

STATE OF COLORADO  
COUNTY OF EAGLE  
BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2  
2015 BUDGET RESOLUTION

The Board of Directors of the Buckhorn Valley Metropolitan District No. 2, Eagle County, Colorado held a regular meeting at 11 Bridger Drive, Gypsum, Colorado 81637 on Tuesday, November 18, 2014 at the hour of 7:30 A.M.

The following members of the Board of Directors were present:

President: John V. Hill  
Secretary/Treasurer: Samantha Gale  
Assistant Secretary: Anna Maria Ray (*via telephone conference line*)  
Assistant Secretary: David Garton, Jr.  
Assistant Secretary: Scott Green (*via telephone conference line*)

Also present were: Jennifer L. Ivey, Icenogle Seaver Pogue, P.C. (*via telephone conference line*), Debra Sedgeley, CliftonLarsonAllen, LLP (*via telephone conference line*), and Sande Garton.

Ms. Ivey reported that, prior to the meeting, each of the directors had been notified of the date, time and place of this meeting and the purpose for which it was called. It was further reported that this meeting is a regular meeting of the Board of Directors of the District and that a notice of regular meeting was posted at three places within the boundaries of the District and at the Eagle County Clerk and Recorder's Office in Eagle County, Colorado, and to the best of her knowledge, remains posted to the date of this meeting. An original publisher's Affidavit of Publication is attached hereto as Exhibit A and incorporated herein by this reference.

Thereupon, Director Garton, Jr. introduced and moved the adoption of the following Resolution:

### RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET, APPROPRIATING SUMS OF MONEY TO EACH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN AND LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2015 TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2, EAGLE COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2015 AND ENDING ON THE LAST DAY OF DECEMBER 2015.

WHEREAS, the Board of Directors (the "Board") of the Buckhorn Valley Metropolitan District No. 2 (the "District") has authorized its treasurer and accountant to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, the proposed budget was submitted to the Board for its review and consideration on or before October 15, 2014; and

WHEREAS, due and proper notice was published on Thursday, October 30, 2014 in the Eagle Valley Enterprise, indicating (i) the date and time of the hearing at which the adoption of the proposed budget will be considered; (ii) that the proposed budget is available for inspection by the public at a designated place; and (iii) that any interested elector of the District may file any objections to the proposed budget at any time prior to the final adoption of the budget by the District; and

WHEREAS, the proposed budget was open for inspection by the public at a designated place; and

WHEREAS, a public hearing was held on Tuesday, November 18, 2014 and interested electors were given the opportunity to file or register any objections to said proposed budget and any such objections were considered by the Board; 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 § 29-1-301, C.R.S., and Article X, § 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 BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2, EAGLE COUNTY, COLORADO:

Section 1. Summary of 2015 Revenues and 2015 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2015, as more specifically set forth in the budget attached hereto as Exhibit B and incorporated herein by this reference, are accepted and approved.

Section 2. Adoption of Budget. That the budget as submitted, amended and attached hereto as Exhibit B, is approved and adopted as the budget of the District for fiscal year 2015. 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 shall be ratified by the Board of Directors at the next regular meeting.

Section 3. 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 4. Budget Certification. That the budget shall be certified by Anna Maria Ray, Assistant Secretary of the District, and made a part of the public records of the District and a certified copy of the approved and adopted budget shall be filed with the Colorado Department of Local Affairs Division of Local Government.

Section 5. 2015 Levy of General Property Taxes. That the foregoing budget indicates that the amount of money from general property taxes necessary to balance the budget for the General Fund for operating expenses is \$31,564 and that the 2014 valuation for assessment, as certified by the Eagle County Assessor, is \$5,159,230. That for the purposes of meeting all general operating expenses of the District during the 2015 budget year, there is hereby levied a tax of 6.118 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2015.

Section 6. 2015 Levy of Debt Retirement Expenses. That the attached budget indicates that the amount of money from general property taxes necessary to balance the budget for the Debt Service Fund for debt retirement expense is \$252,519 and that the 2014 valuation for assessment, as certified by the Eagle County Assessor, is \$5,159,230. That for the purposes of meeting all debt retirement expenses of the District during the 2015 budget year, there is hereby levied a tax of 48.945 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2015.

Section 8. Certification to County Commissioners. That the Assistant Secretary of the District is hereby authorized and directed to immediately certify to the Board of County Commissioners of Eagle County, the mill levy for the District hereinabove determined and set. That said certification shall be in substantially the following form attached hereto as Exhibit C and incorporated herein by this reference.

