

BUDGET RESOLUTION
(2023)

CERTIFIED COPY OF RESOLUTION

STATE OF COLORADO)
)ss.
COUNTY OF ADAMS)

The Board of Directors of Lakes Metropolitan District No. 4, County of Adams, Colorado (the "District") held a joint regular meeting via teleconferencing, on Wednesday, November 9, 2022, at the hour of 10:00 A.M.

The following members of the Board of Directors (the "Board") were present:

Michael A. Richardson
Paula Lindamood
Erika Volling

Director Florine Richardson and Amy Richardson were absent and such absences were excused by the Board. Also present were William Ankele, Esq. and Erin Stutz, Esq., White Bear Ankele Tanaka & Waldron, Professional Corporation and Eric Weaver and Susan Cary, Marchetti & Weaver, LLC.

Mr. Richardson reported that, prior to the meeting, legal counsel notified each of the directors of the date, time and place of the budget meeting and the purpose for which it was called. He further reported that this is a regular meeting of the Board and that a notice of regular meeting was posted within the boundaries of the District and at the Clerk and Records' Office for Adams County, Colorado, and, to the best of his knowledge, remains posted to the date of this meeting.

NOTICE AS TO PROPOSED 2023 BUDGET FOLLOWS:

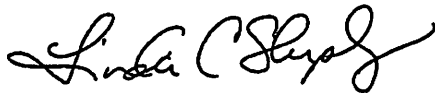
Colorado Community Media
750 W. Hampden Ave. Suite 225
Englewood, CO 80110

The Lakes MD No. 1, 3 & 4 (wba)***
c/o White Bear Ankele
2154 East Commons Avenue Ste 2000
Centennial CO 80122

AFFIDAVIT OF PUBLICATION

State of Colorado }
County of Adams } ss

This Affidavit of Publication for the Brighton Standard Blade, a weekly newspaper, printed and published for the County of Adams, State of Colorado, hereby certifies that the attached legal notice was published in said newspaper once in each week, for 1 successive week(s), the last of which publication was made 11/3/2022, and that copies of each number of said paper in which said Public Notice was published were delivered by carriers or transmitted by mail to each of the subscribers of said paper, according to their accustomed mode of business in this office.



For the Brighton Standard Blade

State of Colorado }
County of Adams } ss

The above Affidavit and Certificate of Publication was subscribed and sworn to before me by the above named Linda Shapley, publisher of said newspaper, who is personally known to me to be the identical person in the above certificate on 11/3/2022. Linda Shapley has verified to me that she has adopted an electronic signature to function as her signature on this document.

20004025550-210382

Carla Bethke
Notary Public
My commission ends April 11, 2026

CARLA BETHKE
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20004025550
MY COMMISSION EXPIRES APRIL 11, 2026

Public Notice

NOTICE OF PUBLIC HEARING ON THE AMENDED 2022 BUDGETS AND NOTICE OF PUBLIC HEARING ON THE PROPOSED 2023 BUDGETS

NOTICE IS HEREBY GIVEN that the Boards of Directors (collectively the "Boards") of THE LAKES METROPOLITAN DISTRICT NOS. 1, 3 & 4 (collectively the "Districts") will hold a meeting via teleconference on November 8, 2022 at 10:00 A.M. for the purpose of conducting such business as may come before the Boards including a public hearing on the 2023 proposed budgets (the "Proposed Budgets"). The necessity may also arise for an amendment to the 2022 budgets (the "Amended Budgets"). This meeting can be joined using the following teleconference information:

<https://us06web.zoom.us/j/82388161135?pwd=djNkSmRkZmk0OWQydHk5VTNEedZVCz09>
Meeting ID: 823 8816 1135;
Passcode: 785031;
One tap mobile: 1(720)707-2899

NOTICE IS FURTHER GIVEN that the Proposed Budgets and Amended Budgets (if applicable) have been submitted to the Districts. A copy of the Proposed Budgets and Amended Budgets are on file in the office of Vintage Homes and Land, LLC, 200 W. Hampden Avenue, Suite 201, Englewood, Colorado, where the same are open for public inspection. Any interested elector of the Districts may file any objections to the Proposed Budgets and Amended Budgets at any time prior to final adoption of the Proposed Budgets or the Amended Budgets by the Boards. This meeting is open to the public and the agenda for any meeting may be obtained by calling (303) 858-1800.

