

**MERIDIAN VILLAGE METROPOLITAN DISTRICT NO. 2**  
**ANNUAL BUDGET**  
**FOR THE YEAR ENDING DECEMBER 31, 2024**

**MERIDIAN VILLAGE METROPOLITAN DISTRICT NO. 2  
SUMMARY  
2024 BUDGET  
WITH 2022 ACTUAL AND 2023 ESTIMATED  
For the Years Ended and Ending December 31,**

	ACTUAL 2022	ESTIMATED 2023	BUDGET 2024
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
REVENUES			
Property taxes	4,444,231	4,459,858	4,494,148
Specific ownership taxes	393,010	413,474	404,474
Interest income	19,856	35,000	70,000
Other revenue	-	-	30,000
Total revenues	<u>4,857,097</u>	<u>4,908,332</u>	<u>4,998,622</u>
Total funds available	<u>4,857,097</u>	<u>4,908,332</u>	<u>4,998,622</u>
EXPENDITURES			
General Fund	1,057,389	1,090,034	1,144,632
Debt Service Fund	3,799,708	3,818,298	3,853,990
Total expenditures	<u>4,857,097</u>	<u>4,908,332</u>	<u>4,998,622</u>
Total expenditures and transfers out requiring appropriation	<u>4,857,097</u>	<u>4,908,332</u>	<u>4,998,622</u>
ENDING FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumptions.

**MERIDIAN VILLAGE METROPOLITAN DISTRICT NO. 2**  
**PROPERTY TAX SUMMARY INFORMATION**  
**2024 BUDGET**  
**WITH 2022 ACTUAL AND 2023 ESTIMATED**  
**For the Years Ended and Ending December 31,**

	ACTUAL 2022	ESTIMATED 2023	BUDGET 2024
<b>ASSESSED VALUATION</b>			
Residential - Single Family	\$ 82,844,710	\$ 82,953,440	\$ 115,447,630
Agricultural	900	-	-
State assessed	16,000	16,800	16,900
Vacant land	2,663,530	2,050,630	34,950
Personal property	1,392,610	1,765,290	1,905,490
Other	80	80	80
Certified Assessed Value	<u>\$ 86,917,830</u>	<u>\$ 86,786,240</u>	<u>\$ 117,405,050</u>
<b>MILL LEVY</b>			
General	11.132	11.389	8.710
Debt Service	40.000	40.000	29.569
Total mill levy	<u>51.132</u>	<u>51.389</u>	<u>38.279</u>
<b>PROPERTY TAXES</b>			
General	\$ 967,569	\$ 988,408	\$ 1,022,598
Debt Service	3,476,713	3,471,450	3,471,550
Levied property taxes	4,444,282	4,459,858	4,494,148
Adjustments to actual/rounding	(51)	-	-
Budgeted property taxes	<u>\$ 4,444,231</u>	<u>\$ 4,459,858</u>	<u>\$ 4,494,148</u>
<b>BUDGETED PROPERTY TAXES</b>			
General	<b>\$ 967,558</b>	<b>\$ 988,408</b>	<b>\$ 1,022,598</b>
Debt Service	<b>3,476,673</b>	<b>3,471,450</b>	<b>3,471,550</b>
	<u><b>\$ 4,444,231</b></u>	<u><b>\$ 4,459,858</b></u>	<u><b>\$ 4,494,148</b></u>

**MERIDIAN VILLAGE METROPOLITAN DISTRICT NO. 2**  
**GENERAL FUND**  
**2024 BUDGET**  
**WITH 2022 ACTUAL AND 2023 ESTIMATED**  
**For the Years Ended and Ending December 31,**

	ACTUAL 2022	ESTIMATED 2023	BUDGET 2024
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
<b>REVENUES</b>			
Property taxes	967,509	988,408	1,022,598
Specific ownership taxes	85,558	91,626	92,034
Interest income	4,322	10,000	20,000
Other revenue	-	-	10,000
Total revenues	1,057,389	1,090,034	1,144,632
Total funds available	1,057,389	1,090,034	1,144,632
<b>EXPENDITURES</b>			
General and administrative			
County Treasurer's fee	14,519	14,826	15,339
Board support	1,900	1,800	2,000
Payroll taxes	145	138	150
Contingency	-	-	10,000
Transfers to Meridian Village MD No. 1	1,040,825	1,073,270	1,117,143
Total expenditures	1,057,389	1,090,034	1,144,632
Total expenditures and transfers out requiring appropriation	1,057,389	1,090,034	1,144,632
ENDING FUND BALANCES	\$ -	\$ -	\$ -

**MERIDIAN VILLAGE METROPOLITAN DISTRICT NO. 2**  
**DEBT SERVICE FUND**  
**2024 BUDGET**  
**WITH 2022 ACTUAL AND 2023 ESTIMATED**  
**For the Years Ended and Ending December 31,**

