

Edwards Metropolitan District

December 8, 2010

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

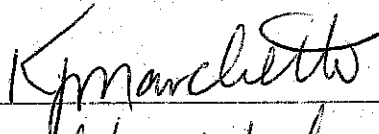
RE: Edwards Metropolitan District 2011 Budget – LGID #19016

Attached is the 2011 Budget for the Edwards Metropolitan District in Eagle County, Colorado, submitted pursuant to Section 29-1-116, C.R.S. This Budget was adopted on October 21, 2010. If there are any questions on the budget, please contact Mr. Kenneth J. Marchetti, telephone number 970-926-6060.

The mill levy certified to the County Commissioners of Eagle County is 1.691 mills for all general operating purposes, subject to statutory and/or TABOR limitations; 0.00 mills for G.O. bonds; 0.00 mills for refund/abatement; and 0.176 mills for Temporary Tax Credit/Mill Levy Reduction. Based on an assessed valuation of \$194,738,700, the total property tax revenue is \$295,029. 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 Administrator

Enclosure(s)

EDWARDS METROPOLITAN DISTRICT

2011 BUDGET MESSAGE

Edwards Metropolitan District 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 domestic water, fire protection, roads, drainage, traffic signalization, transportation, and mosquito control.

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.

2011 BUDGET STRATEGY

The District's strategy in preparing the 2011 budget is to strive to provide the types of recreational facilities and levels of water, road maintenance, drainage, traffic signalization, transportation and mosquito control services desired by the property owners and residents of the District in the most economic manner possible. The District has established its property tax operating mill levy rate to enable it to provide these services through property taxes.

ROBERTSON & MARCHETTI, P.C.

Certified Public Accountants

December 8, 2010

Board of Directors
Edwards Metropolitan District

I have compiled the accompanying statement of revenues, expenditures and changes in fund balance with budgets of the Edwards Metropolitan District for the ten month period ended October 31, 2010 in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. I also compiled the accompanying budget and forecast of revenues, expenditures and changes in fund balance for calendar year 2010 and the adopted budget for calendar year 2011, in accordance with standards established by the American Institute of Certified Public Accountants.

A compilation of historical financial statements is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

A compilation of a forecasted financial statement is limited to presenting in the form of a forecast, information that is the representation of management and does not include evaluation of the support for the assumptions underlying the forecast. I have not examined the forecast and, accordingly, do not express an opinion or any other form of assurance on the accompanying forecasted statement or assumptions. Furthermore, there will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected and those differences may be material. I have no responsibility to update this report for events or circumstances occurring after the date of this report.

Management has elected to omit substantially all of the disclosures as of October 31, 2010, required by generally accepted accounting principles. Management has also elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the historical financial statements and if the summary of significant accounting policies were included in the budget and forecast, they might influence the user's conclusions about the District's historical financial position and results of operations and the forecasted results of operations and fund balances. Accordingly, the historical financial statements and forecast are not designed for those who are not informed about such matters.

I also compiled the accompanying 2009 historical financial statements of the District and my report thereon stated that I did not audit or review those financial statements and, accordingly, expressed no opinion or other form of assurance on them. The report noted that management had elected to omit substantially all disclosures, and if these omissions had been included, they might influence the user's conclusions about the District's 2009 financial position and results of operations. Accordingly, the 2009 financial statements are not designed for those who are not informed about such matters.

I am not independent with respect to Edwards Metropolitan District

ROBERTSON & MARCHETTI, P.C.


Kenneth J. Marchetti, CPA
President

EDWARDS METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 Actual, Budget and Forecast for the Periods Indicated Printed: 12/06/10 Modified Accrual Basis