BY ORDER OF THE BOARDS OF DIRECTORS:

THE LAKES METROPOLITAN DISTRICT NOS. 1, 3 & 4, quasi-municipal corporations and political subdivisions of the State of Colorado

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

Legal Notice No. BSB1940
First Publication: November 3, 2022
Last Publication: November 3, 2022
Publisher: Brighton Standard Blade

Thereupon, Director Volling 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 2023 AND ENDING ON THE LAST DAY OF DECEMBER 2023.

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, posted 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 November 9, 2022, and interested electors were given the opportunity to file or register any objections to said proposed budget; 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 2023 Revenues and 2023 Expenditures. The estimated revenues and expenditures for each fund for fiscal year 2023, as more specifically set forth in the budget attached hereto, are accepted and approved.

Section 2. Adoption of Budget. The budget as submitted, attached hereto and incorporated herein is approved and adopted as the budget of the District fiscal year 2023.

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. 2023 Levy for General Operating Expenses. For the purpose of meeting all general operating expenses of the District during the 2023 budget year, there is hereby levied a tax of eleven and two hundred ninety-seven hundredths (11.297) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 4. 2023 Levy for Debt Service Obligations. For the purposes of meeting all debt service obligations of the District during the 2023 budget year, there is hereby levied a tax of fifty-six and four hundred eighty-four thousandths (56.484) mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 5. 2023 Levy for Contractual Obligation Expenses. For the purposes of meeting all contractual obligations of the District during the 2023 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. Certification to County Commissioners. The Board directs its legal counsel, manager, accountant or other designee to certify to the Board of County Commissioners of Adams 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 7. 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 8. 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 and budget message with the Division of Local Government by January 30 of the ensuing year.

Section 9. 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 Lindamood.

RESOLUTION APPROVED AND ADOPTED THIS 9th DAY OF NOVEMBER, 2022.

LAKES METROPOLITAN DISTRICT NO. 4



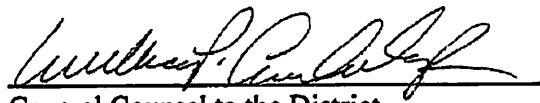
Officer of District

ATTEST:



APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

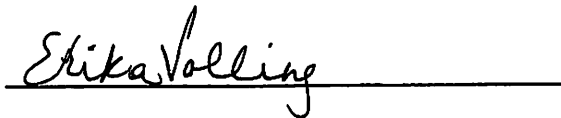


General Counsel to the District

STATE OF COLORADO
COUNTY OF ARAPAHOE
LAKES METROPOLITAN DISTRICT NO. 4

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 Wednesday, November 9, 2022 via teleconferencing, 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 November, 2022.



The Lakes Metropolitan District No. 4
Statement of Net Position
September 30, 2022

