	Net Investment Income	404	-	10	10	
	Transfer from Supplemental Reserve Fund	-	16,000	-	-	
	Reimburse Improvement Verification		4,560	4,560	-	
	Other income		1,500		637	
	Miscellaneous Income, fines, etc.	3,320	-	1,682	1,500	
Total Revenues		113,204	104,241	91,824	$ 112,902	
EXPENDITURES						
General and Administrative						
	Audit	5,000	5,100	5,300	$ 5,700	Based on engagement letter $5,300 plus $400 audit work papers
	Banking Fees	150	130	356	500	
	Communications	1,177	1,500	1,414	1,500	Newsletter Postage, Website Maintenance
	Covenant Enforcement	13,094	15,000	14,660	14,000	Covenant Compliance $1,050 per month
	Treasures Collection Fee	4,510	5,781	5,781	6,627	1.5% of Taxes Collected
	Director's Fee	5,500	6,500	4,800	6,500	13 Meetings at $500 per meeting
	Payroll Taxes	421	505	672	675	Taxes
	District Management and Accounting	16,495	17,000	19,546	19,000	Special District Management and Monthly Accounting
	Dues Fees Memberships	344	500	376	500	SDA Membership
	Election Expense	-	5,000	1,494	-	No Election in Odd Numbered Years
	Events	469	500	-	250	Neighborhood Picnic
	Insurance	2,985	3,200	3,255	3,500	Anticipated 10%-12% increase over 2015
	Landscape Maintenance	18,146	13,441	16,000	15,000	Mowing, Fertilization, Aeration of park. Mow open space. Includes $14,100 Landscape Service Contract
	Legal	11,455	7,000	5,000	5,000	
	Miscellaneous	3,240	250	549	500	Unanticipated expenses
	Design Review Committee Expense	-	2,700	2,550	2,700	Assumes $225.00 per month
	Publications of Notices	59	100	177	150	
	Utilities	11,020	12,000	18,575	16,000	Park Water/Street Scape Irrigation
	Transfer to Capital Project fund	-	-	-	-	
	Transfer to Debt Service Fund	-	-	-	-	
	Tabor Reserve 3% of Revenue	-	2,990	-	3,387	
Total Expenditures		94,065	99,197	100,505	$ 101,489	
Excess Revenue Over (Under) Expenditures		19,139	5,044	(8,681)	$ 11,414	
Beginning Fund Balance		$ 5,965	$ 25,104	$ 25,104	$ 16,423	
Ending Fund Balance		$ 25,104	$ 30,148	$ 16,423	$ 27,836	

Cumberland Green Metropolitan District

Adopted Debt Service Budget - 2017

		ACTUAL 2015	ADOPTED BUDGET 2016	PROJECTED 2016 12 31-16	2017 BUDGET	COMMENTS
Assessed Valuation					8,835,370	
Debt Service Mill Levy					38.600	
	REVENUE					
REVENUES						
	Property Taxes	207,478	310,225	308,067	341,045	Assumes 38.60 mills
	Specific ownership Tax	17,220	28,979	34,592	33,968	Assumes total Specific ownership taxes of $44,000
	Net Investment Income	-	650	144	100	
Total Revenues		$ 224,698	$ 339,854	$ 342,803	$ 375,113	
	EXPENDITURES					
EXPENDITURES						
	Cost of Issuance	214,479	-	-	0	
	Banking Fees					
	Paying Agent Fees	-	1,000	1,000	1,000	
	Bond Principal Payment 2012A	3,095,000	-	-	-	
	Bond Interest Payment 2012A and Sub. Note	133,836	-	-	-	
	2015A Bonds Principal	-	-		-	
	2015A Bonds Interest	-	309,225	309,225	299,250	
	Bond Principal 2013 Subordinate Note	647,120		-	0	
	Payment to Oakwood Homes	-	261,161	261,161	91,719	Final payment to Oakwood Homes from Capital Fund
	Payment to COLA		1,000,000	1,000,000	-	Payments to Aspen View Homes plus $50,000 to District
	Transfer to General Fund		16,000	-	-	Transfer from Supplemental Reserve Fund
	Transfer to Supplemental Reserve			-	57,500	Transfer to Supplemental fund in order to reach $225,000 requirement
	Bond Safeguard Payment	328,355	-	-		
Total Expenditures		$ 4,418,790	$ 1,587,386	$ 1,571,386	$ 449,469	59,334
	Bond Proceeds	5,700,000	0	0	0	
Excess Revenue Over (Under) Expenditures	Net Change Fund Balance	1,505,908	(1,247,532)	(1,228,583)	(74,356)	
Transfer from General Fund (Reimburse 2013 Legal Expense	Beginning Fund Balance	$ 251,776	$ 1,757,684	$ 1,757,684	$ 529,101	
	Ending Fund Balance	$ 1,757,684	$ 510,152	$ 529,101	$ 454,745	
Ending Fund Balances By Fund						
	Debt Service Reserve Funds	$ 241,769	$ 241,769	$ 241,769	$ 241,769	Target Amount $241,769
	Supplemental Reserve Fund	$ 155,000	$ 139,000	$ 155,000	$ 212,500	Target Amount $225,000
	Net Capital Reserve Fund Ending Balance	$ 1,360,915	$ 129,383	$ 91,719	$ -	
	Excess Debt Service Funds			$ 40,613	$ 476	

