

LETTER OF BUDGET TRANSMITTAL

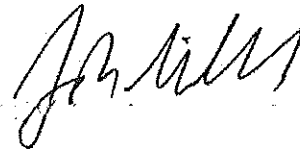
Date: January 26, 2018

To: Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

Attached are the 2018 budget and budget message for MESA RIDGE METROPOLITAN DISTRICT NO. 2 in El Paso County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on November 29, 2017. If there are any questions on the budget, please contact:

Josh Miller
8390 E. Crescent Parkway, Ste. 500
Greenwood Village, CO 80111
Tel.: (303) 799-4525

I, Josh Miller, as District Manager of the Mesa Ridge Metropolitan District No. 2, hereby certify that the attached is a true and correct copy of the 2018 budget.



**RESOLUTION 2017-11-02
TO ADOPT 2018 BUDGET, APPROPRIATE SUMS OF MONEY,
AND AUTHORIZE THE CERTIFICATION OF THE TAX LEVY
MESA RIDGE METROPOLITAN DISTRICT NO. 2**

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2018 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE MESA RIDGE METROPOLITAN DISTRICT NO. 2, EL PASO COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2018, AND ENDING ON THE LAST DAY OF DECEMBER, 2018,

WHEREAS, the Board of Directors of the Mesa Ridge Metropolitan District No. 2 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 or posted in accordance with the law, said proposed budget was available for inspection by the public at a designated public office, a public hearing was held on November 29, 2017, 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 or planned to be expended from reserves or fund balances so that the budget remains in balance, as required by law; and

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is \$38,243; and

WHEREAS, the Board of Directors finds that it is required to temporarily lower the operating mill levy to render a refund for \$0; and

WHEREAS, the amount of money necessary to balance the budget for voter-approved bonds and interest is \$344,174; and

WHEREAS, the amount of money necessary to balance the budget for contractual obligation purposes from property tax revenue as approved by voters from property tax revenue is \$0; and

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue as approved by voters or at public hearing is \$0; and

WHEREAS, the amount of money necessary to balance the budget for refunds/abatements is \$0; and

WHEREAS, the 2017 valuation for assessment for the District as certified by the County Assessor of El Paso County is \$6,918,070; and

WHEREAS, at an election held on May 2, 2004, the District has eliminated the revenue and expenditure limitations imposed on governmental entities by Article X, Section 20 of the Colorado Constitution and Section 29-1-301, C.R.S., as amended.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE MESA RIDGE METROPOLITAN DISTRICT NO. 2 OF EL PASO COUNTY, COLORADO:

Section 1. Adoption of Budget. 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 Mesa Ridge Metropolitan District No. 2 for calendar year 2018.

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

Section 3. Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 4. Levy of General Property Taxes. That the Board of Directors does hereby certify the levy of general property taxes for collection in 2018 as follows:

A. Levy for General Operating and Other Expenses. That for the purposes of meeting all general operating expense of the District during the 2018 budget year, there is hereby levied a tax of 5.528 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2017.

B. Temporary Tax Credit or Rate Reduction. That pursuant to Section 39-1-111.5, C.R.S. for the purposes of effect of a refund for the purposes set forth in Section 20 of Article X of the Colorado Constitution, there is hereby

certified a temporary property tax credit or temporary mill levy rate reduction of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2017.

C. Levy for General Obligation Bonds and Interest. That for the purposes of meeting all debt retirement expense of the District during the 2018 budget year, as the funding requirements of the current outstanding general obligation indebtedness is detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 49.750 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2017.

D. Levy for Contractual Obligations. That for the purposes of meeting the contractual obligation expense of the District during the 2018 budget year, as detailed in the following "Certification of Tax Levies," 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 2017.

E. Levy for Capital Expenditures. That for the purposes of meeting all capital expenditures of the District during the 2018 budget year pursuant to Section 29-1-301(1.2) or 29-1-302(1.5), C.R.S., 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 boundaries of the District for the year 2017.

F. Levy for Refunds/Abatements. That for the purposes of recoupment of refunds/abatements of taxes pursuant to Section 39-10-114(1)(a)(I)(B), C.R.S., 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 boundaries of the District for the year 2017.

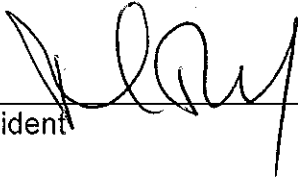
Section 5. Property Tax and Fiscal Year Spending Limits. That, being fully informed, the Board finds that the foregoing budget and mill levies do not result in a violation of any applicable property tax or fiscal year spending limitation.

Section 6. Certification. That the appropriate officers of the District are hereby authorized and directed to certify by December 15, 2017, to the Board of County Commissioners of El Paso County, Colorado, the mill levies for the District herein above determined and set, or be authorized and directed to certify to the Board of County Commissioners of El Paso County, Colorado, as herein above determined and set, but as recalculated as needed upon receipt of the final certification of valuation from the County Assessor on or about December 10, 2017, in order to comply with any applicable revenue and other budgetary limits or to implement the intent of the District. That said certification shall be in substantially the form set out and attached hereto and incorporated herein by this reference.

