

VAIL SQUARE METROPOLITAN DISTRICT NO. 2

January 18, 2024

Division of Local Government
1313 Sherman Street, Room 521
Denver, CO 80203
Filed electronically: dlg-filing@state.co.us

RE: Vail Square Metropolitan District No. 2 Budget - LGID #65509

Attached is the 2024 Budget for the Vail Square Metropolitan District No. 2 in Eagle County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This Budget was adopted on December 20, 2023. If there are any questions on the budget, please contact Mr. Kenneth J. Marchetti, telephone number 970-926-6060, Ext 8.

The mill levy certified to the County Commissioners of Eagle County is 3.000 mills for all general operating purposes, subject to statutory and/or TABOR limitations; 20.000 mills for general obligation debt; 0.000 mills for contractual obligations; 0.000 for refund/abatement; and 0.000 mills for Temporary Tax Credit/Mill Levy Reduction. Based on a net assessed valuation of \$20,134,680, the total property tax revenue is \$463,097.64. A copy of the certification of mill levies sent to the County Commissioners for Eagle County is enclosed.

I hereby certify that the enclosed is a true and accurate copy of the budget and certification of tax levies to the Board of County Commissioners of Eagle County, Colorado.

Sincerely,



Title: District Administrator

Enclosure(s)

VAIL SQUARE METROPOLITAN DISTRICT NO. 2

2024 BUDGET MESSAGE

Vail Square Metropolitan District No.2 is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The District was established to supply the necessary services of roads, drainage facilities, streetscape, water and sewer utilities mains.

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

The following 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.

2024 BUDGET STRATEGY

Vail Square Metropolitan District No. 2 was formed in late 2005. The District has joined with Vail Square Metropolitan District No.1 and Vail Square Metropolitan District No.3 in adopting a consolidated service plan. Under this consolidated service plan, Vail Square Metro District No. 1 will be the “service district” and Vail Square Metro District Nos. 2 and 3 will be the “financing districts.” As such, Vail Square Metro District No.1 will be responsible for managing the construction, maintenance and operation of facilities and improvements needed for the Vail Square Metro District Nos. 2 and 3 areas. The District and Vail Square Metro District No.3 will be responsible for providing the funding and tax bases needed to support the financing plan for capital improvements.

Vail Square Metropolitan District Nos. 2 and 3 anticipate utilizing the property taxes they collect to pay for a portion of their obligations under the District Coordinating Services Agreement with Vail Square Metropolitan District No.1.

RESOLUTIONS OF VAIL SQUARE METROPOLITAN DISTRICT NO. 2

TO ADOPT 2024 BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE VAIL SQUARE METROPOLITAN DISTRICT NO. 2, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2024 AND ENDING ON THE LAST DAY OF DECEMBER 2024.

WHEREAS, the Board of Directors of the Vail Square Metropolitan District No. 2 has appointed a budget committee to prepare and submit a proposed 2024 budget at the proper time; and

WHEREAS, such committee has submitted a proposed budget to this governing body at the proper time, for its consideration, and;

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, and a public hearing was opened on November 13, 2023 and continued to December 20, 2023, and interested taxpayers 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/fund balances so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of directors of the Vail Square Metropolitan District No. 2, Eagle County, Colorado:

Section 1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Vail Square Metropolitan District No. 2 for the year stated above, as adjusted for immaterial changes in the final certified assessed value of the District No. 2 as certified by the county assessor and corresponding adjustments resulting from such changes to the assessed value. In the event there are material changes to the assessed value then a subsequent meeting of the Board shall be called to consider such changes. Furthermore, to the extent specific capital expenditures budgeted and forecasted for the current year are unable to be completed by the end of the current year, the budget for such expenditures shall be transferred into next year's budget, the budgeted beginning fund balance for next year's budget shall be updated to reflect such changes and the 2024 budget appropriations shall be increased for such expenditures.

Section 2. That the budget hereby approved and adopted shall be certified by any officer or the District Administrator of the District No. 2 and made a part of the public records of the District No. 2.

