

STATE OF COLORADO  
COUNTY OF EAGLE  
BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2  
2020 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 on Tuesday, November 19, 2019 at the hour of 7:30 A.M.

The following members of the Board of Directors were present:

President: John V. Hill (*via telephone conference line*)  
Assistant Secretary: Anna Maria Ray (*via telephone conference line*)  
Assistant Secretary: Scott Green (*via telephone conference line*)

Also present were: Debra Sedgely, CliftonLarsonAllen, LLP (*via telephone conference line*) and Jennifer Ivey, Icenogle Seaver Pogue, P.C. (*via telephone conference line*), Kenny Slaughter

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 John V. Hill 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 2020 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 2020 AND ENDING ON THE LAST DAY OF DECEMBER 2020.

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, 2019; and

WHEREAS, the proposed budget is more than fifty thousand dollars (\$50,000.00), due and proper notice was published on Thursday, October 31, 2019 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; (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 (iv) if applicable, the amount of the District's increased property tax revenues resulting from a request to the Division of Local Government (the "Division") pursuant to §29-1-302(1), C.R.S.

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

WHEREAS, a public hearing was held on Tuesday, November 19, 2019 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; and

WHEREAS, pursuant to § 29-1-113(1), C.R.S., the Board shall cause a certified copy of the budget, including the budget message and any resolutions adopting the budget, appropriating moneys and fixing the rate of any mill levy, to be filed with the Division within thirty (30) days following the beginning of the fiscal year of the budget adopted; and

WHEREAS, pursuant to § 32-1-1201, C.R.S., the Board shall determine in each year the amount of money necessary to be raised by taxation, taking into consideration those items required by law, and shall certify the rate so fixed to the board of county commissioners of each county within the District or having a portion of its territory within the District.

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 2020 Revenues and 2020 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2020, 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 2020. 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 John V. Hill, President 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 Division.

Section 5. 2020 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 \$76,147 and that the 2019 valuation for assessment, as certified by the Eagle County Assessor, is \$11,179,950. That for the purposes of meeting all general operating expenses of the District during the 2020 budget year, there is hereby levied a tax of 6.811 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2020.

Section 6. 2020 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 \$609,195 and that the 2019 valuation for

assessment, as certified by the Eagle County Assessor, is \$11,179,950. That for the purposes of meeting all debt retirement expenses of the District during the 2020 budget year, there is hereby levied a tax of 54.490 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2020.

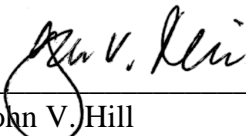
Section 7. Certification to County Commissioners. That the President of the District is hereby authorized and directed to immediately certify to the Board of County Commissioners of Eagle County, the mill levy for the District hereinabove determined and set. That said certification shall be in substantially the following form attached hereto as Exhibit C and incorporated herein by this reference.

**[The remainder of this page is intentionally left blank.]**

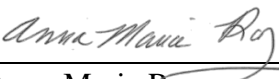
The foregoing Resolution was seconded by Director Anna Maria Ray.

RESOLUTION APPROVED AND ADOPTED THIS 19th DAY OF NOVEMBER, 2019.

BUCKHORN VALLEY METROPOLITAN DISTRICT NO.1

  
\_\_\_\_\_  
By: John V. Hill  
Its: President

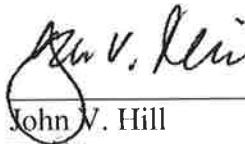
ATTEST:

  
\_\_\_\_\_  
By: Anna Maria Ray  
Its: Assistant Secretary

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

I, John V. Hill, hereby certify that I am a director and the duly elected and qualified President 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 19th, 2019, 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 2020; 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 19<sup>th</sup> day of November, 2019.