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.


ADOPTED this 29th day of November, 2017.

MESA RIDGE METROPOLITAN DISTRICT NO. 2



President

ATTEST:



Secretary



ATTACH COPY OF THE ADOPTED BUDGET AND
THE CERTIFICATION OF TAX LEVIES



CliftonLarsonAllen

CliftonLarsonAllen LLP
CLAconnect.com

Board of Directors
Mesa Ridge Metropolitan District No. 2
El Paso County, Colorado

Management is responsible for the accompanying budget of revenues, expenditures, and fund balances of Mesa Ridge Metropolitan District No. 2 for the year ending December 31, 2018, including the estimate of comparative information for the year ending December 31, 2017, and the actual comparative information for the year ending December 31, 2016, in the format prescribed by Colorado Revised Statutes (C.R.S.) 29-1-105. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the budget nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the accompanying budget.

We draw attention to the summary of significant assumptions which describe that the budget is presented in accordance with the requirements of C.R.S. 29-1-105, and is not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

We are not independent with respect to Mesa Ridge Metropolitan District No. 2.

CliftonLarsonAllen LLP

Colorado Springs, Colorado
December 5, 2017



An independent member of Nexia International

MESA RIDGE METROPOLITAN DISTRICT NO. 2
SUMMARY
2018 BUDGET AS ADOPTED
WITH 2016 ACTUAL AND 2017 ESTIMATED
For the Years Ended and Ending December 31,

12/5/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
BEGINNING FUND BALANCES	\$ 87,993	\$ 184,071	\$ 247,989
REVENUES			
1 Property taxes	346,229	355,350	382,417
2 Specific ownership taxes	39,811	48,000	49,700
3 Net investment income	1,524	3,315	2,900
4 Other income	-	650	2,000
Total revenues	387,564	407,315	437,017
Total funds available	475,557	591,386	685,006
EXPENDITURES			
General and administration			
5 Contingency	-	650	2,000
6 County Treasurer's fees	519	533	574
7 Intergovernmental expenditures - District No. 1	38,093	39,817	42,669
Debt service			
8 Bond interest Series 2015	238,200	237,600	234,000
9 Bond principal Series 2015	10,000	60,000	60,000
10 County Treasurer's fees	4,674	4,797	5,163
Total expenditures	291,486	343,397	344,406
Total expenditures and transfers out requiring appropriation	291,486	343,397	344,406
ENDING FUND BALANCES	\$ 184,071	\$ 247,989	\$ 340,600
Series 2015 Bonds	\$ 25,000	\$ 25,000	\$ 25,000
TOTAL RESERVE	\$ 25,000	\$ 25,000	\$ 25,000

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

MESA RIDGE METROPOLITAN DISTRICT NO. 2
PROPERTY TAX SUMMARY INFORMATION
For the Years Ended and Ending December 31,

12/5/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
ASSESSED VALUATION - EL PASO			
Residential	\$ 6,739,000	\$ 6,962,150	\$ 6,754,390
Commercial	43,010	39,120	37,020
Agricultural	5,240	5,080	5,420
Vacant Land	108,330	87,280	89,750
State Assessed	23,940	13,380	31,490
Certified Assessed Value	<u>\$ 6,919,520</u>	<u>\$ 7,107,010</u>	<u>\$ 6,918,070</u>
MILL LEVY			
GENERAL FUND	5.000	5.000	5.528
DEBT SERVICE FUND	45.000	45.000	49.750
Total Mill Levy	<u>50.000</u>	<u>50.000</u>	<u>55.278</u>
PROPERTY TAXES			
GENERAL FUND	\$ 34,598	\$ 35,536	\$ 38,243
DEBT SERVICE FUND	311,378	319,815	344,174
Levied property taxes	345,976	355,351	382,417
Adjustments to actual/rounding	253	(1)	-
Budgeted Property Taxes	<u>\$ 346,229</u>	<u>\$ 355,350</u>	<u>\$ 382,417</u>
BUDGETED PROPERTY TAXES			
GENERAL FUND	\$ 34,623	\$ 35,535	\$ 38,243
DEBT SERVICE FUND	311,606	319,815	344,174
	<u>\$ 346,229</u>	<u>\$ 355,350</u>	<u>\$ 382,417</u>

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

MESA RIDGE METROPOLITAN DISTRICT NO. 2
GENERAL FUND
2018 BUDGET AS ADOPTED
WITH 2016 ACTUAL AND 2017 ESTIMATED
For the Years Ended and Ending December 31,

12/5/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
REVENUES			
1 Property taxes	34,623	35,535	38,243
2 Specific ownership taxes	3,981	4,800	5,000
3 Net investment income	8	15	-
4 Other income	-	650	2,000
Total revenues	38,612	41,000	45,243
Total funds available	38,612	41,000	45,243
EXPENDITURES			
General and administration			
5 Contingency	-	650	2,000
6 County Treasurer's fees	519	533	574
7 Intergovernmental expenditures - District No. 1	38,093	39,817	42,669
Total expenditures	38,612	41,000	45,243
Total expenditures and transfers out requiring appropriation	38,612	41,000	45,243
ENDING FUND BALANCES	\$ -	\$ -	\$ -

