

CERTIFIED RECORD
OF
PROCEEDINGS RELATING TO
FOUNDRY LOVELAND METROPOLITAN DISTRICT
LARIMER COUNTY, COLORADO
AND THE BUDGET HEARING
FOR FISCAL YEAR
2021

STATE OF COLORADO)
)
COUNTY OF LARIMER)ss.
)
FOUNDRY LOVELAND)
METROPOLITAN)
DISTRICT)

Due to the State of Emergency declared by Governor Polis and the threat to health and safety posed by the COVID-19 pandemic, the Board of Directors of the Foundry Metropolitan District, Larimer County, Colorado, held a virtual meeting via MS Teams on November 19, 2020 at 3:00 p.m.

The following members of the Board of Directors were present:

Brandy Natalzia, President
Ashley Davidson, Secretary
Easton Enge, Treasurer
Jordan Swisher, Assistant Secretary & Assistant Treasurer

Also in attendance was: Deborah Early, Icenogle Seaver Pogue, P.C., District Legal Counsel; Vanessa Espinoza, Brinkman Real Estate Management; Jim Nikkel, Shannon McEvoy, Amanda Castle, Molly Janzen, and Elaina Cobb; Pinnacle Consulting Group, Inc.

Mr. Nikkel stated that proper publication was made to allow the Board to conduct a public hearing on the District's 2021 budget. Director Swisher opened the public hearing on the District's proposed 2021 budget. There being no public comment on the District's budget, the public hearing was closed.

Thereupon, Director Swisher moved to adopt the following Resolution:

RESOLUTION

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES, ADOPTING A BUDGET, SETTING FORTH MILL LEVIES, AND APPROPRIATING SUMS OF MONEY TO THE GENERAL FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE FOUNDRY LOVELAND METROPOLITAN DISTRICT, LARIMER COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2021, AND ENDING ON THE LAST DAY OF DECEMBER 2021,

WHEREAS, the Board of Directors of the Foundry Loveland Metropolitan District has authorized its consultants to prepare and submit a proposed budget to said governing body at the proper time; 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 2, 2020, in The Loveland Reporter Herald, 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 November 19, 2020, 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 FOUNDRY LOVELAND METROPOLITAN DISTRICT OF LARIMER COUNTY, COLORADO:

Section 1. 2021 Budget Revenues. That the estimated revenues for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 2. 2021 Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 3. Adoption of Budget for 2021. 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 as the budget of the Foundry Loveland Metropolitan District for calendar year 2021.

Section 4. 2021 Levy of Property Taxes. That the foregoing budget indicated that the amount of money necessary to balance the budget from property taxes for the 2021 Budget year is \$344,844. That the 2020 valuation for assessment, as certified by the Larimer County Assessor, is \$6,636,206.

A. Levy for General Fund. That for the purposes of meeting all general operating expense of the District during the 2021 budget year, there is hereby levied a tax of 19.903 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2020.

B. Levy for General Obligation Bonds and Interest. That for the purposes of meeting all general obligation bonds and interest approved at elections of the District during the 2021 budget year, there is hereby levied a tax of 6.412 mills upon each dollar of the 2020 total valuation of assessment of all taxable property within the District

C. Levy for Contractual Obligations. That for the purposes of meeting all contractual obligations expense of the District during the 2021 budget year, there is hereby levied a tax of 25.649 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2020.

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 to County Commissioners. The District's manager is hereby authorized and directed to immediately certify to the County Commissioners of Larimer County, Colorado, the 51.964 mill levy for the District hereinabove determined and set. That said certification shall be in substantially the following form:

[Remainder of Page Left Blank Intentionally.]

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Larimer County, Colorado.

On behalf of the Foundry Loveland Metro District,

(taxing entity)^A

the Board of Directors

(governing body)^B

of the Foundry Loveland Metro District

(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 8,021,473 assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

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: \$ 6,636,206 (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

Submitted: 12/14/2020 for budget/fiscal year 2021.
(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>19.903</u> mills	\$ <u>132,080.41</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	19.903 mills	\$ 132,080.41
3. General Obligation Bonds and Interest ^J	<u>6.412</u> mills	\$ <u>42,551.35</u>
4. Contractual Obligations ^K	<u>25.649</u> mills	\$ <u>170,212.05</u>
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
_____	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	51.964 mills	\$ 344,843.81

Contact person: (print) Amanda Castle Daytime phone: (970) 669-3611
Signed: Amanda Kay Castle 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, CO 80203. Questions? Call DLG at (303) 866-2156.

