

LETTER OF BUDGET TRANSMITTAL

Date: January 29, 2020  
To: Division of Local Government  
1313 Sherman Street, Room 521  
Denver, Colorado 80203

Attached are the 2020 budget and budget message for BANNING LEWIS RANCH 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 21, 2019. If there are any questions on the budget, please contact:

Mr. Josh Miller  
CliftonLarsonAllen LLP  
8390 E. Crescent Parkway, Suite 300  
Greenwood Village, CO 80111  
Phone: 303-779-5710

I, Josh Miller, as District Manager of the Banning Lewis Ranch Metropolitan District NO. 3, hereby certify that the attached is a true and correct copy of the 2020 budget.

By: 

**RESOLUTION  
TO ADOPT 2020 BUDGET, APPROPRIATE SUMS OF MONEY,  
AND AUTHORIZE THE CERTIFICATION OF THE TAX LEVY  
BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3**

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2020 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3, EL PASO COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2020, AND ENDING ON THE LAST DAY OF DECEMBER, 2020,

WHEREAS, the Board of Directors of the Banning Lewis Ranch Metropolitan District No. 3 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 or posted in accordance with the law, said proposed budget was available for inspection by the public at a designated public office, a public hearing was held on November 21, 2019 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 or planned to be expended from reserves or fund balances so that the budget remains in balance, as required by law; and

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is \$511,320; and

WHEREAS, the Board of Directors finds that it is required to temporarily lower the operating mill levy to render a refund for \$0; and

WHEREAS, the amount of money necessary to balance the budget for voter-approved bonds and interest is \$766,958; and

WHEREAS, the amount of money necessary to balance the budget for contractual obligation purposes from property tax revenue as approved by voters from property tax revenue is \$0; and

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue as approved by voters or at public hearing is \$0; and

WHEREAS, the amount of money necessary to balance the budget for refunds/abatements is \$0; and

WHEREAS, the 2019 valuation for assessment for the District as certified by the County Assessor of El Paso County is \$22,964,180; and

WHEREAS, at an election held on November 1, 2005, the District has eliminated the revenue and expenditure limitations imposed on governmental entities by Article X, Section 20 of the Colorado Constitution and Section 29-1-301, C.R.S., as amended.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3 OF EL PASO COUNTY, COLORADO:

Section 1. Adoption of Budget. 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 Banning Lewis Ranch Metropolitan District No. 3 for calendar year 2020.

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

Section 3. Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 4. Levy of General Property Taxes. That the Board of Directors does hereby certify the levy of general property taxes for collection in 2020 as follows:

A. Levy for General Operating and Other Expenses. That for the purposes of meeting all general operating expense of the District during the 2020 budget year, there is hereby levied a tax of 22.266 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2019.

B. Temporary Tax Credit or Rate Reduction. That pursuant to Section 39-1-111.5, C.R.S. for the purposes of effect of a refund for the purposes set forth in Section 20 of Article X of the Colorado Constitution, there is hereby certified a temporary property tax credit or temporary mill levy rate reduction of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2019.

C. Levy for General Obligation Bonds and Interest. That for the purposes of meeting all debt retirement expense of the District during the 2020 budget

year, as the funding requirements of the current outstanding general obligation indebtedness is detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 33.398 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2019.

D. Levy for Contractual Obligations. That for the purposes of meeting the contractual obligation expense of the District during the 2020 budget year, as detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2019.

E. Levy for Capital Expenditures. That for the purposes of meeting all capital expenditures of the District during the 2020 budget year pursuant to Section 29-1-301(1.2) or 29-1-302(1.5), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2019.

F. Levy for Refunds/Abatements. That for the purposes of recoupment of refunds/abatements of taxes pursuant to Section 39-10-114(1)(a)(I)(B), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2019.

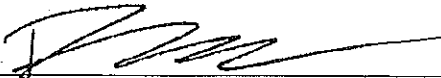
Section 5. Property Tax and Fiscal Year Spending Limits. That, being fully informed, the Board finds that the foregoing budget and mill levies do not result in a violation of any applicable property tax or fiscal year spending limitation.

