

CERTIFIED RECORD
OF
PROCEEDINGS RELATING TO
CENTENNIAL 360 METROPOLITAN DISTRICT
ARAPAHOE COUNTY, COLORADO
AND THE BUDGET HEARING
FOR FISCAL YEAR
2022

STATE OF COLORADO)
COUNTY OF ARAPAHOE)
)ss.
CENTENNIAL 360)
METROPOLITAN)
DISTRICT)

The Board of Directors of the Centennial 360 Metropolitan District, Arapahoe County, Colorado, held a regular meeting via teleconference on October 19, 2021 at 2:30 pm.

The following members of the Board of Directors were present:

Kristopher Barnes, President
Gary Rohr, Vice President
James O'Malley, Secretary/Treasurer

Also in attendance were Alan Pogue, Icenogle Seaver Pogue, P.C.; Kammy Tinney, Lyndsey Paavilainen, Brendan Campbell, Jason Woolard, and Doug Campbell; Pinnacle Consulting Group, Inc.

Ms. Paavilainen stated that proper publication was made to allow the Board to conduct a public hearing on the District's 2022 budget. Director Rohr opened the public hearing on the District's proposed 2022 budget. There being no public comment on the District's budget, the public hearing was closed.

Thereupon, Director Rohr introduced and moved the adoption of the following Resolution:

RESOLUTION

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES, ADOPTING A BUDGET, SETTING FORTH MILL LEVIES, AND APPROPRIATING SUMS OF MONEY TO THE GENERAL FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE CENTENNIAL 360 METROPOLITAN DISTRICT, ARAPAHOE COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2022, AND ENDING ON THE LAST DAY OF DECEMBER 2022,

WHEREAS, the Board of Directors of the Centennial 360 Metropolitan District has authorized its consultants to prepare and submit a proposed budget to said governing body at the proper time; and

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

WHEREAS, upon due and proper notice, published on October 7, 2021, in the Centennial Villager, a newspaper having general circulation within the boundaries of the District, pursuant to statute, said proposed budget was available for inspection by the public at a designated public office, a public hearing was held on October 19, 2021, 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 THE CENTENNIAL 360 METROPOLITAN DISTRICT OF ARAPAHOE COUNTY, COLORADO:

Section 1. 2022 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. 2022 Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 3. Adoption of Budget for 2022. That the budget as submitted and attached hereto and incorporated herein by this reference, and if amended, then as amended, is hereby approved and adopted as the budget of the Centennial 360 Metropolitan District for calendar year 2022.

Section 4. 2021 Levy of General Property Taxes. That the foregoing budget indicated that the amount of money necessary to balance the 2021 budget for the General Fund from property taxes for operating expenses is \$52,866. That the 2021 valuation for assessment, as certified by the Arapahoe County Assessor, is \$961,208.

A. Levy for General Fund. That for the purposes of meeting all general operating expense of the District during the 2022 budget year, there is hereby levied a tax of 55.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2021.

Section 5. 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 6. Certification. The District's accountant is hereby authorized and directed to immediately certify to the County Commissioners of Arapahoe County, Colorado, the 55.00 mill levy for the District hereinabove determined and set. That said certification shall be in substantially the following form:

[Remainder of page left blank intentionally]

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Arapahoe County, Colorado.

On behalf of the Centennial 360 Metropolitan District,
(taxing entity)^A

the Board of Directors,
(governing body)^B

of the Centennial 360 Metropolitan District,
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 961,208 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: \$ 961,208 (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

Submitted: 12/10/2021 for budget/fiscal year 2022.
(not 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	<u>55.000</u> mills	\$ <u>52,866.44</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< <u> </u> > mills	\$ < <u> </u> >
SUBTOTAL FOR GENERAL OPERATING:	55.000 mills	\$ 52,866.44
3. General Obligation Bonds and Interest ^J	_____ mills	\$ _____
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]	55.000 mills	\$ 52,866.44

Contact person: (print) Brendan Campbell Daytime phone: (970) 669-3611
Signed: [Signature] Title: District Accountant

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) 866-2156.

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

Section 7. 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.

The foregoing Resolution was seconded by Director O'Malley.

[Remainder of page left blank intentionally]

ADOPTED AND APPROVED this 19th day of October, 2021.

DocuSigned by:
Kristopher Barnes
5840635E4E1A4CF...

President

ATTEST:

DocuSigned by:
James O'Malley
3874E575CBE44A1...

Secretary/Treasurer

STATE OF COLORADO)
COUNTY OF ARAPAHOE)
)ss.
CENTENNIAL 360)
METROPOLITAN)
DISTRICT)

I, James O'Malley, Secretary/Treasurer to the Board of Directors of the Centennial 360 Metropolitan District, Arapahoe County, Colorado, do hereby certify that the foregoing pages numbered 1 to 9, inclusive, constitute a true and correct copy of the record of proceedings of the Board of Directors of said District, adopted at a meeting of the Board via teleconference on October 19, 2021, at 2:30 p.m., as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2022; 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. Further, I hereby certify that the attached budget is a true and accurate copy of the 2022 budget of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the official seal of the District this 19^h day of October, 2021.