GENERAL FUND	12/31/09 Unaudited Actual	2010 Adopted Budget	Variance Favorable (Unfavor)	2010 Forecast	10 Months Ended 10/31/10 Actual	10 Months Ended 10/31/10 Budget	Variance Favorable (Unfavor)	2011 Adopted Budget	Budget Assumptions
REVENUES:									
Assessed Value	174,953,590	195,296,890		195,296,890			194,738,700	Prelim AV	
Increase	2%	12%		12%			0%		
Mill Levy Rate	1.691	1.691		1.691			1.691		
Temporary Mill Levy Credit		(0.176)		(0.176)			(0.176)		
Net Mill Levy Rate		1.515		1.515			1.515		
Property Taxes Levied	295,847	295,875		295,875			295,029		
Property Taxes	295,227	295,875	0	295,875	287,211	295,875	(8,664)	295,029 AV x mill levy rate	
Specific Ownership Tax	12,022	13,314	(1,479)	11,835	7,547	9,986	(2,438)	11,801 3.5% of Prop Tx	
Interest Income	52,350	38,110	1,820	40,030	34,766	31,758	3,008	20,129 Avg. Fund Balance x 2%	
Reimbursement of Mosquito Exp	10,181	10,538	0	10,538	10,538	10,538	0	10,854 Amt Billed to Others	
Other	129	0	0	0	0	0	0	0	
Tap Fees	42,035	0	0	0	0	0	0	0 Est	
Charter Academy Tap Fee	1,075	0	0	0	0	0	0	0 Paid off in 2009 OK	
Cancer Caring House Tap Fee	2,313	2,313	0	2,313	2,313	0	2,313	0 Paid off in 2010 OK	
CVC Note-Interest	8,800	4,400	0	4,400	2,200	2,200	0	0 Paid off in 2010 OK	
CVC Note-Principal	55,000	55,000	0	55,000	0	0	0	0 Paid off in 2010 OK	
TOTAL REVENUE	479,133	419,549	441	419,990	344,575	350,356	(5,781)	337,813	
OPERATING EXPENDITURES:									
Accounting & Administration	27,342	36,000	0	36,000	26,536	30,000	3,464	36,000 Based on Prior Year	
Legal	11,917	20,000	0	20,000	8,872	16,667	7,794	20,000 Based on Prior Year	
Audit	0	0	0	0	0	0	0	0 Per Audit Agreement	
Insurance	2,371	3,372	0	3,372	0	0	0	2,400 Based on prior Year	
County Treasurer's Fees	8,879	8,876	0	8,876	8,639	8,876	237	8,851 3% of Property Taxes	
Mosquito Control	13,575	14,050	0	14,050	14,050	14,050	0	14,472 CMC (3% increase)	
Edwards Community Authority	22,222	22,222	0	22,222	22,222	22,222	0	28,890 Comm Auth Bdgt	
Elections	0	5,000	4,000	1,000	726	5,000	4,274	0	
Directors' Expenses	245	1,000	0	1,000	252	833	581	1,000 Based on Prior Year	
Directors' Fees	3,200	6,000	0	6,000	3,300	5,000	1,700	6,000 12 Mtgs @ \$100/Dir OK	
Miscellaneous Other	0	0	0	0	0	0	0	0 Based on Prior Year	
Office Supplies	1,856	3,000	0	3,000	1,683	2,500	817	3,000 Based on Prior Year	
General Property Maintenance	3,768	20,000	0	20,000	0	20,000	20,000	20,000 Misc	
Trail Maintenance	43,742	13,000	0	13,000	0	13,000	13,000	18,000 Per Ellie-Trail Main+patch	
Colorado Water & Power Loan Prin	100,000	110,000	0	110,000	110,000	110,000	0	0 Paid off in 2010 OK	
Colorado Water & Power Loan Int	9,843	5,093	0	5,093	93	5,093	5,001	0 Paid off in 2010 OK	
Water Cost Recovery - CVC	3,271	0	0	0	0	0	0	0	
Water Cost Recovery - Homestead	69	0	0	0	0	0	0	0	
Contingency	0	10,000	0	10,000	0	0	0	10,000	
TOTAL OPERATING EXPEND	252,299	277,613	4,000	273,613	196,373	253,241	56,868	168,612	