By: John V. Hill  
Its: President



**EXHIBIT A**

Affidavit of Publication  
Notice as to Proposed 2020 Budget

Ad #: 0000500514-01

Customer: ICENOGLE-SEAVER-POGUE A PROFESSIO


Your account number is: 5449421

**PROOF OF PUBLICATION  
EAGLE VALLEY ENTERPRISE  
STATE OF COLORADO  
COUNTY OF EAGLE**

I, Pam Boyd, do solemnly swear that I am General Manager of the EAGLE VALLEY ENTERPRISE, that the same weekly newspaper printed, in whole or in part and published in the County of Eagle, State of Colorado, and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said County of Eagle 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 a periodical under the provisions of the Act of March 3, 1879, or any amendments thereof, and that said newspaper is a weekly newspaper duly qualified for publishing legal notices and advertisements within the meaning of the laws of the State of Colorado.

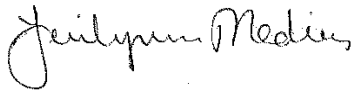
That the annexed legal notice or advertisement was published in the regular and entire issue of every number of said weekly newspaper for the period of 1 insertion; and that the first publication of said notice was in the issue of said newspaper dated 10/31/2019 and that the last publication of said notice was dated 10/31/2019 in the issue of said newspaper.

In witness whereof, I have here unto set my hand this day, 11/11/2019.



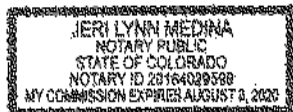
\_\_\_\_\_  
Pam Boyd, General Manager

Subscribed and sworn to before me, a notary public in and for the County of Eagle, State of Colorado this day 11/11/2019.



\_\_\_\_\_  
Jerilynn Medina, Notary Public

My Commission Expires: August 3, 2020



**NOTICE AS TO PROPOSED 2020 BUDGET  
AND HEARING  
BUCKHORN VALLEY METROPOLITAN  
DISTRICT NO. 2**

NOTICE IS HEREBY GIVEN that a proposed budget has been submitted to the BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2 for the ensuing year of 2020. A copy of such proposed budget has been filed in the office of Clifton Larson Allen, LLP, 8390 E Crescent Parkway, Suite 300, Greenwood Village, Colorado, where same is open for public inspection. Such proposed budget will be considered at a hearing at the regular meeting of the Buckhorn Valley Metropolitan District No. 2 to be held at 7:30 A.M. on Tuesday, November 19, 2019. The meeting will be held at 11 Bridger Drive, Gypsum, Colorado. Any interested elector within the Buckhorn Valley Metropolitan District No. 2 may inspect the proposed budget and file or register any objections at any time prior to the final adoption of the 2020 budget.

BY ORDER OF THE BOARD OF DIRECTORS:  
BUCKHORN VALLEY METROPOLITAN  
DISTRICT NO. 2

By: /s/ ICENOGLE SEAVER POGUE  
A Professional Corporation

Publish In: Eagle Valley Enterprise  
Publish On: Thursday, October 31, 2019  
0000500514

**EXHIBIT B**

Budget Document  
Budget Message



**CliftonLarsonAllen**

CliftonLarsonAllen LLP  
CLAconnect.com

**Accountant's Compilation Report**

Board of Directors  
Buckhorn Valley Metropolitan District No. 2

Management is responsible for the accompanying budget of revenues, expenditures, and fund balances of Buckhorn Valley Metropolitan District No. 2 for the year ending December 31, 2020, including the estimate of comparative information for the year ending December 31, 2019, and the actual comparative information for the year ended December 31, 2018, in the format prescribed by Colorado Revised Statutes (C.R.S.) 29-1-105 and the related summary of significant assumptions in accordance with guidelines for the presentation of a budget established by the American Institute of Certified Public Accountants (AICPA). We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the budget nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the accompanying budget.

The budgeted results may not be achieved as there will usually be differences between the budgeted and actual results, because events and circumstances frequently do not occur as expected, and these differences may be material. We assume no responsibility to update this report for events and circumstances occurring after the date of this report

We draw attention to the summary of significant assumptions which describe that the budget is presented in accordance with the requirements of C.R.S. 29-1-105, and is not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

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

*CliftonLarsonAllen LLP*

Greenwood Village, Colorado  
December 6, 2019



An independent member of Nexia International

**BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2**  
**SUMMARY**  
**2019 BUDGET**  
**WITH 2018 ACTUAL AND 2019 ESTIMATED**  
**For the Years Ended and Ending December 31,**