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).

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.

Section 8. Budget Certification. That the budget shall be certified by Director Miller, Secretary of the District, and made a part of the public records of Foundry Loveland Metropolitan District.

The foregoing Resolution was seconded by Director Davidson.

[Remainder of Page Left Blank Intentionally.]

ADOPTED AND APPROVED THIS 19th DAY OF NOVEMBER 2020.

DocuSigned by:
Brandy Natalzia

President

ATTEST:

DocuSigned by:
Ashley Davidson

Secretary

STATE OF COLORADO)
)
COUNTY OF LARIMER)ss.
)
FOUNDRY LOVELAND)
METROPOLITAN)
DISTRICT)

I, Ashley Davidson, Secretary to the Board of Directors of the Foundry Loveland Metropolitan District, Larimer 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 Via MS Teams, on Thursday, November 19, 2020 at 3:00 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 2021; 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 2021 budget of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the official seal of the District this 19th day of November 2020.

(S E A L)

DocuSigned by:
Ashley Davidson
Secretary 7D09B1709B8D455...



Management Budget Report

BOARD OF DIRECTORS
FOUNDRY LOVELAND METROPOLITAIN DISTRICT

We have presented the accompanying forecasted budget of revenues, expenditures and fund balances for the year ending December 31, 2021, including the comparative information of the forecasted estimate for the year ending December 31, 2020 and the actual historic information for the year.

These financial statements are designed for management purposes and are intended for those who are knowledgeable about these matters. We have not audited, reviewed, or compiled the accompanying forecast and, accordingly, do not express an opinion or provide any assurance about whether the forecast is in accordance with accounting principles generally accepted in the United States of America. Substantially all the disclosures required by accounting principles generally accepted in the United States of America have been omitted. If the omitted disclosures were included in the forecast, they might influence the user's conclusions about the results of operations for the forecasted periods.

A handwritten signature in black ink that reads "Amanda Decker Carter".

Pinnacle Consulting Group, Inc.
January 20, 2021

FOUNDRY LOVELAND METROPOLITAN DISTRICT				
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS				
December 31, 2019 Actual, 2020 Adopted Budget and Projected Actual				
2021 Adopted Budget				
Modified Accrual Budgetary Basis				
GENERAL FUND	2019	2020	2020	2021
	Audited	Adopted	Projected	Adopted
Revenues	Actual	Budget	Actual	Budget
Property Taxes	\$ 22,304	\$ 186,175	\$ 191,351	\$ 302,294
LURA - Property Taxes	27	18,624	19,141	63,102
Specific Ownership Taxes	2,000	14,336	14,336	25,578
Interest Income	-	150	120	150
Plaza O&M Fee	-	95,000	54,500	36,000
Payment from the City of Loveland	-	95,000	54,500	100,000
Operating Advances	105,326	-	-	-
Total Revenues	\$ 129,657	\$ 409,285	\$ 333,948	\$ 527,123
Expenditures				
Accounting and Finance	\$ 23,575	\$ 27,960	\$ 27,960	\$ 23,640
District Management	15,870	25,800	25,800	27,600
Audit	-	7,500	5,500	-
Board of Directors Payroll	1,876	1,615	-	1,615
Treasurer's Fees	447	4,096	4,096	7,308
Election	-	1,000	781	-
Insurance	2,793	9,000	4,334	4,854
Legal	40,920	15,000	35,000	15,000
Office, Dues & Other	10,850	3,175	1,500	3,175
Payment - City of Loveland per IGA	11,261	109,714	108,481	216,028
Plaza O&M	7,732	190,000	109,000	192,968
Contingency	-	10,000	-	10,000
Total Expenditures	\$ 115,324	\$ 404,860	\$ 322,452	\$ 502,188
Other Sources/(Uses)				
Transfer to Debt Service Fund	\$ -	\$ -	\$ -	\$ -
Transfer to Capital Projects Fund	(12,880)	-	-	-
Total Other Sources/(Uses)	\$ (12,880)	\$ -	\$ -	\$ -
Revenues and Other Sources				
Over/(Under) Exp and Other (Uses)	\$ 1,453	\$ 4,425	\$ 11,496	\$ 24,935
Beginning Fund Balance	\$ 3,094	\$ 33,880	\$ 4,547	\$ 16,043
Ending Fund Balance	\$ 4,547	\$ 38,305	\$ 16,043	\$ 40,978
Components of Ending Fund Balance				
Restricted - Tabor Reserve	\$ 3,890	\$ 12,279	\$ 10,018	\$ 15,814
Reserved - Replacement Reserve	-	-	-	9,539
Unrestricted	657	26,026	6,024	15,625
	\$ 4,547	\$ 38,305	\$ 16,043	\$ 40,978