| | General Fund | Debt Service Fund | Capital Fund | Fixed Assets & LTD | Total |
|---|--------------|-------------------|-------------------|-----------------------|--------------------|
| ASSETS | | | | | |
| CASH | | | | | |
| Checking | | | 78 | | 78 |
| ColoTrust | 5,348 | | | | 5,348 |
| Bond Payment Fund 2021A | | - | | | - |
| Project Fund 2021A | | - | 18,573,137 | | 18,573,137 |
| COI Fund 2021A | | - | - | | - |
| Pooled Cash | (4,485) | 4,485 | - | | - |
| TOTAL CASH | 864 | 4,485 | 18,573,215 | - | 18,578,563 |
| OTHER CURRENT ASSETS | | | | | |
| Due From County Treasurer | - | - | | | - |
| Property Tax Receivable | 2 | 8 | | | 9 |
| Prepaid Expense | - | - | | | - |
| Due From District No. 1 | 67 | | | | 67 |
| TOTAL OTHER CURRENT ASSETS | 68 | 8 | - | - | 76 |
| FIXED ASSETS | | | | | |
| Construction in Progress | | | | | - |
| TOTAL FIXED ASSETS | - | - | - | - | - |
| TOTAL ASSETS | 932 | 4,492 | 18,573,215 | - | 18,578,639 |
| LIABILITIES & DEFERRED INFLOWS | | | | | |
| CURRENT LIABILITIES | | | | | |
| Accounts Payable | | - | 281 | | 281 |
| Retainage Payable | | | - | | - |
| Due To District No. 1 | | | 100 | | 100 |
| TOTAL CURRENT LIABILITIES | - | - | 381 | - | 381 |
| DEFERRED INFLOWS | | | | | |
| Deferred Property Taxes | 2 | 8 | | | 9 |
| TOTAL DEFERRED INFLOWS | 2 | 8 | - | - | 9 |
| LONG-TERM LIABILITIES | | | | | |
| Bonds Payable - Series 2021A | | | | 20,080,000 | 20,080,000 |
| Developer Payable- Operations | | | | - | - |
| Developer Payable- Capital | | | | - | - |
| Accrued Int- Developer Payable- Ops | | | | - | - |
| Accrued Int- Developer Payable- Cap | | | | - | - |
| Accrued Int- 2021 A Bonds | | | | 24,542 | 24,542 |
| Accrued But Unpaid Int- 2021 A Bonds | | | | - | - |
| TOTAL LONG-TERM LIABILITIES | - | - | - | 20,104,542 | 20,104,542 |
| TOTAL LIAB & DEF INFLOWS | 2 | 8 | 381 | 20,104,542 | 20,104,933 |
| NET POSITION | | | | | |
| Amount to be Provided for Debt | | | | (20,104,542) | (20,104,542) |
| Fund Balance- Non-Spendable | - | | | | - |
| Fund Balance- Restricted | - | 4,485 | 18,572,833 | | 18,577,318 |
| Fund Balance- Unassigned | 930 | | | | 930 |
| TOTAL NET POSITION | 930 | 4,485 | 18,572,833 | (20,104,542) | (1,526,294) |
| | = | = | = | = | = |

No assurance is provided on these financial statements;
substantially all disclosures required by GAAP omitted.

The Lakes Metropolitan District No. 4
 Statement of Revenues, Expenditures, & Changes In Fund Balance
 Modified Accrual Basis For the Period Indicated

Print Date: 1/18/23

| | 2021 Audited Actual | 2022 Adopted Budget | Variance Positive (Negative) | 2022 Forecast | YTD Thru 09/30/22 Actual | YTD Thru 09/30/22 Budget | Variance Positive (Negative) | 2023 Adopted Budget | Budget Notes/Assumptions |
|--|---------------------------|---------------------------|------------------------------------|------------------|--------------------------------|--------------------------------|------------------------------------|---------------------------|---|
| PROPERTY TAXES | | | | | | | | | |
| Assessed Valuation | 1,110 | 83,310 | | 83,310 | | | | 71,820 | Final Assessed Valuation dated 12-01-2022 |
| Mill Levy - Operations | 60.000 | 10.946 | - | 10.946 | | | | 11.297 | 10 Mills Gallagherized |
| Mill Levy - Debt Service Fund | - | 54.731 | - | 54.731 | | | | 56.484 | 50 Mills Gallagherized |
| Total Mill Levy | 60.000 | 65.677 | - | 65.677 | | | | 67.781 | |
| Property Tax Revenue - Operations | 67 | 912 | - | 912 | | | | 811 | AV * Mills / 1,000 |
| Property Tax Revenue - Debt Service Fund | - | 4,560 | - | 4,560 | | | | 4,057 | AV * Mills / 1,000 |
| Total Property Taxes | 67 | 5,472 | - | 5,472 | | | | 4,868 | |

