CERTIFIED RECORD

OF

PROCEEDINGS RELATING TO

DANCING WILLOWS METROPOLITAN DISTRICT

JEFFERSON COUNTY, COLORADO

AND THE BUDGET HEARING

FOR FISCAL YEAR

2016

STATE OF COLORADO)
)
COUNTY OF JEFFERSON)ss.
)
DANCING WILLOWS
METROPOLITAN DISTRICT)

The Board of Directors of the DANCING WILLOWS METROPOLITAN DISTRICT, Jefferson County, Colorado, held a regular meeting at the Dancing Willows Club House, 11893 West Long Circle, Littleton, CO 80127, on December 10, 2015, at 6:30 p.m.

The following members of the Board of Directors were present:

Susan Root	President
Nancy Carson	Treasurer
William Anderson	Secretary
Robert Faiks	Director

Absent was Director Thomas whose absence was excused.

Also in attendance were:

Sue Blair; CRS of Colorado, LLC

The Chairman stated that proper publication was made to allow the Board to conduct a public hearing on the District's 2016 budget at today's meeting. The Chairman opened the public hearing on the District's proposed 2015 budget. Public comment was received by the Board and the public hearing was closed.

At the regular Board meeting held on December 10, 2015 at 6:30 p.m. at the Dancing Willows Club House, 11893 West Long Circle, Littleton, CO, Director Anderson moved that the Board adopt the following resolution adopting the District's 2016 budget, certifying mill levies and appropriating 2016 expenditures:

RESOLUTION 2016-07

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2016 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE DANCING WILLOWS METROPOLITAN DISTRICT, JEFFERSON COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2016, AND ENDING ON THE LAST DAY OF DECEMBER, 2016,

WHEREAS, the Board of Directors of the DANCING WILLOWS METROPOLITAN DISTRICT has authorized its consultants to prepare and submit a proposed budget to said governing body no later than October 15, 2015; and

WHEREAS, the proposed budget has been submitted to the Board of Directors of the District for its consideration; and

WHEREAS, upon due and proper notice, published on November 26, 2015 in a newspaper having general circulation within the boundaries of the District, pursuant to statute, said proposed budget was available for inspection by the public at a designated public office, a public hearing was held on December 10, 2015 and interested electors 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 so that the budget remains in balance, as required by law,

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE DANCING WILLOWS METROPOLITAN DISTRICT OF JEFFERSON COUNTY, COLORADO:

Section 1. 2016 Budget Revenues. That the estimated revenues for each fund as more specifically set out in the budget attached hereto as Exhibit Aare accepted and approved.

Section 2. 2016 Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto as Exhibit A are accepted and approved.

Section 3. Adoption of Budget for 2016. That the budget as submitted, and attached hereto and incorporated herein by this reference, and if amended, then as amended, is hereby approved and adopted by the Board of Directors as the true and accurate budget of the DANCING WILLOWS METROPOLITAN DISTRICT for calendar year 2016.

Section 4. 2016 Levy of General Property Taxes. That the foregoing budget indicated that the amount of money necessary to balance the budget for the General Fund for operating

expenses is $ 267,747 and the amount of money necessary to balance the budget for the Debt Service Fund for debt services expenses is $305,996. That the 2016 valuation for assessment, as certified by the Jefferson County Assessor, is $ 7,649,907.

A. Levy for General Fund. That for the purposes of meeting all general operating expense of the District during the 2016 budget year, there is hereby levied a tax of 35.000 mills, upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2016.

B. Levy for Debt Service Fund. That for the purposes of meeting all debt service expense of the District during the 2016 budget year, there is hereby levied a tax of 40.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2016.

Section 5. Property Tax and Fiscal Year Spending Limits. That, being fully informed, the Board finds that the foregoing budget and mill levies do not result in a violation of any applicable property tax or fiscal year spending limitation.

Section 6. Certification. The District's manager is hereby authorized and directed to immediately certify to the County Commissioners the mill levies for the District hereinabove determined and set. That said certification shall be in substantially the following form:

Section 7. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

The foregoing Resolution was seconded by Director Carson.

ADOPTED AND APPROVED this 10th day of December, 2015.

Susan D Root

Susan Root, President

ATTEST:

W C Anderson

William Anderson, Secretary

STATE OF COLORADO)
)
COUNTY OF JEFFERSON)ss.
)
DANCING WILLOWS)
METROPOLITAN DISTRICT)

I, William Anderson, Secretary to the Board of Directors of the DANCING WILLOWS METROPOLITAN DISTRICT, Jefferson County, Colorado, do hereby certify that the foregoing pages constitute a true and correct copy of the record of proceedings of the Board of Directors of said District, adopted at a meeting of the Board held at The Dancing Willows Club House, 11893 West Long Circle, Littleton, Colorado, December 10, 2015 at 6:30 p.m., as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2016; that said proceedings were duly had and taken; that the meeting was duly held; and that the persons were present at the meeting as therein shown. Further, I hereby certify that the attached budget is a true and accurate copy of the 2016 budget of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the official seal of the District this 10th day of December, 2015.