Section 6. Certification. That the appropriate officers of the District are hereby authorized and directed to certify by December 15, 2019, to the Board of County Commissioners of El Paso County, Colorado, the mill levies for the District herein above determined and set, or be authorized and directed to certify to the Board of County Commissioners of El Paso County, Colorado, as herein above determined and set, but as recalculated as needed upon receipt of the final certification of valuation from the County Assessor on or about December 10, 2019 in order to comply with any applicable revenue and other budgetary limits or to implement the intent of the District. That said certification shall be in substantially the form set out and attached hereto and incorporated herein by this reference.

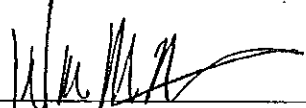
Section 7. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

ADOPTED this 21st day of NOVEMBER, 2019.

BANNING LEWIS RANCH  
METROPOLITAN DISTRICT NO. 3

  
\_\_\_\_\_  
President

ATTEST:

  
\_\_\_\_\_  
Secretary

ATTACH COPY OF THE ADOPTED BUDGET AND  
THE CERTIFICATION OF TAX LEVIES



CliftonLarsonAllen

CliftonLarsonAllen LLP  
CLAconnect.com

## Accountant's Compilation Report

Board of Directors  
Banning Lewis Ranch Metropolitan District No. 3

Management is responsible for the accompanying budget of revenues, expenditures, and fund balances of Banning Lewis Ranch Metropolitan District No. 3 for the year ending December 31, 2020, including the estimate of comparative information for the year ending December 31, 2019, and the actual comparative information for the year ended December 31, 2018, in the format prescribed by Colorado Revised Statutes (C.R.S.) 29-1-105 and the related summary of significant assumptions in accordance with guidelines for the presentation of a budget established by the American Institute of Certified Public Accountants (AICPA). We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the budget nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the accompanying budget.

The budgeted results may not be achieved as there will usually be differences between the budgeted and actual results, because events and circumstances frequently do not occur as expected, and these differences may be material. We assume no responsibility to update this report for events and circumstances occurring after the date of this report.

We draw attention to the summary of significant assumptions which describe that the budget is presented in accordance with the requirements of C.R.S. 29-1-105, and is not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

We are not independent with respect to Banning Lewis Ranch Metropolitan District No. 3.

*CliftonLarsonAllen LLP*

Colorado Springs, Colorado  
January 28, 2020



An independent member of Nexia International

**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3  
SUMMARY  
2020 BUDGET  
WITH 2018 ACTUAL AND 2019 ESTIMATED  
For the Years Ended and Ending December 31,**

1/28/20

	ACTUAL 2018	ESTIMATED 2019	BUDGET 2020
BEGINNING FUND BALANCES	\$ 1,809,055	\$ 1,763,917	\$ 1,661,306
REVENUES			
Property taxes	634,785	963,097	1,278,278
Specific ownership tax	80,209	111,300	140,610
Interest income	36,502	44,010	25,420
Intergovernmental revenue - BLR Reg No. 1	12,220,794	-	-
Intergovernmental revenue - BLR No. 4	5,042,707	-	-
Intergovernmental revenue - BLR No. 5	2,161,160	2,517,815	-
Facilities fees	19,000	20,000	94,000
Other revenue	-	-	6,415
Total revenues	<u>20,195,157</u>	<u>3,656,222</u>	<u>1,544,723</u>
Total funds available	<u>22,004,212</u>	<u>5,420,139</u>	<u>3,206,029</u>
EXPENDITURES			
General Fund	286,549	429,452	575,000
Debt Service Fund	529,085	811,566	902,381
Capital Projects Fund	19,424,661	2,517,815	60,837
Total expenditures	<u>20,240,295</u>	<u>3,758,833</u>	<u>1,538,218</u>
Total expenditures and transfers out requiring appropriation	<u>20,240,295</u>	<u>3,758,833</u>	<u>1,538,218</u>
ENDING FUND BALANCES	<u>\$ 1,763,917</u>	<u>\$ 1,661,306</u>	<u>\$ 1,667,811</u>
DEBT SERVICE RESERVE	\$ 755,869	\$ 755,869	\$ 755,869
CAPITALIZED INTEREST FUND	183,505	-	-
SURPLUS FUND	766,406	845,500	845,500
TOTAL RESERVE	<u>\$ 1,705,780</u>	<u>\$ 1,601,369</u>	<u>\$ 1,601,369</u>

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.