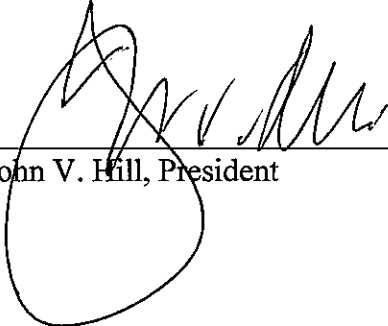
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The foregoing Resolution was seconded by Director Green.

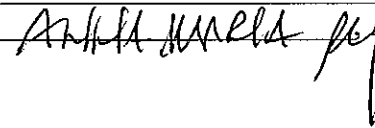
RESOLUTION APPROVED AND ADOPTED THIS 18<sup>TH</sup> DAY OF NOVEMBER,  
2014.

BUCKHORN VALLEY METROPOLITAN DISTRICT  
NO. 2

By:

  
\_\_\_\_\_  
John V. Hill, President

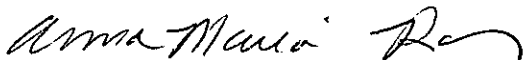
ATTEST:

  
\_\_\_\_\_  
Assistant Secretary

STATE OF COLORADO  
COUNTY OF EAGLE  
BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2

I, Anna Maria Ray, hereby certify that I am a director and the duly elected and qualified Assistant Secretary of the Buckhorn Valley Metropolitan District No. 2, and that the foregoing constitutes a true and correct copy of the record of proceedings of the Board of Directors of the District, adopted at a regular meeting of the Board of Directors of the Buckhorn Valley Metropolitan District No. 2 held on November 18, 2014, at 11 Bridger Drive, Gypsum, 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 2015; 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 18<sup>th</sup> day of November, 2014.

  
~~Anna Maria Ray~~ Assistant Secretary

[SEAL]

**EXHIBIT A**

Affidavit of Publication  
Notice as to Proposed 2015 Budget



**EXHIBIT B**

Budget Document  
Budget Message



**CliftonLarsonAllen**

CliftonLarsonAllen LLP  
www.cliftonlarsonallen.com

## **Accountant's Compilation Report**

Board of Directors  
Buckhorn Valley Metropolitan District No. 2  
Eagle County, Colorado

We have compiled the accompanying forecasted budget of revenues, expenditures and fund balances of the Buckhorn Valley Metropolitan District No. 2 for the General Fund and Debt Service Fund for the year ending December 31, 2015, including the forecasted estimate of comparative information for the year ending December 31, 2014, in accordance with attestation standards established by the American Institute of Certified Public Accountants. A compilation is limited to presenting, in the form of a forecast, information that is the representation of management and does not include evaluation of the support for the assumptions underlying the forecast. We have not audited or reviewed the forecast and, accordingly, do not express an opinion or any other form of assurance about whether the accompanying budget of revenues, expenditures and fund balances or assumptions are in accordance with attestation standards generally accepted in the United States of America. Furthermore, there will usually be differences between the forecasted and actual results because events and circumstances frequently do not occur as expected, and those differences may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Management is responsible for the preparation and fair presentation of the forecast in accordance with attestation standards generally accepted in the United States of America, and for designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the forecast.

The actual historical information for the year 2013 is presented for comparative purposes only. Such information is taken from the audit report of the District for the year ended December 31, 2013, as prepared by Wagner Barnes & Griggs, P.C., dated September 30, 2014, wherein an unmodified opinion was expressed.

Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the forecast, they might influence the user's conclusions about the District's results of operations for the forecasted periods. Accordingly, this forecast is not designed for those who are not informed about such matters.

We are not independent with respect to the Buckhorn Valley Metropolitan District No. 2.