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RESOLUTIONS OF VAIL SQUARE METROPOLITAN DISTRICT NO. 2
(CONTINUED)

TO SET MILL LEVIES

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2023, TO HELP DEFRAID THE COSTS OF GOVERNMENT FOR THE VAIL SQUARE METROPOLITAN DISTRICT NO. 2, EAGLE COUNTY, COLORADO, FOR THE 2024 BUDGET YEAR.

WHEREAS, the Board of Directors of the Vail Square Metropolitan District No. 2, has adopted the annual budget in accordance with the Local Government Budget Law, on December 20, 2023 and;

WHEREAS, the amount of money necessary to balance the budget for general operating expenses and capital expenditure purposes from property tax revenue is \$60,404 and;

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue approved by voters or at public hearing is \$0.00, and;

WHEREAS, the amount of money necessary to balance the budget for voter approved bonds and interest is \$402,694, and;

WHEREAS, the 2023 valuation for assessment for the Vail Square Metropolitan District No. 2, as certified by the County Assessor is \$20,134,680.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the VAIL SQUARE METROPOLITAN DISTRICT NO. 2, EAGLE COUNTY, COLORADO:

Section 1. That for the purposes of meeting all general operating expenses of the Vail Square Metropolitan District No. 2 during the 2024 budget year, there is hereby levied a tax of 3.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District No. 2 for the year 2023.

Section 2. That for the purpose of meeting all capital expenditures of the Vail Square Metropolitan District No. 2 during the 2024 budget year, 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 No. 2 for the year 2023.

Section 3. That for the purpose of meeting all payments for bonds and interest of the Vail Square Metropolitan District No. 2 during the 2024 budget year, there is hereby levied a tax of 20.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District No. 2 for the year 2023.

Section 4. That for the purpose of recouping refunds and abatements of the Vail Square Metropolitan District No. 2 during the 2024 budget year, 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 No. 2 for the year 2023.

RESOLUTIONS OF VAIL SQUARE METROPOLITAN DISTRICT NO. 2
(CONTINUED)

TO SET MILL LEVIES (CONTINUED)

- Section 5. That any officer or the District Administrator is hereby authorized and directed to either immediately certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Vail Square Metropolitan District No. 2 as hereinabove determined and set, or be authorized and directed to certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Vail Square Metropolitan District No. 2 as hereinabove determined and set based upon the final (December) certification of valuation from the county assessor.

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RESOLUTIONS OF VAIL SQUARE METROPOLITAN DISTRICT NO. 2
(CONTINUED)

TO APPROPRIATE SUMS OF MONEY
(PURSUANT TO SECTION 29-1-108, C.R.S.)

A RESOLUTION APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS AND SPENDING AGENCIES, IN THE AMOUNT AND FOR THE PURPOSE AS SET FORTH BELOW, FOR THE VAIL SQUARE METROPOLITAN DISTRICT NO. 2, EAGLE COUNTY, COLORADO, FOR THE 2024 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on December 20, 2023, and;

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal or greater to the total proposed expenditures as set forth in said budget, and;

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues and reserves or fund balances provided in the budget to and for the purposes described below, thereby establishing a limitation on expenditures for the operations of the District No. 2.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE VAIL SQUARE METROPOLITAN DISTRICT NO. 2, EAGLE COUNTY, COLORADO:

Section 1. That the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated:

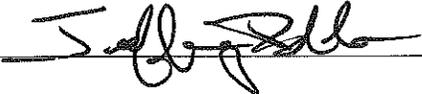
GENERAL FUND:		
Current Operating Expenses		\$131,873
DEBT SERVICE FUND:		
Debt Service and Contractual Obligation Expenditures		\$807,112

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RESOLUTIONS OF VAIL SQUARE METROPOLITAN DISTRICT NO. 2
(CONTINUED)

TO ADOPT 2024 BUDGET, SET MILL LEVIES AND
APPROPRIATE SUMS OF MONEY
(CONTINUED)

The above resolutions to adopt the 2024 budget, set the mill levies and to appropriate sums of money were adopted this 20th day of December, 2023.