**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3**  
**PROPERTY TAX SUMMARY INFORMATION**  
**2020 BUDGET**  
**WITH 2018 ACTUAL AND 2019 ESTIMATED**  
**For the Years Ended and Ending December 31,**

1/28/20

	ACTUAL 2018	ESTIMATED 2019	BUDGET 2020
<b>ASSESSED VALUATION</b>			
Residential	\$ 11,484,000	\$ 15,430,160	\$ 22,141,680
Commercial	-	94,340	72,050
Vacant land	-	1,898,610	750,450
Certified Assessed Value	<u>\$ 11,484,000</u>	<u>\$ 17,423,110</u>	<u>\$ 22,964,180</u>
<b>MILL LEVY</b>			
General	22.111	22.111	22.266
Debt Service	33.166	33.166	33.398
Total mill levy	<u>55.277</u>	<u>55.277</u>	<u>55.664</u>
<b>PROPERTY TAXES</b>			
General	\$ 253,923	\$ 385,242	\$ 511,320
Debt Service	380,878	577,855	766,958
Levied property taxes	<u>634,801</u>	<u>963,097</u>	<u>1,278,278</u>
Adjustments to actual/rounding	-	-	-
Budgeted property taxes	<u>\$ 634,801</u>	<u>\$ 963,097</u>	<u>\$ 1,278,278</u>
<b>BUDGETED PROPERTY TAXES</b>			
General	<b>\$ 253,923</b>	<b>\$ 385,242</b>	<b>\$ 511,320</b>
Debt Service	<b>380,878</b>	<b>577,855</b>	<b>766,958</b>
	<u><b>\$ 634,801</b></u>	<u><b>\$ 963,097</b></u>	<u><b>\$ 1,278,278</b></u>

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3  
GENERAL FUND  
2020 BUDGET  
WITH 2018 ACTUAL AND 2019 ESTIMATED  
For the Years Ended and Ending December 31,**

1/28/20

	ACTUAL 2018	ESTIMATED 2019	BUDGET 2020
BEGINNING FUND BALANCE	\$ -	\$ -	\$ -
REVENUES			
Property taxes	253,917	385,242	511,320
Specific ownership tax	32,084	44,000	56,245
Interest income	548	210	1,020
Other revenue	-	-	6,415
Total revenues	<u>286,549</u>	<u>429,452</u>	<u>575,000</u>
Total funds available	<u>286,549</u>	<u>429,452</u>	<u>575,000</u>
EXPENDITURES			
General and administrative			
Contingency	-	-	6,415
County Treasurer's fee	3,811	5,779	7,670
Transfers to BLR 1 O&M Taxes	282,738	423,673	560,915
Total expenditures	<u>286,549</u>	<u>429,452</u>	<u>575,000</u>
Total expenditures and transfers out requiring appropriation	<u>286,549</u>	<u>429,452</u>	<u>575,000</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3**  
**DEBT SERVICE FUND**  
**2020 BUDGET**  
**WITH 2018 ACTUAL AND 2019 ESTIMATED**  
**For the Years Ended and Ending December 31,**

1/28/20

	ACTUAL 2018	ESTIMATED 2019	BUDGET 2020
BEGINNING FUND BALANCE	\$ 1,752,228	\$ 1,705,780	\$ 1,601,369
<b>REVENUES</b>			
Property taxes	380,868	577,855	766,958
Specific ownership tax	48,125	67,300	84,365
Interest income	34,644	42,000	23,500
Facilities fees	19,000	20,000	94,000
Total revenues	482,637	707,155	968,823
Total funds available	2,234,865	2,412,935	2,570,192
<b>EXPENDITURES</b>			
Debt Service			
Bond interest - Series 2015A	517,869	517,869	517,869
Bond interest - Series 2015B	-	275,000	360,000
Contingency	-	4,529	7,508
County Treasurer's fee	5,716	8,668	11,504
Paying agent fees	5,500	5,500	5,500
Total expenditures	529,085	811,566	902,381
Total expenditures and transfers out requiring appropriation	529,085	811,566	902,381
ENDING FUND BALANCE	\$ 1,705,780	\$ 1,601,369	\$ 1,667,811
DEBT SERVICE RESERVE	\$ 755,869	\$ 755,869	\$ 755,869
CAPITALIZED INTEREST FUND	183,505	-	-
SURPLUS FUND	766,406	845,500	845,500
TOTAL RESERVE	\$ 1,705,780	\$ 1,601,369	\$ 1,601,369

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3  
CAPITAL PROJECTS FUND  
2020 BUDGET  
WITH 2018 ACTUAL AND 2019 ESTIMATED  
For the Years Ended and Ending December 31,**