Statement of Revenues, Expenditures, & Changes In Fund Balance

Modified Accrual Basis For the Period Indicated

| | 2021 Audited Actual | 2022 Adopted Budget | Variance Positive (Negative) | 2022 Forecast | YTD Thru 09/30/22 Actual | YTD Thru 09/30/22 Budget | Variance Positive (Negative) | 2023 Adopted Budget | Budget Notes/Assumptions |
|--|---------------------------|---------------------------|------------------------------------|--------------------|--------------------------------|--------------------------------|------------------------------------|---------------------------|---|
| COMBINED FUNDS | | | | | | | | | |
| REVENUE | | | | | | | | | |
| Property taxes | 67 | 5,472 | - | 5,472 | 5,463 | 5,472 | (9) | 4,868 | Mill Levy X Assessed Valuation / 1,000 |
| Specific ownership taxes | 5 | 328 | - | 328 | 1 | 219 | (218) | 292 | 6% of property taxes |
| Interest & other income | 211 | 20,250 | 294,800 | 315,050 | 146,620 | 15,188 | 131,433 | 344,250 | Interest earnings on bond funds |
| TOTAL REVENUE | 282 | 26,050 | 294,800 | 320,850 | 152,084 | 20,878 | 131,206 | 349,410 | |
| EXPENDITURES | | | | | | | | | |
| Administration | | | | | | | | | |
| Accounting, Audit, & Legal | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Treasurer's fees | 1 | 236 | 154 | 82 | 82 | 197 | 68 | 73 | 1.5 % of Property Taxes |
| Election | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Insurance, bonds & SDA dues | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Miscellaneous | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Transfer to District No. 1 | 158 | 953 | (50) | 1,003 | - | - | - | 848 | Net Available For Transfer |
| Emergencies & Contingency | - | 250 | 250 | - | - | 188 | 188 | 10,250 | Emergencies & Contingency |
| Debt Service | | | | | | | | | |
| Bond interest | - | 10,611 | 9,846 | 765 | - | - | - | 239 | Amount Available for Interest Payments |
| Bond principal | - | - | - | - | - | - | - | - | |
| Debt issuance expense & trustee fees | 695,190 | 4,000 | - | 4,000 | - | - | - | 4,000 | Annual Trustee Fee |
| Capital Outlay | 276,599 | 22,156,900 | 16,634,900 | 5,522,000 | 682,175 | 16,617,675 | 15,935,500 | 16,676,900 | Accounting for Construction & Bond Draws |
| TOTAL EXPENDITURES | 971,948 | 22,172,950 | 16,645,100 | 5,527,850 | 682,257 | 16,618,060 | 15,935,755 | 16,692,310 | |
| REVENUE OVER / (UNDER) EXPENDITURES | (971,665) | (22,146,900) | 16,939,900 | (5,207,000) | (530,173) | 16,638,938 | (15,804,549) | (16,342,900) | |
| OTHER SOURCES / (USES) | | | | | | | | | |
| Developer advances | - | 2,940,590 | (2,940,590) | - | - | - | - | 2,441,478 | |
| Bond proceeds | 20,080,000 | - | - | - | - | - | - | - | Annual Trustee Fee |
| TOTAL OTHER SOURCES / (USES) | 20,080,000 | 2,940,590 | (2,940,590) | - | - | - | - | 2,441,478 | |
| CHANGE IN FUND BALANCE | 19,108,335 | (19,206,310) | 13,999,310 | (5,207,000) | (530,173) | (16,597,182) | 16,067,008 | (13,901,422) | |
| BEGINNING FUND BALANCE | 87 | 19,206,310 | (97,888) | 19,108,422 | 19,108,422 | 19,206,310 | (97,888) | 13,901,422 | |
| ENDING FUND BALANCE | 19,108,422 | - | 13,901,422 | 13,901,422 | 18,578,248 | 2,609,128 | 15,969,120 | - | |
| COMPONENTS OF FUND BALANCE | = | = | = | = | = | = | = | = | |
| Non-Spendable | - | - | - | - | - | - | - | - | Prepaid Insurance & SDA Dues |
| TABOR Emergency Reserve | - | - | - | - | - | - | - | - | Not Required as All Funds Transferred to #1 |
| Restricted For Debt Service | - | - | - | - | 4,485 | - | - | - | Surplus& Capitalized Interest Funds |
| Restricted For Capital Projects | 19,108,422 | - | 13,901,422 | 13,901,422 | 18,572,833 | - | - | - | Assume All Bond Funds Used on Construction |
| Unassigned | - | - | - | - | 930 | - | - | - | |
| TOTAL ENDING FUND BALANCE | 19,108,422 | - | 13,901,422 | 13,901,422 | 18,578,248 | - | - | - | |