DocuSigned by:

3874E575CBE44A1...
Secretary/Treasurer



Management Budget Report

BOARD OF DIRECTORS
CENTENNIAL 360 METROPOLITAN DISTRICT

We have presented the accompanying forecasted budget of revenues, expenditures and fund balances for the year ending December 31, 2022, including the comparative information of the forecasted estimate for the year ending December 31, 2021 and the actual historic information for the year 2020.

These financial statements are designed for management purposes and are intended for those who are knowledgeable about these matters. We have not audited, reviewed or compiled the accompanying forecast and, accordingly, do not express an opinion or provide any assurance about whether the forecast is in accordance with accounting principles generally accepted in the United States of America. Substantially all the disclosures required by accounting principles generally accepted in the United States of America have been omitted. If the omitted disclosures were included in the forecast, they might influence the user's conclusions about the results of operations for the forecasted periods.

A handwritten signature in black ink, appearing to be "B. G. O.", is written over a horizontal line.

Pinnacle Consulting Group, Inc.
January 11, 2022

CENTENNIAL 360 METROPOLITAN DISTRICT				
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS				
December 31, 2020 Actual, 2021 Adopted Budget and Projected Actuals				
2022 Adopted Budget				
Modified Accrual Budgetary Basis				
GENERAL FUND	2020	2021	2021	2022
	Unaudited	Adopted	Projected	Adopted
Revenues	Actual	Budget	Actual	Budget
Property Taxes	\$ 52,643	\$ 56,756	\$ 56,756	\$ 52,866
Specific Ownership Tax	3,731	3,973	3,973	3,701
O&M Fee (Lot 1)	-	-	-	-
O&M Fee (Lot 2)	50,236	54,160	54,160	50,449
Interest & Other Income	1,209	1,000	466	1,000
Total Revenues	\$ 107,819	\$ 115,889	\$ 115,354	\$ 108,016
Expenditures				
Accounting	\$ 15,060	\$ 15,060	\$ 15,060	\$ 16,315
District Management	23,760	23,760	23,760	27,040
Engineering and Professional Services	-	-	-	650
Director Fees	-	1,077	600	1,077
Election Costs	254	-	-	1,000
Insurance	4,275	4,074	4,548	4,775
Legal	2,944	8,000	8,000	8,000
Landscape Maintenance	6,555	7,891	7,641	9,072
Hardscape Maintenance	6,370	6,700	5,700	6,200
Storm Water Facility Maintenance	2,998	3,195	1,340	3,215
GIS/Mapping	-	150	150	100
Repairs and Replacements	7,971	13,000	10,006	21,000
Utilities	2,352	2,500	2,500	2,650
Office, Dues & Other	1,548	800	1,639	785
Treasurer's Fee	798	851	851	793
Contingency	-	-	-	5,000
Total Expenditures	\$ 74,885	\$ 87,058	\$ 81,795	\$ 107,672
Revenues over/(under) Expenditures	\$ 32,933	\$ 28,830	\$ 33,559	\$ 344
Beginning Fund Balance	70,511	96,526	103,444	137,004
Ending Fund Balance	\$ 103,444	\$ 125,356	\$ 137,004	\$ 137,348
Components of Ending Fund Balance:				
TABOR Reserve	\$ 3,235	\$ 3,477	\$ 3,461	\$ 3,240
Operating Reserve	18,721	21,765	20,449	26,918
Repair & Replacement Reserve	81,489	100,115	113,094	107,189
Total Ending Fund Balance	103,444	125,356	137,004	137,348

CENTENNIAL 360 METROPOLITAN DISTRICT				
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS				
December 31, 2020 Actual, 2021 Adopted Budget and Projected Actuals				
2022 Adopted Budget				
Modified Accrual Budgetary Basis				
CAPITAL IMPROVEMENTS FUND	2020	2022	2021	2022
	Unaudited	Adopted	Projected	Adopted
Revenues	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>
Capital Fee	\$ 91,988	\$ 91,988	\$ 91,988	\$ 239,417
Total Revenues	\$ 91,988	\$ 91,988	\$ 91,988	\$ 239,417
Expenditures				
Payment on Developer Note	\$ 91,988	\$ 91,988	\$ 91,988	\$ 239,417
Total Expenditures	\$ 91,988	\$ 91,988	\$ 91,988	\$ 239,417
Revenues over/(under) Expenditures	\$ -	\$ -	\$ -	\$ -
Beginning Fund Balance	-	-	-	-
Ending Fund Balance	\$ -	\$ -	\$ -	\$ -

CENTENNIAL 360 METROPOLITAN DISTRICT 2022 BUDGET MESSAGE

Centennial 360 Metropolitan District is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The District was formed on December 7, 2009. The District's service area is located within the City of Centennial, Colorado and includes approximately 9.7 acres. The primary purpose of the District will be to finance the construction of the District improvements and to provide for the operation and maintenance of these District improvements.

The District has no employees at this time and all operations and administrative functions are contracted.