(S E A L)

William Anderson, Secretary

DANCING WILLOWS METROPOLITAN DISTRICT
GENERAL FUND
ADOPTED 2016 BUDGET

	2015 Budget	11.30.15 YTD Actual	2015 Estimate	2016 Adopted Budget
REVENUE				
Property Tax	$ 226,281	$ 226,227	$ 226,227	$ 267,747
Specific Ownership Tax	14,933	15,723	16,000	16,000
Clubhouse Rentals	3,800	4,850	6,200	6,000
Interest Income	354	1,123	1,150	600
Miscellaneous Income	-	9,404	9,404	-
Total Revenue	245,368	257,327	258,981	290,347
EXPENDITURES				
District Management and Accounting	35,000	37,228	40,000	35,000
Audit	6,000	8,192	8,192	7,650
Directors' Fees	2,400	4,200	4,200	3,000
Elections				6,000
Insurance	7,000	7,203	7,203	7,563
Legal	5,000	2,132	3,000	5,000
Miscellaneous	-	1,252	1,252	1,000
Payroll Taxes	192	321	325	230
SDA Dues and Conference	7,000	3,530	3,530	5,000
Treasurers' Fees	3,394	3,398	3,398	4,016
Utilities	50,000	33,266	34,000	35,000
Contingency	5,000	-	-	10,000
Emergency Reserve	7,361	-	-	8,710
Operations and Maintenance				
Clubhouse Maintenance	4,700	4,521	4,600	15,000
Grounds and Landscaping	13,000	18,902	18,902	13,000
Irrigation System - Bowles	-	-	-	10,000
Pool Maintenance and Supplies	10,500	13,221	13,221	11,600
Snow Removal	12,000	8,930	12,000	13,500
Parking Maintenance		5,191	5,200	1,000
Reserve Study	3,500	3,500	3,500	-
Contribution to Capital Reserve Account	48,000	-	15,682	65,000
Total Expenditures	220,047	154,987	178,205	257,269
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	25,321	102,340	80,776	33,078
OTHER FINANCING USES				
Transfer to Debt Service Fund	-	50,000	50,000	-
Transfer to Capital Fund	27,426	15,682	27,426	-
Total Other Financing Uses	27,426	65,682	77,426	-
NET CHANGE IN FUND BALANCE	(2,105)	36,658	3,350	33,078
FUND BALANCE - BEGINNING - Audit	56,394	56,394	56,394	59,744
FUND BALANCE - ENDING	$ 54,289	$ 93,052	$ 59,744	$ 92,822

DANCING WILLOWS METROPOLITAN DISTRICT
CAPITAL PROJECTS FUND
ADOPTED 2016 BUDGET

	2015 Budget	11.30.15 YTD Actual	2015 Estimate	2016 Adopted Budget
REVENUE				
Contribution from General Fund	$ 48,000	$ -	$ 10,000	$ 65,000
Total revenue	48,000	-	10,000	65,000
EXPENDITURES				
Streets/Sidewalks/Gutters	12,500	14,881	12,000	45,000
Engineering Design - Concrete Swale/Drainage				5,000
Clubhouse - Reserve Contingency	-	-	-	3,000
Landscaping Arborist - Reserve Contingency	-	-	-	10,000
Pool - Reserve Contingency	-	-	-	2,000
Repair Monument - includes Landscaping	45,000	15,682	45,000	-
Total Expenditures	57,500	30,563	57,000	65,000
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	(9,500)	(30,563)	(47,000)	-
OTHER FINANCING SOURCES				
Transfer from General Fund	27,426	15,682	27,426	-
Total other financing sources (uses)	27,426	15,682	27,426	-
NET CHANGE IN FUND BALANCE	17,926	(14,881)	(19,574)	-
FUND BALANCE - BEGINNING	19,574	19,574	19,574	-
FUND BALANCE - ENDING	$ 37,500	$ 4,693	$ -	$ -

DANCING WILLOWS METROPOLITAN DISTRICT
DEBT SERVICE FUND
ADOPTED 2016 BUDGET

	2015 Budget	11.30.15 YTD Actual	2015 Estimate	2016 Adopted Budget
REVENUE				
Property Tax	$ 258,607	$ 258,545	$ 258,607	$ 305,996
Transfer In From General Fund		50,000	50,000	-
Specific Ownership Tax	17,067	17,967	25,600	25,600
Interest income	78	54	80	80
Total revenue	275,752	326,566	334,287	331,676
EXPENDITURES				
Debt Service				
Bond principal	110,000	110,000	110,000	120,000
Bond interest	149,630	149,630	149,630	146,000
Interest - Notes Payable		8,000	8,000	6,000
Principal - Notes Payable		75,000	75,000	21,201
Paying Agent Fees	600	300	600	600
Treasurer's Fees	3,879	3,883	3,883	4,590
Total Expenditures	264,109	346,813	347,113	298,391
NET CHANGE IN FUND BALANCE	11,643	(20,247)	(12,826)	33,285
FUND BALANCE - BEGINNING - Audit	21,517	21,921	21,921	9,095
FUND BALANCE - ENDING	$ 33,160	$ 1,674	$ 9,095	$ 42,380