

PROSPER COORDINATING METROPOLITAN DISTRICT
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2023

**PROSPER COORDINATING METROPOLITAN DISTRICT
SUMMARY
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/15/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUND BALANCES	\$ 5,921	\$ 60,101	\$ 616,000
REVENUE			
Developer advance	50,000	-	13,111,000
Net investment income	31	12	50
Other revenue	-	-	620
Transfers from Prosper Metro No. 3	1,725	1,873	5,441
Transfers from Prosper Metro No. 4	919,533	673,123	879,524
Transfers from Prosper W&SFD	270,843	200,419	260,865
Total revenue	<u>1,242,132</u>	<u>875,427</u>	<u>14,257,500</u>
TRANSFERS IN	86,772	703,800	928,000
Total funds available	<u>1,334,825</u>	<u>1,639,328</u>	<u>15,801,500</u>
EXPENDITURES			
General Fund	1,091,795	131,728	218,500
Capital Projects Fund	96,157	187,800	14,555,000
Total expenditures	<u>1,187,952</u>	<u>319,528</u>	<u>14,773,500</u>
TRANSFERS OUT	86,772	703,800	928,000
Total expenditures and transfers out requiring appropriation	<u>1,274,724</u>	<u>1,023,328</u>	<u>15,701,500</u>
ENDING FUND BALANCES	<u>\$ 60,101</u>	<u>\$ 616,000</u>	<u>\$ 100,000</u>
EMERGENCY RESERVE	<u>\$ 35,800</u>	<u>\$ 26,300</u>	<u>\$ 34,400</u>
TOTAL RESERVE	<u><u>\$ 35,800</u></u>	<u><u>\$ 26,300</u></u>	<u><u>\$ 34,400</u></u>

No assurance provided. See summary of significant assumptions.

**PROSPER COORDINATING METROPOLITAN DISTRICT
PROPERTY TAX SUMMARY INFORMATION
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/15/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
ASSESSED VALUATION			
Agricultural	\$ 46	\$ 39	\$ 36
Certified Assessed Value	\$ 46	\$ 39	\$ 36
MILL LEVY			
Total mill levy	0.000	0.000	0.000
PROPERTY TAXES			
Budgeted property taxes	\$ -	\$ -	\$ -
BUDGETED PROPERTY TAXES			
General	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -

No assurance provided. See summary of significant assumptions.

**PROSPER COORDINATING METROPOLITAN DISTRICT
GENERAL FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/15/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUND BALANCE	\$ 5,921	\$ 60,101	\$ 100,000
REVENUE			
Developer advance	40,615	-	-
Interest income	31	12	50
Other revenue	-	-	620
Transfers from Prosper Metro No. 3	1,725	1,873	5,441
Transfers from Prosper Metro No. 4	919,533	673,123	879,524
Transfers from Prosper W&SFD	270,843	200,419	260,865
Total revenue	<u>1,232,747</u>	<u>875,427</u>	<u>1,146,500</u>
Total funds available	<u>1,238,668</u>	<u>935,528</u>	<u>1,246,500</u>
EXPENDITURES			
General and administrative			
Accounting	26,612	40,000	64,000
Auditing	10,400	10,400	11,500
Contingency	-	-	8,600
District management	20,096	24,200	35,000
Dues and licenses	2,933	3,157	3,400
Election expense	-	4,000	-
Insurance and bonds	22,528	20,540	25,000
Legal services	33,912	28,000	65,000
Miscellaneous	523	831	1,000
Utilities	791	600	5,000
Repay developer advance	974,000	-	-
Total expenditures	<u>1,091,795</u>	<u>131,728</u>	<u>218,500</u>
TRANSFERS OUT			
Transfers to other fund	<u>86,772</u>	<u>703,800</u>	<u>928,000</u>
Total expenditures and transfers out requiring appropriation	<u>1,178,567</u>	<u>835,528</u>	<u>1,146,500</u>
ENDING FUND BALANCE	<u>\$ 60,101</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>
EMERGENCY RESERVE	\$ 35,800	\$ 26,300	\$ 34,400
AVAILABLE FOR OPERATIONS	-	73,700	-
TOTAL RESERVE	<u>\$ 35,800</u>	<u>\$ 100,000</u>	<u>\$ 34,400</u>

No assurance provided. See summary of significant assumptions.

