

LETTER OF BUDGET TRANSMITTAL

Date: January \_\_, 2021

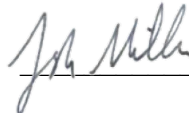
To: Division of Local Government  
1313 Sherman Street, Room 521  
Denver, Colorado 80203

Attached are the 2021 budget and budget message for FALCON HIGHLANDS METROPOLITAN DISTRICT in El Paso County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on November 9, 2020. If there are any questions on the budget, please contact:

CliftonLarsonAllen, LLP  
Josh Miller  
111 S. Tejon St. Suite 705  
Colorado Springs, Colorado 80903  
Tel.: 719-635-0330

I, Josh Miller as the District Manager of the Falcon Highlands Metropolitan District, hereby certify that the attached is a true and correct copy of the 2021 budget.

By: \_\_\_\_\_



**CERTIFIED COPY OF RESOLUTION TO ADOPT BUDGET AND APPROPRIATE FUNDS FOR THE FALCON HIGHLANDS METROPOLITAN DISTRICT FOR YEAR 2021**

STATE OF COLORADO )  
 ) ss.  
EL PASO COUNTY )

The Board of Directors of Falcon Highlands Metropolitan District, El Paso County, Colorado held a special meeting at 7464 Antelope Meadows Circle, Peyton, Colorado, on November 9, 2020 at 5:30 p.m.

The following members of the Board of Directors were in attendance:

President/Chair: Tonia Joyner  
Secretary: Tim Dickey  
Treasurer: Kevin Haas

Also in attendance were:

Josh Miller, Chelsea Gondeck, Carrie Bartow & Seef Le Roux; CliftonLarsonAllen LLP; Barbara Vander Wall & Jeffery Erb; Seter & Vander Wall, P.C.; John McGuinn; JDS-Hydro Consultants, Inc.

Counsel reported that, prior to the meeting, she notified each of the Directors of the date, time and place of this meeting and the purpose for which it was called. She further reported that this meeting is a special meeting of the Board of Directors of the District and that Notice of Special Meeting has heretofore been posted on the District website <http://www.falconhighlandsmetro.com/> at least 24 hours prior to the meeting and to the best of Counsel's knowledge, remains posted to the date of this meeting. A copy of the Notice of Special Meeting and a copy of the published Notice as to Public Hearing regarding Amended 2020 and Proposed 2021 Budget are incorporated into these proceedings.

NOTICE OF SPECIAL MEETING  
AND  
NOTICE AS TO PUBLIC HEARING REGARDING  
AMENDED 2020 BUDGET AND PROPOSED 2021 BUDGET

**NOTICE OF SPECIAL MEETING**

**[ATTACH MEETING NOTICE]**

# **FALCON HIGHLANDS METROPOLITAN DISTRICT**

## **NOTICE OF SPECIAL MEETING AND AGENDA**

**DATE:** November 9, 2020

**TIME:** 5:30 p.m.

**LOCATION:** 7464 Antelope Meadows Circle  
Peyton, CO 80831

**DUE TO CONCERNS REGARDING THE SPREAD OF THE CORONAVIRUS (COVID-19) AND THE BENEFITS TO THE CONTROL OF THE SPREAD OF THE VIRUS BY LIMITING IN-PERSON CONTACT, THIS DISTRICT'S BOARD MEETING WILL BE ACCESSIBLE BY CONFERENCE CALL. THE BOARD WILL BE PRESENT AT THE PHYSICAL LOCATION POSTED ON THIS NOTICE AND ALL OTHER ATTENDEES WILL ATTEND VIRTUALLY.**

You can attend the meetings in any of the following ways:

1. To attend via Microsoft Teams video conference use the below link:

**[Join Microsoft Teams Meeting](https://teams.microsoft.com/l/meetup-join/19%3ameeting_MzhjNTNiMTQhOTYyY00YTkZLWFhMThtMTM2OWIwZWQzMzNh%40thread.v2/0?context=%7b%22Tid%22%3a%224aaa468e-93ba-4ec3-ab9f-6a247aa3ade0%22%2c%22Oid%22%3a%225acb2ee9-0c6a-434fb826-75c9b8c2cad0%22%7d)**

**ACCESS:**

[https://teams.microsoft.com/l/meetup-join/19%3ameeting\\_MzhjNTNiMTQhOTYyY00YTkZLWFhMThtMTM2OWIwZWQzMzNh%40thread.v2/0?context=%7b%22Tid%22%3a%224aaa468e-93ba-4ec3-ab9f-6a247aa3ade0%22%2c%22Oid%22%3a%225acb2ee9-0c6a-434fb826-75c9b8c2cad0%22%7d](https://teams.microsoft.com/l/meetup-join/19%3ameeting_MzhjNTNiMTQhOTYyY00YTkZLWFhMThtMTM2OWIwZWQzMzNh%40thread.v2/0?context=%7b%22Tid%22%3a%224aaa468e-93ba-4ec3-ab9f-6a247aa3ade0%22%2c%22Oid%22%3a%225acb2ee9-0c6a-434fb826-75c9b8c2cad0%22%7d)

2. To attend via telephone, dial 720-547-5281 and enter the following additional information:

Conference ID: 308 638 526#

<u>Board of Directors</u>	<u>Office</u>	<u>Term Expires</u>
Tonia Joyner	President	May, 2022
Timothy Dickey	Secretary	May, 2022
Kevin Haas	Treasurer	May, 2023
Vacant		May, 2022
Vacant		May, 2023

