

CRYSTAL CROSSING METROPOLITAN DISTRICT

2012 Budget Message

Introduction

The budget reflects the projected spending plan for the 2012 fiscal year based on available revenues. This budget provides for the annual debt service on the District's General Obligation Debt as well as the general operation of the District and capital improvements.

The District has no employees and contracts with consultants to provide the other monthly services required to operate the District. The District will continue to rely on the developer to partially fund the General Fund Expenditures and fund Capital Projects Fund improvements along with remaining proceeds from the 2006 bond issue. The District's mill levy increased at 60.230 mills for taxes collected in the 2011 fiscal year with 51.730 mills dedicated to the Debt Service Fund and 8.500 mills for the General Fund.

The District was formed in 2002 for the purpose of providing design, financing, acquisition, and construction, of certain water improvements, sanitary and storm sewer improvements, street improvements, parks and recreation facilities, safety protection improvements, transportation, television relay and transmission and mosquito control improvements and services within and without the boundaries of the District, and to dedicate, when appropriate, such public improvements to the Town of Castle Rock, Colorado, or to such other entity as appropriate for the use and benefit of the District taxpayers and service users.

Budgetary Basis of Accounting

The District uses Funds to budget and report on the financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions. The various funds determine the total District budget. All of the District's funds are considered Governmental Funds and are reported using the current financial resources and the modified accrual basis of accounting. Revenues are recognized when they are measurable and available. Revenues are considered available when they are collectible within the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures, other than the interest on long term obligations, are recorded when the liability is incurred or the long-term obligation paid.

Fund Summaries

General Fund is used to account for resources traditionally associated with government such as property taxes, specific ownership tax and expenditures which include district administration, legal services, and other expenses related to statutory operations of a local government.

Debt Service Fund is used to account for property taxes and other revenues dedicated to pay the fiscal year's debt expense which includes principal payments, interest payments, and administrative costs associated with debt issues. Below is a consolidated summary of the District's long-term debt.

Summary of Debt Outstanding

Bonds Principal Interest Maturing in the Year Ending December 31	\$6,330,000		
	<u>Series 2006 Limited Tax GO Bonds</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	55,000	379,500	434,500
2012	50,000	376,200	426,200
2013-2017	485,000	1,816,500	2,301,500
2018-2022	805,000	1,632,000	2,437,000
2023-2027	1,215,000	1,344,600	2,559,600
2028-2032	1,770,000	917,700	2,687,700
2033-2037	1,945,000	302,100	2,247,100
TOTAL	6,330,000	7,908,000	14,238,000

Capital Projects Fund is used to account for revenues and expenditures to complete capital projects such as new improvements and upgrades to existing infrastructure.

Emergency Reserve

As required by the TABOR amendment to the Colorado Constitution, the District has provided for an Emergency Reserve in the amount of 3% of the total fiscal year expenditures in the General Fund.

A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE CRYSTAL CROSSING METROPOLITAN DISTRICT
TO ADOPT THE 2012 BUDGET

WHEREAS, the Board of Directors of the Crystal Crossing Metropolitan District has appointed the District Manager to prepare and submit a proposed 2012 budget to the Board at the proper time; and

WHEREAS, the District Accountant has submitted a proposed budget to this Board on or before October 15, 2011, 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, a public hearing was held on November 3, 2011, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, reserve transfers and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution ("TABOR") and other laws or obligations which are applicable to or binding upon the District; and

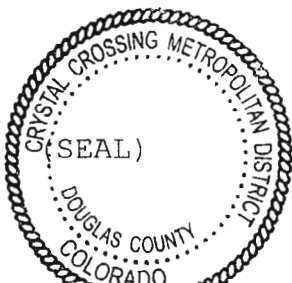
WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

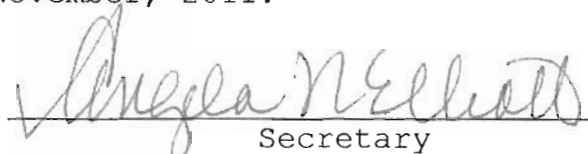
NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Crystal Crossing Metropolitan District:

1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Crystal Crossing Metropolitan District for the 2012 fiscal year.

2. That the budget, as hereby approved and adopted, shall be certified by the Secretary of the District to all appropriate agencies and is made a part of the public records of the District.

ADOPTED this 3rd day of November, 2011.




Secretary

RESOLUTION NO. 2011-13-02
A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE CRYSTAL CROSSING METROPOLITAN DISTRICT
TO SET MILL LEVIES

WHEREAS, the Board of Directors of the Crystal Crossing Metropolitan District has adopted the annual budget in accordance with the Local Government Budget Law on November 3, 2011; and

WHEREAS, the amount of money necessary to balance the budget for general fund expenses from property tax revenue is \$16,136; and

WHEREAS, the amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is \$98,201; and

WHEREAS, the 2011 valuation for assessment for the District, as certified by the Assessor for the County of Douglas, is \$1,898,340.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Crystal Crossing Metropolitan District:

1. That for the purposes of meeting all general fund expenses of the District during the 2012 budget year, there is hereby levied a tax of 8.5000 mills upon each dollar of the total valuation for assessment of all taxable property within the District, to raise \$16,136 in revenue.

2. That for the purposes of meeting all debt service fund expenses of the District during the 2012 budget year, there is hereby levied a tax of 51.7300 mills upon each dollar of the total valuation for assessment of all taxable property within the District, to raise \$98,201 in revenue.

3. That the Secretary of the District is hereby authorized and directed to immediately certify to the County Commissioners of the Douglas County, Colorado, the mill levies for the District as hereinabove determined and set, but as recalculated as needed upon receipt of the final certification of valuation from the County Assessor in order to comply with any applicable revenue and other budgetary limits.

ADOPTED this 3rd day of November, 2011.


Secretary



A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE CRYSTAL CROSSING METROPOLITAN DISTRICT
TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the Crystal Crossing Metropolitan District has adopted the 2012 annual budget in accordance with the Local Government Budget Law on November 3, 2011; and

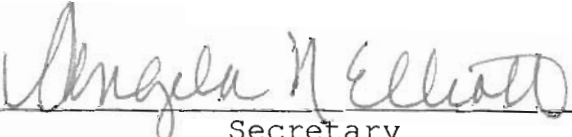
WHEREAS, the Board of Directors of the District has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of the District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Crystal Crossing Metropolitan District that the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated:

General Fund:	\$ 72,765
Debt Service Fund:	\$ 429,360
Capital Projects Fund:	\$ 1,640,000

ADOPTED this 3rd of November, 2011.


Secretary