Attest: 

Title: RESIDENT

VAIL SQUARE METROPOLITAN DISTRICT # 2
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET, ACTUAL AND FORECAST FOR THE PERIODS INDICATED

Printed
 01/30/24 Modified Accrual Basis

GENERAL FUND	Cal Yr 2022 <u>Audited</u>	Cal Yr 2023 <u>Adopted Budget</u>	Cal year 2023 Amended <u>Budget and Forecast</u>	2024 <u>Adopted Budget</u>	<u>BUDGET ASSUMPTIONS</u>
Assessed Valuation - Net	15,115,540	14,683,890	14,683,890	20,134,680	Final AV
Assessed Valuation - TIF	13,364,730	12,987,050	12,987,050	17,823,050	Final AV
Total Gross AV	28,480,270	27,670,940	27,670,940	37,957,730	
	2.4%	-0.3%		37%	Percent change
Operating Mill Levy				3.000	
REVENUES					
Property Taxes - Operating Mill Levy				60,404	
Property Taxes - TIF Operating Mill Levy				53,469	
Specific Ownership Taxes				5,694	
Vail Sq # 1 Interdistrict Contrib	0	0	0	0	
Interest Income	0	0	0	1,000	
TOTAL REVENUES	0	0	0	120,567	
EXPENDITURES					
Audit	4,200	4,500	4,500	4,500	
Insurance	2,700	3,200	3,200	3,500	
Treasurers Fees				3,416	
VSQ 1 Interdistrict Advance repayment	0	0	0	0	
Pmt to VSQ 1 for Svcs Prop Tx Less Treas Fees				58,592	
Pmt to VSQ 1 for Svcs TIF Prop Tx Less Treas Fees				51,865	
Contingency Allowance	0	1,000	1,000	10,000	
TOTAL EXPENDITURES	6,900	8,700	8,700	131,873	
REVENUE OVER (UNDER) EXPEND.	(6,900)	(8,700)	(8,700)	(11,306)	
OTHER SOURCES AND (USES)					
Xfer Net Int & SO tax fr DS Fund	2,034	6,092	17,367	0	
TOTAL OTHER SOURCES & (USES)	2,034	6,092	17,367	0	
FUND BALANCE - BEGINNING	24,095	22,578	19,229	27,896	
FUND BALANCE - ENDING	19,229	19,970	27,896	16,590	
	=	=	=	=	

No assurance is provided on these financial statements and substantially all disclosures required by GAAP have been omitted.

VAIL SQUARE METROPOLITAN DISTRICT # 2
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET, ACTUAL AND FORECAST FOR THE PERIODS INDICATED