### **I. ADMINISTRATIVE MATTERS**

- A. Call to Order and Approve Agenda
- B. Declaration of Quorum/Director Qualifications/Disclosure Item

- C. Community Comment for Items Not on the Agenda (3 minute limit per person)
- D. Discuss District Insurance, Review Renewal Schedule & Authorize Renewal of District Insurance & SDA Membership for 2021

## **II. CONSENT AGENDA**

- A. Review and Consider Acceptance of Unaudited Financial Statements as of September 30, 2020
- B. Review and Consider Ratification of Previous Claims and Approval of Current Claims
- C. Review and Consider Approval of Minutes from the September 14, 2020 Special Board Meeting

## **III. FINANCIAL MATTERS**

- A. Review and Consider Approval of Engagement Letter with Dazzio & Associates, P.C. for 2020 Audit
- B. Conduct Public Hearing to Consider Amending 2020 Budget; Consider Adopting Resolution Amending 2020 Budget, if necessary
- C. Conduct Public Hearing to Consider Adoption of 2021 Budget, Appropriate Expenditures, and Certify Mill Levy; Consider Adoption of Resolution to Adopt 2021 Budget, Appropriate Expenditures and Certify Mill Levy

## **III. LEGAL MATTERS**

- A. Legal Report
- B. Conduct a Public Hearing Regarding 2020 Delinquent Accounts and Approve Resolution Regarding Certification of Delinquent Accounts for Collections

## **IV. MANAGER MATTERS**

- A. Managers' Report
- B. Operations Report
- C. Review and Consider Approval of 2021 Fee Schedule with No Change from 2020

## **V. ENGINEERING MATTERS**

- A. Engineering Report

## **VI. EXECUTIVE SESSION**

- A. Executive session pursuant to Section 24-6-402(4)(a), (b) and (e), C.R.S. regarding (1) the receipt of legal advice related to litigation in BLH #1, LLC and BLH #3, LLC v. Falcon Highlands Metropolitan District, et al., El Paso County District Court No. 2019 CV 31830; and (2) the purchase, acquisition, transfer or sale of real property and/or water rights, and the development of negotiating positions.

**B. OTHER BUSINESS**

- A. Confirm Quorum for the Next Regular Meeting

**C. ADJOURNMENT**

**NOTICE AS TO PUBLIC HEARING REGARDING  
AMENDED 2020 BUDGET AND PROPOSED 2021 BUDGET**

**[ATTACH NOTICE AS PUBLISHED]**



Proof of Publication

THE TRANSCRIPT  
Colorado Springs, Colorado

STATE OF COLORADO } ss.  
COUNTY OF EL PASO }

I, Amy Sweet, Publisher and Executive Editor, or the undersigned Authorized Agent of the Publisher and Executive Editor, do solemnly swear that I am the Publisher and Executive Editor, or Authorized Agent of the Publisher and Executive Editor of The Transcript; that the same is a tri-weekly newspaper and published in the County of El Paso, State of Colorado, and has a general circulation therein; that said newspaper has been published continuously and uninterrupted in said County of El Paso for a period of more than fifty-two consecutive weeks prior to the first publication of the annexed legal notice or advertisement; that said newspaper has been admitted to the United States mails as second-class matter under the provisions of the Act of March 3, 1879, or any amendments thereof, and that said newspaper is a tri-weekly newspaper duly qualified for publishing legal notices and advertisements within the meaning of the laws of the State of Colorado.

That the annexed legal notice or advertisement was published in the regular and entire issue of every number of said tri-weekly newspapers for the period of 1 consecutive insertion(s), and/or once each week and on the same days of each week; and that the first publication of said notice was in the issue of said newspaper dated:

16, OCTOBER, A.D. 2020.

And that the last publication of said notice was in the issue of said newspaper dated:

16, OCTOBER, A.D. 2020.

In witness whereof, I have hereunto set my hand this 16th day of October, A.D. 2020.

*Cathy Reim*

Publisher and Executive Editor / Authorized Agent

Subscribed and sworn to before me, a notary public in and for the County of El Paso, State of Colorado, this 16th day of October, A.D. 2020.

*Robyn Kirk*

Notary Public

ROBYN KIRK  
Notary Public  
State of Colorado  
Notary ID #20114063677  
My Commission Expires: 10-05-2023

NOTICE AS TO PUBLIC HEARING  
RE: AMENDED 2020 AND  
PROPOSED 2021 BUDGETS

NOTICE IS HEREBY GIVEN that a proposed 2021 budget has been submitted to the FALCON HIGHLANDS METROPOLITAN DISTRICT, for the fiscal year 2021. A copy of such proposed budget has been filed in the office of the accountant, Clifton Larson Allen, LLP 111 S. Tejon Street, Suite 705, Colorado Springs, Colorado, where same is open for public inspection. Such proposed budget will be considered at a special meeting of the Falcon Highlands Metropolitan District to be held at 5:30 p.m. on Monday, November 9, 2020. If necessary, an amended 2020 budget will be filed in the office of the accountant and open for inspection for consideration at the special meeting of the Board. The meeting will be held at 7464 Antelope Meadows Circle, Peyton, CO 80831. Any interested elector within the Falcon Highlands Metropolitan District may inspect the amended and proposed budgets and file or register any objections at any time prior to the final adoption of the amended 2020 and proposed 2021 budgets.

To help protect our community, and contribute to the country's efforts to reduce the spread of COVID-19, the Board of Directors encourages reduced physical attendance and increased social distancing, as may be practicable to allow for the conducting of business and inclusion of public comment in accordance with the District's meeting agenda. Therefore, all public and others will be invited to join the meeting via Microsoft Teams.