Cumberland Green Metropolitan District

Adopted Conservation Trust Fund Budget - 2017

		ACTUAL 2015	ADOPTED BUDGET 2016	PROJECTED 2016 12-31-16	2017 BUDGET
REVENUES					
	Lottery Proceeds	$ 5,340	$ 6,000	$ 6,328	$ 7,000
	Interest Earnings	$ -	$ 12	$ -	$ -
	Transfer From Capital Fund for Control System			$ 1,210	
Total Revenues		**$ 5,340**	**$ 6,012**	**$ 7,538**	**$ 7,000**
EXPENDITURES					
	Park Maintenance	$ -	$ -	$ -	$ -
	Utilities	$ -	$ -	$ -	$ -
	Park Irrigation Control System	$ -	$ 3,770	$ 11,446	$ 1,210
Total Expenditures		**$ -**	**$ 3,770**	**$ 11,446**	**$ 1,210**
Excess Revenue Over (Under) Expenditures		$ 5,340	$ 2,242	$ (3,908)	$ 5,790
Beginning Fund Balance		**$ -**	**$ 5,340**	**$ 5,340**	**$ 1,432**
Ending Fund Balance		**$ 5,340**	**$ 7,582**	**$ 1,432**	**$ 7,222**

Cumberland Green Metropolitan District

Adopted Capital Project Fund Budget - 2017

		2015	ADOPTED BUDGET 2016	PROJECTED 2016 12-31-16	2017 BUDGET	
REVENUES						
	Interest income			$ 129		
	Transfer from Bond Proceeds		-	$ -	$ -	
	Transfer from Conservation Trust Fund	$ -	3,770		$ 1,210	Reimburse for Irrigation Control System
	Transfer from Debt Service Reserve			$ -	$ -	
Total Revenues		$ -	$ 3,770	$ 129	$ 1,210	
EXPENDITURES						
	Transfer to General Fund	$ -				
	Transfer to Conservation Trust Fund			$ 1,210		Irrigation Control System
	Park Capital/Streetscape Improvements	$ -	10,000	2,200	$ 5,000	Capital Parks, Street Scape Projects such as Plant Donated Trees, Hardscape under shade structure, Tot Swing
Total Expenditures		$ -	$ 10,000	$ 3,410	$ 5,000	
Excess Revenue Over (Under) Expenditures		$ -	$ (6,230)	$ (3,281)	$ (3,790)	
Beginning Fund Balance		**$ 8,892**	**$ 8,892**	**$ 8,892**	**$ 5,611**	
Ending Fund Balance		**$ 8,892**	**$ 2,662**	**$ 5,611**	**$ 1,821**	

_____ County Tax Entity Code

DOLA LGID/SID _____ / _____

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners[1] of El Paso County, Colorado.