12/6/19

	ACTUAL 2018	ESTIMATED 2019	BUDGET 2020
BEGINNING FUND BALANCES	\$ 3,572	\$ 4,703	\$ -
<b>REVENUES</b>			
Property taxes	540,608	586,354	685,342
Specific ownership tax	27,476	31,000	34,267
Interest income	324	522	9,000
Other revenue	-	-	2,000
Bond proceeds - Series 2020A	-	-	16,790,000
Bond proceeds - Series 2020B	-	-	2,106,000
Total revenues	<u>568,408</u>	<u>617,876</u>	<u>19,626,609</u>
Total funds available	<u>571,980</u>	<u>622,579</u>	<u>19,626,609</u>
<b>EXPENDITURES</b>			
General Fund	60,087	65,173	77,147
Debt Service Fund	507,190	557,406	18,106,662
Total expenditures	<u>567,277</u>	<u>622,579</u>	<u>18,183,809</u>
Total expenditures and transfers out requiring appropriation	<u>567,277</u>	<u>622,579</u>	<u>18,183,809</u>
ENDING FUND BALANCES	<u>\$ 4,703</u>	<u>\$ -</u>	<u>\$ 1,442,800</u>

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**  
**PROPERTY TAX SUMMARY INFORMATION**  
**2019 BUDGET**  
**WITH 2018 ACTUAL AND 2019 ESTIMATED**  
**For the Years Ended and Ending December 31,**

12/6/19

	ACTUAL 2018	ESTIMATED 2019	BUDGET 2020
<b>ASSESSED VALUATION</b>			
Residential	\$ 7,722,040	\$ 8,554,200	\$ 9,962,610
Commercial	11,130	4,350	10,060
State assessed	104,410	100,830	97,700
Vacant land	1,053,980	970,510	1,109,580
Certified Assessed Value	<u>\$ 8,891,560</u>	<u>\$ 9,629,890</u>	<u>\$ 11,179,950</u>
<b>MILL LEVY</b>			
General	6.764	6.764	6.811
Debt Service	54.111	54.111	54.490
Total mill levy	<u>60.875</u>	<u>60.875</u>	<u>61.301</u>
<b>PROPERTY TAXES</b>			
General	\$ 60,143	\$ 65,136	\$ 76,147
Debt Service	481,131	521,083	609,195
Levied property taxes	<u>541,274</u>	<u>586,219</u>	<u>685,342</u>
Adjustments to actual/rounding	(666)	135	-
Budgeted property taxes	<u>\$ 540,608</u>	<u>\$ 586,354</u>	<u>\$ 685,342</u>
<b>BUDGETED PROPERTY TAXES</b>			
General	<b>\$ 60,069</b>	<b>\$ 65,151</b>	<b>\$ 76,147</b>
Debt Service	<b>480,539</b>	<b>521,203</b>	<b>609,195</b>
	<u><b>\$ 540,608</b></u>	<u><b>\$ 586,354</b></u>	<u><b>\$ 685,342</b></u>

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**  
**GENERAL FUND**  
**2019 BUDGET**  
**WITH 2018 ACTUAL AND 2019 ESTIMATED**  
**For the Years Ended and Ending December 31,**

12/6/19

	ACTUAL 2018	ESTIMATED 2019	BUDGET 2020
BEGINNING FUND BALANCE	\$ -	\$ -	\$ -
REVENUES			
Property taxes	60,069	65,151	76,147
Interest income	18	22	1,000
Total revenues	<u>60,087</u>	<u>65,173</u>	<u>77,147</u>
Total funds available	<u>60,087</u>	<u>65,173</u>	<u>77,147</u>
EXPENDITURES			
General and administrative			
County Treasurer's fee	1,803	1,955	2,284
Transfer to BHV No. 1 - Service	58,284	63,218	73,863
Contingency	-	-	1,000
Total expenditures	<u>60,087</u>	<u>65,173</u>	<u>77,147</u>
Total expenditures and transfers out requiring appropriation	<u>60,087</u>	<u>65,173</u>	<u>77,147</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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**  
**DEBT SERVICE FUND**  
**2019 BUDGET**  
**WITH 2018 ACTUAL AND 2019 ESTIMATED**  
**For the Years Ended and Ending December 31,**

