

RESOLUTION
ADOPTING BUDGET, IMPOSING MILL LEVY AND APPROPRIATING FUNDS
(2016)

The Board of Directors of Fossil Ridge Metropolitan District No. 2 (the “Board”), County of Jefferson Colorado (the “District”) held a regular meeting at 6465 S. Greenwood Plaza Blvd., Suite 700, Centennial, Colorado, on Wednesday, December 9, 2015, at the hour of 10:30 A.M.

Prior to the meeting, each of the directors were 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 2016 BUDGET

**NOTICE OF PUBLIC HEARING ON THE PROPOSED 2016 BUDGETS
AND
NOTICE OF PUBLIC HEARING ON THE AMENDED 2015 BUDGETS**

NOTICE IS HEREBY GIVEN that proposed 2016 budgets have been submitted to the Boards of Directors (the “Boards”) of the FOSSIL RIDGE METROPOLITAN DISTRICT NOS. 1-3 (collectively the “Districts”). A copy of each of the proposed budgets is on file in the office of Simmons & Wheeler, P.C., 8005 Chester Street, Suite 150, Centennial, Colorado, where the same are open for public inspection.

NOTICE IS FURTHER GIVEN that amendments to the 2015 budgets have been submitted to the Districts. A copy of each of the proposed amended budgets is on file in the office of Simmons & Wheeler, P.C., 8005 Chester Street, Suite 150, Centennial, Colorado, where the same are open for public inspection.

Such proposed budgets and amended budgets will be considered at a public hearing during a joint meeting of the Districts to be held at 6465 S. Greenwood Plaza Blvd., Ste. 700, Centennial, Colorado, on Wednesday, December 9, 2015 at 10:30 A.M. Any interested elector of the Districts may file or register any objections to the proposed budgets or amended budgets at any time prior to final adoption of the budgets and amended budgets by the governing body of the Districts.

BY ORDER OF THE BOARDS OF DIRECTORS:
FOSSIL RIDGE METROPOLITAN DISTRICT NOS. 1-3

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

Published in: *Lakewood Hub*
Published on: December 3, 2015

The Denver Post, LLC

PUBLISHER'S AFFIDAVIT

**City and County of Denver)
State of Colorado)
)**

The undersigned Jean Birch
being first duly sworn under oath, states
and affirms as follows:

1. He/she is the legal Advertising Reviewer of The Denver Post, LLC, publisher of *The Denver Post* and *Your Hub*.
2. *The Denver Post* and *Your Hub* are newspapers of general circulation that have been published continuously and without interruption for at least fifty-two weeks in Denver County and meet the legal requisites for a legal newspaper under Colo. Rev. Stat. 24-70-103.
3. The notice that is attached hereto is a true copy, published in *Your Hub* for Lakewood (including the counties of Jefferson and Denver) on the following date(s):

December 3, 2015

Jean Birch
Signature

Subscribed and sworn to before me this 3
day of December, 2015.

Cheryl L. Schmid
Notary Public

CHERYL L. SCHMID
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20094029973
MY COMMISSION EXPIRES SEPTEMBER 14, 2017

(SEAL)

NOTICE OF PUBLIC HEARING ON THE PROPOSED 2016 BUDGETS AND NOTICE OF PUBLIC HEARING ON THE AMENDED 2015 BUDGETS

NOTICE IS HEREBY GIVEN that proposed 2016 budgets have been submitted to the Boards of Directors (the "Boards") of the **FOS-SIL RIDGE METROPOLITAN DISTRICT NOS. 1-3** (collectively the "Districts"). A copy of each of the proposed budgets is on file in the office of Simmons & Wheeler, P.C., 8005 Chester Street, Suite 150, Centennial, Colorado, where the same are open for public inspection.

NOTICE IS FURTHER GIVEN that amendments to the 2015 budgets have been submitted to the Districts. A copy of each of the proposed amended budgets is on file in the office of Simmons & Wheeler, P.C., 8005 Chester Street, Suite 150, Centennial, Colorado, where the same are open for public inspection.

Such proposed budgets and amended budgets will be considered at a public hearing during a **joint meeting of the Districts to be held at 6465 S. Greenwood Plaza Blvd., Ste. 700, Centennial, Colorado, on Wednesday, December 9, 2015 at 10:30 A.M.** Any interested elector of the Districts may file or register any objections to the proposed budgets or amended budgets at any time prior to final adoption of the budgets and amended budgets by the governing body of the Districts.

BY ORDER OF THE BOARDS OF DIRECTORS:
FOS-SIL RIDGE METROPOLITAN DISTRICT NOS. 1-3
/s/ **WHITE BEAR ANKELE TANAKA & WALDRON**
Attorneys at Law

Published in: *Lakewood Your Hub*
Published on: December 3, 2015

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

RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET AND APPROPRIATING SUMS OF MONEY TO EACH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE DISTRICT FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2016 AND ENDING ON THE LAST DAY OF DECEMBER 2016.

WHEREAS, the Board has authorized its treasurer, accountant and/or legal counsel 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 on December 9, 2015, interested electors were given the opportunity to file or register any objections to said proposed budget and no written objections were filed prior to the public hearing; and

WHEREAS, the budget being adopted by the Board has been prepared based on the best information available to the Board regarding the effects of § 29-1-101, *et seq.*, C.R.S., as applicable, and Article X, § 20 of the Colorado Constitution.

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

Section 1. Summary of 2016 Revenues and 2016 Expenditures. The estimated revenues and expenditures for each fund for fiscal year 2016, as more specifically set forth in the budget attached hereto, are accepted and approved.