On behalf of the Cumberland Green Metropolitan District[A], (taxing entity)

the Board of Directors (governing body)[B]

of the Cumberland Green Metropolitan District (local government)[C]

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of: $ 8,835,370 (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: $ _____ (NET[G] assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

Submitted: 12/12/2016 (mm/dd/yyyy) for budget/fiscal year 2017 (yyyy).
(not later than Dec. 15)

PURPOSE (see end notes for definitions and examples)	**LEVY**[2]		**REVENUE**[2]
1. General Operating Expenses[H]	11.400	**mills**	$ 100,723
2. <**Minus**> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction[I]	< >	mills	$ < >
SUBTOTAL FOR GENERAL OPERATING:	11.400	**mills**	**$** 100,723
3. General Obligation Bonds and Interest[J]	38.600	**mills**	$ 341,045
4. Contractual Obligations[K]		mills	$
5. Capital Expenditures[L]		mills	$
6. Refunds/Abatements[M]		mills	$
7. Other[N] (specify): _____		mills	$
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	50.0000	**mills**	**$** 441,768

Contact person: (print) James C. McGrady

Daytime phone: 719-494-3782

Signed: James C. McGrady

Title: District Manager

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) 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).

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: Public Infrastructure
   Series: $5,700,000 GO Limited Tax Refunding and Improvement Note, Series 2015
   Date of Issue: November 19, 2015
   Coupon Rate: 5.25%
   Maturity Date: 12/01/2045
   Levy: 38.60
   Revenue: $341,045

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.

Notes:

[A] **Taxing Entity**—A jurisdiction authorized by law to impose ad valorem property taxes on taxable property located within its territorial limits (please see notes B, C, and H below). For purposes of the DLG 70 only, a taxing entity is also a geographic area formerly located within a *taxing entity's* boundaries for which the county assessor certifies a valuation for assessment and which is responsible for payment of its share until retirement of financial obligations incurred by the *taxing entity* when the area was part of the *taxing entity*. For example: an area of excluded property formerly within a special district with outstanding general obligation debt at the time of the exclusion or the area located within the former boundaries of a dissolved district whose outstanding general obligation debt service is administered by another local government[C].

[B] **Governing Body**—The board of county commissioners, the city council, the board of trustees, the board of directors, or the board of any other entity that is responsible for the certification of the *taxing entity's* mill levy. For example: the board of county commissioners is the governing board ex officio of a county public improvement district (PID); the board of a water and sanitation district constitutes ex officio the board of directors of the water subdistrict.

[C] **Local Government** - For purposes of this line on Page 1of the DLG 70, the local government is the political subdivision under whose authority and within whose boundaries the *taxing entity* was created. The local government is authorized to levy property taxes on behalf of the *taxing entity*. For example, for the purposes of this form:

1. a municipality is both the local government and the *taxing entity* when levying its own levy for its entire jurisdiction;
2. a city is the local government when levying a tax on behalf of a business improvement district (BID) *taxing entity* which it created and whose city council is the BID board;
3. a fire district is the local government if it created a subdistrict, the *taxing entity*, on whose behalf the fire district levies property taxes.
4. a town is the local government when it provides the service for a dissolved water district and the town board serves as the board of a dissolved water district, the *taxing entity*, for the purpose of certifying a levy for the annual debt service on outstanding obligations.

[D] **GROSS Assessed Value** - There will be a difference between gross assessed valuation and net assessed valuation reported by the county assessor only if there is a "tax increment financing" entity (see below), such as a downtown development authority or an urban renewal authority, within the boundaries of the *taxing entity*. The board of county commissioners certifies each *taxing entity's* total mills upon the *taxing entity's* Gross Assessed Value found on Line 2 of Form DLG 57.

[E] **Certification of Valuation by County Assessor, Form DLG 57** - The county assessor(s) uses this form (or one similar) to provide valuation for assessment information to a *taxing entity*. The county assessor must provide this certification no later than August 25th each year and may amend it, one time, prior to December 10th.

[F] **TIF Area**—A downtown development authority (DDA) or urban renewal authority (URA), may form plan areas that use "tax increment financing" to derive revenue from increases in assessed valuation (gross minus net, Form DLG 57 Line 3) attributed to the activities/improvements within the plan area. The DDA or URA receives the differential revenue of each overlapping *taxing entity's* mill levy applied against the *taxing entity's* gross assessed value after subtracting the *taxing entity's* revenues derived from its mill levy applied against the net assessed value.