To access meeting, visit the District's website at: [www.falconhighlandsmetro.com](http://www.falconhighlandsmetro.com) where the meeting notice with link information will be posted or contact Kimbrie Garcia at [kimbrie.garcia@claconnect.com](mailto:kimbrie.garcia@claconnect.com) for a link to be emailed to you.

BY ORDER OF THE  
BOARD OF DIRECTORS:  
FALCON HIGHLANDS  
METROPOLITAN DISTRICT  
By: /s/ SETER & VANDER  
WALL, P.C.

Attorneys for the District  
Publication Date: October 16, 2020  
Published in The Transcript  
DT38186

Thereupon, Director Joyner introduced and moved the adoption of the following Resolution:

RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR COLLECTION IN THE YEAR 2021 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO EACH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE FALCON HIGHLANDS METROPOLITAN DISTRICT, EL PASO COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2021, AND ENDING ON THE LAST DAY OF DECEMBER, 2021.

WHEREAS, the Board of Directors of the Falcon Highlands Metropolitan District has authorized its budget officer to prepare and submit a proposed budget to said governing body at the proper time; 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 in accordance with law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on November 9, 2020, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, the budget being adopted by the Board has been prepared based on the best information available to the Board regarding the effects of Article X, Section 20 of the Colorado Constitution; 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 FALCON HIGHLANDS METROPOLITAN DISTRICT OF EL PASO COUNTY, COLORADO:

Section 1. Summary of 2021 Revenues and 2021 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2021, as more specifically set forth in the budget attached hereto, are accepted and approved.

Section 2. Adoption of Budget. That the budget as submitted, amended and attached hereto and incorporated herein is approved and adopted as the budget of the Falcon Highlands Metropolitan District for fiscal year 2021.

Section 3. 2021 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 from property tax revenue is \$126,336 that the 2020 valuation for assessment, as certified by the El Paso County Assessor, is \$20,552,480. That for the purposes of meeting all general operating expenses of the District during the 2021 budget year, there is hereby levied a tax of 6.147 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2020.

Section 4. 2021 Levy of Debt Retirement Expenses. That the foregoing budget indicated that the amount of money necessary to balance the budget for the Debt Service Fund for debt retirement expense from property tax revenue is \$757,996 and that the 2020 valuation for assessment, as certified by the El Paso County Assessor, is \$20,552,480. That for the purposes of meeting all debt retirement expenses of the District during the 2021 budget year, there is hereby levied a tax of 36.881 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2020.

Section 5. Certification to County Commissioners. That the Secretary or Assistant Secretary of the District or its designee, is hereby authorized and directed to immediately certify to the County Commissioners of El Paso County, the mill levy for the District hereinabove

determined and set forth on the Certification of Tax Levies for Non-School Governments attached hereto.

Section 6. 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.

Section 7. Budget Certification. That the budget shall be certified by the Secretary or Assistant Secretary of the District, and made a part of the public records of the Falcon Highlands Metropolitan District.

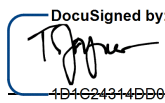
The foregoing Resolution was seconded by Director Haas.

RESOLUTION APPROVED AND ADOPTED THIS 9TH DAY OF NOVEMBER, 2020.

[Remainder of Page Intentionally Left Blank]

Falcon Highlands Metropolitan District  
2021 Budget Resolution  
Signature Page

FALCON HIGHLANDS METROPOLITAN DISTRICT

By:   
President

ATTEST:

By:   
Secretary or Assistant Secretary

STATE OF COLORADO  
COUNTY OF EL PASO  
FALCON HIGHLANDS METROPOLITAN DISTRICT

I certify that I am a Director and the duly elected and qualified Secretary or Assistant Secretary of the Falcon Highlands Metropolitan District, and that the foregoing constitute a true and correct copy of the record of proceedings of the Board of Directors of said District, adopted at a special meeting of the Board of Directors of the Falcon Highlands Metropolitan District held on November 9, 2020, Peyton, Colorado, as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2021; 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.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the official seal of the District this 9th day of November, 2020.

DocuSigned by:  
  
F2A0AFFC990F4C8...  
Secretary or Assistant Secretary

**EXHIBIT A**

**BUDGET DOCUMENT  
AND  
BUDGET MESSAGE**

**FALCON HIGHLANDS METROPOLITAN DISTRICT**  
**ANNUAL BUDGET**  
**FOR THE YEAR ENDING DECEMBER 31, 2021**



**FALCON HIGHLANDS METROPOLITAN DISTRICT  
SUMMARY  
2021 BUDGET  
WITH 2019 ACTUAL AND 2020 ESTIMATED  
For the Years Ended and Ending December 31,**

