

# GRANBY RANCH METROPOLITAN DISTRICT

Filed Electronically: [dlg-filing@state.co.us](mailto:dlg-filing@state.co.us)  
LGID: 65194

December 5, 2008

Division of Local Government  
1313 Sherman Street, Room 521  
Denver, CO 80203

RE: Granby Ranch Metropolitan District

Attached is the 2009 Budget for the Granby Ranch Metropolitan District in Grand County, Colorado, submitted pursuant to Section 29-1-116, C.R.S. This Budget was adopted on November 19, 2008. If there are any questions on the budget, please contact Mr. Kenneth J. Marchetti, telephone number 970-926-6060.

The mill levy certified to the County Commissioners of Grand County is 0.000 mills for all general operating purposes, subject to statutory and/or TABOR limitations; 43.401 mills for G.O. bonds; 8.538 mills for contractual obligations; 0.000 mills for refund/abatement; and 0.000 mills for Temporary Tax Credit/Mill Levy Reduction. Based on an assessed valuation of \$14,411,930, the total property tax revenue is \$748,541.23. A copy of the certification of mill levies sent to the County Commissioners for Grand County is enclosed.

I hereby certify that the enclosed is a true and accurate copy of the budget and certification of tax levies to the Board of County Commissioners of Grand County, Colorado.

Sincerely,



District Administrator

Enclosure(s)

## **GRANBY RANCH METROPOLITAN DISTRICT**

### 2009 BUDGET MESSAGE

Granby Ranch Metropolitan District is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special District Act. The District was established to supply the necessary services of water, streets, parks & recreation, safety protection, sanitary sewer, and mosquito control.

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

The following 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.

### 2009 BUDGET STRATEGY

The District's primary function budgeted for 2009 is to accumulate funds for the repayment of the District's bonds and to provide funding for operation of the infrastructure to fulfill the District's contractual obligations approved by the electors of the District. Virtually all services needed by the District are provided by the Headwaters Metropolitan District pursuant to a voter approved contract. The District will collect property taxes and will utilize the property taxes collected to repay bonds and to fulfill its obligations to Headwaters Metropolitan District.

The District issued bonds in 2006, the proceeds of which have primarily been used for the construction of infrastructure. A portion of the bond proceeds have been set aside as capitalized interest to pay debt service on the bonds while properties are being developed in the District. Infrastructure in 2009 has been budgeted to be paid with advances from the Developer. The District will levy a property tax mill levy to be used to fund operations and an additional mill levy to generate funds to be used for future repayment of debt service.

**RESOLUTIONS OF GRANBY RANCH METROPOLITAN DISTRICT**

**TO ADOPT 2009 BUDGET**

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE GRANBY RANCH METROPOLITAN DISTRICT, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2009 AND ENDING ON THE LAST DAY OF DECEMBER 2009.

WHEREAS, the Board of Directors of the Granby Ranch Metropolitan District has appointed a budget committee to prepare and submit a proposed 2009 budget at the proper time; and

WHEREAS, such committee has submitted a proposed budget to this governing body at the proper time, 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, and a public hearing was held on November 19, 2008, and interested taxpayers 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 or planned to be expended from reserves/fund balances so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of directors of the Granby Ranch Metropolitan District, Grand County, Colorado:

- Section 1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Granby Ranch Metropolitan District for the year stated above.
- Section 2. That the budget hereby approved and adopted shall be certified by any officer or the District Administrator of the District and made a part of the public records of the District.

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**RESOLUTIONS OF GRANBY RANCH METROPOLITAN DISTRICT (CONTINUED)**

**TO SET MILL LEVIES**

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2009, TO HELP DEFRAID THE COSTS OF GOVERNMENT FOR THE GRANBY RANCH METROPOLITAN DISTRICT, GRAND COUNTY, COLORADO, FOR THE 2009 BUDGET YEAR.