[G] **NET Assessed Value**—The total taxable assessed valuation from which the *taxing entity* will derive revenues for its uses. It is found on Line 4 of Form DLG 57.

[H] **General Operating Expenses (DLG 70 Page 1 Line 1)**—The levy and accompanying revenue reported on Line 1 is for general operations and includes, in aggregate, all levies for and revenues raised by a *taxing entity* for purposes not lawfully exempted and detailed in Lines 3 through 7 on Page 1 of the DLG 70. For example: a fire pension levy is included in general operating expenses, unless the pension is voter-approved, if voter-approved, use Line 7 (Other).

[I] **Temporary Tax Credit for Operations (DLG 70 Page 1 Line 2)**—The Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction of 39-1-111.5, C.R.S. may be applied to the *taxing entity*'s levy for general operations to effect refunds. Temporary Tax Credits (TTCs) are not necessary for other types of levies (non-general operations) certified on this form because these levies are adjusted from year to year as specified by the provisions of any contract or schedule of payments established for the payment of any obligation incurred by the *taxing entity* per 29-1-301(1.7), C.R.S., or they are certified as authorized at election per 29-1-302(2)(b), C.R.S.

[J] **General Obligation Bonds and Interest (DLG 70 Page 1 Line 3)**—Enter on this line the total levy required to pay the annual debt service of all general obligation bonds. Per 29-1-301(1.7) C.R.S., the amount of revenue levied for this purpose cannot be greater than the amount of revenue required for such purpose as specified by the provisions of any contract or schedule of payments. Title 32, Article 1 Special districts and subdistricts must complete Page 2 of the DLG 70.

[K] **Contractual Obligation (DLG 70 Page 1 Line 4)**—If repayment of a contractual obligation with property tax has been approved at election and it is not a general obligation bond (shown on Line 3), the mill levy is entered on this line. Per 29-1-301(1.7) C.R.S., the amount of revenue levied for this purpose cannot be greater than the amount of revenue required for such purpose as specified by the provisions of any contract or schedule of payments.

[L] **Capital Expenditures (DLG 70 Page 1 Line 5)**—These revenues are not subject to the statutory property tax revenue limit if they are approved by counties and municipalities through public hearings 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. Only levies approved by these methods should be entered on Line 5.

[M] **Refunds/Abatements (DLG 70 Page 1 Line 6)**—The county assessor reports on the Certification of Valuation (DLG 57 Line 11) the amount of revenue from property tax that the local government did not receive in the prior year because taxpayers were given refunds for taxes they had paid or they were given abatements for taxes originally charged to them due to errors made in their property valuation. The local government was due the tax revenue and would have collected it through an adjusted mill levy if the valuation errors had not occurred. Since the government was due the revenue, it may levy, in the subsequent year, a mill to collect the refund/abatement revenue. An abatement/refund mill levy may generate revenues up to, but not exceeding, the refund/abatement amount from Form DLG 57 Line 11.

1. Please Note: If the *taxing entity* is in more than one county, as with all levies, the abatement levy must be uniform throughout the entity's boundaries and certified the same to each county. To calculate the abatement/refund levy for a *taxing entity* that is located in more than one county, first total the abatement/refund amounts reported by each county assessor, then divide by the *taxing entity*'s total net assessed value, then multiply by 1,000 and round down to the nearest three decimals to prevent levying for more revenue than was abated/refunded. This results in an abatement/refund mill levy that will be uniformly certified to all of the counties in which the *taxing entity* is located even though the abatement/refund did not occur in all the counties.

[N] **Other (DLG 70 Page 1 Line 7)**—Report other levies and revenue not subject to 29-1-301 C.R.S. that were not reported above. For example: a levy for the purposes of television relay or translator facilities as specified in sections 29-7-101, 29-7-102, and 29-7-105 and 32-1-1005 (1) (a), C.R.S.; a voter-approved fire pension levy; a levy for special purposes such as developmental disabilities, open space, etc.