12/6/19

	ACTUAL 2018	ESTIMATED 2019	BUDGET 2020
BEGINNING FUND BALANCE	\$ 3,572	\$ 4,703	\$ -
<b>REVENUES</b>			
Property taxes	480,539	521,203	609,195
Specific ownership tax	27,476	31,000	34,267
Interest income	306	500	8,000
Other revenue	-	-	2,000
Bond proceeds - Series 2020A	-	-	16,790,000
Bond proceeds - Series 2020B	-	-	2,106,000
Total revenues	508,321	552,703	19,549,462
Total funds available	511,893	557,406	19,549,462
<b>EXPENDITURES</b>			
General and administrative			
County Treasurer's fee	14,420	15,641	18,276
Banking fees	120	165	100
Paying agent fees	650	650	1,000
Contingency	-	-	1,380
Debt Service			
Bond interest - 2003 Bonds	98,105	95,462	838,412
Bond interest - 2010 Bonds	393,895	445,488	3,266,064
Bond interest - Series 2020A	-	-	923,450
Bond principal - 2003 Bonds	-	-	2,055,000
Bond principal - 2010 Bonds	-	-	7,243,000
Transfer to BHV No. 1	-	-	3,111,000
Bond issue costs	-	-	648,980
Total expenditures	507,190	557,406	18,106,662
ENDING FUND BALANCE	\$ 4,703	\$ -	\$ 1,442,800
DEBT SERVICE RESERVE	\$ -	\$ -	\$ 1,442,800
TOTAL RESERVE	\$ -	\$ -	\$ 1,442,800

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**  
**2020 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, in accordance with 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.

**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 an 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, 2020, the adjusted maximum mill levy for debt service is 54.490 mills.

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

**BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2**  
**2020 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 budget assumes that the District's share will be equal to approximately 5% 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 1.00%.

**Expenditures**

**Administrative and Operating Expenditures**

With the exception of paying agent and bank 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.

**Debt Service**

The District anticipates issuing refunding debt in 2020. Debt service expenditures for 2020 are displayed 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 District's 2003, 2008, and 2010 Bonds (the Bonds). To the extent principal of any of the Bonds is not paid when due, such principal will remain outstanding until paid, and to the extent interest on any of the Bonds is not paid when due, such interest will compound semiannually on each interest payment date at the interest rate borne by such Bonds. Between 2011 and 2015, the assessed value of the District decreased 72.7%. Therefore, without the anticipated issuance of new debt, 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,"

**BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2**  
**2020 BUDGET**  
**SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Expenditures (continued)**

or 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. It is anticipated that the 2003 Bonds will be repaid with the issuance of the Series 2020 Bonds.

**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 Taxes, (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 54.490 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 detailed above). As of December 31, 2018, 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. It is anticipated that the 2010 Bonds will be repaid with the issuance of the Series 2020 Bonds.

**BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2**  
**2020 BUDGET**  
**SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Debt and Leases - (continued)**

**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, 2019, the balance of accrued but unpaid interest on the Series 2008 bonds is \$2,862,995. As amounts are payable only from Subordinate Pledged Revenue after all debt service obligations on the senior debt have been fulfilled, there is no annual debt service schedule for the Series 2008 Subordinate Limited Tax General Obligation Bonds.

During 2020, the District anticipates issuing General Obligation Refunding and Improvement Bonds, Series 2020A and Subordinate Bonds, Series 2020B to refund Series 2003 Bonds and Series 2010 Bonds, to pay for costs of public improvements, fund the capitalized interest and debt service reserve funds and to pay for cost of issuance.

The District has no operating or capital leases.

**Reserve Funds**

**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 2020, as defined under TABOR. Therefore, an Emergency Reserve is not provided for the 2020 budget.

**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 or will be replaced with requirements of the anticipated Series 2020 Bonds.