	ACTUAL 2022	ESTIMATED 2023	BUDGET 2024
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
REVENUES			
Property taxes	3,476,722	3,471,450	3,471,550
Specific ownership taxes	307,452	321,848	312,440
Interest income	15,534	25,000	50,000
Other revenue	-	-	20,000
Total revenues	<u>3,799,708</u>	<u>3,818,298</u>	<u>3,853,990</u>
Total funds available	<u>3,799,708</u>	<u>3,818,298</u>	<u>3,853,990</u>
EXPENDITURES			
General and administrative			
County Treasurer's fee	52,172	52,072	52,073
Transfers to Meridian Village MD No. 1	3,747,536	3,766,226	3,801,917
Total expenditures	<u>3,799,708</u>	<u>3,818,298</u>	<u>3,853,990</u>
Total expenditures and transfers out requiring appropriation	<u>3,799,708</u>	<u>3,818,298</u>	<u>3,853,990</u>
ENDING FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**MERIDIAN VILLAGE METROPOLITAN DISTRICT NO. 2  
2024 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Services Provided**

Meridian Village Metropolitan District No. 2 is a quasi-municipal corporation and political subdivision of the State of Colorado organized by order of the Douglas County Court on November 20, 2004. The District's service area is located in Douglas County, Colorado. The District was organized to provide storm sewer improvements, street improvements, park and recreational facilities and safety protection services.

The District was formed in conjunction with Meridian Village Metropolitan District Nos. 1, 3 and 4. District No. 1 will serve as the "Service District" with the responsibility of managing the construction and operation of facilities and improvements needed for the public improvements. District Nos. 2, 3 and 4 serve as the "Financing Districts" with the responsibility of providing the funding and tax base needed to support the capital improvements and operations.

The District has no employees and contracts for all of its management and professional services.

The District prepares its budget on the modified accrual basis of accounting in accordance with the 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.

Senate Bill 21B-001 among other things, adjusted the assessment rate and residential property actual value adjustment. For tax collection year 2024, the assessment rate for all residential property decreases to 6.70%. In addition, the residential property actual value adjustment increases from \$15,000 to \$55,000.

The calculation of the taxes levied is displayed on the Property Tax Summary Information page of the budget using the adopted mill levy imposed by the District.

**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 9.00% of the property taxes collected by the District.

**Net Investment Income**

Interest earned on the District's available funds has been estimated based on historical interest earning.

**MERIDIAN VILLAGE METROPOLITAN DISTRICT NO. 2  
2024 BUDGET  
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

**Expenditures**

**Administrative and Operating**

The District has entered into an Intergovernmental Financing Agreement with Meridian Village Metropolitan District No.1 where District No.1 will operate and maintain the District in exchange for the Districts net legally available revenue.

**Debt Service**

The District has entered into an Intergovernmental Financing Agreement with Meridian Village Metropolitan District No.1 where District No.1 will finance the Districts improvements in exchange for the Districts net legally available revenue.

**Debt and Leases**

The District has no debt and no operating or capital leases.

**Reserves**

**Emergency Reserves**

District No. 1 has provided for an Emergency Reserve fund equal to at least 3.00% of fiscal year spending for District Nos. 2, 3, and 4 for 2024, as defined under TABOR.

**Additional Information**

Per the Service Plan: The debt service mill levy is capped at 50.000 mills until the District's assessed valuation reaches a value equal to twice the aggregate amount of outstanding debt, in which case there is no mill levy cap. The operations mill levy is capped at 10.000 mills. However, both mill levies are subject to adjustments for Gallagher, so if the valuation calculation for residential property decreases from its current level of 6.70% of actual value the mill levy will be adjusted accordingly.

Per the Funding Agreement: Meridian Village Metropolitan District No. 1 issues revenue bonds and Meridian Village Metropolitan District No. 2 has agreed to levy taxes to the maximum rate of 50.000 mills, adjusted for Gallagher but never to exceed a hard cap of 50.000 mills, and pay the revenue over to District No. 1 for debt service.

In a separate O&M Funding Agreement, District No. 2 agrees to levy taxes up to 10.000 mills, adjusted for Gallagher but never to exceed 50.000 mills. In addition, if District No. 2 has to levy more than 50.000 mills for payment of District No. 1's debt service, District No. 2's contractual obligation to go higher than 10.000 is reduced proportionately. Subject to the service plan mill levy caps described above, the two Districts may decide that the District No. 2 aggregate mill levy will exceed 50.000 mills. District No. 2 is just not required to exceed 50.000 mills.

The May 4, 2004 election authorized the District to issue up to \$400,000,000 in general obligation debt for public infrastructure and \$1,200,000 for debt refunding.

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