1/15/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUND BALANCES	\$ 1,596,291	\$ 1,933,435	\$ 2,270,399
REVENUES			
Property taxes	762,691	892,890	889,511
Specific ownership taxes	93,198	92,000	88,951
Interest income	40,843	14,875	10,975
Other revenue	317,900	2,000	-
Maintenance fees	131,249	131,000	131,000
Conservation trust proceeds	5,127	5,000	5,000
Facility fees	22,686	-	-
Water treatment fees	115,973	117,000	117,000
Water usage fees	226,662	260,000	260,000
Penalties	6,550	7,000	7,000
Meter fees	936	-	-
Water tap fees	22,973	-	-
O&M fees	406	-	-
Inspection fees	90	-	-
Administrative fees	82,142	81,500	81,500
Tap review fees	13,000	-	-
Total revenues	1,842,426	1,603,265	1,590,937
TRANSFERS IN	50,000	50,000	50,000
Total funds available	3,488,717	3,586,700	3,911,336
EXPENDITURES			
General Fund	182,411	171,999	327,000
Debt Service Fund	695,154	709,209	714,000
Conservation Trust Fund	8,549	-	13,106
Enterprise Fund	619,168	385,093	610,000
Total expenditures	1,505,282	1,266,301	1,664,106
TRANSFERS OUT	50,000	50,000	50,000
Total expenditures and transfers out requiring appropriation	1,555,282	1,316,301	1,714,106
ENDING FUND BALANCES	\$ 1,933,435	\$ 2,270,399	\$ 2,197,230
EMERGENCY RESERVE	\$ 20,100	\$ 11,000	\$ 10,800
SERIES 2004 A REQUIRED RESERVE (\$936,650)	655,176	714,468	762,064
O&M RESERVE	22,750	22,750	22,750
TOTAL RESERVE	\$ 698,026	\$ 748,218	\$ 795,614

No assurance provided. See summary of significant assumptions.

**FALCON HIGHLANDS METROPOLITAN DISTRICT**  
**PROPERTY TAX SUMMARY INFORMATION**  
**2021 BUDGET**  
**WITH 2019 ACTUAL AND 2020 ESTIMATED**  
**For the Years Ended and Ending December 31,**

1/15/21

ACTUAL	ESTIMATED	BUDGET
2019	2020	2021

**ASSESSED VALUATION**

Residential	\$ 8,249,550	\$ 9,432,700	\$ 9,432,790
Commercial	8,702,340	8,961,470	8,813,290
Industrial	-	10,090	6,960
Agricultural	3,750	3,930	3,930
Vacant land	1,451,940	1,648,730	1,622,540
State assessed	697,210	668,430	672,970
Certified Assessed Value	<u>\$ 19,104,790</u>	<u>\$ 20,725,350</u>	<u>\$ 20,552,480</u>

**MILL LEVY**

General	5.674	6.140	6.147
Debt Service	34.043	36.839	36.881
Refund and abatements	0.082	0.103	0.252
Total mill levy	<u>39.799</u>	<u>43.082</u>	<u>43.280</u>

**PROPERTY TAXES**

General	\$ 108,401	\$ 127,254	\$ 126,336
Debt Service	650,384	763,501	\$ 757,996
Refund and abatements	1,567	2,135	\$ 5,179
Levied property taxes	<u>760,352</u>	<u>892,890</u>	<u>889,511</u>
Adjustments to actual/rounding	8,636	-	-
Refunds and abatements	(6,297)	-	-
Budgeted property taxes	<u>\$ 762,691</u>	<u>\$ 892,890</u>	<u>\$ 889,511</u>

**BUDGETED PROPERTY TAXES**

General	\$ 108,958	\$ 129,389	\$ 131,515
Debt Service	653,733	763,501	757,996
	<u>\$ 762,691</u>	<u>\$ 892,890</u>	<u>\$ 889,511</u>

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
GENERAL FUND  
2021 BUDGET  
WITH 2019 ACTUAL AND 2020 ESTIMATED  
For the Years Ended and Ending December 31,**

1/15/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUND BALANCE	\$ 753,488	\$ 1,191,915	\$ 1,333,305
REVENUES			
Property taxes	108,958	129,389	131,515
Specific ownership taxes	93,198	92,000	88,951
Interest income	19,533	9,000	6,600
Maintenance fees	131,249	131,000	131,000
Other revenue	317,900	2,000	-
Total revenues	670,838	363,389	358,066
Total funds available	1,424,326	1,555,304	1,691,371
EXPENDITURES			
General and administrative			
Accounting	22,374	30,000	40,000
Auditing	8,500	8,500	8,700
County Treasurer's fee	1,652	1,941	1,973
Directors' fees	1,900	1,600	3,000
Insurance and bonds	8,872	7,499	10,000
District management	46,900	50,000	50,000
Legal services	45,346	45,000	45,000
Miscellaneous	1,173	2,500	5,000
Payroll - wages and taxes	16,183	122	230
Election expense	-	737	-
Contingency	-	-	13,597
Operations and maintenance			
Repairs and maintenance	891	2,000	10,000
Professional Services	375	2,500	5,000
Landscape maintenance	3,200	4,000	5,000
Trail maintenance	-	-	10,000
Park improvements	-	-	55,000
General improvements	-	-	12,000
Fuel	1,290	100	2,000
Utilities	23,446	15,000	30,000
Operating expense	309	500	500
Equipment expense	-	-	10,000
Storm Drainage	-	-	10,000
Total expenditures	182,411	171,999	327,000
TRANSFERS OUT			
Transfers to other fund	50,000	50,000	50,000
Total expenditures and transfers out requiring appropriation	232,411	221,999	377,000
ENDING FUND BALANCE	\$ 1,191,915	\$ 1,333,305	\$ 1,314,371
EMERGENCY RESERVE	\$ 20,100	\$ 11,000	\$ 10,800
TOTAL RESERVE	\$ 20,100	\$ 11,000	\$ 10,800

No assurance provided. See summary of significant assumptions.

