

LETTER OF BUDGET TRANSMITTAL


Date: January 31, 2022

To: Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

Attached are the 2022 budget and budget message for GOLD HILL MESA METROPOLITAN DISTRICT NO. 3 in El Paso County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on November 17, 2021. If there are any questions on the budget, please contact:

CliftonLarsonAllen, LLP
111 S. Tejon St., Suite 705
Colorado Springs, Colorado 80903
719-635-0330

I, Josh Miller as District Manager of the Gold Hill Mesa Metropolitan District No. 3, hereby certify that the attached is a true and correct copy of the 2022 budget.

By:  _____

RESOLUTION
GOLD HILL MESA METROPOLITAN DISTRICT NO. 3

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES, ADOPTING A BUDGET, AND APPROPRIATING SUMS OF MONEY TO THE FUNDS AND IN THE AMOUNTS SET FORTH HEREIN FOR THE GOLD HILL MESA METROPOLITAN DISTRICT NO. 3 (THE "DISTRICT"), EL PASO COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2021, AND ENDING ON THE LAST DAY OF DECEMBER 2021.

WHEREAS, the Board of Directors of the District has authorized its consultants to prepare and submit a proposed budget to said governing body at the proper time;

WHEREAS, the proposed budget has been submitted to the Board of Directors of the District for its consideration;

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held November 18, 2020 and interested electors were given the opportunity to file or register any objections to said proposed budget; 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 GOLD HILL MESA METROPOLITAN DISTRICT NO. 3, EL PASO COUNTY, A POLITICAL SUBDIVISION OF THE STATE OF COLORADO:

Section 1. Budget Revenues. That the estimated revenues for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 2. Budget Expenditures. That estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 3. Adoption of Budget. That the budget as submitted and attached and incorporated herein by this reference, and if amended, then as amended, is hereby approved and adopted as the budget of District for the year stated above.

Section 4. Levy of General Property Taxes. That the foregoing budget indicated that the amount of money necessary to balance the budget for Bonds and Interest is \$2483 and that the amount of money necessary to balance the budget for operations and maintenance is \$993. That the valuation for assessment, as certified by the El Paso County Assessor is \$99,310.

Section 5. Mill Levy. That for the purposes of meeting all Bond and Interest payments of the

District there is hereby levied a tax of 25mills upon each dollar of the total valuation of assessment of all taxable property within the District. That for the purposes of meeting all costs of operations and maintenance of the District there is hereby levied a tax of 10 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 6. Property Tax and Fiscal Year Spending Limits. That, being fully informed, the Board finds that the foregoing budget and mill levies do not result in a violation of any applicable property tax or fiscal year spending limitation.

Section 7. Certification. The District's agents are hereby authorized and directed to immediately certify to the County Commissioners of El Paso County, Colorado, the mill levies for the District hereinabove determined and set.

Section 8. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated and no other.

ADOPTED AND APPROVED this 18th day of November 2020.

DISTRICT
BOARD OF DIRECTORS

DocuSigned by:
Stephanie Edwards
By: _____
79A60B8F5C00438...
President

ATTEST:
DocuSigned by:
Barry Brinton

E7D190D07DD240B...
Secretary

GOLD HILL MESA METROPOLITAN DISTRICT NO. 3
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2022

**GOLD HILL MESA METROPOLITAN DISTRICT NO. 3
SUMMARY
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

12/9/21

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCES	\$ 17,113	\$ 19,559	\$ -
REVENUES			
Property Taxes	3,476	3,476	-
Specific Ownership Tax	378	399	-
Total revenues	<u>3,854</u>	<u>3,875</u>	<u>-</u>
Total funds available	<u>20,967</u>	<u>23,434</u>	<u>-</u>
EXPENDITURES			
General Fund	1,101	1,106	-
Debt Service Fund	307	22,328	-
Total expenditures	<u>1,408</u>	<u>23,434</u>	<u>-</u>
Total expenditures and transfers out requiring appropriation	<u>1,408</u>	<u>23,434</u>	<u>-</u>
ENDING FUND BALANCES	<u>\$ 19,559</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumption.

GOLD HILL MESA METROPOLITAN DISTRICT NO. 3
PROPERTY TAX SUMMARY INFORMATION
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,

12/9/21

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
ASSESSED VALUATION			
Vacant land	\$ 99,320	\$ 99,320	\$ 113,750
	99,320	99,320	113,750
Adjustments	(10)	(10)	(10)
Certified Assessed Value	<u>\$ 99,310</u>	<u>\$ 99,310</u>	<u>\$ 113,740</u>
MILL LEVY			
General	10.000	10.000	0.000
Debt Service	25.000	25.000	0.000
Total mill levy	<u>35.000</u>	<u>35.000</u>	<u>0.000</u>
PROPERTY TAXES			
General	\$ 993	\$ 993	\$ -
Debt Service	2,483	2,483	-
Levied property taxes	3,476	3,476	-
Adjustments to actual/rounding	-	-	-
Budgeted property taxes	<u>\$ 3,476</u>	<u>\$ 3,476</u>	<u>\$ -</u>
BUDGETED PROPERTY TAXES			
General	\$ 993	\$ 993	\$ -
Debt Service	2,483	2,483	-
	<u>\$ 3,476</u>	<u>\$ 3,476</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumption.

