

RESOLUTION
ADOPTING BUDGET, IMPOSING MILL LEVY AND APPROPRIATING FUNDS

(2016)

The Board of Directors of Brennan Metropolitan District (the “**Board**”), Town of Erie, Weld County, Colorado (the “**District**”) held a regular meeting at 712 Main Street, Louisville, Colorado, on Wednesday, October 12, 2016, at the hour of 2:00 P.M.

Prior to the meeting, each of the directors was notified of the date, time and place of the budget meeting and the purpose for which it was called and a notice of the meeting was posted or published in accordance with §29-1-106, C.R.S.

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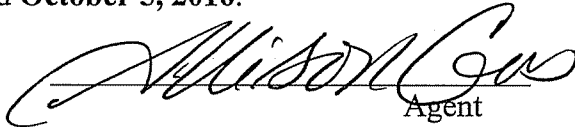
NOTICE AS TO PROPOSED 2016 BUDGET

AFFIDAVIT OF PUBLICATION
Colorado Hometown Weekly

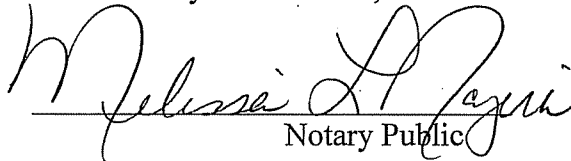
State of Colorado
County of Boulder, County of Weld

I, the undersigned agent, do solemnly swear that the Colorado Hometown Weekly; is a weekly newspaper published in the County of Boulder and County of Weld, State of Colorado, and has general circulation therein; that said newspaper has been published continuously and uninterrupted in said County of Boulder and County of Weld for a period of more than fifty-two consecutive weeks next 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 provisions of the Act of March 3, 1879, and amendments thereto; and that said newspaper is duly qualified for publishing legal notices and advertisements within the meaning of the laws of the State of Colorado;

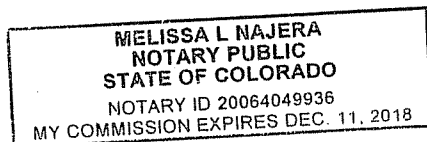
That the attached legal notice or advertisement was published in the regular and entire issue of the Colorado Hometown Weekly for a period of one advertisement in said issue dated **October 5, 2016**.


Agent

Subscribed and sworn to before me, this 5th day of October, 2016 in the County of Boulder, State of Colorado.


Notary Public

Account #221944
Ad #5680813
Fee \$18.88



NOTICE OF PUBLIC HEARING ON THE PROPOSED 2016/2017 BUDGETS
NOTICE IS HEREBY GIVEN that proposed 2016 and 2017 budgets have been submitted to the Board of Directors (the "Board") of the BRENNAN METROPOLITAN DISTRICT (the "District"). Copies of the proposed budgets are on file in the office of Simmons & Wheeler, P.C., 304 Inverness Way South, Suite 490, Englewood, Colorado, where the same are open for public inspection.
Such proposed budgets will be considered at a public hearing during a meeting of the District to be held at 712 Main Street, Louisville, Colorado, on Wednesday, October 12, 2016, at 2:00 P.M. Any interested elector of the District may file any objections to the proposed budgets at any time prior to final adoption of the budgets by the governing body of the District.
BY ORDER OF THE BOARD OF DIRECTORS:
BRENNAN METROPOLITAN DISTRICT

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

Published: Colorado Hometown Weekly October 5, 2016 - 5680813

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

RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET AND APPROPRIATING SUMS OF MONEY TO EACH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE DISTRICT FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2016 AND ENDING ON THE LAST DAY OF DECEMBER 2016.

WHEREAS, the Board has authorized its treasurer, accountant and/or legal counsel to prepare and submit a proposed budget to the Board in accordance with Colorado law; and

WHEREAS, the proposed budget has been submitted to the Board for its review and consideration; and

WHEREAS, upon due and proper notice, provided in accordance with Colorado law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on Wednesday, October 12, 2016, interested electors were given the opportunity to file or register any objections to said proposed budget and no written objections were filed prior to the public hearing; 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 § 29-1-101, *et seq.*, C.R.S., as applicable, and Article X, § 20 of the Colorado Constitution.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

Section 1. Summary of 2016 Revenues and 2016 Expenditures. The estimated revenues and expenditures for each fund for fiscal year 2016, as more specifically set forth in the budget attached hereto, are accepted and approved.

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

2016. In the event of recertification of values by the County Assessor's Office after the date of adoption hereof, staff is hereby directed to modify and/or adjust the budget and certification to reflect the recertification without the need for additional Board authorization. Any such modification to the budget or certification as contemplated by this Section 2 shall be deemed ratified by the Board.

Section 3. Levy for General Operating Expenses. For the purpose of meeting all general operating expenses of the District during the 2016 budget year, there is hereby levied a tax of zero (0.000) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 4. Levy for Debt Service Obligations. For the purposes of meeting all debt service obligations of the District during the 2016 budget year, there is hereby levied a tax of zero (0.000) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 5. Levy for Contractual Obligation Expenses. For the purposes of meeting all contractual obligations of the District during the 2016 budget year, there is hereby levied a tax of zero (0.000) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 6. Levy for Capital Project Expenses. For the purposes of meeting all capital project obligations of the District during the 2016 budget year, there is hereby levied a tax of zero (0.000) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 7. Certification to County Commissioners. The Board directs its legal counsel, manager, accountant or other designee to certify to the Board of County Commissioners of Boulder County, Colorado the mill levies for the District as set forth herein. Such certification shall be in compliance with the requirements of Colorado law.