No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.

Statement of Revenues, Expenditures, & Changes In Fund Balance

Modified Accrual Basis For the Period Indicated

| | 2021 Audited Actual | 2022 Adopted Budget | Variance Positive (Negative) | 2022 Forecast | YTD Thru 09/30/22 Actual | YTD Thru 09/30/22 Budget | Variance Positive (Negative) | 2023 Adopted Budget | Budget Notes/Assumptions |
|--|---------------------------|---------------------------|------------------------------------|------------------|--------------------------------|--------------------------------|------------------------------------|---------------------------|--|
| GENERAL FUND | | | | | | | | | |
| REVENUE | | | | | | | | | |
| Property Taxes - Operations | 67 | 912 | - | 912 | 910 | 912 | (1) | 811 | Mill Levy X Assessed Valuation / 1,000 6% of property taxes To Allow For Contingency Expense |
| Specific Ownership Taxes | 5 | 55 | - | 55 | 0 | 36 | (36) | 49 | |
| Interest Income | - | 250 | (200) | 50 | 33 | 188 | (154) | 250 | |
| TOTAL REVENUE | 72 | 1,217 | (200) | 1,017 | 944 | 1,136 | (192) | 1,110 | |
| EXPENDITURES | | | | | | | | | |
| <u>Administration</u> | | | | | | | | | |
| Accounting | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Audit | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Legal | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Supplies, Bank, Bill.com | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Treasurer's Fees | 1 | 14 | - | 14 | 14 | 14 | 0 | 12 | 1.5 % of Property Taxes |
| Elections | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Insurance & SDA Dues | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Miscellaneous | - | - | - | - | - | - | - | - | Provided by District No. 1 |
| Transfer to District No. 1 | 158 | 953 | (50) | 1,003 | - | - | - | 848 | Net Available For Transfer |
| Emergencies | - | - | - | - | - | - | - | - | Held In Reserve By District No. 1 |
| Contingency | - | 250 | 250 | - | - | 188 | 188 | 250 | Equal to Interest Income |
| TOTAL EXPENDITURES | 159 | 1,217 | 200 | 1,017 | 14 | 201 | 188 | 1,110 | |
| REVENUE OVER / (UNDER) EXPENDITURES | (87) | - | - | - | 930 | 935 | (5) | - | |
| OTHER SOURCES / (USES) | | | | | | | | | |
| Transfers In/(Out) | - | - | - | - | - | - | - | - | |
| Developer Advances | - | - | - | - | - | - | - | - | |
| TOTAL OTHER SOURCES / (USES) | - | - | - | - | - | - | - | - | |
| CHANGE IN FUND BALANCE | (87) | - | - | - | 930 | 935 | (5) | - | |
| BEGINNING FUND BALANCE | 87 | - | - | - | - | - | - | - | |
| ENDING FUND BALANCE | - | - | - | - | 930 | 935 | (5) | - | |
| | = | = | = | | = | = | = | = | |

No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.