**EDWARDS METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
LONG RANGE FINANCIAL PLAN**

Actual, Budget and Forecast for the Periods Indicated

Printed: 12/06/10 Modified Accrual Basis

GENERAL FUND (CONTINUED)	12/31/09 Unaudited Actual	2010 Adopted Budget	Variance Favorable (Unfavor)	2010 Forecast	10 Months Ended 10/31/10 Actual	10 Months Ended 10/31/10 Budget	Variance Favorable (Unfavor)	2011 Adopted Budget	#REF! Assumptions
CAPITAL EXPENDITURES:									
Capital Outlay - General		120,000	0	120,000		0	0	20,000	To Be Allocated Landscape, Sidewalks Concept Pln in Devel.
Spur Road Landscape Inside Roundabout	0	156,000	156,000	0	0	156,000	156,000	137,600	
Spur Road Landscape NW Side								100,000	
Recreation Projects	100,000		0		0	0	0		
Pedestrian & Bike Paths & Sidewalks								84,000	
Roads - Other (Spur Rd Ph II)								0	
Formation of New District								0	
Transportation	0				0	0	0	50,000	
Eagle River Restoration	15,000	15,000	0	15,000	0	0	0	15,000	
TOTAL CAPITAL EXPENDITURES	115,000	291,000	156,000	135,000	0	156,000	156,000	406,600	
TOTAL EXPENDITURES	367,299	568,613	160,000	408,613	196,373	409,241	212,868	575,212	
EXCESS REVENUE OVER (UNDER) EXPENDITURES	111,834	(149,064)	160,441	11,377	148,202	(58,885)	207,087	(237,400)	
OTHER FINANCING SOURCES (USES):									
Operating Transfers in (out)	0	0	0	0	0	400,000	(400,000)	0	
TOTAL OTHER FINANCING	0	0	0	0	0	400,000	(400,000)	0	
TOTAL SOURCES OVER USES	111,834	(149,064)	160,441	11,377	148,202	341,115	(192,913)	(237,400)	
FUND BALANCE - BEGINNING OF YEAR	1,889,662	1,905,481	96,014	2,001,495	2,001,495	1,905,481	96,014	2,012,873	
FUND BALANCE - END OF YEAR	2,001,495	1,756,417	256,455	2,012,873	2,149,698	2,248,596	(96,898)	1,775,473	
See Accompanying Accountant's Report	=	=	=	=	=	=	=	=	

EDWARDS METROPOLITAN DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 Actual, Budget and Forecast for the Periods Indicated

Printed: 12/06/10 Modified Accrual Basis

RESTRICTED WATER CAPITAL RESERVE FUND					10 Months	10 Months	Variance	2011	Budget Assumptions
	12/31/09	2010	Variance	2010	Ended	Ended	Favorable	Adopted	
	Unaudited	Adopted	Favorable	Forecast	10/31/10	10/31/10	(Unfavor)	Budget	
	Actual	Budget	(Unfavor)		Actual	Budget	(Unfavor)	Budget	
REVENUES:									
Water Charges	0		0		0	0	0		\$400/mo
Tap Fees		30,000	0	30,000	19,108	25,000	(5,893)	30,000	Based on prior
Interest Income	0	0	0	0	272	0	272	0	2% of Fund Bal
TOTAL REVENUES	0	30,000	0	30,000	19,380	25,000	(5,620)	30,000	
EXPENDITURES:									
Cost Rec - CVC	0	9,000	0	9,000	0	0	0	9,000	Based on prior years
Cost Rec - Homestead	0	6,000	0	6,000	0	0	0	6,000	Based on prior years
Water Projects		15,000	0	15,000				15,000	
Contingency	0		0		0	0	0		
TOTAL EXPENDITURES	0	30,000	0	30,000	0	0	0	30,000	
OPERATING INCOME (LOSS)	0	0	0	0	19,380	25,000	(5,620)	0	
OPERATING TRANSFERS IN (OUT)									
Transfer to General Fund	0		0		0	0	0		
FUND BALANCE - BEGINNING	0	0	0	0	0	0	0	0	
FUNDS AVAILABLE - END	0	0	0	0	19,380	25,000	(5,620)	0	
		=	=	=	=	=	=	=	
All Funds Total Ending Fund Balance	2,001,495	1,756,417	256,455	2,012,873	2,169,078	2,271,596	(102,519)	1,775,473	

See Accompanying Accountant's Report

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Eagle County, Colorado.

On behalf of the Edwards Metropolitan District, the Board of Directors of the Edwards Metropolitan District

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS

assessed valuation of: (Gross assessed valuation, Line 2 of the Certification of Valuation Form DLG 57) \$ 194,738,700

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area 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: (NET assessed valuation, Line 4 of the Certification of Valuation Form DLG 57) \$ 194,738,700

Submitted: December 10, 2010 for budget/fiscal year 2011
(not later than Dec 15) (dd/mm/yyyy) (yyyy)

PURPOSE	LEVY ²	REVENUE ²
1. General Operating Expenses	<u>1.691</u> mills	\$ <u>329,303.14</u>
2. (MINUS) Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction	<u>(0.176)</u> mills	\$ <u>(34,274.01)</u>
SUBTOTAL FOR GENERAL OPERATING:	1.515 mills	\$ 295,029.13

- 3. General Obligation Bonds and Interest [Special Districts must certify separately for each debt pursuant to 29-1-301(1.7),C.R.S.; see page 2 of this form.] 0.000 mills \$ -
- 4. Contractual Obligations Approved at Election [Per 29-1-301(1.7) C.R.S.] 0.000 mills \$ -
- 5. Capital Expenditures [These revenues are not subject to the statutory property tax revenue limit if they are approved by counties and municipalities through public hearing pursuant to 29-1-301(1.2)C.R.S. and for special districts through approval from the Division of Local Government pursuant to 29-1-302(1.5)C.R.S. or for any taxing entity if approved at election.] 0.000 mills \$ -
- 6. Refunds/Abatements 0.000 mills \$ -
- 7. Other (specify): _____ 0.000 mills \$ -
[These levies and revenues are for purposes not subject to 29-1-301 C.R.S. that were not reported above]

TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7] **1.515** mills **\$ 295,029.13**

Contact person: Kenneth J Marchetti Daytime phone: (970) 926-6060 x8
Signed: [Signature] Title: 12/6/10

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) 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).