*CliftonLarsonAllen LLP*

Greenwood Village, Colorado  
November 20, 2014

**BUCKHORN METROPOLITAN DISTRICT NO. 2**  
**SUMMARY**  
**FORECASTED 2015 BUDGET AS ADOPTED**  
**WITH 2013 ACTUAL AND 2014 ESTIMATED**  
**For the Years Ended and Ending December 31,**

11/20/2014

	ACTUAL 2013	ESTIMATED 2014	ADOPTED 2015
BEGINNING FUND BALANCES	\$ 615,678	\$ (74,350)	\$ -
<b>REVENUES</b>			
1 Property taxes	373,585	276,300	284,083
2 Specific ownership taxes	19,420	26,600	19,886
3 Net investment income	1,545	340	300
4 Other income	-	-	2,000
Total revenues	394,550	303,240	306,269
Total funds available	1,010,228	228,890	306,269
<b>EXPENDITURES</b>			
5 General and administration			
6 Bank fees	151	-	-
7 Contingency	-	-	2,000
8 County Treasurer's fees	11,212	8,289	8,521
9 Transfer to Buckhorn Valley Metro No. 1 - Capital	228,550	-	-
10 Transfer to Buckhorn Valley Metro No. 1 - Service	40,280	29,820	30,621
11 Debt service			
12 Bond interest 2003 bonds	143,850	16,943	26,400
13 Bond interest 2010 bonds	602,625	172,840	237,730
14 Bond principal 2010 bonds	57,000	-	-
15 Paying agent fees	910	1,000	1,000
Total expenditures	1,084,578	228,892	306,272
Total expenditures and transfers out requiring appropriation	1,084,578	228,892	306,272
ENDING FUND BALANCES	\$ (74,350)	\$ -	\$ -

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**BUCKHORN METROPOLITAN DISTRICT NO. 2**  
**PROPERTY TAX SUMMARY INFORMATION**  
**For the Years Ended and Ending December 31,**

11/20/2014

	ACTUAL 2013	ESTIMATED 2014	ADOPTED 2015
<b>ASSESSED VALUATION - EAGLE</b>			
Residential	\$ 4,313,610	\$ 3,321,270	\$ 3,513,930
Commercial	20,380	20,050	19,680
Vacant Land	3,463,330	1,572,690	1,536,850
State Assessed	291,400	348,630	88,770
Certified Assessed Value	<u>\$ 8,088,720</u>	<u>\$ 5,262,640</u>	<u>\$ 5,159,230</u>
<b>MILL LEVY</b>			
GENERAL FUND	6.118	6.118	6.118
DEBT SERVICE FUND	48.945	48.945	48.945
Refund and abatements	3.326	-	-
Total Mill Levy	<u>58.389</u>	<u>55.063</u>	<u>55.063</u>
<b>PROPERTY TAXES</b>			
GENERAL FUND	\$ 49,487	\$ 32,197	\$ 31,564
DEBT SERVICE FUND	395,902	257,580	252,519
Refund and abatements	26,903	-	-
Levied property taxes	<u>472,292</u>	<u>289,777</u>	<u>284,083</u>
Adjustments to actual/rounding	(96)	3,033	-
Refund and abatements	(98,611)	(16,510)	-
Budgeted Property Taxes	<u>\$ 373,585</u>	<u>\$ 276,300</u>	<u>\$ 284,083</u>
<b>BUDGETED PROPERTY TAXES</b>			
GENERAL FUND	\$ 41,509	\$ 30,700	\$ 31,564
DEBT SERVICE FUND	332,076	245,600	252,519
	<u>\$ 373,585</u>	<u>\$ 276,300</u>	<u>\$ 284,083</u>

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**BUCKHORN METROPOLITAN DISTRICT NO. 2**  
**GENERAL FUND**  
**FORECASTED 2015 BUDGET AS ADOPTED**  
**WITH 2013 ACTUAL AND 2014 ESTIMATED**  
**For the Years Ended and Ending December 31,**

11/20/2014

	ACTUAL 2013	ESTIMATED 2014	ADOPTED 2015
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
REVENUES			
1 Property taxes	41,509	30,700	31,564
2 Net investment income	30	40	-
3 Other income	-	-	1,000
Total revenues	41,539	30,740	32,564
Total funds available	41,539	30,740	32,564
EXPENDITURES			
General and administration			
4 Bank fees	13	-	-
5 County Treasurer's fees	1,246	921	947
6 Transfer to Buckhorn Valley Metro No. 1 - Service	40,280	29,820	30,621
Total expenditures	41,539	30,741	32,568
Total expenditures and transfers out requiring appropriation	41,539	30,741	32,568
ENDING FUND BALANCES	\$ -	\$ -	\$ -

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**BUCKHORN METROPOLITAN DISTRICT NO. 2**  
**DEBT SERVICE FUND**  
**FORECASTED 2015 BUDGET AS ADOPTED**  
**WITH 2013 ACTUAL AND 2014 ESTIMATED**  
**For the Years Ended and Ending December 31,**

