

RESOLUTION
ADOPTING BUDGET, IMPOSING MILL LEVY AND APPROPRIATING FUNDS

(2018)

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 11, 2017, 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 2018 BUDGET

NOTICE OF PUBLIC HEARING ON THE PROPOSED 2018 BUDGET

AND
NOTICE OF PUBLIC HEARING ON THE AMENDED 2017 BUDGET

NOTICE IS HEREBY GIVEN that proposed 2018 budget has been submitted to the Board of Directors (the "Board") of the BRENNAN METROPOLITAN DISTRICT (the "District"). A copy of the proposed budget is 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.

NOTICE IS FURTHER GIVEN that amendments to the 2017 budget, if any, will be submitted to the Districts. Copies of the proposed amended budget, if any, will be on file in the office of Simmons & Wheeler, P.C., and will be 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 11, 2017, 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 4, 2017. 1366532

Prairie Mountain Media, LLC

PUBLISHER'S AFFIDAVIT

County of Boulder
State of Colorado

The undersigned, Terry Love, being first duly sworn under oath, states and affirms as follows:

1. He/she is the legal Advertising Reviewer of Prairie Mountain Media LLC, publisher of the *Colorado Hometown*.
2. The *Colorado Hometown* is a newspaper of general circulation that has been published continuously and without interruption for at least fifty-two weeks in Boulder County and meets the legal requisites for a legal newspaper under Colo. Rev. Stat. 24-70-103.
3. The notice that is attached hereto is a true copy, published in the *Colorado Hometown* in Boulder County on the following date(s):

Oct 4, 2017

TERRY LOVE

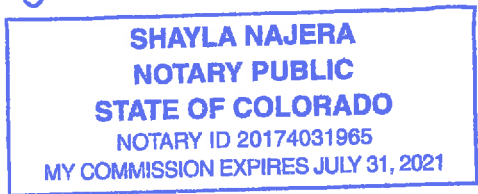
Signature

Subscribed and sworn to me before me this

4th day of October, 2017

Shayla Najera

Notary Public



(SEAL)

Account:	1051175
Ad Number:	1366532
Fee:	\$25.23

Thereupon, Director Erickson 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 2018 AND ENDING ON THE LAST DAY OF DECEMBER 2018.

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

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

WHEREAS, upon due and proper notice, provided in accordance with Colorado law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on Wednesday, October 11, 2017, 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 2018 Revenues and 2018 Expenditures. The estimated revenues and expenditures for each fund for fiscal year 2018, 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

2018. 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 2018 budget year, there is hereby levied a tax of twenty-five (25.027) 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 2018 budget year, there is hereby levied a tax of thirty (30.250) 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 2018 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 2018 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 Sinkey.

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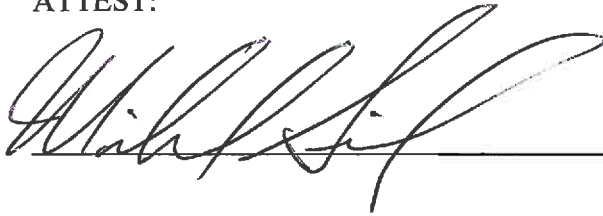
ADOPTED THIS 11TH DAY OF OCTOBER 2017.

BRENNAN METROPOLITAN DISTRICT



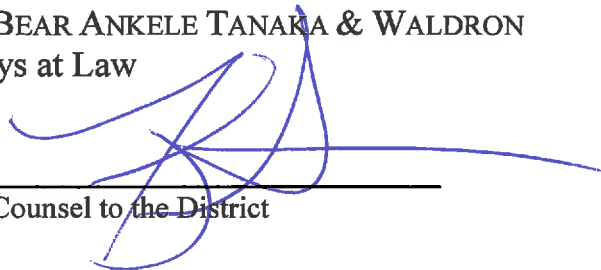
Officer of District

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 11, 2017, 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 11th day of October, 2017.

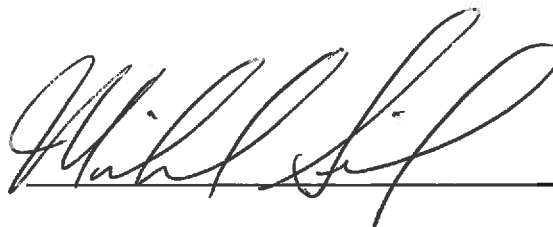


EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

**BRENNAN METROPOLITAN DISTRICT
2018
BUDGET MESSAGE**

Attached please find a copy of the adopted 2018 budget for the Brennan Metropolitan District.