RESOLUTIONS OF EDWARDS METROPOLITAN DISTRICT

TO ADOPT 2011 BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE EDWARDS METROPOLITAN DISTRICT, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2011 AND ENDING ON THE LAST DAY OF DECEMBER 2011.

WHEREAS, the Board of Directors of the Edwards Metropolitan District has appointed a budget committee to prepare and submit a proposed 2011 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 held on October 21, 2010, 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 Edwards Metropolitan District, 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 Edwards Metropolitan District for the year stated above.
- Section 2. That the budget hereby approved and adopted shall be certified by any officer or the District Administrator of the District and made a part of the public records of the District.

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RESOLUTIONS OF EDWARDS METROPOLITAN DISTRICT (CONTINUED)

TO SET MILL LEVIES

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2011, TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE EDWARDS METROPOLITAN DISTRICT, EAGLE COUNTY, COLORADO, FOR THE 2011 BUDGET YEAR.

WHEREAS, the Board of Directors of the Edwards Metropolitan District, has adopted the annual budget in accordance with the Local Government Budget Law, on October 21, 2010 and;

WHEREAS, the amount of money necessary to balance the budget for general operating expenses and capital expenditure purposes from property tax revenue is \$329,303 and;

WHEREAS, the Edwards Metropolitan District finds that it shall temporarily lower the general operating mill levy to render a refund for \$34,274, 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 \$0.00, and;

WHEREAS, the 2010 valuation for assessment for the Edwards Metropolitan District, as certified by the County Assessor is \$194,738,700.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the EDWARDS METROPOLITAN DISTRICT, EAGLE COUNTY, COLORADO:

- Section 1. That for the purposes of meeting all general operating expenses of the Edwards Metropolitan District during the 2011 budget year, there is hereby levied a tax of 1.691 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2010.
- Section 2. That for the purposes of rendering a refund to its constituents during budget year 2011 there is hereby levied a temporary tax credit/mill levy reduction of 0.176 mills.
- Section 3. That for the purpose of meeting all capital expenditures of the Edwards Metropolitan District during the 2011 budget year, there is hereby levied a tax of 0.00 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2010.

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RESOLUTIONS OF EDWARDS METROPOLITAN DISTRICT (CONTINUED)

TO SET MILL LEVIES (CONTINUED)

Section 4. That for the purpose of meeting all payments for bonds and interest of the Edwards Metropolitan District during the 2011 budget year, there is hereby levied a tax of 0.00 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2010.

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 Edwards Metropolitan District 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 Edwards Metropolitan District as hereinabove determined and set based upon the final (December) certification of valuation from the county assessor.

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RESOLUTIONS OF EDWARDS METROPOLITAN DISTRICT (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 EDWARDS METROPOLITAN DISTRICT, EAGLE COUNTY, COLORADO, FOR THE 2011 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on October 21, 2010, 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.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE EDWARDS METROPOLITAN DISTRICT, 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	\$168,612
Capital Outlay	<u>\$406,600</u>

TOTAL GENERAL FUND:	<u>\$575,212</u>
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RESTRICTED WATER CAPITAL RESERVE FUND

Current Operating Expenses	<u>\$30,000</u>
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TOTAL RESTRICTED WATER CAPITAL RESERVE FUND	<u>\$30,000</u>
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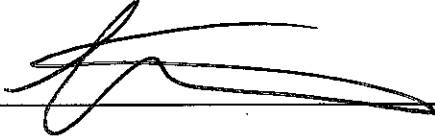
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RESOLUTIONS OF EDWARDS METROPOLITAN DISTRICT (CONTINUED)

**TO ADOPT 2011 BUDGET, SET MILL LEVIES AND
APPROPRIATE SUMS OF MONEY
(CONTINUED)**

The above resolutions to adopt the 2011 budget, set the mill levies and to appropriate sums of money were adopted this 21st day of October, 2010.

Attest: _____

A handwritten signature in black ink, appearing to be 'J. ...', written over a horizontal line.

Title: _____

PRESIDENT