11/20/2014

	ACTUAL 2013	ESTIMATED 2014	ADOPTED 2015
BEGINNING FUND BALANCES	\$ 388,199	\$ (74,350)	\$ -
<b>REVENUES</b>			
1 Property taxes	332,076	245,600	252,519
2 Specific ownership taxes	19,420	26,600	19,886
3 Net investment income	444	300	300
4 Other income	-	-	1,000
Total revenues	351,940	272,500	273,705
Total funds available	740,139	198,150	273,705
<b>EXPENDITURES</b>			
General and administration			
5 Bank fees	138	-	-
6 Contingency	-	-	1,000
7 County Treasurer's fees	9,966	7,368	7,576
Debt service			
8 Bond interest 2003 bonds	143,850	16,943	26,400
9 Bond interest 2010 bonds	602,625	172,840	237,730
10 Bond principal 2010 bonds	57,000	-	-
11 Paying agent fees	910	1,000	1,000
Total expenditures	814,489	198,151	273,706
Total expenditures and transfers out requiring appropriation	814,489	198,151	273,706
ENDING FUND BALANCES	\$ (74,350)	\$ -	\$ -

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2**  
**2015 BUDGET**  
**SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Services Provided**

The Buckhorn Valley Metropolitan District No. 2, a quasi-municipal corporation, is governed pursuant to provisions of the Colorado Special District Act. The District was established on May 2, 2000 to provide financing, construction, and operation of the basic public infrastructure including streets, parks and recreation, traffic and safety controls, sanitation, water, television relay and translator, and mosquito and pest control. The District's service area is located in an area of approximately 368 acres of land near the Town of Gypsum, in Eagle County, Colorado.

On May 2, 2000, the District's voters authorized total general obligation indebtedness of \$49,090,000 for the above listed facilities and powers. The District's voters also authorized total indebtedness of \$42,560,000 for the purpose of refunding outstanding financial obligations of the District. The Service Plan, however, establishes a total debt limit for the District of \$26,000,000.

The District has no employees and all administrative functions are contracted.

The District prepares its budget on the modified accrual basis of accounting.

**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 sales 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 District's maximum Required Mill Levy is 40.000 mills, adjusted for changes in the ratio of actual value to assessed value of property within the District. Required Mill Levy means an ad valorem mill levy imposed upon all taxable property of the District each year in a amount sufficient to pay the principal, premium if any, and interest on the Bonds as the same become due and payable [and to make up any deficiencies in the Reserve Fund]. As of December 31, 2013, the adjusted maximum mill levy for debt service is 48.945 mills.

The calculation of the taxes levied is displayed on page 3 of the Budget at the adopted mill levy of 55.063 mills of which 6.118 mills is for operations and 48.945 mills is for debt service.

**BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2**  
**2015 BUDGET**  
**SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Revenues – (continued)**

**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 forecast assumes that the District's share will be equal to approximately 7% of the property taxes collected. Specific ownership taxes are pledged for the payment of debt service.

**Net Investment Income**

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 0.15%.

**Expenditures**

**Administrative and Operating Expenditures**

With the exception of trustee fees, the operating and administrative expenditures are included in the budget of Buckhorn Valley Metropolitan District No. 1.

**County Treasurer's Fees**

County Treasurer's fees have been computed at 3.0% of property tax collections.

**Transfer to Buckhorn Valley Metropolitan District No. 1**

Buckhorn Valley Metropolitan District No. 2 (the Financing District) was formed as part of a multiple district structure in conjunction with Buckhorn Valley Metropolitan District No. 1 (the Service District). The Service District will provide public facilities and services benefiting both of the Districts and the Financing District will contribute to the costs of the construction, operation, and maintenance of such facilities. The Service District will transfer all available funds from the imposition of a mill levy for operations and maintenance to the Service District. Additionally, bond proceeds from the issue of the Series 2010 bonds were transferred to the Service District to fund capital expenditures.

**BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2**  
**2015 BUDGET**  
**SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Expenditures (Continued)**

**Debt Service**

Debt service payments on the District's Bonds in 2015 are on page 5 of the Budget (discussed under Debt and Leases). Currently, pledged revenue of the District is not sufficient to pay when due the debt service requirements with respect to the Bonds. To the extent principal of any Bond is not paid when due, such principal will remain outstanding until paid, and to the extent interest on any Bond is not paid when due, such interest will compound semiannually on each interest payment date at the interest rate borne by such Bond. Since 2011, the assessed value of the District decreased 72%. Therefore, future pledged revenue of the District will not be sufficient to pay when due the debt service requirements with respect to the bonds. Failure to pay principal and/or interest when due on the bonds will result in a "Payment Default," for which the District must provide certain financial information to all owners of the bonds, which is the sole and exclusive remedy for a Payment Default.