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
CONSERVATION TRUST FUND  
2021 BUDGET  
WITH 2019 ACTUAL AND 2020 ESTIMATED  
For the Years Ended and Ending December 31,**

1/15/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUND BALANCE	\$ 6,300	\$ 3,006	\$ 8,081
REVENUES			
Conservation Trust proceeds	5,127	5,000	5,000
Interest income	128	75	25
Total revenues	<u>5,255</u>	<u>5,075</u>	<u>5,025</u>
Total funds available	<u>11,555</u>	<u>8,081</u>	<u>13,106</u>
EXPENDITURES			
General and administrative			
Repairs and maintenance	8,549	-	13,106
Contingency	-	-	-
Total expenditures	<u>8,549</u>	<u>-</u>	<u>13,106</u>
Total expenditures and transfers out requiring appropriation	<u>8,549</u>	<u>-</u>	<u>13,106</u>
ENDING FUND BALANCE	<u>\$ 3,006</u>	<u>\$ 8,081</u>	<u>\$ -</u>

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
DEBT SERVICE FUND  
2021 BUDGET  
WITH 2019 ACTUAL AND 2020 ESTIMATED  
For the Years Ended and Ending December 31,**

1/15/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUND BALANCE	\$ 676,811	\$ 655,176	\$ 714,468
REVENUES			
Property taxes	653,733	763,501	757,996
Interest income	19,786	5,000	3,600
Total revenues	673,519	768,501	761,596
Total funds available	1,350,330	1,423,677	1,476,064
EXPENDITURES			
Debt Service			
Bond interest	495,244	480,756	465,125
Bond principal	190,000	205,000	220,000
County Treasurer's fee	9,910	11,453	11,564
Paying agent fees	-	12,000	12,000
Contingency	-	-	5,311
Total expenditures	695,154	709,209	714,000
Total expenditures and transfers out requiring appropriation	695,154	709,209	714,000
ENDING FUND BALANCE	\$ 655,176	\$ 714,468	\$ 762,064
SERIES 2004 A REQUIRED RESERVE (\$936,650)	\$ 655,176	\$ 714,468	\$ 762,064
TOTAL RESERVE	\$ 655,176	\$ 714,468	\$ 762,064

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
ENTERPRISE FUND  
2021 BUDGET  
WITH 2019 ACTUAL AND 2020 ESTIMATED  
For the Years Ended and Ending December 31,**

1/15/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUNDS AVAILABLE	\$ 159,692	\$ 83,338	\$ 214,545
REVENUES			
Facility fees	22,686	-	-
Water treatment fees	115,973	117,000	117,000
Administrative fees	82,142	81,500	81,500
Water usage fees	226,662	260,000	260,000
Penalties	6,550	7,000	7,000
Meter fees	936	-	-
Water tap fees	22,973	-	-
O&M fees	406	-	-
Inspection fees	90	-	-
Interest income	1,396	800	750
Tap review fees	13,000	-	-
Total revenues	492,814	466,300	466,250
TRANSFERS IN			
Transfers from other funds	50,000	50,000	50,000
Total funds available	702,506	599,638	730,795
EXPENDITURES			
General and administrative			
Accounting	27,967	40,000	50,000
Dues and membership	156	1,144	1,000
Insurance and bonds	13,801	11,249	15,000
District management	67,522	65,000	65,000
Legal / litigation	60,461	60,000	60,000
Miscellaneous	1,214	1,000	2,500
Payroll - wages and taxes	34,679	-	-
Contingency	-	-	5,000
Operations and maintenance			
Professional Services	43,276	25,000	50,000
Utilities	57,039	75,000	130,000
Fuel	968	200	2,000
Small tools and supplies	-	-	1,500
Operating expense	17,167	7,500	15,000
Woodman Hills contract	24,606	35,000	50,000
Supplies - treatment facility	4,788	7,500	10,000
SCADA system inspection	713	4,500	2,500
Woodman Hills sewer tap fees	12,973	-	-
Repairs and maintenance	5,216	2,500	25,000
Utility billing	38,514	30,000	38,000
Telephone	2,250	1,500	3,000
Utility locates	389	500	500
Equipment expense	-	-	500
Security	5,201	7,500	7,500
Filter replacement	42,595	-	-
Permits - fees	850	-	1,000
Capital Projects			
Capital outlay	156,823	10,000	75,000
Total expenditures	619,168	385,093	610,000
Total expenditures and transfers out requiring appropriation	619,168	385,093	610,000
ENDING FUNDS AVAILABLE	\$ 83,338	\$ 214,545	\$ 120,795
O&M RESERVE	\$ 22,750	\$ 22,750	\$ 22,750
TOTAL RESERVE	\$ 22,750	\$ 22,750	\$ 22,750

No assurance provided. See summary of significant assumptions.

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
2021 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Services Provided**

Falcon Highlands Metropolitan District (the District), a quasi-municipal corporation and political subdivision of the State of Colorado, was organized by order and decree of the District Court of El Paso County, Colorado on November 14, 2002, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The District operates under a Service Plan approved by El Paso County Commissioners on July 25, 2002. The District's service area is located in the unincorporated town of Falcon in El Paso County, Colorado. The District was established to provide water, sanitary sewage, drainage, landscaping, public transportation, street improvements, traffic and safety controls, parks and recreation facilities, mosquito control and television relay and translation systems.

On November 5, 2002, the District voters approved authorized debt in the amount \$20,750,000 for streets, parks and recreation, water, storm and sanitary sewer, public transportation, mosquito control, safety control, television relay, and operations and maintenance. Also, the District voters approved authorized debt in the amount of \$20,000,000 for debt refunding; and an annual increase in taxes of \$450,000. The election also provided for intergovernmental agreements as multi-fiscal year obligations and allows the District to retain all revenues, other than ad valorem taxes, without regard to the limitations contained in Article X, Section 20 of the Colorado Constitution or any other law.