Printed
 01/30/24 Modified Accrual Basis

DEBT SERVICE FUND	Cal year 2023		Cal year 2023		2024	BUDGET ASSUMPTIONS
	Cal Yr 2022 Audited	Amended Adopted Budget	Amended Budget and Forecast	Adopted Budget		
Assessed Valuation -Net	15,115,540	14,683,890	14,683,890	20,134,680	Final AV	
Assessed Valuation - TIF TOV URA	13,364,730	12,987,050	12,987,050	17,823,050	Final AV	
Total Gross AV	28,480,270	27,670,940	27,670,940	37,957,730		
	2.6%	-0.6%		37%	Percent change	
Mill Levy Rates						
IGA Services Mill Levy Rate	3.000	3.000	3.000	0.000		
Capital Pledge Mill Levy Rate	32.000	32.000	32.000	20.000		
Total Mill Levy Rate	35.000	35.000	35.000	20.000		
REVENUES						
Prop Taxes-IGA Serv	45,663	44,052	44,052	0	AV x Mill levy	
Prop Taxes-TIF IGA Serv	38,955	37,792	38,961	0	AV x Mill levy	
Prop Taxes-D/S Oblig	487,071	469,884	469,884	402,694	AV x Mill levy	
Prop Taxes-TIF D/S Oblig	415,517	403,118	415,586	356,461	AV x Mill levy	
Specific Ownership Taxes	53,799	47,742	48,424	37,958		
Interest Income	2,423	2,000	13,217	10,000		
TOTAL REVENUES	1,043,427	1,004,589	1,030,124	807,112		
EXPENDITURES						
Xfer Prop Taxes to VSQ #1 - Serv Oblig	44,291	42,730	42,730	0	Service mills less Treas Fee	
Xfer Prop Taxes to VSQ #1 - Serv TIF TOV	38,955	37,792	37,792	0	TOV URA	
Xfer Prop Taxes to VSQ #3 - D/S Oblig	472,436	455,788	455,788	390,613	DS mills less Treas Fee	
Xfer Prop Taxes to VSQ #3 - D/S TIF TOV	415,517	403,118	403,118	345,767	TOV URA	
Xfer Specific Ownership Tax - D/S	49,187	43,650	44,274	37,958	IGA DS % of SO tax	
Treasurer's Fees	16,007	15,418	29,054	22,775	3% of Prop. Taxes	
Contingency			0	10,000		
TOTAL EXPENDITURES	1,036,393	998,497	1,012,756	807,112	938,986	
REVENUE OVER (UNDER) EXPEND.	7,034	6,092	17,367	0		
OTHER SOURCES/(USES)						
Xfer Net Int & SO tax to Gen Fund	(2,034)	(6,092)	(17,367)	0		
TOTAL OTHER FINANCING SOURCES	(2,034)	(6,092)	(17,367)	0		
FUND BALANCE - BEGINNING	20,000	20,000	25,000	25,000		
Reverse contingency			0			
FUND BALANCE - ENDING	25,000	20,000	25,000	25,000		
	=	=	=	=		

No assurance is provided on these financial statements and substantially all disclosures required by GAAP have been omitted.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Eagle County, Colorado.

On behalf of the Vail Square Metropolitan District No. 2
(taxing entity)^A

the Board of Directors
(governing body)^B

of the Vail Square Metropolitan District No. 2
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of: \$ 37,957,730
(Gross^D assessed valuation, Line 2 of the Certification of Valuation From 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: \$ 20,134,680
(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: 12/26/2023 for budget/fiscal year 2024
(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>3.000</u> mills	<u>\$ 60,404.04</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	<u>(0.000)</u> mills	<u>\$ -</u>
SUBTOTAL FOR GENERAL OPERATING:	3.000 mills	\$ 60,404.04
3. General Obligation Bonds and Interest ^J	<u>20.000</u> mills	<u>\$ 402,693.60</u>
4. Contractual Obligations ^K	<u>0.000</u> mills	<u>\$ -</u>
5. Capital Expenditures ^L	<u>0.000</u> mills	<u>\$ -</u>
6. Refunds/Abatements ^M	<u>0.000</u> mills	<u>\$ -</u>
7. Other ^N (specify): _____	<u>0.000</u> mills	<u>\$ -</u>
	<u>0.000</u> mills	<u>\$ -</u>
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	23.000 mills	\$ 463,097.64

Contact person: Kenneth J. Marchetti Daytime phone: (970) 926-6060 x8
(print)
Signed:  Title: District Administrator

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, Colorado 80203. Questions? Call DLG (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

Vail Square Metropolitan District No. 2

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-603 C.R.S.).

Taxing entities that are Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenue to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-603, 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: Pledge funds to Vail Square Metropolitan District No. 3 to be used to refinance the Vail Square Metropolitan District No. 1 loan in the original principal amount of \$16,000,000, the proceeds of which were used to finance, among other things, certain public improvements for the benefit of the District along with Vail Square Metropolitan District Nos. 1 and 2
 - Series: 2023
 - Date of Issue: April 26, 2023
 - Coupon rate: 3.33%
 - Maturity Date: December 1, 2034
 - Levy: 20.000 Mills
 - Revenue: \$402,693.60

- 2. Purpose of Issue:
 - Series:
 - Date of Issue:
 - Coupon rate:
 - Maturity Date:
 - Levy:
 - Revenue:

CONTRACTS^K:

- 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.