**Debt and Leases**

**Limited Tax General Obligation Bonds, Series 2003**

The District issued \$2,500,000 of general obligation bonds dated March 1, 2003, with interest of 7% payable on June 1 and December 1, to partially reimburse Buckhorn Valley Metro District No. 1 for costs related to the construction of infrastructure within the District. The principal on the bonds is payable on December 1 and matures in various increments from 2020 through 2023. The bonds were subject to mandatory redemption to the extent of monies still held by the trustee on September 1, 2007 and \$440,000 was repaid in 2007 as required by the bond documents. Bonds maturing on and after December 1, 2013 are subject to optional redemption at the District's option without redemption premium upon payment of principal plus accrued interest to the redemption date. The bonds are limited tax general obligations of the District, payable from ad valorem taxes to be imposed, at a total rate not to exceed 40 mills, adjusted for any changes in law and the assessment ratio.

**Limited Tax Refunding and Improvement Bonds, Series 2010**

The District issued \$7,370,000 of general obligation bonds on May 25, 2010, with interest of 7.25% to 8.50% payable on June 1 and December 1. The bonds are limited tax general obligations of the District issued on a parity basis with the Series 2003 bonds. The Series 2010 bonds are secured by and payable from Pledged Revenue consisting of: (a) the Required Mill Levy, (b) the Specific Ownership Tax derived from the Required Mill Levy, (c) and any other legally available money which the District credits to the bond fund. The Series 2010 bonds are also secured by the 2010 Reserve Fund in the Reserve Requirement Amount of \$300,000. The Required Mill Levy is an ad valorem mill levy upon all taxable property of the District in an amount sufficient to pay the principal of, premium if any, and interest on the Series 2010 and Series 2003 bonds as the same become due and payable and to replenish the 2010 Reserve Fund to the Reserve Requirement, but not in excess of 40 mills (subject to adjustment for changes occurring after January 11, 2000 in the method of calculating assessed valuation, which, as currently adjusted, is 48.945 mills), and for so long as (i) the Surplus Account is less than the Maximum Surplus Amount of \$500,000 or (ii) the Series 2008 Subordinate Bonds are outstanding, not less than 40 mills (subject to adjustment for changes in the method of calculating assessed valuation as

**BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2**  
**2015 BUDGET**  
**SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Debt and Leases - (continued)**

detailed above). As of December 31, 2013, the balances in the Surplus and Reserve Funds were \$0, as all funds were used toward payment of the December 1, 2013 debt service requirement.

**Subordinate Limited Tax General Obligation Bonds, Series 2008**

The District issued \$8,500,000 of subordinate general obligation bonds dated February 13, 2008, with simple interest of 6% payable annually on December 15 until the principal amount and interest due thereon is paid at maturity or upon prior redemption, to partially reimburse Buckhorn Valley Metro District No. 1 for costs related to the construction of infrastructure within the District. The Series 2008 bonds, together with interest thereon shall be payable solely from and to the extent of the Subordinate Pledged Revenue. The Bonds shall constitute an irrevocable lien upon the Subordinate Pledged Revenue, *subordinate* to the lien of any Senior Bonds. The Subordinate Pledged Revenue means (a) all Ad Valorem Revenues payable to the District and (b) any other legally available amounts. To the extent pledged revenues are insufficient to make the interest payments due; such shortfall will continue to accrue to future years. During 2010, \$3,051,164 of principal and \$914,434 of accrued interest was repaid from proceeds of the District's Series 2010 Bonds. As of December 31, 2012 the balance of accrued but unpaid interest on the Series 2008 bonds is \$574,484. As amounts are payable from Subordinate Pledged Revenue, there is no annual debt service schedule for the Series 2008 Subordinate Limited Tax General Obligation Bonds.

The District has no operating or capital leases.

**Reserves**

**Emergency Reserve**

Under the Intergovernmental Agreement, the District transfers the portion of its revenue subject to TABOR to Buckhorn Valley Metropolitan District No. 1, which has provided for an emergency reserve fund equal to at least 3% of fiscal year spending for 2015, as defined under TABOR.