The District's service plan limits the total debt issuance to \$25,000,000, with a maximum mill levy of 30.000 mills for debt service and 5.000 mills for operations and maintenance, as adjusted for changes in the ratio of actual value to assessed value of property within the District. The debt service and operations and maintenance mill levies have been adjusted due to a change in the method of calculating assessed valuation.

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. For financial statement reporting purposes in accordance with generally accepted accounting principles (GAAP), the District uses the accrual method of accounting for the Enterprise Fund. Under GAAP, capital expenditures are recorded as assets and depreciation on fixed assets is recognized as an operating expense. For budget reporting, capital expenditures are reported as expenditures and depreciation is not recognized. To distinguish the difference in reporting, for budget reporting the District uses "Funds Available," which is defined as current assets less current liabilities, in lieu of fund balance for GAAP reporting.

The District has no employees. All administrative and operating functions are contracted.

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
2021 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Revenues**

**Property Taxes**

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or, if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August, and generally, sale of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District.

The change in assessment ratio from 7.20% to 7.15% in 2019 allowed the District to adjust its mill levy to offset the decrease in revenues. Accordingly, the District adjusted its mill levy to 6.140 for operation and 36.839 for debt service.

**Specific Ownership Taxes**

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 10% of the property taxes collected.

**Service Charges**

The District receives service fees for street lighting, maintenance, administration, water treatment, and water usage. The District bills residential and commercial customers monthly for such services at established rates.

**Water Tap, Sewer Tap and Infrastructure Improvement Fees**

The District charges water tap, sewer tap and infrastructure fees for new users to connect to the District's water and sewer systems. The District has not budgeted any water, sewer, and infrastructure taps and fees for 2021.

**Water Meter, Inspection, and Operations and Maintenance Reserve Fees**

The District collects water meter, inspection, and operations and maintenance reserve fees with each tap application to cover the costs of administration and future maintenance needs. The District has not budgeted any water meter, inspection and operations and maintenance reserve fees for 2021.

**Conservation Trust (Lottery Proceeds)**

The District anticipates receiving revenue from the State Lottery on a per capita basis ratio. The revenue is restricted for recreation purposes under state statutes.



**FALCON HIGHLANDS METROPOLITAN DISTRICT  
2021 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Revenues (continued)**

**Net Investment Income**

Interest earned on the District's funds has been estimated based on historical interest earning.

**Expenditures**

**Administrative Expenditures**

Administrative expenditures have been budgeted based on estimates of the District's Board of Directors and consultants and include the services necessary to maintain the District's administrative viability such as legal, audit, accounting, insurance, management, maintenance and other administrative expenses.

**General and Operations Expenditures**

These expenditures represent outsourced operating costs, repairs and maintenance, utilities, and other related expenses associated with the treatment and delivery of water to the District's customers.

**County Treasurer's Fees**

County Treasurer's fees have been computed at 1.5% of property tax collections.

**Capital Outlay**

The District's capital outlay consists primarily of expenditures for rehabilitation and replacement of existing facilities.

**Debt Service**

Principal and interest payments on the District's senior obligations are provided based on the Schedule of Senior Debt Service Requirements to Maturity.

**Debt and Leases**

**General Obligation Bonds and Notes**

The District has budgeted for the payment of the General Obligation Limited Tax Bonds, Series 2004A. The additional information regarding other debt has been presented for informational purposes only.

On June 16, 2004, the District issued and authorized the issuance of the following Bonds and Notes: (1) \$9,465,000 General Obligation Limited Tax Bonds, Series 2004A (the "Bonds"); (2) \$1,000,000 General Obligation Limited Tax Notes, Series 2004 B-1 (the "Series 2004 B-1 Notes"); and authorized the issuance of the (3) \$1,500,000 General Obligation Limited Tax Notes, Series 2006 B-2 (the "Series 2006 B-2 Notes"); (4) \$440,000 Subordinate General Obligation Limited Tax Notes, Series 2006 B-3 (the "Series 2006 B-3 Notes") upon fulfillment of certain conditions and authorization by the Board of

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
2021 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Debt and Leases – (continued)**

Directors of the District. The Bonds, the Series 2004 B-1 Notes and the Series 2006 B-2 Notes (collectively the “Notes”) were issued for the purposes of (i) constructing certain infrastructure improvements within the District; (ii) reimbursing the Developer for funds expended by the Developer for organizational costs of the District and construction of certain infrastructure improvements completed by the Developer within the District; (iii) funding the Reserve Account for the Bonds, which Reserve Account will also be available to pay debt service on the Bonds under certain circumstances; (iv) paying approximately one and one-fourth year’s capitalized interest on the bonds, and (v) paying the issuance expenses and Underwriter’s fees with respect to the Bonds and Notes.

The Bonds bear interest at 7.625%, calculated on the basis of a 360 day year of twelve 30 day months, payable semi-annually on June 15 and December 15, beginning on December 15, 2004. Annual mandatory sinking fund principal payments are due on December 15, beginning on December 15, 2005. The Bonds mature on December 15, 2034. The Bonds are subject to redemption prior to maturity at the option of the District beginning June 15, 2014 at a premium of 102%; which premium reduces to zero after June 15, 2016.

The Notes bear interest at 2.000% - 8.000%, calculated on the basis of a 360 day year of twelve 30 day months, payable annually on December 15, to the extent funds are available for payment. The Notes shall bear interest at the rates established from the date of issuance until paid and shall mature, unless paid sooner, as to the Series 2004 B-1 Notes, on December 15, 2035 and, as to the Series 2006 B-2 Notes on December 15, 2037.