FOUNDRY LOVELAND METROPOLITAN DISTRICT				
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS				
December 31, 2019 Actual, 2020 Adopted Budget and Projected Actual				
2021 Adopted Budget				
Modified Accrual Budgetary Basis				
DEBT SERVICE FUND	2019	2020	2020	2021
	Audited	Adopted	Projected	Adopted
Revenues	Actual	Budget	Actual	Budget
Property Taxes	\$ -	\$ 3,798	\$ 3,798	\$ 42,553
LURA - Property Tax	-	382	382	8,883
Specific Ownership Tax	-	293	444	3,600
Interest Income	92	-	-	-
Total Revenues	\$ 92	\$ 4,472	\$ 4,624	\$ 55,036
Expenditures				
Principal	\$ -	\$ -	\$ -	\$ 14,000
Interest	24,387	37,717	37,717	37,717
Treasurer's Fees	-	84	84	1,029
Total Expenditures	\$ 24,387	\$ 37,801	\$ 37,801	\$ 52,746
Other Sources/(Uses)				
Transfer From General	\$ -	\$ -	\$ -	-
Transfer From Capital	114,000	-	-	-
Total Other Sources/(Uses)	\$ 114,000	\$ -	\$ -	\$ -
Revenues over/(under) Expend	\$ 89,705	\$ (33,328)	\$ (33,177)	\$ 2,290
Beginning Fund Balance	\$ -	\$ 86,720	\$ 89,705	\$ 56,528
Ending Fund Balance	\$ 89,705	\$ 53,392	\$ 56,528	\$ 58,818
Components of Ending Fund Balance				
Required Reserve	\$ 53,000	\$ 53,000	\$ 53,000	\$ 53,000
Cap I	36,705	392	3,528	5,818
Total Ending Fund Balance	\$ 89,705	\$ 53,392	\$ 56,528	\$ 58,818

FOUNDRY LOVELAND METROPOLITAN DISTRICT				
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS				
December 31, 2019 Actual, 2020 Adopted Budget and Projected Actual				
2021 Adopted Budget				
Modified Accrual Budgetary Basis				
CAPITAL PROJECTS FUND	2019	2020	2020	2021
	Audited	Adopted	Projected	Adopted
Revenues	Actual	Budget	Actual	Budget
Bond Proceeds	\$ 800,000	\$ -	\$ -	\$ -
Interest Income	156	-	-	-
Total Revenues	\$ 800,156	\$ -	\$ -	\$ -
Expenditures				
Costs of Issuance	\$ 135,868	\$ -	\$ -	\$ -
Developer Repayment	550,288	-	-	-
District Management	12,880	-	-	-
Total Operating Expenditures	\$ 699,036	\$ -	\$ -	\$ -
Other Sources/(Uses)				
Transfer from General Fund	\$ 12,880	\$ -	\$ -	\$ -
Transfer To Debt Service-Cap I	(114,000)	-	-	-
Total Other Sources/(Uses)	\$ (101,120)	\$ -	\$ -	\$ -
Revenues over/(under) Expend	\$ -	\$ -	\$ -	\$ -
Beginning Fund Balance	\$ -	\$ -	\$ -	\$ -
Ending Fund Balance	\$ -	\$ -	\$ -	\$ -

FOUNDRY LOVELAND METROPOLITAN DISTRICT

2021 BUDGET MESSAGE

Foundry Loveland Metropolitan is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The District was formed in October 2016. The District's service area is located within the City of Loveland, Colorado. The primary purpose of the District is to provide for the construction, financing, operations and maintenance of public improvements within the District.

The District has no employees at this time and all operations and administrative functions are contracted.

The budget is prepared on the modified accrual basis of accounting, which is consistent with the basis of accounting used in presenting the District's financial statements.

In preparing the 2021 budget, the following goals are foremost for the District:

- Provide the level of services as desired by the constituents of the District in the most economic manner possible.