**Debt Service Reserve**

The District maintains a Debt Service Reserve as required with the issuance of the Series 2010 Bonds in the amount of \$300,000, as well as a Surplus Fund up to a maximum amount of \$500,000. Those reserves have been used for the required debt service payments, and will be replenished when sufficient funds are available.

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



**BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2  
SCHEDULE of BOND DEBT SERVICE REQUIREMENTS**

AS OF MAY 24, 2010 AND THROUGH THE CALENDAR YEARS ENDING THROUGH 2039

<b>Series 2010 Bond Issue</b>													
<b>Dated:</b> May 24, 2010		<b>\$7,370,000</b>											
<b>Issued:</b> May 24, 2010													
<b>Interest Rates:</b> 7.25% - 8.50%													
Scheduled Debt Service			Total 2005 Bonds Debt Service	Actual Principal Paid	Actual Interest Paid	Unpaid Principal	Interest on Unpaid Principal	Unpaid Interest	Interest on Unpaid Interest	Total Accrued Interest Due	Bond Principal Outstanding	Total Debt Outstanding	Year
Year	Principal	Interest											
12/1/2010		313,978.33	313,978.33		(313,978.33)	-	-	-	-	-	7,370,000.00	7,370,000.00	12/1/2010
6/1/2011		303,850.00	303,850.00		(303,850.00)	-	-	-	-	-	7,370,000.00	7,370,000.00	6/1/2011
12/1/2011		303,850.00	303,850.00		(303,850.00)	-	-	-	-	-	7,370,000.00	7,370,000.00	12/1/2011
6/1/2012		303,850.00	303,850.00		(303,850.00)	-	-	-	-	-	7,370,000.00	7,370,000.00	6/1/2012
12/1/2012	70,000.00	303,850.00	373,850.00	(70,000.00)	(303,850.00)	-	-	-	-	-	7,440,000.00	7,440,000.00	12/1/2012
6/1/2013		301,312.50	301,312.50		(301,312.50)	-	-	-	-	-	7,440,000.00	7,440,000.00	6/1/2013
12/1/2013	80,000.00	301,312.50	381,312.50	(57,000.00)	(301,312.50)	23,000.00	-	-	-	-	7,497,000.00	7,497,000.00	12/1/2013
6/1/2014		298,412.50	298,412.50		(71,870.00)	-	948.29	226,542.50	-	227,490.79	7,497,000.00	7,724,490.79	6/1/2014
12/1/2014	85,000.00	298,412.50	383,412.50	-	(100,970.00)	85,000.00	948.29	197,442.50	9,379.45	435,261.03	7,497,000.00	7,932,261.03	12/1/2014
6/1/2015		295,331.25	295,331.25		(118,865.00)	-	4,452.84	176,466.25	17,945.81	634,125.93	7,497,000.00	8,131,125.93	6/1/2015
12/1/2015	90,000.00	295,331.25	385,331.25	-	(118,865.00)	90,000.00	4,452.84	176,466.25	23,779.72	838,824.74	7,497,000.00	8,335,824.74	12/1/2015
6/1/2016		292,068.75	292,068.75										6/1/2016
12/1/2016	95,000.00	292,068.75	387,068.75										12/1/2016
6/1/2017		288,625.00	288,625.00										6/1/2017
12/1/2017	105,000.00	288,625.00	393,625.00										12/1/2017
6/1/2018		284,818.75	284,818.75										6/1/2018
12/1/2018	115,000.00	284,818.75	399,818.75										12/1/2018
6/1/2019		280,650.00	280,650.00										6/1/2019
12/1/2019	110,000.00	280,650.00	390,650.00										12/1/2019
6/1/2020		276,662.50	276,662.50										6/1/2020
12/1/2020	130,000.00	276,662.50	406,662.50										12/1/2020
6/1/2021		271,950.00	271,950.00										6/1/2021
12/1/2021	140,000.00	271,950.00	411,950.00										12/1/2021
6/1/2022		266,875.00	266,875.00										6/1/2022
12/1/2022	150,000.00	266,875.00	416,875.00										12/1/2022
6/1/2023		261,437.50	261,437.50										6/1/2023
12/1/2023	160,000.00	261,437.50	421,437.50										12/1/2023
6/1/2024		255,637.50	255,637.50										6/1/2024
12/1/2024	170,000.00	255,637.50	425,637.50										12/1/2024
6/1/2025		249,475.00	249,475.00										6/1/2025
12/1/2025	170,000.00	249,475.00	419,475.00										12/1/2025
6/1/2026		242,250.00	242,250.00										6/1/2026
12/1/2026	185,000.00	242,250.00	427,250.00										12/1/2026
6/1/2027		234,387.50	234,387.50										6/1/2027
12/1/2027	200,000.00	234,387.50	434,387.50										12/1/2027
6/1/2028		225,887.50	225,887.50										6/1/2028
12/1/2028	215,000.00	225,887.50	440,887.50										12/1/2028
6/1/2029		216,750.00	216,750.00										6/1/2029
12/1/2029	235,000.00	216,750.00	451,750.00										12/1/2029
6/1/2030		206,762.50	206,762.50										6/1/2030
12/1/2030	315,000.00	206,762.50	521,762.50										12/1/2030
6/1/2031		193,375.00	193,375.00										6/1/2031
12/1/2031	350,000.00	193,375.00	543,375.00										12/1/2031
6/1/2032		178,500.00	178,500.00										6/1/2032
12/1/2032	380,000.00	178,500.00	558,500.00										12/1/2032
6/1/2033		162,350.00	162,350.00										6/1/2033
12/1/2033	425,000.00	162,350.00	587,350.00										12/1/2033
6/1/2034		144,287.50	144,287.50										6/1/2034
12/1/2034	460,000.00	144,287.50	604,287.50										12/1/2034
6/1/2035		124,737.50	124,737.50										6/1/2035
12/1/2035	500,000.00	124,737.50	624,737.50										12/1/2035
6/1/2036		103,487.50	103,487.50										6/1/2036
12/1/2036	535,000.00	103,487.50	638,487.50										12/1/2036
6/1/2037		80,750.00	80,750.00										6/1/2037
12/1/2037	585,000.00	80,750.00	665,750.00										12/1/2037
6/1/2038		55,887.50	55,887.50										6/1/2038
12/1/2038	630,000.00	55,887.50	685,887.50										12/1/2038
6/1/2039		29,112.50	29,112.50										6/1/2039
12/1/2039	685,000.00	29,112.50	714,112.50										12/1/2039
	7,370,000.00	13,172,940.83	20,542,940.83	(127,000.00)	(2,542,573.33)	198,000.00	10,802.26	776,917.50	51,104.98				

