

HIGHLANDS METROPOLITAN DISTRICT NO. 1
2020
BUDGET MESSAGE

Attached please find a copy of the adopted 2020 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 provide for the payments on the proposed 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 2020 will be bond proceeds and TIF revenue. The District intends to impose a 65.664 mill levy on the property within the District for 2020, which will be dedicated to the General Fund.

Highlands Metropolitan District No.1
Adopted Budget
General Fund
For the Year ended December 31, 2020

	Actual <u>2018</u>	Adopted Budget <u>2019</u>	Actual <u>8/31/2019</u>	Estimate <u>2019</u>	Adopted Budget <u>2020</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Property taxes	52	53	53	53	1,472
Tif to district	(51)	(52)	(52)	(52)	80,080
Specific ownership taxes	3	4	2	4	103
Developer advances	15,383	44,995	14,885	22,395	-
Interest income	-	-	-	-	4,368
	<u>15,387</u>	<u>45,000</u>	<u>14,888</u>	<u>22,400</u>	<u>86,023</u>
Total revenues					
	<u>15,387</u>	<u>45,000</u>	<u>14,888</u>	<u>22,400</u>	<u>86,023</u>
Total funds available					
	<u>15,387</u>	<u>45,000</u>	<u>14,888</u>	<u>22,400</u>	<u>86,023</u>
Expenditures:					
Audit	-	3,750	-	-	3,750
Accounting	2,641	3,000	1,279	3,000	3,000
Legal	9,515	25,000	7,078	12,000	25,000
Insurance & bonds	3,147	3,500	2,750	2,750	3,500
Miscellaneous	84	100	-	150	100
Planning and engineering	-	-	3,781	4,500	-
Treasurer's fee	-	1	-	-	22
Contingency	-	8,588	-	-	49,590
Emergency reserve (3%)	-	1,061	-	-	1,061
	<u>15,387</u>	<u>45,000</u>	<u>14,888</u>	<u>22,400</u>	<u>86,023</u>
Total expenditures					
	<u>15,387</u>	<u>45,000</u>	<u>14,888</u>	<u>22,400</u>	<u>86,023</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Current Year Total		1,330			1,241,950
Current year TIF		<u>1,301</u>			<u>1,219,540</u>
Assessed valuation		<u>\$ 29</u>			<u>\$ 22,410</u>
Mill Levy		<u>40.000</u>			<u>65.664</u>

Highlands Metropolitan District No.1
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2020

	Actual 2018	Adopted Budget 2019	Actual 8/31/2019	Estimate 2019	Adopted Budget 2020
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Developer advances	-	1,000,000	-	-	-
Bond proceeds	-	-	-	-	6,650,000
Bond proceeds subordinate	-	-	-	-	1,553,000
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,553,000</u>
Total revenues	<u>-</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>8,203,000</u>
Total funds available	<u>-</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>8,203,000</u>
Expenditures:					
Issuance costs	-	-	-	-	479,590
Organization costs	-	-	-	-	-
Accounting	-	-	-	-	-
Legal	-	-	-	-	-
Capital expenditures	-	1,000,000	-	-	6,662,125
Repay developer advances	-	-	-	-	-
Repay developer advances - interest	-	-	-	-	-
Transfer to Debt Service	-	-	-	-	1,061,285
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,061,285</u>
Total expenditures	<u>-</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>8,203,000</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Highlands Metropolitan District No.1
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2020

	Actual <u>2018</u>	Adopted Budget <u>2019</u>	Actual <u>08/31/19</u>	Estimate <u>2019</u>	Adopted Budget <u>2020</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Property taxes	-	-	-	-	-
TIF	-	-	-	-	-
Specific ownership taxes	-	-	-	-	-
Interest income	-	-	-	-	-
Transfer from Capital Projects	-	-	-	-	1,061,285
Miscellaneous	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,061,285</u>
Total funds available	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,061,285</u>
Expenditures:					
Interest on 2019 A	-	-	-	-	349,125
Principal on 2019 A	-	-	-	-	-
Trustee Fees	-	-	-	-	-
Treasurer fees	-	-	-	-	-
Miscellaneous	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>349,125</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 712,160</u>
Current Year Total		1,330			1,234,930
Current year TIF		1,301			1,211,763
Assessed valuation		<u>\$ 29</u>			<u>\$ 23,167</u>
Mill Levy		<u>40.000</u>			<u>-</u>