**GOLD HILL MESA METROPOLITAN DISTRICT NO. 3
GENERAL FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

12/9/21

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$ -	\$ -	\$ -
REVENUES			
Property taxes	993	993	-
Specific ownership tax	108	113	-
Total revenues	<u>1,101</u>	<u>1,106</u>	<u>-</u>
Total funds available	<u>1,101</u>	<u>1,106</u>	<u>-</u>
EXPENDITURES			
General and administrative			
County Treasurer's fee	15	15	-
Banking fees	-	-	-
Contingency	-	-	-
Intergovernmental expenditure - District No. 1	1,086	1,091	-
Total expenditures	<u>1,101</u>	<u>1,106</u>	<u>-</u>
Total expenditures and transfers out requiring appropriation	<u>1,101</u>	<u>1,106</u>	<u>-</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumption.

**GOLD HILL MESA METROPOLITAN DISTRICT NO. 3
DEBT SERVICE FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

12/9/21

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$ 17,113	\$ 19,559	\$ -
REVENUES			
Property taxes	2,483	2,483	-
Specific ownership tax	270	286	-
Total revenues	<u>2,753</u>	<u>2,769</u>	<u>-</u>
Total funds available	<u>19,866</u>	<u>22,328</u>	<u>-</u>
EXPENDITURES			
General and administrative			
County Treasurer's fee	37	37	-
Intergovernmental expenditure - District No. 1	270	286	-
Contingency	-	22,005	-
Total expenditures	<u>307</u>	<u>22,328</u>	<u>-</u>
Total expenditures and transfers out requiring appropriation	<u>307</u>	<u>22,328</u>	<u>-</u>
ENDING FUND BALANCE	<u>\$ 19,559</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumption.

**GOLD HILL MESA METROPOLITAN DISTRICT NO. 3
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The Gold Hill Mesa Metropolitan District No. 3 (“District No. 3”), a quasi-municipal corporation and a political subdivision of the State of Colorado, was organized by order and decree of the District Court for the City of Colorado Springs, El Paso County, Colorado on December 5, 2006, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The Preliminary Consolidated Service Plan, approved by the City of Colorado Springs on September 14, 2004, formed the Gold Hill Mesa Metropolitan Districts Nos 1 – 3 (“The Districts”) as ‘shell districts’ which could not operate until an amended service plan was approved. The Amended Consolidated Service Plan was approved by the City on July 11, 2006.

The District was organized to provide planning, acquisition, construction, installation and financing of public improvements, including streets, water, wastewater, traffic and safety, park and recreation, mosquito control, television relay and transportation facilities, primarily for a commercial development known as Gold Hill Mesa. The District was organized in conjunction with two other related districts, Gold Hill Mesa Metropolitan District No. 1 (“District No. 1”), the Operating District, and Gold Hill Mesa Metropolitan District No. 2 (“District No. 2”), the Residential and Financing District. District No. 1 will own (subject to dedication of improvements to the City), operate, maintain and construct facilities benefiting all three Districts, and District No. 2 and District No. 3 will contribute to the costs of construction, operation and maintenance of such facilities. The District's service area is located entirely within the City of Colorado Springs, El Paso County, Colorado.

The District's voters held an election on November 7, 2006. The election approved general obligation indebtedness of \$30,000,000 for street improvements, \$5,000,000 for water facilities, \$10,000,000 for wastewater facilities, \$1,000,000 for traffic and safety controls, \$8,000,000 for parks and recreational facilities, \$500,000 for mosquito control, \$1,000,000 for television relay, \$500,000 for transportation system, and \$56,000,000 for refinancing of District debt. The election approved an annual increase in taxes of \$750,000 for general operations and maintenance. The election also allows the District to retain all revenues without regard to the limitation contained in Article X, Section 20 of the Colorado constitution or any other law.

Pursuant to the Service Plan, the Districts are permitted to collectively issue bond indebtedness of up to \$57,000,000.

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

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

**GOLD HILL MESA METROPOLITAN DISTRICT NO. 3
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases

The District has no outstanding debt. The District has no operating or capital leases.

Emergency Reserves

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. Since substantially all funds received by the District are transferred to District No. 1, which pays for all three Districts' operations and maintenance costs, an emergency reserve is not reflected in the District's 2022 Budget.