1/28/20

	ACTUAL 2018	ESTIMATED 2019	BUDGET 2020
BEGINNING FUND BALANCE	\$ 56,827	\$ 58,137	\$ 59,937
<b>REVENUES</b>			
Interest income	1,310	1,800	900
Intergovernmental revenue - BLR Reg No. 1	12,220,794	-	-
Intergovernmental revenue - BLR No. 4	5,042,707	-	-
Intergovernmental revenue - BLR No. 5	2,161,160	2,517,815	-
Total revenues	19,425,971	2,519,615	900
Total funds available	19,482,798	2,577,752	60,837
<b>EXPENDITURES</b>			
General and Administrative			
Contingency	-	-	60,837
Capital Projects			
Repay developer advance - principal	19,424,661	2,517,815	-
Total expenditures	19,424,661	2,517,815	60,837
Total expenditures and transfers out requiring appropriation	19,424,661	2,517,815	60,837
ENDING FUND BALANCE	\$ 58,137	\$ 59,937	\$ -

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3  
2020 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Services Provided**

The Banning Lewis Ranch Metropolitan District No. 3 (“the District”), 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 1, 2005, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes).

The District was organized to provide street improvements, parks and recreational facilities, water supply, wastewater facilities, traffic and safety controls, public transportation, fire protection, mosquito control and television relay. The District is one of the Financing Districts organized in conjunction with six other related Districts - Banning Lewis Ranch Metropolitan District Nos. 1, 2, 4, 5, 6 (now Banning Lewis Ranch Regional Metropolitan District No. 1), and 7 (now Banning Lewis Ranch Regional Metropolitan District No. 2. District No. 1 serves as the Operating District which will pay all vendors of and receive reimbursement/contributions from the Financing Districts. All other Districts, including District No. 3, are the Financing Districts which will issue debt, levy ad valorem taxes on taxable properties within each District and assess fees, rates and other charges as authorized by law. Banning Lewis Ranch Regional Metropolitan District No. 1 will serve as the Regional Improvement District serving all of the Districts. The District's service area is located entirely within the City of Colorado Springs, El Paso County, Colorado.

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

The District prepares its budget on the modified accrual basis of accounting, in accordance with 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 sales 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 property taxes is reflected on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District.

**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3  
2020 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 11% of the property taxes collected.

**Facilities Fees**

The District assesses a system development fee of \$1,000 per lot, which is collected at time of lot sale. The budget anticipates the collection of facilities fees from 20 lots in 2019 and 94 lots in 2020. These fees are pledged toward payment of debt service of the District's Series 2015A General Obligation Limited Tax Bonds.

**Interest Income**

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 1.50%.

**Expenditures**

**County Treasurer's Fees**

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

**Intergovernmental expenditure – Banning Lewis Ranch Metropolitan District No. 1 - O&M Taxes**

Property taxes generated from the 22.266 mills levied by the District for operations and maintenance, net of fees, are expected to be transferred to District No. 1, the Operating District, which pays all administrative expenditures of the District.

**Debt Service**

Principal and interest payments are provided based on the debt amortization schedules from the District's Series 2015A General Obligation Limited Tax Bonds and Series 2015B Subordinate Bonds (discussed under Debt and Leases).

**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3**  
**2020 BUDGET**  
**SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Debt and Leases**

On November 24, 2015, the District issued General Obligation Limited Tax Bonds, Series 2015A (2015A Bonds), in the principal amount of \$8,455,000 for the purpose of paying and reimbursing the costs of capital infrastructure improvements, funding a Senior Reserve Fund, providing capitalized interest on the 2015A Bonds, and paying costs of issuance of the Bonds. The 2015A Bonds have a maturity date of December 1, 2045, and carry a fixed interest rate of 6.125%. Interest is payable on June 1 and December 1 of each year beginning on June 1, 2016. Principal payments are due annually on December 1, beginning on December 1, 2021. The debt to maturity schedule is provided on page 10 of the Budget.

On November 24, 2015, the District issued Subordinate General Obligation Limited Tax Bonds, Series 2015B (2015B Subordinate Bonds), in the principal amount of \$1,620,000 for the purpose of paying and reimbursing the costs of capital infrastructure improvements. The 2015B Subordinate Bonds have a maturity date of December 15, 2045 and carry a fixed interest rate of 7.750%. The 2015B Subordinate Bonds are cash-flow bonds and therefore no estimated debt to maturity schedule is provided. However, an interest payment on the 2015B Subordinate Bonds is anticipated for 2020, as reflected on the Debt Service Fund page of the budget.

