

# **Sterling Ranch Metropolitan District No. 3**

2021 Budget

## **Budget Message/Summary of Assumptions**

Attached is a copy of the forecasted budget of revenue, expenditures and fund balances for the 2021 budget for the Sterling Ranch Metropolitan District No. 3 (the District).

The District has adopted a General Fund for general operating expenses.

The budget utilizes the modified accrual basis of accounting and has been adopted after proper notification and a public hearing thereon.

### **Services Provided**

The District, a quasi-municipal corporation and political subdivision of the State of Colorado, was organized by order and decree of the District Court for El Paso County, and recorded on March 7, 2011. The District operates under a Consolidated Service Plan with Sterling Ranch Metropolitan District Nos. 1 and 2.

The District was organized to provide financing, acquisition, construction and installation of public infrastructure as contemplated in the Consolidated Service Plan to support the needs of development within its boundaries and District Nos. 1 and 2.

### **Revenue**

The District is still in the development stage. The operating and administrative expenditures for 2021 are expected to be funded by a portion of the property taxes and possible developer advances. District formation and capital expenses were funded by the developer. Developer expenditures on behalf of benefiting the District (“advances”) are recorded as revenue for budget purposes with an obligation for future repayments when the District is financially able to make reimbursements. The District has levied property taxes for 2021 collection.

### **Expenditures**

Administrative expenses have been estimated based upon the level of expenditures incurred by similar districts of comparable size and planned level of activity/development estimated to occur during 2021. Administrative expenditures include the services necessary to maintain the District’s administrative viability such as legal, accounting, insurance, meeting expenses and other administrative needs.

### Sterling Ranch Metropolitan District #3 - General Fund

Description	2019 Actual	2020 Actual Thru 11/30	2021 Budget
<b>INCOME</b>			
D3 - Property Taxes	249.05	682.80	1,200.00
D3 - Specific Ownership Tax	28.76	46.97	100.00
D3 - Delinquent Tax and Interest	0		
Developer Advance	0	-	5,900.00
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Total Income	277.81	729.77	7,200.00
<b>EXPENSES</b>			
Audit/Accounting		-	1,500.00
Bank Service Charges	0	0.03	150.00
Dues and Subscriptions	0	-	300.00
Insurance Expense		-	2,510.00
Legal Expense		-	2,500.00
Treasurer's Collection Fees	3.74	10.24	17.00
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Total Expenses	3.74	10.27	6,977.00
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Net Income/(Loss)	\$ 274.07	\$ 719.50	\$ 223.00

### Sterling Ranch Metropolitan District #3 - Debt Service Fund

Description	2019 Actual	2020 Actual Thru 11/30	2021 Budget
<b>INCOME</b>			
D3 - Property Taxes	996.21	2,731.19	6,000.00
D3 - Specific Ownership Tax	115.12	187.92	500.00
D3 - Delinquent Tax and Interest	-		
Interest Income	0.86	-	
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Total Income	1,112.19	2,919.11	6,500.00
<b>EXPENSES</b>			
Treasurer's Collection Fees	14.94	40.97	84.50
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Total Expenses	<u>14.94</u>	<u>40.97</u>	<u>84.50</u>
Restricted Balance for Debt Service	<u>\$ 1,097.25</u>	<u>\$ 2,878.14</u>	<u>\$ 6,415.50</u>