

HIGHLANDS METROPOLITAN DISTRICT NO. 1
2021
BUDGET MESSAGE

Attached please find a copy of the adopted 2021 budget for the Highlands Metropolitan District No. 1.

The Highlands Metropolitan District No. 1 has adopted budgets for three separate funds, a General Fund to provide for the payment of general operating expenditures; a Capital Projects Fund to provide for the estimated infrastructure costs that are to be built for the benefit of the District and a Debt Service Fund to account for the repayment of principal and interest on the outstanding general obligation bonds.

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

The primary source of revenue for the District in 2021 will be developer advances and bond proceeds. The District intends to impose a 65.664 mill levy on the property within the District for 2021, which will be dedicated to the General Fund.

Highlands Metropolitan District No.1
Adopted Budget
General Fund
For the Year ended December 31, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>7/31/2020</u>	Estimate <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ 52,602
Revenues:					
Property taxes	53	1,472	1,468	1,470	3,009
Tif to district	(52)	80,080	80,083	80,083	183,215
Specific ownership taxes	3	103	2,579	5,000	215
Developer advances	31,687	-	20,772	20,772	-
Other income	-	4,368	1	2	4,400
Total revenues	<u>31,691</u>	<u>86,023</u>	<u>104,903</u>	<u>107,327</u>	<u>190,839</u>
Total funds available	<u>31,691</u>	<u>86,023</u>	<u>104,903</u>	<u>107,327</u>	<u>243,441</u>
Expenditures:					
Audit	-	3,750	-	-	3,750
Accounting	4,452	3,000	3,324	7,000	7,000
Legal	20,733	25,000	35,385	45,000	45,000
Insurance & bonds	2,725	3,500	2,653	2,653	3,500
Miscellaneous	-	100	12	50	600
Planning and engineering	3,781	-	9,202	-	15,000
Treasurer's fee	-	22	22	22	45
Contingency	-	49,590	-	-	166,299
Emergency reserve (3%)	-	1,061	-	-	2,247
Total expenditures	<u>31,691</u>	<u>86,023</u>	<u>50,598</u>	<u>54,725</u>	<u>243,441</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,305</u>	<u>\$ 52,602</u>	<u>\$ -</u>
Current Year Total		1,241,950			2,836,010
Current year TIF		1,219,540			2,790,188
Assessed valuation		<u>\$ 22,410</u>			<u>\$ 45,822</u>
Mill Levy		<u>65.664</u>			<u>65.664</u>

Highlands Metropolitan District No.1
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2021

	Actual 2019	Adopted Budget 2020	Actual 7/31/2020	Estimate 2020	Adopted Budget 2021
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Bond proceeds	-	6,650,000	-	-	6,650,000
Bond proceeds subordinate	-	1,553,000	-	-	1,553,000
Total revenues	-	8,203,000	-	-	8,203,000
Total funds available	-	8,203,000	-	-	8,203,000
Expenditures:					
Issuance costs	-	479,590	-	-	479,590
Capital expenditures	-	6,662,125	-	-	6,662,125
Transfer to Debt Service	-	1,061,285	-	-	1,061,285
Total expenditures	-	8,203,000	-	-	8,203,000
Ending fund balance	\$ -	\$ -	\$ -	\$ -	\$ -

Highlands Metropolitan District No.1
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2021

	Actual <u>2019</u>	Adopted Budget <u>2020</u>	Actual <u>07/31/20</u>	Estimate <u>2020</u>	Adopted Budget <u>2021</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Transfer from Capital Projects	-	1,061,285	-	-	1,061,285
Total revenues	-	1,061,285	-	-	1,061,285
Total funds available	-	1,061,285	-	-	1,061,285
Expenditures:					
Interest on 2019 A	-	349,125	-	-	349,125
Total expenditures	-	349,125	-	-	349,125
Ending fund balance	<u>\$ -</u>	<u>\$ 712,160</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 712,160</u>
Current Year Total		1,234,930			2,836,010
Current year TIF		<u>1,211,763</u>			2,790,188
Assessed valuation		<u>\$ 23,167</u>			<u>\$ 45,822</u>
Mill Levy		<u>-</u>			<u>-</u>