The Brennan Metropolitan District has adopted three separate funds, a General Fund to provide for the payment of operating expenditures; a Capital Projects Fund to provide for the estimated infrastructure costs that are to be built for the benefit of the District; 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 2018 will be property taxes. The District intends to impose a 55.277 mill levy on the property within the District for 2018, of which 25.027 mills will be dedicated to the General Fund and the balance of 30.250 mills will be allocated to the Debt Service Fund.

Brennan Metropolitan District
Adopted Budget
General Fund
For the Year ended December 31, 2018

	Adopted Budget <u>2017</u>	Actual <u>6/30/2017</u>	Estimate <u>2017</u>	Adopted Budget <u>2018</u>
Beginning fund balance	\$ -	\$ 308	\$ 308	\$ 19,763
Revenues:				
Property taxes	45,450	45,450	45,450	45,905
Specific ownership taxes	2,727	1,177	2,300	2,754
Developer advances	-	2,263	2,263	-
Interest income	<u>2</u>	<u>-</u>	<u>-</u>	<u>2</u>
Total revenues	<u>48,179</u>	<u>48,890</u>	<u>50,013</u>	<u>48,661</u>
Total funds available	<u>48,179</u>	<u>49,198</u>	<u>50,321</u>	<u>68,424</u>
Expenditures:				
Accounting / audit	8,500	2,751	13,000	8,500
Election expense	-	-	-	1,000
Insurance/SDA dues	3,500	1,776	1,776	3,500
Legal	15,000	4,776	15,000	15,000
Miscellaneous	-	10	100	500
Treasurer fees	-	682	682	-
Contingency	17,642	-	-	39,069
Emergency reserve (3%)	<u>810</u>	<u>-</u>	<u>-</u>	<u>855</u>
Total expenditures	<u>45,452</u>	<u>9,995</u>	<u>30,558</u>	<u>68,424</u>
Ending fund balance	<u>\$ 2,727</u>	<u>\$ 39,203</u>	<u>\$ 19,763</u>	<u>\$ -</u>
Assessed valuation	<u>\$ 1,275,710</u>			<u>\$ 1,834,214</u>
Mill Levy	<u>35.627</u>			<u>25.027</u>

Brennan Metropolitan District
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2018

	Adopted Budget <u>2017</u>	Actual <u>6/30/2017</u>	Estimate <u>2017</u>	Adopted Budget <u>2018</u>
Beginning fund balance	\$ -	\$ 96	\$ 96	\$ 96
Revenues:				
Developer advances	-	-	-	-
Interest income	-	1	-	4
Bond proceeds	-	-	-	-
Developer contributions	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	-	1	-	4
	<hr/>	<hr/>	<hr/>	<hr/>
Total funds available	-	97	96	100
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures:				
Issuance costs	-	-	-	-
Organization costs	-	-	-	-
Accounting	-	-	-	-
Legal	-	-	-	-
Capital improvements	-	-	-	-
Capital expenditures	-	-	-	100
Repay developer advances	-	-	-	-
Repay developer advances - interest	-	-	-	-
Transfer to Debt Service	-	-	-	-
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Total expenditures	-	-	-	100
	<hr/>	<hr/>	<hr/>	<hr/>
Ending fund balance	\$ -	\$ 97	\$ 96	\$ -
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Brennan Metropolitan District
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2018

	Adopted Budget <u>2017</u>	Actual <u>6/30/2017</u>	Estimate <u>2017</u>	Adopted Budget <u>2018</u>
Beginning fund balance	\$ 535,640	\$ 550,950	\$ 550,950	\$ 446,986
Revenues:				
Interest income		2,461	3,500	1,000
Property taxes	18,336	18,336	18,336	55,485
Specific ownership taxes	<u>1,100</u>	<u>475</u>	<u>900</u>	<u>3,329</u>
Total revenues	<u>19,436</u>	<u>21,272</u>	<u>22,736</u>	<u>59,814</u>
Total funds available	<u>555,076</u>	<u>572,222</u>	<u>573,686</u>	<u>506,800</u>
Expenditures:				
Bond interest expense	122,325	62,213	124,425	124,425
Bond principal	-	-	-	-
Treasurer's fees	275	275	275	832
Trustee / paying agent fees	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>2,000</u>
Total expenditures	<u>124,600</u>	<u>62,488</u>	<u>126,700</u>	<u>127,257</u>
Ending fund balance	<u>\$ 430,476</u>	<u>\$ 509,734</u>	<u>\$ 446,986</u>	<u>\$ 379,543</u>
Assessed valuation	<u>\$ 1,275,710</u>			<u>\$ 1,834,214</u>
Mill Levy	<u>14.373</u>			<u>30.250</u>
Total Mill Levy	<u>50.000</u>			<u>55.277</u>