Overview

Highlights of the 2021 budget include the following:

- The District will assess 51.964 mills for the property taxes, generating \$344,846 in property tax revenues.
- The District has budgeted \$192,968 for Plaza operating and maintenance to be funded by O&M fees and a payment from the City of Loveland at \$100,000 each.

General Fund

Revenue

The General fund is primarily funded through property taxes of \$302,294 and \$136,000 Plaza O&M funded through fees and an IGA with the City of Loveland. The District also collects property taxes and LURA revenue generated by the 51.964 General Fund mill levy, resulting in \$63,102 of tax revenue.

Expenses

General and administrative expenses budgeted in the amount of \$502,188 are expected for 2021. In 2021 the District has budgeted \$192,968 for operations and maintenance expenditures on the plaza. Other major expenditures include accounting and management (\$51,240) and legal fees (\$15,000).

Additionally, as part of an IGA with the City of Loveland, the District will pay 25.649 mills of the 51.568 mills levied to the City, for a total payment budgeted at \$216,028.

Debt Service Fund

Revenue

The District assesses a 6.412 mill levy for debt service, resulting in revenues of \$42,553.

Expenses

The District has budgeted \$52,746 in Debt service Expenditures; \$14,000 for principal payments, \$37,717 for interest expense, and \$1,029 for treasures fees. Expenditures will be funded through the collection of property and specific ownership tax.

Capital Fund

Revenue & Expenses

There are no revenues or expenses budgeted in the capital fund in 2021.

CERTIFICATION OF VALUATION BY LARIMER COUNTY ASSESSOR

Name of Jurisdiction: 269 - FOUNDRY LOVELAND METRO DISTRICT

IN LARIMER COUNTY ON 11/24/2020

New Entity: No

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (5.5% LIMIT) ONLY
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IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S. AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT FOR THE TAXABLE YEAR 2020 IN LARIMER COUNTY, COLORADO

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:		\$3,610,289
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: *		\$8,021,473
3. LESS TIF DISTRICT INCREMENT, IF ANY:		\$1,385,267
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:		\$6,636,206
5. NEW CONSTRUCTION: **		\$3,466,592
6. INCREASED PRODUCTION OF PRODUCING MINES: #		\$0
7. ANNEXATIONS/INCLUSIONS:		\$0
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY: #		\$0
9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b) C.R.S.): ##		\$0
10. TAXES COLLECTED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1))(a) C.R.S.):		\$5,811.09
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a) C.R.S.) and (39-10-114(1)(a)(I)(B) C.R.S.):		\$0.00

* This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec.20(8)(b), Colo.

** New construction is defined as: Taxable real property structures and the personal property connected with the structure.

Jurisdiction must submit respective certifications (Forms DLG 52 AND 52A) to the Division of Local Government in order for the values to be treated as growth in the limit calculation.

Jurisdiction must apply (Forms DLG 52B) to the Division of Local Government before the value can be treated as growth in the limit calculation.

USE FOR 'TABOR' LOCAL GROWTH CALCULATIONS ONLY

IN ACCORDANCE WITH THE PROVISION OF ARTICLE X, SECTION 20, COLO CONST, AND 39-5-121(2)(b), C.R.S. THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2020 IN LARIMER COUNTY, COLORADO ON AUGUST 25, 2020

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: @		\$45,338,400
ADDITIONS TO TAXABLE REAL PROPERTY:		
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: !		\$11,740,900
3. ANNEXATIONS/INCLUSIONS:		\$0
4. INCREASED MINING PRODUCTION: %		\$0
5. PREVIOUSLY EXEMPT PROPERTY:		\$0
6. OIL OR GAS PRODUCTION FROM A NEW WELL:		\$0
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT:		\$0

(If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.)

DELETIONS FROM TAXABLE REAL PROPERTY:

8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:		\$0
9. DISCONNECTIONS/EXCLUSION:		\$0
10. PREVIOUSLY TAXABLE PROPERTY:		\$0

@ This includes the actual value of all taxable real property plus the actual value of religious, private schools, and charitable real property.

! Construction is defined as newly constructed taxable real property structures.

% Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH 39-5-128(1), C.R.S. AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS: 1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY:----->	\$0
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NOTE: All levies must be Certified to the Board of County Commissioners NO LATER THAN DECEMBER 15, 2020

Data Date: 11/24/2020