During 2011, the 2006 B-2 Notes were assigned to Enterprise Bank & Trust Co. in a civil case, No. 11-CV-00026-CV-W-DW, pursuant to a Commercial Pledge Agreement executed by Cygnet Land, LLC.

The Bonds and the Notes shall constitute limited tax obligations of the District. The principal of, premium if any, and interest on or in connection with the Bonds, and the principal of and interest on or in connection with the Notes, shall be payable solely from and to the extent of the revenues of the District pledged to the payment of the Bonds and the Notes. Pledged revenues, consisting of monies derived from the District from (i) its Limited Mill Levy, except for that portion thereof levied for operations and maintenance expense of the District, (ii) Infrastructure Improvement Fees, (iii) Facility Fees, (iv) Water Tap Fees and (v) with respect to the Notes only, any other legally available monies credited to the Note Account, are pledged to the payment of the Bonds and the Notes. The Pledged Revenues are first applied to the Bond Accounts then to the Note Accounts as monies are available.

**\$4,935,000 General Obligation Limited Tax Subordinate Bonds, Series 2007**

On February 26, 2007, the District issued the \$4,935,000 General Obligation Limited Tax Subordinate Bonds, Series 2007 (the “Series 2007 Bonds”). The Series 2007 Bonds were issued for the purposes of (i) to construct certain infrastructure improvements within the District; (ii) to reimburse the Developer for construction of certain infrastructure improvements completed, (iii) to pay a portion of approximately twenty months of capitalized interest on the Series 2007 Bonds; (iv) to pay the issuance expenses and Underwriter’s fees with respect to the Series 2007 Bonds.

The Series 2007 Bonds bear interest at 8.500%, payable semi-annually on June 15 and December 15, beginning on June 15, 2007. To the extent interest on the Series 2007 Bonds is not paid when due, such interest shall compound semi-annually on June 15 and December 15 at the rate of the bonds. The

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
2021 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Debt and Leases – (continued)**

Series 2007 Bonds are subject to optional and extraordinary redemption. The Series 2007 Bonds are subordinate in all respects to the District's 2004A Bonds; but senior to the payment of debt service on the Notes. Principal of, and interest on the Series 2007 Bonds payable on any interest payment date will be made only to the extent that the District has revenue in excess of debt service requirements of the Series 2004A Bonds or from sources not pledged to the payment of the Series 2004A Bonds. Unpaid principal and interest on the Series 2007 Bonds due on any date will accrue until such time as the Series 2004A Bonds are no longer outstanding or the District's revenues exceed then current debt service on the Series 2004A Bonds.

Furthermore, owners of the Series 2007 Bonds will have no power to exercise, or to direct the Trustee to exercise, any remedy upon default or otherwise while the Series 2004A Bonds are outstanding.

The Series 2007 Bonds share the same pledged revenue sources as the 2004A Bonds and the Notes. In addition to said pledged revenue; the Series 2007 Bonds and the Notes are also payable from drainage and other credits (if, and to the extent received by the District, the "Credits") paid to the District by El Paso County, Colorado, which Credits are not pledged to the payment of debt service on the Series 2004A Bonds.

The District has no material operating or capital leases.

**Developer Advances**

The District has entered into Funding and Reimbursement Agreement(s) with the Developer as follows:

**Capital Funding and Reimbursement Agreement**

On June 15, 2005, the District entered into a Capital Funding and Reimbursement Agreement with Cygnet Land, LLC (Developer) to repay advances made by the Developer for capital infrastructure costs. The District agreed to repay the Developer for such capital advances plus accrued interest at the rate of 8.0%. The maximum capital loan amount shall not exceed the aggregate total of \$750,000 and is subject to annual renewal by the Developer. As of December 31, 2019, the current status of the Reimbursement Agreement, the balance of any outstanding advances and any accrued interest is unavailable.

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
2021 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Debt and leases - (continued)**

	Balance at December 31, 2019	Additions	Reductions	Balance at December 31, 2020
Series 2004A Discount	34,431	-	3,380	31,051
Series 2004A Accrued Interest	20,031	480,105	480,756	19,380
Series 2007 Accrued Interest	9,011,456	1,264,321	-	10,275,777
Series 2004 B-1 Subordinate Notes	1,000,000	-	-	1,000,000
Series 2004 B-1 Accrued Interest	599,500	55,000	-	654,500
Series 2006 B-2 Subordinate Notes	1,500,000	-	-	1,500,000
Series 2006 B-2 Accrued Interest	796,917	82,500	-	879,417
Series 2006 B-3 Subordinate Notes	440,000	-	-	440,000
Series 2006 B-3 Accrued Interest	233,762	24,200	-	257,962
Cygnet, LLC - Note Payable	4,025,291	-	-	4,025,291
RDS, LLC - Note Payable	128,682	-	-	128,682
Tamlin Ventures, LLC - Note Payable	447,534	-	-	447,534
Cygnet, LLC - Letter of Credit	265,000	-	-	265,000
Total	<u>18,502,604</u>	<u>1,906,126</u>	<u>484,136</u>	<u>19,924,594</u>
	Balance at December 31, 2020	Additions	Reductions	Balance at December 31, 2021
Series 2004A Discount	31,051	-	3,270	27,781
Series 2004A Accrued Interest	19,380	464,426	465,125	18,681
Series 2007 Accrued Interest	10,275,777	1,378,938	-	11,654,715
Series 2004 B-1 Subordinate Notes	1,000,000	-	-	1,000,000
Series 2004 B-1 Accrued Interest	654,500	55,000	-	709,500
Series 2006 B-2 Subordinate Notes	1,500,000	-	-	1,500,000
Series 2006 B-2 Accrued Interest	879,417	82,500	-	961,917
Series 2006 B-3 Subordinate Notes	440,000	-	-	440,000
Series 2006 B-3 Accrued Interest	257,962	24,200	-	282,162
Cygnet, LLC - Note Payable	4,025,291	-	-	4,025,291
RDS, LLC - Note Payable	128,682	-	-	128,682
Tamlin Ventures, LLC - Note Payable	447,534	-	-	447,534
Cygnet, LLC - Letter of Credit	265,000	-	-	265,000
Total	<u>19,924,594</u>	<u>2,005,064</u>	<u>468,395</u>	<u>21,461,263</u>