WHEREAS, the Board of Directors of the Granby Ranch Metropolitan District, has adopted the annual budget in accordance with the Local Government Budget Law, on November 19, 2008, and;

WHEREAS, the amount of money necessary to balance the budget for general operating expenses and capital expenditure purposes from property tax revenue is \$0.00 and;

WHEREAS, the Granby Ranch Metropolitan District finds that it is required to temporarily lower the general operating mill levy to render a refund for \$0.00, and;

WHEREAS, the amount of money necessary to balance the budget for contractual obligations approved at election is \$123,049.06 and;

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue approved by voters or at public hearing is \$0.00, and;

WHEREAS, the amount of money necessary to balance the budget for voter approved bonds and interest is \$625,492.17, and;

WHEREAS, the 2008 valuation for assessment for the Granby Ranch Metropolitan District, as certified by the County Assessor is \$14,411,930.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the GRANBY RANCH METROPOLITAN DISTRICT, GRAND COUNTY, COLORADO:

- Section 1. That for the purposes of meeting all general operating expenses of the Granby Ranch Metropolitan District during the 2009 budget year, there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2008.
- Section 2. That for the purposes of rendering a refund to its constituents during budget year 2009 there is hereby levied a temporary tax credit/mill levy reduction of 0.00 mills.
- Section 3. That for the purpose of meeting the contractual obligations of the Granby Ranch Metropolitan District during the 2009 budget year, there is hereby levied a tax of 8.538 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2008.

**RESOLUTIONS OF GRANBY RANCH METROPOLITAN DISTRICT (CONTINUED)**

**TO SET MILL LEVIES (CONTINUED)**

- Section 4. That for the purpose of meeting all capital expenditures of the Granby Ranch Metropolitan District during the 2009 budget year, there is hereby levied a tax of 0.00 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2008.
- Section 5. That for the purpose of meeting all payments for bonds and interest of the Granby Ranch Metropolitan District during the 2009 budget year, there is hereby levied a tax of 43.401 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2008.
- Section 6. That any officer or the District Administrator is hereby authorized and directed to either immediately certify to the County Commissioners of Grand County, Colorado, the mill levies for the Granby Ranch Metropolitan District as hereinabove determined and set, or be authorized and directed to certify to the County Commissioners of Grand County, Colorado, the mill levies for the Granby Ranch Metropolitan District as hereinabove determined and set based upon the final (December) certification of valuation from the county assessor.

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**RESOLUTIONS OF GRANBY RANCH METROPOLITAN DISTRICT (CONTINUED)**

**TO APPROPRIATE SUMS OF MONEY**  
**(PURSUANT TO SECTION 29-1-108, C.R.S.)**

A RESOLUTION APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS AND SPENDING AGENCIES, IN THE AMOUNT AND FOR THE PURPOSE AS SET FORTH BELOW, FOR THE GRANBY RANCH METROPOLITAN DISTRICT, GRAND COUNTY, COLORADO, FOR THE 2009 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on November 19, 2008, and;

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal or greater to 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 and reserves or fund balances provided in the budget to and for the purposes described below, thereby establishing a limitation on expenditures for the operations of the District.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE GRANBY RANCH METROPOLITAN DISTRICT, GRAND COUNTY, COLORADO:

Section 1. That the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated:

DEBT SERVICE FUND:

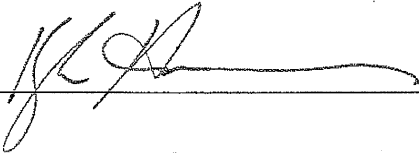
Current Debt Service Expenditures	\$1,159,414
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RESOLUTIONS OF GRANBY RANCH METROPOLITAN DISTRICT (CONTINUED)

TO ADOPT 2009 BUDGET, SET MILL LEVIES AND  
APPROPRIATE SUMS OF MONEY  
(CONTINUED)

The above resolutions to adopt the 2009 budget, set the mill levies and to appropriate sums of money were adopted this 19th day of November, 2008.

Attest:  \_\_\_\_\_

Title: VICE PRESIDENT

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners<sup>1</sup> of Grand County, Colorado.

On behalf of the Granby Ranch Metropolitan District, the Board of Directors of the Granby Ranch Metropolitan District

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS

assessed valuation of: (Gross assessed valuation, Line 2 of the Certification of Valuation Form DLG 57) \$ 14,411,930

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area 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: (NET assessed valuation, Line 4 of the Certification of Valuation Form DLG 57) \$ 14,411,930

Submitted: December 15, 2008 for budget/fiscal year 2009
(not later than Dec 15) (dd/mm/yyyy) (yyyy)

PURPOSE

LEVY<sup>2</sup>

REVENUE<sup>2</sup>

- 1. General Operating Expenses 0.000 mills \$ -
2. (MINUS) Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction (0.000) mills \$ -

SUBTOTAL FOR GENERAL OPERATING:

(0.000) mills \$ -

- 3. General Obligation Bonds and Interest [Special Districts must certify separately for each debt pursuant to 29-1-301(1.7),C.R.S.; see page 2 of this form.] 43.401 mills \$ 625,492.17
4. Contractual Obligations Approved at Election [Per 29-1-301(1.7) C.R.S.] 8.538 mills \$ 123,049.06
5. Capital Expenditures [These revenues are not subject to the statutory property tax revenue limit if they are approved by counties and municipalities through public hearing pursuant to 29-1-301(1.2)C.R.S. and for special districts through approval from the Division of Local Government pursuant to 29-1-302(1.5)C.R.S. or for any taxing entity if approved at election.] 0.000 mills \$ -
6. Refunds/Abatements 0.000 mills \$ -
7. Other (specify): 0.000 mills \$ -
[These levies and revenues are for purposes not subject to 29-1-301 C.R.S. that were not reported above]

TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]

51.939 mills \$ 748,541.23

Contact person: Kenneth J Marchetti

Daytime phone: (970) 926-6060 x8

Signed:

[Handwritten signature of Kenneth J Marchetti]

Title: District Administrator

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) 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).

**CERTIFICATION OF TAX LEVIES, continued**  
**GRANBY RANCH METROPOLITAN DISTRICT**

**THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 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 (32-1-1603, 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:**

1. Purpose of Issue: To reimburse the Developer for the cost of constructing public improvements and to finance the cost of additional public improvements.  
Series: Limited Tax General Obligation Series 2006  
Date of Issue: July 5, 2006  
Coupon rate:  
Maturity Date: 12/1/2036  
Levy: 43.401  
Revenue: \$625,492.17

**CONTRACTS:**

4. Purpose of Contract: To finance the construction, operation, and maintenance of certain public improvements, services, and facilities.  
Title: District Facilities Construction and Service Agreement  
Date: June 1, 2006  
Maturity Date: None stated  
Levy: 8.538  
Revenue: \$123,049.06

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

# ROBERTSON & MARCHETTI, P.C.

*Certified Public Accountants*

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December 4, 2008

Board of Directors  
Granby Ranch Metropolitan District

I have compiled the accompanying statement of revenues, expenditures and changes in fund balance with budgets of the Granby Ranch Metropolitan District for the ten month period ended October 31, 2008 in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. I also compiled the accompanying budget and forecast of revenues, expenditures and changes in fund balance for calendar year 2008 and the adopted budget for calendar year 2009, in accordance with standards established by the American Institute of Certified Public Accountants.

A compilation of historical financial statements is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

A compilation of a forecasted financial statement is limited to presenting in the form of a forecast, information that is the representation of management and does not include evaluation of the support for the assumptions underlying the forecast. I have not examined the forecast and, accordingly, do not express an opinion or any other form of assurance on the accompanying forecasted statement or assumptions. Furthermore, there will usually be differences between the forecasted and actual results, because events and circumstances frequently do not occur as expected and those differences may be material. I have no responsibility to update this report for events or circumstances occurring after the date of this report.

Management has elected to omit substantially all of the disclosures as of October 31, 2008, required by generally accepted accounting principles. Management has also elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the historical financial statements and if the summary of significant accounting policies were included in the budget and forecast, they might influence the user's conclusions about the District's historical financial position and results of operations and the forecasted results of operations and fund balances. Accordingly, the historical financial statements and forecast are not designed for those who are not informed about such matters.

The actual historical information for calendar year 2007 is presented for comparative purposes only. Such information is taken from the financial statements for the District for the year ended December 31, 2007, which have been audited by McMahan and Associates, L.L.C., and upon which they expressed an unqualified opinion in their report dated July 17, 2008.

I am not independent with respect to Granby Ranch Metropolitan District.

ROBERTSON & MARCHETTI, P.C.