The budget is prepared on the modified accrual basis of accounting, which is consistent with the basis of accounting used in presenting the District's financial statements.

In preparing the 2021 budget, the following goals are foremost for the District:

- Provide the level of services as desired by the constituents of the District in the most economic manner possible.

Overview

Highlights of the 2022 budget include the following:

- A decrease in property taxes by roughly 9% resulting in a decrease in budgeted O&M fees collected by \$3,711.
- A significant increase in Repairs and Replacement expenses for 2022.

General Fund

Revenue

The District has budgeted revenues in the amount of \$108,016 comprised of \$50,449 for O&M fees (Lot 2), \$52,866 for property taxes, and \$3,701 specific ownership tax revenues for 2022. The District also anticipates \$1,000 in Interest and other income.

Expenses

2022 budgeted general and administrative expenses are \$107,672. This is an increase in expenses over prior year, driven by a significant increase in repairs and replacement costs by \$8,000 and the addition of election costs of \$1,000 as 2022 is an election year. The largest expenditures in the 2022 budget are \$27,040 for management services, \$16,315 for accounting, and \$21,000 for repairs and replacements.

Fund Balance/Reserves

The District has provided for an emergency reserve fund equal to at least 3% of the fiscal year spending for 2022, as defined under TABOR. Fiscal year 2022 is budgeted for an ending fund balance of \$137,348.

Capital Projects Fund

Revenue

The District expects capital fees of \$239,417. The District collects a capital fee in the amount of \$239,417 annually in accordance with the Real Property Exclusion and Payment in Lieu of Taxes Agreement.

Expenses

Expenditures for the repayment on a capital note budgeted in the amount of \$239,417 are to be paid in 2022.

Fund Balance/Reserves

The District carries no fund balance in the capital improvements fund since all expenses are funded from capital fees.

CERTIFICATION OF VALUATION BY ARAPAHOE COUNTY ASSESSOR

New Tax Entity YES NO

Date: August 25, 2021

NAME OF TAX ENTITY: CENTENNIAL 360 METRO DIST

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATION ("5.5%" LIMIT) ONLY

IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT FOR THE TAXABLE YEAR 2021:

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	1.	\$	1,031,919
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: ‡	2.	\$	961,208
3. LESS TOTAL TIF AREA INCREMENTS, IF ANY:	3.	\$	0
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	4.	\$	961,208
5. NEW CONSTRUCTION: *	5.	\$	0
6. INCREASED PRODUCTION OF PRODUCING MINE: ≈	6.	\$	0
7. ANNEXATIONS/INCLUSIONS:	7.	\$	0
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY: ≈	8.	\$	0
9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b), C.R.S.): Φ	9.	\$	0
10. TAXES RECEIVED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1)(A), C.R.S.). Includes all revenue collected on valuation not previously certified:	10.	\$	0
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.):	11.	\$	0

- ‡ This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec 20(8)(b), Colo. Constitution
- * New construction is defined as: Taxable real property structures and the personal property connected with the structure.
- ≈ Jurisdiction must submit to the Division of Local Government respective Certifications of Impact in order for the values to be treated as growth in the limit calculation; use Forms DLG 52 & 52A.
- Φ Jurisdiction must apply to the Division of Local Government before the value can be treated as growth in the limit calculation; use Form DLG 52B.

USE FOR TABOR "LOCAL GROWTH" CALCULATION ONLY

IN ACCORDANCE WITH ART X, SEC.20, COLO. CONSTITUTION AND 39-5-121(2)(b), C.R.S., THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2021:

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: ¶	1.	\$	3,314,510
ADDITIONS TO TAXABLE REAL PROPERTY			
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	2.	\$	0
3. ANNEXATIONS/INCLUSIONS:	3.	\$	0
4. INCREASED MINING PRODUCTION: §	4.	\$	0
5. PREVIOUSLY EXEMPT PROPERTY:	5.	\$	0
6. OIL OR GAS PRODUCTION FROM A NEW WELL:	6.	\$	0
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT: (If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.):	7.	\$	0

DELETIONS FROM TAXABLE REAL PROPERTY

8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	8.	\$	0
9. DISCONNECTIONS/EXCLUSIONS:	9.	\$	0
10. PREVIOUSLY TAXABLE PROPERTY:	10.	\$	0

- ¶ This includes the actual value of all taxable real property plus the actual value of religious, private school, and charitable real property.
- * Construction is defined as newly constructed taxable real property structures.
- § Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS:

1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY	1.	\$	0
---	----	----	---

IN ACCORDANCE WITH 39-5-128(1.5), C.R.S., THE ASSESSOR PROVIDES:

HB21-1312 VALUE OF EXEMPT BUSINESS PERSONAL PROPERTY (ESTIMATED): **		\$	0
--	--	----	---

** The tax revenue lost due to this exempted value will be reimbursed to the tax entity by the County Treasurer in accordance with 39-3-119.5(3), C.R.S.

NOTE: ALL LEVIES MUST BE CERTIFIED TO THE COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.