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

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

AS OF MARCH 1, 2003 AND THROUGH THE CALENDAR YEARS ENDING THROUGH 2023

<b>Series 2003 Bond Issue</b> <b>Dated: March 1, 2003 \$2,500,000</b> <b>Issued: March 1, 2003</b> <b>Interest Rates: 7.00%</b>											
Scheduled Debt Service		Total 2003 Debt Service	Actual Principal Paid	Actual and Budgeted Interest Paid	Unpaid Principal	Unpaid Interest	Interest on Unpaid Interest	Total Accrued Interest Due	Bond Principal Outstanding	Total Debt Outstanding	Year
Year	Principal										
6/1/2003		43,750.00	43,750.00	(43,750.00)					2,500,000.00	2,500,000.00	6/1/2003
12/1/2003		87,500.00	87,500.00	(87,500.00)					2,500,000.00	2,500,000.00	12/1/2003
6/1/2004		87,500.00	87,500.00	(87,500.00)					2,500,000.00	2,500,000.00	6/1/2004
12/1/2004		87,500.00	87,500.00	(87,500.00)					2,500,000.00	2,500,000.00	12/1/2004
6/1/2005		87,500.00	87,500.00	(87,500.00)					2,500,000.00	2,500,000.00	6/1/2005
12/1/2005		87,500.00	87,500.00	(87,500.00)					2,500,000.00	2,500,000.00	12/1/2005
6/1/2006		87,500.00	87,500.00	(87,500.00)					2,500,000.00	2,500,000.00	6/1/2006
12/1/2006		87,500.00	87,500.00	(87,500.00)					2,500,000.00	2,500,000.00	12/1/2006
6/1/2007		87,500.00	87,500.00	(87,500.00)					2,500,000.00	2,500,000.00	6/1/2007
12/1/2007	440,000.00	87,500.00	527,500.00	(440,000.00)					2,060,000.00	2,060,000.00	12/1/2007
6/1/2008		72,100.00	72,100.00	(72,100.00)					2,060,000.00	2,060,000.00	6/1/2008
12/1/2008		72,100.00	72,100.00	(72,100.00)					2,060,000.00	2,060,000.00	12/1/2008
6/1/2009		72,100.00	72,100.00	(72,100.00)					2,060,000.00	2,060,000.00	6/1/2009
12/1/2009		72,100.00	72,100.00	(72,100.00)					2,060,000.00	2,060,000.00	12/1/2009
6/1/2010		72,100.00	72,100.00	(72,100.00)					2,060,000.00	2,060,000.00	6/1/2010
12/1/2010		72,100.00	72,100.00	(72,100.00)					2,060,000.00	2,060,000.00	12/1/2010
6/1/2011		72,100.00	72,100.00	(72,100.00)					2,060,000.00	2,060,000.00	6/1/2011
12/1/2011		72,100.00	72,100.00	(72,100.00)					2,060,000.00	2,060,000.00	12/1/2011
6/1/2012		72,100.00	72,100.00	(72,100.00)					2,060,000.00	2,060,000.00	6/1/2012
12/1/2012	5,000.00	72,100.00	77,100.00	(5,000.00)					2,055,000.00	2,055,000.00	12/1/2012
6/1/2013		71,925.00	71,925.00	(71,925.00)					2,055,000.00	2,055,000.00	6/1/2013
12/1/2013		71,925.00	71,925.00	(71,925.00)					2,055,000.00	2,055,000.00	12/1/2013
6/1/2014		71,925.00	71,925.00	(16,943.00)		54,982.00		54,982.00	2,055,000.00	2,109,982.00	6/1/2014
12/1/2014		71,925.00	71,925.00	-		71,925.00	1,924.37	128,831.37	2,055,000.00	2,183,831.37	12/1/2014
6/1/2015		71,925.00	71,925.00	-		71,925.00	4,509.10	205,265.47	2,055,000.00	2,260,265.47	6/1/2015
12/1/2015		71,925.00	71,925.00	-		71,925.00	7,184.29	284,374.76	2,055,000.00	2,339,374.76	12/1/2015
6/1/2016		71,925.00	71,925.00	(33,959.00)		37,966.00	9,953.12	332,293.88	2,055,000.00	2,387,293.88	6/1/2016
12/1/2016		71,925.00	71,925.00	(33,763.00)		38,162.00	11,630.29	382,086.16	2,055,000.00	2,437,086.16	12/1/2016
6/1/2017		71,925.00	71,925.00	(49,200.00)		22,725.00	13,373.02	418,184.18	2,055,000.00	2,473,184.18	6/1/2017
12/1/2017		71,925.00	71,925.00	(25,963.00)		45,962.00	14,636.45	478,782.62	2,055,000.00	2,533,782.62	12/1/2017
6/1/2018		71,925.00	71,925.00	(61,016.40)		10,908.60	16,757.39	506,448.62	2,055,000.00	2,561,448.62	6/1/2018
12/1/2018		71,925.00	71,925.00	(37,088.40)		34,836.60	17,725.70	559,010.92	2,055,000.00	2,614,010.92	12/1/2018
6/1/2019		71,925.00	71,925.00	(56,338.00)		15,587.00	19,565.38	594,163.30	2,055,000.00	2,649,163.30	6/1/2019
12/1/2019		71,925.00	71,925.00	(39,218.00)		32,707.00	20,795.72	647,666.01	2,055,000.00	2,702,666.01	12/1/2019
6/1/2020		71,925.00	71,925.00	(50,032.00)		21,893.00	22,668.31	692,227.32	2,055,000.00	2,747,227.32	6/1/2020
12/1/2020	65,000.00	71,925.00	71,925.00	(2,055,000.00)		(716,455.28)	24,227.96	0.00	-	0.00	12/1/2020
6/1/2021		69,650.00	69,650.00								6/1/2021
12/1/2021	100,000.00	69,650.00	169,650.00								12/1/2021
6/1/2022		66,150.00	66,150.00								6/1/2022
12/1/2022	110,000.00	66,150.00	176,150.00								12/1/2022
6/1/2023		62,300.00	62,300.00								6/1/2023
12/1/2023	1,780,000.00	62,300.00	1,842,300.00								12/1/2023
	2,500,000.00	3,099,250.00	5,534,250.00	(2,500,000.00)	(2,888,001.08)	-	(184,951.08)	184,951.08			