The 2015A Bonds are secured by and payable solely from the Senior Pledged Revenue, which includes property taxes derived from the required mill levy, net of the cost of collection, Specific Ownership Taxes attributable to the Senior Required Mill Levy, Facility Fees, and any other legally available moneys of the District credited to the Senior Revenue Fund.

The 2015A Bonds are also secured by amounts held by a Trustee in the Reserve Fund in the amount of \$755,869, as well as a Surplus Fund up to a maximum amount of \$845,500. No payments may be made on the 2015B Subordinate Bonds if the Reserve Fund and the Surplus Fund are less than the maximum amounts. Accordingly, an interest payment on the 2015B Subordinate Bonds is anticipated for 2020, as reflected on the Debt Service Fund page of the budget.

The 2015B Subordinate Bonds are secured by and payable solely from the Subordinate Pledged Revenue, which includes property taxes derived from the required subordinate mill levy, net of the cost of collection, Specific Ownership Taxes attributable to the Subordinate Required Mill Levy, Subordinate Facility Fees, and any other legally available moneys of the District credited to Subordinate Pledged Revenue.

The District has no operating or capital leases.

**Reserves**

**Debt Service Reserve**

The District has a debt service reserve fund for the 2015A Bonds in the amount of \$755,869.

**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3  
2020 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Reserves** (continued)

**Emergency Reserve**

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 the District's operations and maintenance costs, the Emergency Reserve for these funds is reflected in the budget of District No. 1.

**This information is an integral part of the accompanying budget.**



**BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3  
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

Bonds and Interest Maturing in the Year Ending December 31, Year	\$8,455,00 General Obligation Limited Tax Bonds Series 2015A Dated November 24, 2015 Principal Due December 1 Interest Rate 6.125% Payable June 1 and December 1		
	Principal	Interest	Total
2020	\$ -	\$ 517,869	\$ 517,869
2021	65,000	517,869	582,869
2022	95,000	513,887	608,887
2023	100,000	508,068	608,068
2024	120,000	501,943	621,943
2025	125,000	494,594	619,594
2026	145,000	486,937	631,937
2027	155,000	478,056	633,056
2028	175,000	468,562	643,562
2029	190,000	457,843	647,843
2030	215,000	446,206	661,206
2031	225,000	433,037	658,037
2032	250,000	419,256	669,256
2033	270,000	403,943	673,943
2034	300,000	387,406	687,406
2035	315,000	369,031	684,031
2036	350,000	349,737	699,737
2037	370,000	328,300	698,300
2038	405,000	305,637	710,637
2039	430,000	280,831	710,831
2040	475,000	254,493	729,493
2041	500,000	225,400	725,400
2042	545,000	194,775	739,775
2043	580,000	161,393	741,393
2044	630,000	125,868	755,868
2045	1,425,000	87,281	1,512,281
	<u>\$ 8,455,000</u>	<u>\$ 9,718,222</u>	<u>\$ 18,173,222</u>

NOTE: This debt to maturity schedule only represents the senior obligation of the District. No debt to maturity schedule has been provided for the 2015B Subordinate Bonds because amounts are payable from subordinate pledged revenue, which may or may not be sufficient to make debt service payments when due.

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

# CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

**TO:** County Commissioners<sup>1</sup> of EL PASO COUNTY, Colorado.

On behalf of the BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3,  
(taxing entity)<sup>A</sup>

the BOARD OF DIRECTORS  
(governing body)<sup>B</sup>

of the BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 3  
(local government)<sup>C</sup>

**Hereby** officially certifies the following mills to be levied against the taxing entity's GROSS \$ 22,964,180 assessed valuation of: (GROSS<sup>D</sup> assessed valuation, Line 2 of the Certification of Valuation Form DLG 57<sup>E</sup>)