This information is an integral part of the accompanying budget.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of EL PASO COUNTY, Colorado.

On behalf of the GOLD HILL MESA METROPOLITAN DISTRICT NO. 3,
(taxing entity)^A

the BOARD of DIRECTORS
(governing body)^B

of the GOLD HILL MESA METROPOLITAN DISTRICT NO. 3
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 113,750 assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F 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: \$ 113,740 (NET^G 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: 12/09/2021 for budget/fiscal year 2022.
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	0.000 mills	\$ 0
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	0.000 mills	\$ 0
3. General Obligation Bonds and Interest ^J	0.000 mills	\$ 0
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
_____	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	0.000 mills	\$ 0

Contact person: Carrie Bartow Daytime phone: (719) 635-0330
(print)
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.

¹ 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.
² 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^J:

1. Purpose of Issue: _____
Series: _____
Date of Issue: _____
Coupon Rate: _____
Maturity Date: _____
Levy: _____
Revenue: _____

2. Purpose of Issue: _____
Series: _____
Date of Issue: _____
Coupon Rate: _____
Maturity Date: _____
Levy: _____
Revenue: _____

CONTRACTS^K:

1. Purpose of Issue: _____
Series: _____
Date of Issue: _____
Coupon Rate: _____
Maturity Date: _____
Levy: _____
Revenue: _____

2. 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.

Proof of Publication

**THE TRANSCRIPT
Colorado Springs, Colorado**

STATE OF COLORADO } ss.
COUNTY OF EL PASO }

I, Amy Sweet, Publisher and Executive Editor, or the undersigned Authorized Agent of the Publisher and Executive Editor, do solemnly swear that I am the Publisher and Executive Editor, or Authorized Agent of the Publisher and Executive Editor of The Transcript; that the same is a tri-weekly newspaper and published in the County of El Paso, State of Colorado, and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said County of El Paso for a period of more than fifty-two consecutive weeks prior to the first publication of the annexed legal notice or advertisement; that said newspaper has been admitted to the United States mails as second-class matter under the provisions of the Act of March 3, 1879, or any amendments thereof, and that said newspaper is a tri-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 tri-weekly newspapers for the period of 1 consecutive insertion(s), and/or once each week and on the same days of each week; and that the first publication of said notice was in the issue of said newspaper dated:

12, OCTOBER, A.D. 2021.

And that the last publication of said notice was in the issue of said newspaper dated:

12, OCTOBER, A.D. 2021.

In witness whereof, I have hereunto set my hand this 12th day of October, A.D. 2021.

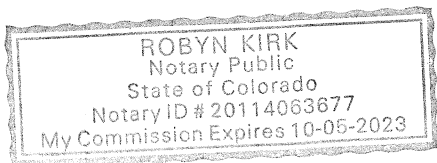
Cathy Reding

Publisher and Executive Editor / Authorized Agent

Subscribed and sworn to before me, a notary public in and for the County of El Paso, State of Colorado, this 12th day of October, A.D. 2021.

Robyn Kirk

Notary Public



**NOTICE OF BOARD MEETING
AND AMENDED BUDGET
HEARING
GOLD HILL MESA
METROPOLITAN DISTRICT NO. 1
GOLD HILL MESA
METROPOLITAN DISTRICT NO. 2
GOLD HILL MESA
METROPOLITAN DISTRICT NO. 3**
NOTICE IS HEREBY GIVEN THAT A PROPOSED BUDGET FOR 2022 AND AMENDED BUDGET FOR 2021 HAVE BEEN PRESENTED TO THE BOARD OF DIRECTORS OF THE GOLD HILL MESA METROPOLITAN DISTRICT NO. 1, GOLD HILL MESA METROPOLITAN DISTRICT NO. 2, AND GOLD HILL MESA METROPOLITAN DISTRICT NO. 3 AND THAT THE SAME HAVE BEEN SCHEDULED FOR A PUBLIC HEARING TO BE HELD WEDNESDAY, NOVEMBER 17, 2021, AT 9:00 A.M. AT THE DISTRICT'S OFFICES, 142 SOUTH RAVEN MINE DRIVE, SUITE 200, COLORADO SPRINGS, COLORADO 80904. THE PROPOSED BUDGETS ARE OPEN AND AVAILABLE FOR INSPECTION AT THE DISTRICT'S OFFICES. ANY INTERESTED ELECTOR OF THE DISTRICTS MAY FILE OBJECTIONS TO THE PROPOSED BUDGETS AT ANY TIME PRIOR TO THE FINAL ADOPTION OF THE BUDGETS. THE MEETINGS ARE OPEN TO THE PUBLIC. THE MEETING MAY BE CONTINUED.
STEPHANIE EDWARDS
PRESIDENT
Publication Date: October 12, 2021
Published in The Transcript
DT39924