

**RESOLUTION**  
**ADOPTING BUDGET, APPROPRIATING FUNDS AND CERTIFYING MILL LEVIES**  
**FOR THE CALENDAR YEAR 2023**

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The Board of Directors of Lanterns Rock Creek Metropolitan District (the “**Board**”), Town of Superior, Boulder County, Colorado (the “**District**”), held a regular meeting, via teleconference on October 6, 2022, at the hour of time.

Prior to the meeting, each of the directors was notified of the date, time, and place of the budget meeting and the purpose for which it was called and a notice of the meeting was posted or published in accordance with §29-1-106, C.R.S.

*[Remainder of Page Intentionally Left Blank]*

NOTICE AS TO PROPOSED 2023 BUDGET

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

NOTICE IS HEREBY GIVEN that the Board of Directors (the "Board") of the LANTERNS ROCK CREEK METROPOLITAN DISTRICT (the "District"), will hold a meeting via teleconference on Thursday, October 6, 2022 at 1:30 PM, for the purpose of conducting such business as may come before the Board including a public hearing on the 2023 proposed budget (the "Proposed Budget"). The necessity may also arise for an amendment to the 2022 budget (the "Amended Budget"). This meeting can be joined using the following teleconference information:

Zoom Meeting Link:  
<https://us06web.zoom.us/j/84040213111?pwd=WkxzeG1zUkMwclN0dlNyNnJxRWdMUT09>  
Meeting ID: 840 4021 3111  
Passcode: 314827

Call In Numbers: 1(720) 707-2699 or 1(719) 359-4580

NOTICE IS FURTHER GIVEN that the Proposed Budget and Amended Budget (if applicable) have been submitted to the District. A copy of the Proposed Budget and Amended Budget are on file in the office of Simmons & Wheeler, 304 Inverness Way S #490, Englewood, CO 80112, where the same are open for public inspection. Any interested elector of the District may file any objections to the Proposed Budget and Amended Budget at any time prior to final adoption of the Proposed Budget or the Amended Budget by the Board. 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 BOARD OF DIRECTORS:

LANTERNS ROCK CREEK METROPOLITAN DISTRICT, a quasi-municipal corporation and political subdivision of the State of Colorado

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

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Prairie Mountain Media, LLC

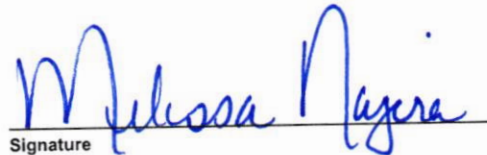
PUBLISHER'S AFFIDAVIT

County of Boulder  
State of Colorado

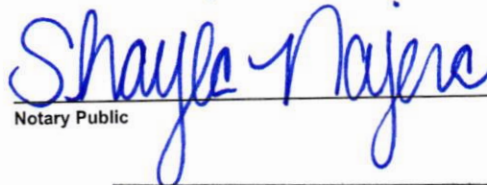
The undersigned, Agent, being first duly sworn under oath, states and affirms as follows:

1. He/she is the legal Advertising Reviewer of Prairie Mountain Media LLC, publisher of the *Daily Camera*.
2. The *Daily Camera* is a newspaper of general circulation that has been published continuously and without interruption for at least fifty-two weeks in Boulder County and meets the legal requisites for a legal newspaper under Colo. Rev. Stat. 24-70-103.
3. The notice that is attached hereto is a true copy, published in the *Daily Camera* in Boulder County on the following date(s):

Sep 18, 2022

  
Signature

Subscribed and sworn to me before me this  
19th day of September, 2022.

  
Notary Public

(SEAL)

SHAYLA NAJERA  
NOTARY PUBLIC  
STATE OF COLORADO  
NOTARY ID 20174031965  
MY COMMISSION EXPIRES July 31, 2025

Account: 1051175  
Ad Number: 1921089  
Fee: \$60.28

WHEREAS, the Board has designated its accountant 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, provided in accordance with Colorado law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held, and interested electors were given the opportunity to register their protest to the proposed budget prior to the adoption of the budget by the Board.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

Section 1. Adoption of Budget. The budget attached hereto and incorporated herein is approved and adopted as the budget of the District for 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 1 shall be deemed ratified by the Board.

Section 2. 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 10.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 3. 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 28.306 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 4. 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

0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 5. Levy for Capital Project Expenses. For the purposes of meeting all capital project obligations of the District during the 2022 budget year, there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 6. Mill Levy Adjustment. When developing the attached budget, consideration was given to any changes in the method of calculating assessed valuation, including any changes to the assessment ratios, or any constitutionally mandated tax credit, cut, or abatement, as authorized in the District's service plan. The Board hereby determines in good faith (such determination to be binding and final) that, to the extent possible, the adjustments to the mill levies made to account for changes in Colorado law described in the prior sentence, and the actual tax revenues generated by the mill levies, are neither diminished nor enhanced as a result of those changes.

Section 7. Certification to County Commissioners. The Board directs its legal counsel, manager, accountant, or other designee to certify to the Board of County Commissioners of Boulder 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 8. Appropriations. The amounts set forth as expenditures in the budget attached hereto are hereby appropriated.


Section 9. 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 resolution, the budget and budget message with the Division of Local Government by January 30th of the ensuing year.

Section 10. 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.

ADOPTED OCTOBER 6TH, 2022.