**Note:** If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area<sup>F</sup> 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: \$ 22,964,180 (NET<sup>G</sup> 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:** 12/09/19 for budget/fiscal year 2020.  
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE <small>(see end notes for definitions and examples)</small>	LEVY <sup>2</sup>	REVENUE <sup>2</sup>
1. General Operating Expenses <sup>H</sup>	22.266 mills	\$ 511,320
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction <sup>I</sup>	< > mills	\$ < >
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	22.266 mills	<b>\$ 511,320</b>
3. General Obligation Bonds and Interest <sup>J</sup>	33.398 mills	\$ 766,958
4. Contractual Obligations <sup>K</sup>	_____ mills	\$ _____
5. Capital Expenditures <sup>L</sup>	_____ mills	\$ _____
6. Refunds/Abatements <sup>M</sup>	_____ mills	\$ _____
7. Other <sup>N</sup> (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
<b>TOTAL:</b> <small>[ Sum of General Operating Subtotal and Lines 3 to 7 ]</small>	55.664 mills	<b>\$ 1,278,278</b>

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

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.*

<sup>1</sup> 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.  
<sup>2</sup> 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<sup>J</sup>:**

- |    |                   |                                    |
|----|-------------------|------------------------------------|
| 1. | Purpose of Issue: | Public infrastructure improvements |
|    | Series:           | 2015A                              |
|    | Date of Issue:    | November 17, 2015                  |
|    | Coupon Rate:      | 6.125%                             |
|    | Maturity Date:    | December 1, 2045                   |
|    | Levy:             | 22.551                             |
|    | Revenue:          | \$ 517,866                         |
|    |                   |                                    |
| 2. | Purpose of Issue: | Public infrastructure improvements |
|    | Series:           | 2015B Subordinate                  |
|    | Date of Issue:    | November 17, 2015                  |
|    | Coupon Rate:      | 7.750%                             |
|    | Maturity Date:    | December 15, 2045                  |
|    | Levy:             | 10.847                             |
|    | Revenue:          | \$ 249,092                         |

**CONTRACTS<sup>K</sup>:**

- |    |                      |       |
|----|----------------------|-------|
| 3. | Purpose of Contract: | _____ |
|    | Title:               | _____ |
|    | Date:                | _____ |
|    | Principal Amount:    | _____ |
|    | Maturity Date:       | _____ |
|    | Levy:                | _____ |
|    | Revenue:             | _____ |
|    |                      |       |
| 4. | 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:

**06, NOVEMBER, A.D. 2019.**

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

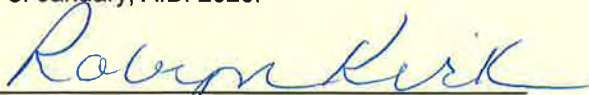
**06, NOVEMBER, A.D. 2019.**

In witness whereof, I have hereunto set my hand this 28th day of January, A.D. 2020.

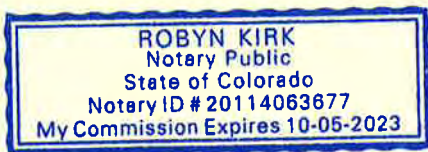


**Publisher and Executive Editor / Authorized Agent**

Subscribed and sworn to before me, a notary public in and for the County of El Paso, State of Colorado, this 28th day of January, A.D. 2020.



**Notary Public**



**NOTICE OF HEARING ON  
PROPOSED 2020 BUDGETS AND  
2019 BUDGET AMENDMENTS**

NOTICE IS HEREBY GIVEN that the proposed budgets for the ensuing year of 2020 have been submitted to the Banning Lewis Ranch Metropolitan District Nos. 1, 3, 4 and 5 ("Districts"). Such proposed budgets will be considered at a special meeting and public hearing of the Boards of Directors of the Districts to be held at the NorthTree Ranch House, 6885 Vista del Pico, Colorado Springs, Colorado, at 11:00 a.m. on November 21, 2019.

NOTICE IS FURTHER GIVEN that amendments to the 2019 budgets of the Districts may also be considered at the above-referenced meeting and public hearing of the Boards of Directors of the Districts. A copy of the proposed 2020 budgets and the amended 2019 budgets, if required, are available for public inspection at the offices of CliftonLarsonAllen LLP, 8390 E. Crescent Pkwy, Suite 300, Greenwood Village, Colorado. Any interested elector within the District may, at any time prior to final adoption of the 2020 budgets and the amended 2019 budgets, if required, file or register any objections thereto.

**BANNING LEWIS RANCH  
METROPOLITAN DISTRICT  
NOS. 1, 3, 4 AND 5  
By: /s/ Bruce Rau, President  
Publication Date: November 6, 2019  
Published in The Transcript  
DT36423**