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**  
**SCHEDULE of BOND DEBT SERVICE REQUIREMENTS**

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

Series 2010 Bond Issue													
Dated:		May 24, 2010		S7,370,000									
Issued:		May 24, 2010											
Interest Rates:		7.25% - 8.50%											
Scheduled Debt Service			Total 2005 Bonds Debt Service	Actual Principal Paid	Actual and Budgeted 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)						7,300,000.00	7,300,000.00	12/1/2012
6/1/2013		301,312.50	301,312.50		(301,312.50)						7,300,000.00	7,300,000.00	6/1/2013
12/1/2013	80,000.00	301,312.50	381,312.50	(57,000.00)	(301,312.50)	23,000.00					7,243,000.00	7,243,000.00	12/1/2013
6/1/2014		298,412.50	298,412.50		(71,870.00)		948.29	226,542.50		227,490.79	7,243,000.00	7,470,490.79	6/1/2014
12/1/2014	85,000.00	298,412.50	383,412.50		(99,884.00)	85,000.00	948.29	198,528.50	9,379.45	436,347.03	7,243,000.00	7,679,347.03	12/1/2014
6/1/2015		295,331.25	295,331.25		(169,795.00)		4,452.84	125,536.25	17,990.59	584,326.70	7,243,000.00	7,827,326.70	6/1/2015
12/1/2015	90,000.00	295,331.25	385,331.25		(90,195.00)	90,000.00	4,452.84	205,136.25	21,912.25	815,828.04	7,243,000.00	8,058,828.04	12/1/2015
6/1/2016		292,068.75	292,068.75		(143,554.00)		8,163.54	148,514.75	30,593.55	1,003,099.89	7,243,000.00	8,246,099.89	6/1/2016
12/1/2016	95,000.00	292,068.75	387,068.75		(139,859.00)	95,000.00	8,163.54	152,209.75	37,616.25	1,201,089.42	7,243,000.00	8,444,089.42	12/1/2016
6/1/2017		288,625.00	288,625.00		(196,800.00)		12,080.39	91,825.00	45,040.85	1,350,035.67	7,243,000.00	8,593,035.67	6/1/2017
12/1/2017	105,000.00	288,625.00	393,625.00		(104,794.00)	105,000.00	12,080.39	183,831.00	50,626.34	1,596,573.39	7,243,000.00	8,839,573.39	12/1/2017
6/1/2018		284,818.75	284,818.75		(244,983.60)		16,409.54	39,835.15	59,871.50	1,712,689.58	7,243,000.00	8,955,689.58	6/1/2018
12/1/2018	115,000.00	284,818.75	399,818.75		(148,911.60)		16,409.54	135,907.15	64,225.86	1,929,232.13	7,243,000.00	9,172,232.13	12/1/2018
6/1/2019		280,650.00	280,650.00		(262,912.00)		16,409.54	262,912.00	72,346.21	2,280,899.88	7,243,000.00	9,523,899.88	6/1/2019
12/1/2019	110,000.00	280,650.00	390,650.00		(183,016.00)	110,000.00	16,409.54	97,634.00	85,533.75	2,480,477.16	7,243,000.00	9,723,477.16	12/1/2019
6/1/2020		276,662.50	276,662.50		(275,000.00)		20,944.84	1,662.50	93,017.89	2,596,102.40	7,243,000.00	9,839,102.40	6/1/2020
12/1/2020	130,000.00	276,662.50	406,662.50	(7,243,000.00)	(2,991,063.58)	-	20,944.84	(2,714,401.08)	97,353.84	(0.00)	-	(0.00)	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	(7,370,000.00)	(7,254,641.11)	508,000.00	158,817.96	(844,326.28)	685,508.32				

