

PRAIRIE CENTER METROPOLITAN DISTRICT NO. 5
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2022

**PRAIRIE CENTER METROPOLITAN DISTRICT NO. 5
SUMMARY
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

1/10/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
REVENUES			
Property taxes	306,345	358,271	427,066
Specific ownership taxes	27,783	31,750	29,895
Other revenue	103	-	20,000
Total revenues	<u>334,231</u>	<u>390,021</u>	<u>476,961</u>
Total funds available	<u>334,231</u>	<u>390,021</u>	<u>476,961</u>
EXPENDITURES			
General Fund	66,843	78,000	96,388
Debt Service Fund	267,388	312,021	380,573
Total expenditures	<u>334,231</u>	<u>390,021</u>	<u>476,961</u>
Total expenditures and transfers out requiring appropriation	<u>334,231</u>	<u>390,021</u>	<u>476,961</u>
ENDING FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumptions.

PRAIRIE CENTER METROPOLITAN DISTRICT NO. 5
PROPERTY TAX SUMMARY INFORMATION
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,

1/10/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
ASSESSED VALUATION			
Residential	\$ 4,784,820	\$ 6,289,040	\$ 7,520,030
Agricultural	2,550	2,550	2,120
State assessed	2,020	2,950	1,630
Vacant land	1,881,080	20	20
Personal property	130,710	141,880	148,550
Certified Assessed Value	\$ 6,801,180	\$ 6,436,440	\$ 7,672,350
MILL LEVY			
General	11.132	11.132	11.132
Debt Service	44.531	44.531	44.531
Total mill levy	55.663	55.663	55.663
PROPERTY TAXES			
General	\$ 75,711	\$ 71,650	\$ 85,409
Debt Service	302,863	286,621	341,657
Levied property taxes	378,574	358,271	427,066
Adjustments to actual/rounding	(72,229)	-	-
Budgeted property taxes	\$ 306,345	\$ 358,271	\$ 427,066
BUDGETED PROPERTY TAXES			
General	\$ 61,266	\$ 71,650	\$ 85,409
Debt Service	245,079	286,621	341,657
	\$ 306,345	\$ 358,271	\$ 427,066

No assurance provided. See summary of significant assumptions.

**PRAIRIE CENTER METROPOLITAN DISTRICT NO. 5
GENERAL FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

1/10/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
REVENUES			
Property taxes	61,266	71,650	85,409
Specific ownership taxes	5,556	6,350	5,979
Other revenue	21	-	5,000
Total revenues	<u>66,843</u>	<u>78,000</u>	<u>96,388</u>
Total funds available	<u>66,843</u>	<u>78,000</u>	<u>96,388</u>
EXPENDITURES			
General and administrative			
County Treasurer fee's	919	1,075	1,281
Transfers to District No. 3	65,924	76,925	90,107
Contingency	-	-	5,000
Total expenditures	<u>66,843</u>	<u>78,000</u>	<u>96,388</u>
Total expenditures and transfers out requiring appropriation	<u>66,843</u>	<u>78,000</u>	<u>96,388</u>
ENDING FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumptions.

**PRAIRIE CENTER METROPOLITAN DISTRICT NO. 5
DEBT SERVICE FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

1/10/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
REVENUES			
Property taxes	245,079	286,621	341,657
Specific ownership taxes	22,227	25,400	23,916
Other revenue	82	-	15,000
Total revenues	<u>267,388</u>	<u>312,021</u>	<u>380,573</u>
Total funds available	<u>267,388</u>	<u>312,021</u>	<u>380,573</u>
EXPENDITURES			
General and administrative			
County Treasurer fee's	3,677	4,299	5,125
Transfers to District No. 3	263,711	307,722	360,448
Contingency	-	-	15,000
Total expenditures	<u>267,388</u>	<u>312,021</u>	<u>380,573</u>
Total expenditures and transfers out requiring appropriation	<u>267,388</u>	<u>312,021</u>	<u>380,573</u>
ENDING FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumptions.

**PRAIRIE CENTER METROPOLITAN DISTRICT NO. 5
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

Prairie Center Metropolitan District No. 5 (District), a quasi-municipal corporation, is governed pursuant to provisions of the Colorado Special District Act. The District's service area is located in Adams County, Colorado. The District was formed by order and decree of the District Court for Adams County on May 22, 2006. The District was established to provide financing for the design, acquisition, installation, construction and completion of public improvements and services, including streets, transportation, traffic and safety controls, park and recreation facilities, water, sewer, television relay and translator and mosquito and pest control services.

Concurrently with the formation of the District, the City approved service plans for Prairie Center Metropolitan District Nos. 3, 4, 6, 7, 8, 9 and 10.

During elections held on May 2, 2006, a majority of the District's electors authorized general obligation indebtedness of \$6,790,000,000, for the above listed facilities, intergovernmental agreements and debt refunding. Additionally, on May 2, 2006, the District's voters authorized the District to collect, retain and spend all revenues in excess of TABOR spending, revenue raising or other limitations.

The Service Plans for District Nos. 2 – 10 limit the aggregate amount of debt that they may issue together with any debt issued by District No. 1 to \$750,000,000.

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

Property Taxes

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

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

The change in assessment ratio from 7.2% to 7.15% in 2019 allows the District to adjust its mill levy to offset the decrease in revenues. Accordingly, the District adjusted its mill levy to 11.132 for operations and 44.531 for debt service.

**PRAIRIE CENTER METROPOLITAN DISTRICT NO. 5
2022 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 7% of the property taxes collected.

Expenditures

County Treasurer's Fees

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

Transfer to Prairie Center Metropolitan District No. 3

Pursuant to a Capital Pledge Agreement with Prairie Center Metropolitan District No. 3 (Operating District), the District is obligated to impose annually in each of the years 2006 – 2030 a mill levy of 40.000 mills, subject to certain adjustments, and remit property tax revenues derived from such mill levy, together with facilities fees and a portion of specific ownership taxes, to the Operating District to pay for the principal and interest on bonds issued by the Operating District. Further, a Facilities Funding, Construction and Operations Agreement with all other Districts obligates the District to transfer net property taxes derived from an Operation and Maintenance mill levy, together with a portion of specific ownership taxes, to the Operating District to pay for general and administrative expenditures. The Operation and Maintenance and Debt Service mill levies have been adjusted due to a change in the method of calculating assessed valuation.

Debt and Leases

The District has no outstanding debt, nor any operating or capital leases.

Reserves

Emergency Reserve

The District has not provided for an Emergency Reserve fund equal to at least 3% of fiscal year spending for 2022, as defined under TABOR, because net tax revenue is transferred to Prairie Center Metropolitan District No. 3, the Operating District, which provides for the required reserve amount.

This information is an integral part of the accompanying budget.