

RESOLUTION
ADOPTING BUDGET, APPROPRIATING FUNDS AND CERTIFYING MILL LEVIES
FOR THE CALENDAR YEAR 2023

The Board of Directors of Kent Place Metropolitan District No. 2 (the “**Board**”), City of Englewood, Arapahoe County, Colorado (the “**District**”), held a regular meeting via teleconference on November 1, 2022, at the hour of 2:30PM.

Prior to the meeting, each of the directors was notified of the date, time and place of the budget meeting and the purpose for which it was called and a notice of the meeting was posted or published in accordance with §29-1-106, C.R.S.

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NOTICE AS TO PROPOSED 2023 BUDGET

**NOTICE OF PUBLIC HEARING ON THE AMENDED 2022 BUDGETS
AND
NOTICE OF PUBLIC HEARING ON THE PROPOSED 2023 BUDGETS**

NOTICE IS HEREBY GIVEN that the Boards of Directors (collectively the “**Boards**”) of the KENT PLACE METROPOLITAN DISTRICT NOS. 1-2 (collectively the “**Districts**”), will hold a meeting via teleconference on November 1, 2022 at 2:30PM, for the purpose of conducting such business as may come before the Boards including a public hearing on the 2023 proposed budgets (the “**Proposed Budgets**”). The necessity may also arise for an amendment to the 2022 budgets (the “**Amended Budgets**”). This meeting can be joined using the following teleconference information:

Link:

<https://us06web.zoom.us/j/82418964383?pwd=TENRZnAzSXhSNINrUVNLdUpweTFQZz09>

Meeting ID: 824 1896 4383

Passcode: 965514

Call-In Number: 1-720-707-2699

NOTICE IS FURTHER GIVEN that the Proposed Budgets and Amended Budgets (if applicable) have been submitted to the Districts. A copy of the Proposed Budgets and Amended Budgets are on file in the office of Fromm and Company, LLC, 9227 E. Lincoln Ave., Suite 200, Lone Tree, CO 80124 where the same are open for public inspection.

Any interested elector of the Districts may file any objections to the Proposed Budgets and Amended Budgets at any time prior to final adoption of the Proposed Budgets or the Amended Budgets by the Boards. This meeting is open to the public and the agenda for any meeting may be obtained by calling (303) 858-1800.

BY ORDER OF THE BOARD OF DIRECTORS:

KENT PLACE METROPOLITAN DISTRICT NOS. 1-2,
quasi-municipal corporations and political subdivisions of
the State of Colorado

/s/ WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

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WHEREAS, the Board has designated its accountant to prepare and submit a proposed budget to the Board in accordance with Colorado law; and

WHEREAS, the proposed budget has been submitted to the Board for its review and consideration; and

WHEREAS, upon due and proper notice, provided in accordance with Colorado law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held and interested electors were given the opportunity to register their protest to the proposed budget prior to the adoption of the budget by the Board.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

Section 1. Adoption of Budget. The budget attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2023. In the event of recertification of values by the County Assessor's Office after the date of adoption hereof, staff is hereby directed to modify and/or adjust the budget and certification to reflect the recertification without the need for additional Board authorization. Any such modification to the budget or certification as contemplated by this Section 1 shall be deemed ratified by the Board.

Section 2. Levy for General Operating Expenses. For the purpose of meeting all general operating expenses of the District during the 2023 budget year, there is hereby levied a tax of 10.250 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 3. Levy for Debt Service Obligations. For the purposes of meeting all debt service obligations of the District during the 2023 budget year, there is hereby levied a tax of 37.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 4. Levy for Contractual Obligation Expenses. For the purposes of meeting all contractual obligations of the District during the 2023 budget year, 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 District.

Section 5. Levy for Capital Project Expenses. For the purposes of meeting all capital project obligations of the District during the 2023 budget year, 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 District.

Section 6. Mill Levy Adjustment. When developing the attached budget, consideration was given to any changes in the method of calculating assessed valuation, including any changes to the assessment ratios, or any constitutionally mandated tax credit, cut or abatement, as authorized in the District's service plan. The Board hereby determines in good faith (such determination to be binding and final), that to the extent possible, the adjustments to the mill levies made to account for changes in Colorado law described in the prior sentence, and the actual tax revenues generated by the mill levies, are neither diminished nor enhanced as a result of those changes.

Section 7. Certification to County Commissioners. The Board directs its legal counsel, manager, accountant or other designee to certify to the Board of County Commissioners of Arapahoe County, Colorado the mill levies for the District as set forth herein. Such certification shall be in compliance with the requirements of Colorado law.

Section 8. Appropriations. The amounts set forth as expenditures in the budget attached hereto are hereby appropriated.

Section 9. Filing of Budget and Budget Message. The Board hereby directs its legal counsel, manager or other designee to file a certified copy of the adopted budget resolution, the budget and budget message with the Division of Local Government by January 30 of the ensuing year.

Section 10. Budget Certification. The budget shall be certified by a member of the District, or a person appointed by the District, and made a part of the public records of the District.

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ADOPTED THIS 1ST DAY OF NOVEMBER 2022.