Statement of Revenues, Expenditures, & Changes In Fund Balance

Modified Accrual Basis For the Period Indicated

| | 2021 Audited Actual | 2022 Adopted Budget | Variance Positive (Negative) | 2022 Forecast | YTD Thru 09/30/22 Actual | YTD Thru 09/30/22 Budget | Variance Positive (Negative) | 2023 Adopted Budget | Budget Notes/Assumptions |
|--|---------------------------|---------------------------|------------------------------------|------------------|--------------------------------|--------------------------------|------------------------------------|---------------------------|--|
| DEBT SERVICE FUND | | | | | | | | | |
| REVENUE | | | | | | | | | |
| Property Taxes | - | 4,560 | - | 4,560 | 4,552 | 4,560 | (7) | 4,057 | Mill Levy X Assessed Valuation / 1,000 |
| Specific Ownership Taxes | - | 274 | - | 274 | 1 | 182 | (182) | 243 | 6% of property taxes |
| Interest Income | - | 10,000 | (10,000) | - | - | 7,500 | (7,500) | 10,000 | To Offset Contingency |
| TOTAL REVENUE | - | 14,833 | (10,000) | 4,833 | 4,553 | 12,242 | (7,689) | 14,300 | |
| EXPENDITURES | | | | | | | | | |
| Treasurer's Fees | - | 222 | 154 | 68 | 68 | 184 | 115 | 61 | 1.5 % of Property Taxes |
| Bond Interest- 2021A | - | 10,611 | 9,846 | 765 | - | - | - | 239 | Amount Available for Interest Payments |
| Bond Principal- 2021A | - | - | - | - | - | - | - | - | |
| Bank Charges | - | - | - | - | - | - | - | - | |
| Paying Agent / Trustee Fees | - | 4,000 | - | 4,000 | - | - | - | 4,000 | Annual Trustee Fee |
| Cost of Issuance | 695,190 | - | - | - | - | - | - | - | |
| Contingency | - | - | - | - | - | - | - | 10,000 | Unforeseen Needs/ Additional Funds Available |
| TOTAL EXPENDITURES | 695,190 | 14,833 | 10,000 | 4,833 | 68 | 184 | 115 | 14,300 | |
| REVENUE OVER / (UNDER) EXPENDITURES | (695,190) | - | - | - | 4,485 | 12,058 | (7,574) | - | |
| OTHER SOURCES / (USES) | | | | | | | | | |
| Transfers In/(Out) | (19,384,810) | - | - | - | - | - | - | - | |
| Bond Proceeds | 20,080,000 | - | - | - | - | - | - | - | |
| TOTAL OTHER SOURCES / (USES) | 695,190 | - | - | - | - | - | - | - | |
| CHANGE IN FUND BALANCE | - | - | - | - | 4,485 | 12,058 | (7,574) | - | |
| BEGINNING FUND BALANCE | - | - | - | - | - | - | - | - | Project Fund Rolled Forward |
| ENDING FUND BALANCE | - | - | - | - | 4,485 | 12,058 | (7,574) | - | |
| | = | = | = | = | = | = | = | = | |