\*The above are based on estimates

**FALCON HIGHLANDS METROPOLITAN DISTRICT  
2021 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Reserve Funds**

**Debt Service Reserve**

The Debt Service Reserve Fund requirement is \$936,650 for the senior 2004 Series Bonds. The 2021 budget anticipates replenishing the reserve funds during 2021, leaving an anticipated remaining balance of \$774,921.

**Operations and Maintenance Reserve**

The District collects an Operations and Maintenance Reserve Fee at the time of water and sewer tap sale. These fees are held in reserve for future operation and maintenance needs of the District's water and sewer system.

**Emergency Reserve**

The District has provided for an Emergency Reserve equal to at least 3% of general government fiscal year spending for 2021, as defined under TABOR.

**This information is an integral part of the accompanying budget.**

**FALCON HIGHLANDS METROPOLITAN DISTRICT**  
**SCHEDULE OF SENIOR DEBT REQUIREMENTS TO MATURITY**  
**December 31, 2019**

**\$9,465,000**

**General Obligation Limited Tax Bonds**

**Dated June 22, 2004**

**Series 2004A**

**Interest Rate of 7.625%**

**June 15 and December 15**

<b>Year Ending December 31,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2021	\$ 220,000	\$ 465,125	\$ 685,125
2022	235,000	448,350	683,350
2023	255,000	430,431	685,431
2024	270,000	410,988	680,988
2025	295,000	390,400	685,400
2026	315,000	367,906	682,906
2027	340,000	343,888	683,888
2028	365,000	317,963	682,963
2029	395,000	290,131	685,131
2030	425,000	260,013	685,013
2031	455,000	227,606	682,606
2032	490,000	192,913	682,913
2033	525,000	155,550	680,550
2034	1,515,000	115,519	1,630,519
	<u>\$ 6,100,000</u>	<u>\$ 4,416,783</u>	<u>\$ 10,516,783</u>

No assurance provided. See summary of significant assumptions.

**CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments**TO: County Commissioners<sup>1</sup> of El Paso County, Colorado.On behalf of the Falcon Highlands Metropolitan District,  
(taxing entity)<sup>A</sup>the Board of Directors  
(governing body)<sup>B</sup>of the Falcon Highlands Metropolitan District  
(local government)<sup>C</sup>

Hereby officially certifies the following mills  
to be levied against the taxing entity's GROSS \$ 20,552,480  
assessed valuation of: (GROSS<sup>D</sup> assessed valuation, Line 2 of the Certification of Valuation Form DLG 57<sup>E</sup>)

**Note:** If the assessor certified a NET assessed valuation  
(AV) different than the GROSS AV due to a Tax  
Increment Financing (TIF) Area<sup>F</sup> the tax levies must be \$ 20,552,480  
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<sup>G</sup> 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:** 12/15/2020 for budget/fiscal year 2021.  
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

**PURPOSE** (see end notes for definitions and examples)**LEVY<sup>2</sup>****REVENUE<sup>2</sup>**

1. General Operating Expenses <sup>H</sup>	<u>6.147</u> mills	\$ <u>126,336</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction <sup>I</sup>	< <u>        </u> > mills	\$ < <u>        </u> >
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	<u>6.147</u> mills	\$ <u>126,336</u>
3. General Obligation Bonds and Interest <sup>J</sup>	<u>36.881</u> mills	\$ <u>757,996</u>
4. Contractual Obligations <sup>K</sup>	<u>        </u> mills	\$ <u>        </u>
5. Capital Expenditures <sup>L</sup>	<u>        </u> mills	\$ <u>        </u>
6. Refunds/Abatements <sup>M</sup>	<u>0.252</u> mills	\$ <u>5,179</u>
7. Other <sup>N</sup> (specify): <u>                                </u>	<u>        </u> mills	\$ <u>        </u>
	<u>        </u> mills	\$ <u>        </u>
<b>TOTAL:</b> [ Sum of General Operating Subtotal and Lines 3 to 7 ]	<u>43.280</u> mills	\$ <u>889,511</u>

Contact person: (print) Carrie Bartow Daytime phone: (719) 635-0330

Signed: Carrie Bartow Title: Accountant for the District

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-I-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.

<sup>1</sup> 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.

<sup>2</sup> 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

**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<sup>J</sup>:**

1.	Purpose of Issue:	Public Infrastructure
	Series:	General Obligation Limited Tax Bonds, Series 2004A
	Date of Issue:	June 24, 2004
	Coupon Rate:	7.625%
	Maturity Date:	December 15, 2034
	Levy:	36.881
	Revenue:	\$757,996
2.	Purpose of Issue:	Public Infrastructure
	Series:	General Obligation Limited Tax Subordinate Bonds, Series 2007
	Date of Issue:	February 26, 2007
	Coupon Rate:	8.500%
	Maturity Date:	December 15, 2036
	Levy:	0.000
	Revenue:	\$0

**CONTRACTS<sup>K</sup>:**

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.