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 METROPOLITAN DISTRICT NO. 2,  
(taxing entity)<sup>A</sup>

the BOARD OF DIRECTORS  
(governing body)<sup>B</sup>

of the BUCKHORN VALLEY METROPOLITAN DISTRICT NO. 2  
(local government)<sup>C</sup>

**Hereby** officially certifies the following mills to be levied against the taxing entity's GROSS \$ 11,179,950 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: \$ 11,179,950 (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:** 12/06/2019 for budget/fiscal year 2020.  
(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>6.811</u> mills	\$ <u>76,147</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction <sup>I</sup>	< > mills	\$ < >
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	<span style="border: 1px solid black; padding: 2px;"><u>6.811</u></span> mills	<span style="border: 1px solid black; padding: 2px;">\$ <u>76,147</u></span>
3. General Obligation Bonds and Interest <sup>J</sup>	<u>54.490</u> mills	\$ <u>609,195</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> [ Sum of General Operating Subtotal and Lines 3 to 7 ]	<span style="border: 2px solid black; padding: 5px;"><b>61.301</b></span> mills	<span style="border: 2px solid black; padding: 5px;"><b>\$ 685,342</b></span>

Contact person: (print) 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) 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:	Capital Infrastructure
	Series:	Series 2003 GO Limited Tax Bonds
	Date of Issue:	March 1, 2003
	Coupon Rate:	7.00%
	Maturity Date:	December 1, 2023
	Levy:	12.756
	Revenue:	\$142,611
<hr/>		
2.	Purpose of Issue:	Capital Infrastructure
	Series:	Series 2008 Subordinate Limited Tax GO Bonds
	Date of Issue:	February 13, 2008
	Coupon Rate:	6.00%
	Maturity Date:	December 1, 2038
	Levy:	0.000
	Revenue:	\$0
<hr/>		
3.	Purpose of Issue:	Refunding and Capital Improvements
	Series:	Series 2010 GO Limited Tax Refunding and Improvement Bonds
	Date of Issue:	May 20, 2010
	Coupon Rate:	7.25%-8.50%
	Maturity Date:	December 1, 2039
	Levy:	41.734
	Revenue:	\$466,584

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

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.

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 19<sup>th</sup> day of November, 2019.



*John V. Hill*  
\_\_\_\_\_  
By: John V. Hill  
Its: President