Statement of Revenues, Expenditures, & Changes In Fund Balance

Modified Accrual Basis For the Period Indicated

| | 2021 Audited Actual | 2022 Adopted Budget | Variance Positive (Negative) | 2022 Forecast | YTD Thru 09/30/22 Actual | YTD Thru 09/30/22 Budget | Variance Positive (Negative) | 2023 Adopted Budget | Budget Notes/Assumptions |
|--|---------------------------|---------------------------|------------------------------------|--------------------|--------------------------------|--------------------------------|------------------------------------|---------------------------|--|
| CAPITAL FUND | | | | | | | | | |
| REVENUE | | | | | | | | | |
| Transfer From District No. 3 | - | - | - | - | - | - | - | - | 50 mills From District No. 3- Not Until 2024 |
| Transfer From District No. 1 | - | - | - | - | - | - | - | - | None Budgeted by District No. 1 |
| Interest income | 211 | 10,000 | 305,000 | 315,000 | 146,587 | 7,500 | 139,087 | 334,000 | Based on 3.5% Interest Rate |
| TOTAL REVENUE | 211 | 10,000 | 305,000 | 315,000 | 146,587 | 7,500 | 139,087 | 334,000 | |
| EXPENDITURES | | | | | | | | | |
| Accounting | 948 | 20,000 | 17,000 | 3,000 | 536 | 15,000 | 14,464 | 20,000 | Accounting for Construction & Bond Draws |
| Legal | - | 20,000 | 20,000 | - | - | 15,000 | 15,000 | 20,000 | Bidding & Contract Work |
| Bank Fees | - | - | (19,000) | 19,000 | 5,872 | - | (5,872) | 20,000 | Approximately 6% of Interest Income |
| Engineering | - | - | - | - | - | - | - | - | |
| Organizational Costs | - | - | - | - | - | - | - | - | |
| Farmlore Filing 1 Infrastructure | - | 17,991,900 | 12,991,900 | 5,000,000 | 675,767 | 13,493,925 | 12,818,158 | 12,991,900 | Estimate From Erika |
| 144th Avenue Improvements | - | 4,125,000 | 3,625,000 | 500,000 | - | 3,093,750 | 3,093,750 | 3,625,000 | Estimate From Erika |
| Transfer to District #1- Cost Sharing | 275,651.05 | - | - | - | - | - | - | - | Per Cost Allocation Agreement |
| Contingency | - | - | - | - | - | - | - | - | |
| TOTAL EXPENDITURES | 276,599 | 22,156,900 | 16,634,900 | 5,522,000 | 682,175 | 16,617,675 | 15,935,500 | 16,676,900 | |
| REVENUE OVER / (UNDER) EXPENDITURES | (276,388) | (22,146,900) | (16,329,900) | (5,207,000) | (535,588) | (16,610,175) | 16,074,587 | (16,342,900) | |
| OTHER SOURCES / (USES) | | | | | | | | | |
| Transfers From Debt Service Fund | 19,384,810 | - | - | - | - | - | - | - | Net Bond Proceeds Transferred in 2021 |
| Developer Advance | - | 2,940,590 | (2,940,590) | - | - | - | - | 2,441,478 | Funding of Shortfall in Bond Funds Available |
| TOTAL OTHER SOURCES / (USES) | 19,384,810 | 2,940,590 | (2,940,590) | - | - | - | - | 2,441,478 | |
| CHANGE IN FUND BALANCE | 19,108,422 | (19,206,310) | 13,999,310 | (5,207,000) | (535,588) | (16,610,175) | 16,074,587 | (13,901,422) | |
| BEGINNING FUND BALANCE | - | 19,206,310 | (97,888) | 19,108,422 | 19,108,422 | 19,206,310 | (97,888) | 13,901,422 | |
| ENDING FUND BALANCE | 19,108,422 | - | 13,901,422 | 13,901,422 | 18,572,833 | 2,596,135 | 15,976,699 | - | |
| | = | = | = | = | = | = | = | = | |

No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.

LAKES METROPOLITAN DISTRICT NO. 4
2023 BUDGET MESSAGE

SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

Through its Service Plan, the District is authorized to finance certain drainage, sanitation, water, streets, traffic and safety controls, parks and recreation and mosquito control.

Revenue

District Bond

The primary source of funds for 2023 is a limited tax general obligation bond. The District anticipates imposing a mill levy in 2023 for debt service and operations and maintenance.