Section 8. Appropriations. The amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto and incorporated herein, are hereby appropriated for the purposes thereof and no other.

Section 9. Filing of Budget and Budget Message. The Board hereby directs its legal counsel, manager or other designee to file a certified copy of the adopted budget resolution, the budget and budget message with the Division of Local Government by January 30 of the ensuing year.


Section 10. Budget Certification. The budget shall be certified by a member of the District, or a person appointed by the District, and made a part of the public records of the District.

The foregoing Resolution was seconded by Director Erickson.

[Remainder of page intentionally left blank.]

ADOPTED THIS 12TH DAY OF OCTOBER 2016.

BRENNAN METROPOLITAN DISTRICT




Officer of District

ATTEST:



APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law



General Counsel to the District

STATE OF COLORADO
COUNTY OF BOULDER
BRENNAN METROPOLITAN DISTRICT

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted at a District meeting held on Wednesday, October 12, 2016, at 712 Main Street, Louisville, Colorado, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 12th day of October, 2016.

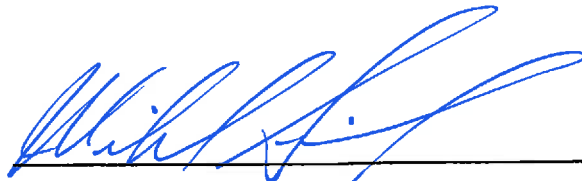


EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

BRENNAN METROPOLITAN DISTRICT
2016/2017
BUDGET MESSAGE

Attached please find a copy of the adopted 2016/2017 budget for the Brennan Metropolitan District.

The Brennan Metropolitan District has adopted two separate funds, a General Fund to provide for the payment of operating expenditures; and a Debt Service Fund to provide for payments on the outstanding general obligation bonds issued by the District.

The District's accountants have utilized the modified accrual basis of accounting and the budget has been adopted after proper postings, publications and public hearing.

The primary source of revenue for the District in 2017 will be property taxes. The District intends to impose a 50.000 mill levy on the property within the District for 2017, of which 35.627 mills will be dedicated to the General Fund and the balance of 14.373 mills will be allocated to the Debt Service Fund.

Brennan Metropolitan District
Adopted Budget
General Fund
For the Year ended December 31, 2017

	Proposed Budget <u>2016</u>	Actual <u>6/30/2016</u>	Estimate <u>2016</u>	Adopted Budget <u>2017</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -
Revenues:				
Property taxes	-	-	-	45,450
Specific ownership taxes	-	-	-	2,727
Developer advances	50,000	-	30,000	-
Interest income	-	-	-	2
	<u>50,000</u>	<u>-</u>	<u>30,000</u>	<u>48,179</u>
Total revenues				
	<u>50,000</u>	<u>-</u>	<u>30,000</u>	<u>48,179</u>
Total funds available				
	<u>50,000</u>	<u>-</u>	<u>30,000</u>	<u>48,179</u>
Expenditures:				
Accounting / audit	5,000	-	5,000	8,500
Election expense	-	-	-	-
Engineering	-	-	-	-
Insurance/SDA dues	3,000	-	3,000	3,500
Legal	20,000	-	20,000	15,000
Management	-	-	-	-
Miscellaneous	-	-	2,000	-
Treasurer fees	-	-	-	-
Repay developer advances	-	-	-	-
Contingency	21,160	-	-	17,642
Emergency reserve (3%)	840	-	-	810
	<u>50,000</u>	<u>-</u>	<u>30,000</u>	<u>45,452</u>
Total expenditures				
	<u>50,000</u>	<u>-</u>	<u>30,000</u>	<u>45,452</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,727</u>
Assessed valuation	<u>\$ -</u>			<u>\$ 1,275,710</u>
Mill Levy	<u>-</u>			<u>35.627</u>

Brennan Metropolitan District
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2017

	Proposed Budget <u>2016</u>	Actual <u>6/30/2016</u>	Estimate <u>2016</u>	Adopted Budget <u>2017</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ 535,640
Revenues:				
Property taxes	-	-	-	18,336
Specific ownership taxes	-	-	-	1,100
Transfer from Capital Projects	<u>150,000</u>	-	<u>552,200</u>	-
Total revenues	<u>150,000</u>	-	<u>552,200</u>	<u>19,436</u>
Total funds available	<u>150,000</u>	-	<u>552,200</u>	<u>555,076</u>
Expenditures:				
Bond interest expense	17,000	-	16,560	122,325
Bond principal	-	-	-	-
Treasurer's fees	-	-	-	275
Transfer to General Fund	-	-	-	-
Trustee / paying agent fees	-	-	-	<u>2,000</u>
Total expenditures	<u>17,000</u>	-	<u>16,560</u>	<u>124,600</u>
Ending fund balance	<u>\$ 133,000</u>	<u>\$ -</u>	<u>\$ 535,640</u>	<u>\$ 430,476</u>
Assessed valuation	<u>\$ -</u>			<u>\$ 1,275,710</u>
Mill Levy	<u>-</u>			<u>14.373</u>
Total Mill Levy	<u>-</u>			<u>50.000</u>