**DISTRICT:**

**LANTERNS ROCK CREEK  
METROPOLITAN DISTRICT**, a quasi-  
municipal corporation and political subdivision of  
the State of Colorado


By:   
Kacey Funari (Dec 17, 2022 09:33 MST)  
\_\_\_\_\_  
Officer of the District

Attest:

By:   
Michael Sinkey (Dec 19, 2022 09:50 MST)  
\_\_\_\_\_

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON  
Attorneys at Law

  
\_\_\_\_\_  
General Counsel to the District

STATE OF COLORADO  
COUNTY OF BOULDER  
LANTERNS ROCK CREEK METROPOLITAN DISTRICT

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted by a majority of the Board at a District meeting held via teleconference on October 6, 2022, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 19th day of December 2022.

  
Michael Sinkey (Dec 19, 2022 09:50 MST)  
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**EXHIBIT A**  
**BUDGET DOCUMENT**  
**BUDGET MESSAGE**

**LANTERNS ROCK CREEK METROPOLITAN DISTRICT**  
**2023**  
**BUDGET MESSAGE**

Attached please find a copy of the adopted 2023 budget for the Lanterns Rock Creek Metropolitan District.

The Lanterns Rock Creek Metropolitan District has adopted two funds, a General Fund to provide for the payment of general operating expenditures and a Debt Service Fund to provide for payments on the proposed general obligation debt.

The district's accountants have utilized the modified accrual basis of accounting and the budget has been adopted after proper postings, publications, and public hearing.

The primary sources of revenue for the district in 2023 will be property taxes. The district intends to impose a mill levy of 38.306 mills on all property within the district for 2023, of which 10.000 mills will be dedicated to the General Fund and the balance of 28.306 mills will be allocated to the Debt Service Fund.



**Lanterns Rock Creek Metropolitan District**  
**Adopted Budget**  
**General Fund**  
**For the Year ended December 31, 2023**

	Actual <u>2021</u>	Adopted Budget <u>2022</u>	Actual <u>6/30/2022</u>	Estimate <u>2022</u>	Adopted Budget <u>2023</u>
Beginning fund balance	\$ -	\$ -	\$ -	\$ -	\$ 11,038
Revenues:					
Property taxes	12,036	37,099	37,099	37,099	31,825
Specific ownership taxes	596	1,856	782	1,600	1,591
Interest Income	11	-	138	300	-
Developer advances	10,790	2,949	-	-	-
Total revenues	<u>23,433</u>	<u>41,904</u>	<u>38,019</u>	<u>38,999</u>	<u>33,416</u>
Total funds available	<u>23,433</u>	<u>41,904</u>	<u>38,019</u>	<u>38,999</u>	<u>44,454</u>
Expenditures:					
Accounting/Audit	11,305	8,500	2,831	10,000	10,000
Election	-	5,000	1,772	2,000	5,000
Insurance/ SDA Dues	3,512	4,000	3,259	3,259	4,000
Legal	8,415	20,000	2,934	9,000	15,000
Miscellaneous	20	200	44	3,500	200
Treasurer's Fees	181	556	557	202	477
Contingency	-	2,500	-	-	8,737
Emergency Reserve	-	1,148	-	-	1,040
Total expenditures	<u>23,433</u>	<u>41,904</u>	<u>11,397</u>	<u>27,961</u>	<u>44,454</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,622</u>	<u>\$ 11,038</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 3,709,881</u>			<u>\$ 3,182,445</u>
Mill Levy		<u>10.000</u>			<u>10.000</u>

**Lanterns Rock Creek Metropolitan District**  
**Adopted Budget**  
**Debt Service Fund**  
**For the Year ended December 31, 2023**

	Actual <u>2021</u>	Adopted Budget <u>2022</u>	Actual <u>6/30/2022</u>	Estimate <u>2022</u>	Adopted Budget <u>2023</u>
Beginning fund balance	\$ 28,935	\$ -	\$ 26,595	\$ 26,595	\$ 399
Revenues:					
Property taxes	33,500	103,253	103,253	103,253	90,082
Specific ownership taxes	1,659	5,163	2,178	4,300	4,504
Transfer from Capital Projects	-	-	-	-	-
Interest income	<u>3</u>	<u>-</u>	<u>110</u>	<u>300</u>	<u>-</u>
Total revenues	<u>35,162</u>	<u>108,416</u>	<u>105,541</u>	<u>107,853</u>	<u>94,586</u>
Total funds available	<u>64,097</u>	<u>108,416</u>	<u>132,136</u>	<u>134,448</u>	<u>94,985</u>
Expenditures:					
Bond interest expense	32,999	104,367	-	130,000	89,634
Treasurer's fees	503	1,549	1,549	1,549	1,351
Trustee / paying agent fees	<u>4,000</u>	<u>2,500</u>	<u>-</u>	<u>2,500</u>	<u>4,000</u>
Total expenditures	<u>37,502</u>	<u>108,416</u>	<u>1,549</u>	<u>134,049</u>	<u>94,985</u>
Ending fund balance	<u>\$ 26,595</u>	<u>\$ -</u>	<u>\$ 130,587</u>	<u>\$ 399</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 3,709,881</u>			<u>\$ 3,182,445</u>
Mill Levy		<u>27.832</u>			<u>28.306</u>
Total Mill Levy		<u>37.832</u>			<u>38.306</u>