Expenditures

Administrative Expenses

Administrative expenses are primarily for legal services, management services, insurance and accounting costs.

Funds Available

The District's budget exists from bonds, property tax revenues and developer advances to cover the District's operations, including its administrative functions.

Accounting Method

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

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Adams County, Colorado.

On behalf of the The Lakes Metropolitan District No. 4
(taxing entity)^A

the Board of Directors
(governing body)^B


of the The Lakes Metropolitan District No. 4
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of: \$ 71,820
(Gross^D assessed valuation, Line 2 of the Certification of Valuation From DLG 57^F)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: \$ 71,820
(NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)
USE VALUE FROM FINAL CERTIFICATION OF VALUATION PROVIDED BY ASSESSOR NO LATER THAN DECEMBER 10

Submitted: 12/15/2022 for budget/fiscal year 2023
(not later than Dec 15) (mm/dd/yyyy) (yyyy)

| PURPOSE (see end notes for definitions and examples) | LEVY ² | REVENUE ² |
|--|----------------------------|---------------------------|
| 1. General Operating Expenses ^H | <u>11.297</u> mills | \$ <u>811.35</u> |
| 2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I | <u>(0.000)</u> mills | \$ <u>-</u> |
| SUBTOTAL FOR GENERAL OPERATING: | <u>11.297</u> mills | <u>\$ 811.35</u> |
| 3. General Obligation Bonds and Interest ^J | <u>56.484</u> mills | \$ <u>4,056.68</u> |
| 4. Contractual Obligations ^K | <u>0.000</u> mills | \$ <u>-</u> |
| 5. Capital Expenditures ^L | <u>0.000</u> mills | \$ <u>-</u> |
| 6. Refunds/Abatements ^M | <u>0.000</u> mills | \$ <u>-</u> |
| 7. Other ^N (specify): _____ | <u>0.000</u> mills | \$ <u>-</u> |
| | <u>0.000</u> mills | \$ <u>-</u> |
| TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7] | <u>67.781</u> mills | <u>\$ 4,868.03</u> |

Contact person: Eric Weaver Daytime phone: (970) 926-6060 x6
(print)
Signed:  Title: District Accountant

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S. with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, Colorado 80203. Questions? Call DLG (303) 864-7720.

¹ If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.
² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's **FINAL** certification of valuation).

CERTIFICATION OF TAX LEVIES, continued

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-603 C.R.S.). Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenue to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:

BONDS^J:

- | | |
|----------------------|--|
| 1. Purpose of Issue: | Fund the acquisition and/or construction of public infrastructure identified in the Service Plan |
| Series: | Series 2021A Limited Tax General Obligation Bonds |
| Date of Issue: | December 23, 2021 |
| Coupon rate: | 5.500% |
| Maturity Date: | December 1, 2061 |
| Levy: | 56.484 |
| Revenue: | \$4,056.68 |
| 2. Purpose of Issue: | _____ |
| Series: | _____ |
| Date of Issue: | _____ |
| Coupon rate: | _____ |
| Maturity Date: | _____ |
| Levy: | _____ |
| Revenue: | _____ |
| 3. Purpose of Issue: | _____ |
| Series: | _____ |
| Date of Issue: | _____ |
| Coupon rate: | _____ |
| Maturity Date: | _____ |
| Levy: | _____ |
| Revenue: | _____ |

CONTRACTS^K:

- | | |
|-------------------------|-------|
| 3. Purpose of Contract: | _____ |
| Title: | _____ |
| Date: | _____ |
| Principal Amount: | _____ |
| Maturity Date: | _____ |
| Levy: | _____ |
| Revenue: | _____ |
| 4. Purpose of Contract: | _____ |
| Title: | _____ |
| Date: | _____ |
| Principal Amount: | _____ |
| Maturity Date: | _____ |
| Levy: | _____ |
| Revenue: | _____ |

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.