**PROSPER COORDINATING METROPOLITAN DISTRICT
CAPITAL PROJECTS FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/15/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUND BALANCE	\$ -	\$ -	\$ 516,000
REVENUE			
Developer advance	9,385	-	13,111,000
Total revenue	<u>9,385</u>	<u>-</u>	<u>13,111,000</u>
TRANSFERS IN			
Transfers from other funds	<u>86,772</u>	<u>703,800</u>	<u>928,000</u>
Total funds available	<u>96,157</u>	<u>703,800</u>	<u>14,555,000</u>
EXPENDITURES			
Capital Projects			
Capital outlay	10,500	-	-
Consulting	7,889	50,000	-
Contingency	-	-	-
Design Costs WWTP	-	65,000	-
Engineering	42,212	30,000	-
Legal services	5,556	12,800	-
Miscellaneous	30,000	-	-
Storage	-	30,000	30,000
WWTP Construction	-	-	14,375,000
WWTP Planning and Engineering	-	-	150,000
Total expenditures	<u>96,157</u>	<u>187,800</u>	<u>14,555,000</u>
Total expenditures and transfers out requiring appropriation	<u>96,157</u>	<u>187,800</u>	<u>14,555,000</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 516,000</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumptions.

**PROSPER COORDINATING METROPOLITAN DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

Prosper Coordinating Metropolitan District (the "District"), a quasi-municipal corporation and political subdivision of the State of Colorado was organized by Court Order and Decree of the District Court on June 18, 2015 and is governed pursuant to provisions of the Colorado Special District Act, Title 32, Article I, Colorado Revised Statutes. The District's service area is located in Arapahoe County. The District was organized in conjunction with Prosper Regional Water & Sanitation Service Metropolitan District, Prosper Water & Sanitation Financing Metropolitan District, Prosper Park & Recreation Financing Metropolitan District and Prosper Metropolitan Districts Nos. 1, 2, 3 and 4. The District was established to provide financing for the design, acquisition, installation, construction and completion of public improvements and services, including water, sanitation, streets, safety protection, park and recreation, transportation, television relay and translation and mosquito control improvements and services.

In the future, the District may issue a portion or all of the remaining authorized but unissued general obligation debt for purposes of providing public improvements to support development as it occurs within the District's service area, however, as of the date of this budget, the amount and timing of any debt issuances is not determinable.

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

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

Net Investment Income

Interest earned on the District's available funds has been estimated based on historical information.

Developer Advances

The District is in the development stage. As such, the operating and administrative expenditures will be mainly funded by the Developer. A major portion of the capital expenditures are also expected to be funded by the Developer. Developer advances are recorded as revenue for budget purposes with an obligation for future repayment when the District is financially able to reimburse the Developer from bond proceeds and other legally available revenue.

Intergovernmental Revenue - Transfers from Other Districts

The District anticipates the collection of taxes in Districts Nos. 3, 4, and the Water & Sanitation Financing District, which will be transferred to fund operations expenditures of the District. The District will coordinate the payment of operations and administrative expenditures for these three districts, as well as the District's own administrative expenditures.

**PROSPER COORDINATING METROPOLITAN DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures

Administrative and Operating Expenditures

Operating and administrative expenditures include the estimated services necessary to maintain the District's administrative viability such as legal, management, accounting, insurance and meeting expense.

Capital Outlay

Anticipated capital expenditures for 2023 are displayed on the Capital Projects Fund page of the budget.

Debts and Leases

The District has no debt nor any capital and operating lease.

Reserves

Emergency Reserve

The District has provided for an Emergency Reserve equal to at least 3% of fiscal year spending for 2023, as defined under TABOR.

This information is an integral part of the accompanying budget.

**PROSPER COORDINATING METROPOLITAN DISTRICT
SCHEDULE OF OUTSTANDING DEVELOPER ADVANCE**

Summary of Developer Advances

	Balance - December 31, 2021	Additions	Reductions	Balance - December 31, 2022	Due Within One Year
Developer Advances - Capital	\$ 3,686,563	-	\$ -	\$ 3,686,563	-
Developer Advance - Interest - Capital	689,502	294,925	-	984,427	-
Total	<u>\$ 4,376,065</u>	<u>\$ 294,925</u>	<u>\$ -</u>	<u>\$ 4,670,990</u>	<u>-</u>
	Balance - December 31, 2022	Additions	Reductions	Balance - December 31, 2023	Due Within One Year
Developer Advances - Capital	\$ 3,686,563	13,111,000 (a)	-	\$ 16,797,563	-
Developer Advance - Interest - Capital	984,427	1,171,387 (a)	-	2,155,814	-
Total	<u>\$ 4,670,990</u>	<u>\$ 14,282,387</u>	<u>-</u>	<u>\$ 18,953,377</u>	<u>-</u>

(a) Estimated for the year ending December 31, 2023