DISTRICT:

**KENT PLACE METROPOLITAN DISTRICT
NO. 2**, a quasi-municipal corporation and political
subdivision of the State of Colorado

By: 
Officer of the District

Attest:

By: 
Lenn A. Moldenhauer (Nov 4, 2022 09:36 MDT)

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law


General Counsel to the District

STATE OF COLORADO
COUNTY OF ARAPAHOE
KENT PLACE METROPOLITAN DISTRICT NO. 2

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted by a majority of the Board at a District meeting held via teleconference on November 1, 2022, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 1st day of November 2022.

Lenn A. Moldenhauer
Lenn A. Moldenhauer (Nov 21, 2022 08:46 MST)

Lenn A. Moldenhauer

EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

KENT PLACE METROPOLITAN DISTRICT NO. 2
PROPOSED 2023 BUDGET
GENERAL FUND

	2021 Actual	Adopted 2022	YTD Actual 9.30.22	2022 Estimate	Proposed 2023 Budget
REVENUE					
Property taxes	\$ 39,799	\$ 41,193	\$ 40,683	\$ 41,193	\$ 40,674
Specific ownership taxes	2,810	2,884	1,958	2,625	2,500
Interest/Miscellaneous	271	1,060	9	10	1,000
Total Revenue	<u>\$ 42,880</u>	<u>\$ 45,137</u>	<u>\$ 42,650</u>	<u>\$ 43,828</u>	<u>\$ 44,174</u>
EXPENDITURES					
County treasurer fees	\$ 601	\$ 618	\$ 610	\$ 618	\$ 610
Transfer to District No. 1-Operations	42,279	43,519	11,147	43,210	42,564
Contingency	-	1,000	-	-	1,000
Total Expenditures	<u>\$ 42,880</u>	<u>\$ 45,137</u>	<u>\$ 11,757</u>	<u>\$ 43,828</u>	<u>\$ 44,174</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,893</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCE - BEGINNING	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
FUND BALANCE - ENDING	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 30,893</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

KENT PLACE METROPOLITAN DISTRICT NO. 2
PROPOSED 2023 BUDGET
DEBT SERVICE FUND

	2021 Actual	Adopted 2022	YTD Actual 9.30.22	2022 Estimate	Proposed 2023 Budget
REVENUE					
Property taxes	\$ 143,662	\$ 148,695	\$ 148,453	\$ 148,695	\$ 146,823
Specific ownership taxes	10,143	10,409	7,068	9,700	9,500
Interest/Miscellaneous	993	230	1,136	2,100	3,000
Total Revenue	<u>\$ 154,798</u>	<u>\$ 159,334</u>	<u>\$ 156,657</u>	<u>\$ 160,495</u>	<u>\$ 159,323</u>
EXPENDITURES					
County treasurer fees	\$ 2,170	2,230	2,227	2,230	2,205
Subordinate Note - Interest	49,995	53,000	53,000	53,000	47,000
Contingency	-	1,351	-	-	-
<u>Debt Service</u>					
Bond interest - Series 2020	70,980	69,615	34,807	69,615	68,055
Bond principal - Series 2020	35,000	40,000	-	40,000	40,000
Total Expenditures	<u>\$ 158,145</u>	<u>\$ 166,196</u>	<u>\$ 90,034</u>	<u>\$ 164,845</u>	<u>\$ 157,260</u>
NET CHANGE IN FUND BALANCE	<u>\$ (3,347)</u>	<u>\$ (6,862)</u>	<u>\$ 66,623</u>	<u>\$ (4,350)</u>	<u>\$ 2,063</u>
FUND BALANCE - BEGINNING	<u>\$ 7,822</u>	<u>\$ 9,694</u>	<u>\$ 4,475</u>	<u>\$ 4,475</u>	<u>\$ 125</u>
FUND BALANCE - ENDING	<u><u>\$ 4,475</u></u>	<u><u>\$ 2,832</u></u>	<u><u>\$ 71,098</u></u>	<u><u>\$ 125</u></u>	<u><u>\$ 2,188</u></u>

KENT PLACE METROPOLITAN DISTRICT NO. 2

Proposed 2023 Budget

Property Tax Calculation

ARAPAHOE COUNTY

Assessed Valuation - Preliminary

\$ 3,968,200

MILL LEVY

General Fund

10.250

Debt Service Fund

37.000

Total Mill Levy

47.250

PROPERTY TAXES

General Fund

\$ 40,674

Debt Service Fund

\$ 146,823

Total Property Taxes

\$ 187,498

CERTIFICATION OF VALUATION BY ARAPAHOE COUNTY ASSESSOR

New Tax Entity

☐ YES ☒ NO

Date: August 25, 2022

NAME OF TAX ENTITY: KENT PLACE METRO DIST #2

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 2022:

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	1. \$	4,018,807
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: ‡	2. \$	3,968,200
3. LESS TOTAL TIF AREA INCREMENTS, IF ANY:	3. \$	0
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	4. \$	3,968,200
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 2022:

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: ¶	1. \$	12,235,017
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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
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IN ACCORDANCE WITH 39-5-128(1.5), C.R.S., THE ASSESSOR PROVIDES:

HB21-1312 VALUE OF EXEMPT BUSINESS PERSONAL PROPERTY (ESTIMATED): **	\$	15,712
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** 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.