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**EXHIBIT C**

Certification of Tax Levy

# CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

**TO:** County Commissioners<sup>1</sup> of EAGLE COUNTY, Colorado.


On behalf of the BUCKHORN VALLEY METRO #2,  
(taxing entity)<sup>A</sup>  
 the BOARD of DIRECTORS,  
(governing body)<sup>B</sup>  
 of the BUCKHORN VALLEY METRO #2,  
(local government)<sup>C</sup>

**Hereby** officially certifies the following mills to be levied against the taxing entity's GROSS \$ 5,159,230 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 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: \$ 5,159,230 (NET<sup>G</sup> assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

**Submitted:** 11/20/2014 for budget/fiscal year 2015.  
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE <small>(see end notes for definitions and examples)</small>	LEVY <sup>2</sup>	REVENUE <sup>2</sup>
1. General Operating Expenses <sup>H</sup>	<u>6.118</u> mills	<u>\$ 31,564</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction <sup>I</sup>	<u>&lt; &gt;</u> mills	<u>\$ &lt; &gt;</u>
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	<b>6.118</b>	<b>\$ 31,564</b>
3. General Obligation Bonds and Interest <sup>J</sup>	<u>48.945</u>	<u>\$ 252,519</u>
4. Contractual Obligations <sup>K</sup>	_____ mills	\$ _____
5. Capital Expenditures <sup>L</sup>	_____ mills	\$ _____
6. Refunds/Abatements <sup>M</sup>	_____ mills	\$ _____
7. Other <sup>N</sup> (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
<b>TOTAL:</b> <small>[ Sum of General Operating Subtotal and Lines 3 to 7 ]</small>	<b>55.063</b> mills	<b>\$ 284,083</b>

Contact person: Jason Carroll Daytime phone: 303-779-5710  
 Signed:  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 29-1-113 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.*

<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).



IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Buckhorn Valley Metropolitan District No. 2 of Eagle County, Colorado on this 18<sup>th</sup> day of November, 2014.

*Anna Maria Ray*  
~~*Anna Maria Ray*~~ Assistant Secretary

SEAL