Kenneth J. Marchetti, CPA  
President

**GRANBY RANCH METROPOLITAN DISTRICT**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Actual, Budget and Forecast for the Periods Indicated**

**Modified Accrual Basis**

Debt Service Fund	Cal Yr 2007 Audited Actual	Cal Yr 2008 Adopted Budget	Cal Yr 2008 Forecast	10 Months Ended 10/31/08 Actual	10 Months Ended 10/31/08 Budget	Variance Favorable (Unfavor)	Cal Yr 2009 Adopted Budget
Assessed value		11,560,910	11,560,910				14,411,930
Mill levy rate		50.983	50.983				51.939
<b>Revenues:</b>							
Property Taxes-IGA Services	54,318	98,707	98,707	88,982	98,707	(9,725)	123,049
Property Taxes-IGA Capital	0	0	0	0	0	0	0
Property Taxes-Debt Service	265,196	490,703	490,703	442,355	490,703	(48,348)	625,492
Specific Ownership Taxes - IGA Svcs	3,772	5,922	5,922	3,855	4,442	(587)	7,383
Specific Ownership Taxes - Debt Svc	18,418	29,442	29,442	19,163	22,082	(2,919)	37,530
Interest Income	244,721	239,121	132,615	139,066	199,268	(60,201)	122,123
Interest Income - Debt Svc	467	0	1,000	879	0	879	0
Payment in Lieu of Taxes-Services	0	0	0	0	0	0	0
Payment in Lieu of Taxes-Capital	0	0	0	0	0	0	0
Capital Facilities Fees	1,284,402	512,910	62,550	62,550	398,930	(336,380)	62,550
SolVista Mill Levy Pledge	43,651	48,284	41,000	0	0	0	40,849
<b>Total Revenues</b>	<b>1,914,945</b>	<b>1,425,089</b>	<b>861,939</b>	<b>756,849</b>	<b>1,214,131</b>	<b>(457,282)</b>	<b>1,018,976</b>
<b>Expenditures:</b>							
Payment of IGA Service Costs	54,318	98,707	98,707	85,875	98,707	12,832	123,049
Payment of IGA Capital Costs	0	0	0	0	0	0	0
Pmt to HWMD for in Lieu of Taxes-Services	0	0	0	0	0	0	0
Pmt to HWMD for in Lieu of Taxes-Capital	0	0	0	0	0	0	0
Payment of IGA Capital Costs-Unrestr Acct	95,945	0	0	0	0	0	0
Payment Pursuant to SolVista Funding Agmt	0	0	0	0	0	0	0
Payment of IGA Costs-SO Tax	0	0	0	0	0	0	0
Payment of IGA Joint Funding w/ TOG	0	0	0	0	0	0	0
Principal-Series Bond	0	0	0	0	0	0	0
Interest Series Bond	993,938	993,938	993,938	496,969	496,969	0	993,938
Paying Agent Fees	5,039	5,000	5,000	1,120	2,500	1,380	5,000
Treasurer's Fees - IGA Svcs	2,721	4,935	4,935	4,458	4,935	477	6,152
Treasurer's Fees - Debt Svc	13,283	24,535	24,535	22,162	24,535	2,373	31,275
Contingency							
<b>Total Expenditures</b>	<b>1,165,243</b>	<b>1,127,115</b>	<b>1,127,115</b>	<b>610,583</b>	<b>627,646</b>	<b>17,064</b>	<b>1,159,414</b>
<b>Revenue Over (Under) Expenditures</b>	<b>749,702</b>	<b>297,974</b>	<b>(265,176)</b>	<b>146,266</b>	<b>586,485</b>	<b>(440,218)</b>	<b>(140,438)</b>
Beginning Fund Balance	4,400,407	5,113,737	5,150,109	5,150,109	5,113,737	36,372	4,884,933
<b>Ending Fund Balance</b>	<b>5,150,109</b>	<b>5,411,711</b>	<b>4,884,933</b>	<b>5,296,375</b>	<b>5,700,222</b>	<b>(403,846)</b>	<b>4,744,495</b>
See Accompanying Accountant's Report.		=	=	=	=	=	=
<b>Components of Fund Balance:</b>							
Capitalized Interest Fund	1,365,021	978,910	371,084	952,766			0
Debt Service Reserve Fund	1,234,413	1,234,413	1,234,413	1,267,213			1,234,413
Bond Surplus Fund	2,261,468	2,760,132	2,860,628	2,797,705			2,972,920
Project Fund	385	0	0	565			0
Restricted for Future Debt Service	288,822	438,256	418,808	278,126			537,162
<b>Total Fund Balance</b>	<b>5,150,109</b>	<b>5,411,711</b>	<b>4,884,933</b>	<b>5,296,375</b>			<b>4,744,495</b>

when Debt to AV ratio is < 45%, the Surplus Fund will be released to the District upon request

Debt to AV Ratio =  $\frac{14,725,000}{11,560,910}$

127.4%

Debt to AV Ratio =  $\frac{14,725,000}{14,411,930}$