Section 2. Adoption of Budget. The budget as submitted, amended, attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2016.

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 2 shall be deemed ratified by the Board.

Section 3. Levy for General Operating Expenses. For the purpose of meeting all general operating expenses of the District during the 2016 budget year, there is hereby levied a tax of zero (0.000) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 4. Levy for Debt Service Obligations. For the purposes of meeting all debt service obligations of the District during the 2016 budget year, there is hereby levied a tax of forty (40.000) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 5. Levy for Contractual Obligation Expenses. For the purposes of meeting all contractual obligations of the District during the 2016 budget year, there is hereby levied a tax of zero (0.000) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 6. Levy for Capital Project Expenses. For the purposes of meeting all capital project obligations of the District during the 2016 budget year, there is hereby levied a tax of zero (0.000) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

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 Jefferson 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 and balances remaining, as specifically allocated in the budget attached hereto and incorporated herein, are hereby appropriated for the purposes thereof and no other.

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.

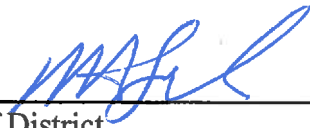
Section 10. Budget Certification. The budget shall be certified by a member of the District, or a person appointed by the District, and made a part of the public records of the District.

The foregoing Resolution was seconded by Director Tarufelli.

[Remainder of page intentionally left blank].


ADOPTED THIS 9th DAY OF DECEMBER 2015.

FOSSIL RIDGE METROPOLITAN DISTRICT NO. 2



Officer of District

ATTEST:



APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

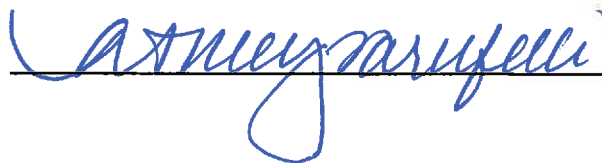


General Counsel to the District

STATE OF COLORADO
COUNTY OF ARAPAHOE
FOSSIL RIDGE 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 at a District meeting held on December 9, 2015, at 6465 S. Greenwood Plaza Blvd., Suite 700, Centennial, Colorado, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 9th day of December 2015.



FOSSIL RIDGE METROPOLITAN DISTRICT NO. 2
2016
BUDGET MESSAGE

Attached please find a copy of the adopted 2016 budget for Fossil Ridge Metropolitan District No. 2.

The Fossil Ridge Metropolitan District No. 2 has adopted one fund, a Debt Service Fund to provide for transfers to Fossil Ridge Metropolitan District No. 1 for the payments on the outstanding revenue refunding bonds, transfers to Fossil Ridge Metropolitan District No. 3 for the payments on the proposed bond issuance and for transfers to Fossil Ridge Metropolitan District No. 1 for the payment of property management, grounds, retreat, utilities and sewer operations expenditures.

The District's accountants have utilized the modified accrual basis of accounting and the budget has been adopted after proper postings, publications and public hearing.

The primary source of revenue for the District in 2016 will be property taxes. The District intends to impose a 40.000 mill levy on the property within the District for 2016, which will be dedicated to the Debt Service Fund. 5.000 of the 40.000 mills will be dedicated to the transfers to Fossil Ridge Metropolitan District No. 1 for the payment of property management, grounds, retreat, utilities and sewer operations expenditures.

Fossil Ridge Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2016

	Actual <u>2014</u>	Adopted Budget <u>2015</u>	Actual <u>6/30/2015</u>	Estimate <u>2015</u>	Adopted Budget <u>2016</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ -
Revenues:					
Property taxes - debt	409,450	546,550	541,627	546,550	719,141
Property taxes - contractual	-	-	-	-	102,734
Specific ownership taxes - debt	31,846	38,259	21,238	38,259	57,531
Specific ownership taxes - contractual	-	-	-	-	8,219
Transfer from Capital Projects Fund	-	-	-	-	-
Transfer from District No. 3	-	-	-	-	-
Interest income	64	191	8	191	75
Total revenues	<u>441,360</u>	<u>585,000</u>	<u>562,873</u>	<u>585,000</u>	<u>887,700</u>
Total funds available	<u>441,360</u>	<u>585,000</u>	<u>562,873</u>	<u>585,000</u>	<u>887,700</u>
Expenditures:					
Treasurer's fees - debt	6,142	8,201	7,817	8,201	10,787
Treasurer's fees - contractual	-	-	-	-	1,541
Transfer to District #1 - debt	435,218	357,613	346,538	357,613	405,194
Transfer to District #1 - contractual	-	-	-	-	109,412
Transfer to District #3 (pledge)	-	215,186	208,518	215,186	356,766
Miscellaneous expense	-	4,000	-	4,000	4,000
Trustee/paying agent fees	-	-	-	-	-
Total expenditures	<u>441,360</u>	<u>585,000</u>	<u>562,873</u>	<u>585,000</u>	<u>887,700</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Assessed valuation	<u>\$ 13,648,409</u>	<u>\$ 15,615,700</u>	<u>\$ 15,615,700</u>	<u>\$ 15,615,700</u>	<u>\$ 20,546,882</u>
Mill Levy - debt	30.000	35.000	35.000	35.000	35.000
Mill Levy - contractual	0.000	0.000	0.000	0.000	5.000
Total Mill Levy	<u>30.000</u>	<u>40.000</u>	<u>40.000</u>	<u>40.000</u>	<u>40.000</u>