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

MESA RIDGE METROPOLITAN DISTRICT NO. 2
DEBT SERVICE FUND
2018 BUDGET AS ADOPTED
WITH 2016 ACTUAL AND 2017 ESTIMATED
For the Years Ended and Ending December 31,

12/5/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
BEGINNING FUND BALANCES	\$ 87,993	\$ 184,071	\$ 247,989
REVENUES			
1 Property taxes	311,606	319,815	344,174
2 Specific ownership taxes	35,830	43,200	44,700
3 Net investment income	1,516	3,300	2,900
Total revenues	348,952	366,315	391,774
Total funds available	436,945	550,386	639,763
EXPENDITURES			
Debt service			
4 Bond interest Series 2015	238,200	237,600	234,000
5 Bond principal Series 2015	10,000	60,000	60,000
6 County Treasurer's fees	4,674	4,797	5,163
Total expenditures	252,874	302,397	299,163
Total expenditures and transfers out requiring appropriation	252,874	302,397	299,163
ENDING FUND BALANCES	\$ 184,071	\$ 247,989	\$ 340,600
Series 2015 Bonds	\$ 25,000	\$ 25,000	\$ 25,000
TOTAL RESERVE	\$ 25,000	\$ 25,000	\$ 25,000

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

MESA RIDGE METROPOLITAN DISTRICT NO. 2
CAPITAL PROJECTS FUND
2018 BUDGET AS ADOPTED
WITH 2016 ACTUAL AND 2017 ESTIMATED
For the Years Ended and Ending December 31,

12/5/2017

	ACTUAL 2016	ESTIMATED 2017	ADOPTED 2018
BEGINNING FUND BALANCES	\$ -	\$ -	\$ -
REVENUES			
Total revenues	-	-	-
Total funds available	-	-	-
EXPENDITURES			
Total expenditures	-	-	-
Total expenditures and transfers out requiring appropriation	-	-	-
ENDING FUND BALANCES	\$ -	\$ -	\$ -

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

MESA RIDGE METROPOLITAN DISTRICT NO. 2
2018 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

Mesa Ridge Metropolitan District No. 2 (the "District") and Mesa Ridge Metropolitan District No. 1 (District No. 1) were formed under the Joint Service Plan approved by the City of Fountain, Colorado. The Districts' service area is located entirely within the City of Fountain, El Paso County, Colorado. The District is responsible for providing funding to support costs related to services and improvements utilizing the tax base, fees, and charges and will be deemed to be the "Financing District" in order to generate the necessary revenues. District No. 1 will be responsible for managing the design, construction, and operation of the public facilities and improvements and will be deemed to be the "Managing District." Under the Service Plan, the Districts provide the following services: water, wastewater, street improvements, safety protection, parks and recreation, mosquito control, television relay and translation, transportation, and drainage.

The District was organized by El Paso County Court Order on September 20, 2004.

At an election held on November 2, 2004, the voters approved general indebtedness of \$7,000,000 for street improvements, \$2,000,000 for water supply, \$2,000,000, sanitary sewer, \$1,000,000 for traffic and safety controls, \$3,000,000 for parks and recreation, \$1,000,000 for mosquito control, \$1,000,000 for television relay and translation, \$250,000 for public transportation, and \$20,000,000 for refinancing District debt. The voters also approved an annual increase in taxes of \$500,000 at a mill levy rate without limitation or with such limitations as may be determined by the board for the purpose of the District's operations, maintenance, and other expenses. The election also allows the District to retain all revenues without regard to the limitations contained in Article X, Section 20 of the Colorado constitution. Pursuant to the District's combined service plan filed with the city, the maximum debt service mill levy the District can impose is 50.000 mills. The maximum mill levies may be adjusted for changes in the method of calculating the residential assessed valuation.

Pursuant to the Service Plan, the Districts are permitted to issue bond indebtedness of up to \$35,000,000.

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

The District prepares its budget on the modified accrual basis of accounting, in accordance with requirements of Colorado Revised Statutes C.R.S. 29-1-105.

Revenues

Property Taxes

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or, if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

The District set a mill levy for property tax collection in 2018. The calculation of the taxes levied is displayed on page 3 at the adopted mill levy of 55.278 mills. The mill levy was adjusted due to a change in the method of calculating the residential assessed valuation from 7.96% to 7.20%.

MESA RIDGE METROPOLITAN DISTRICT NO. 2
2018 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Revenues - (continued)

Specific Ownership Tax

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 13% of the property taxes collected.

Net Investment Income

Interest earned on the District's available funds has been estimated based on an average interest rate of 1%.

Expenditures

County Treasurer's Fees

County Treasurer's collection fees have been computed at 1.5% of property taxes.

Intergovernmental Transfers

Per the Intergovernmental Agreement between the District and District No. 1, net revenues are transferred to District No. 1 to help fund operations and maintenance expenses of both districts.

Debt Service

Principal and interest payments for the District's Series 2015 Bonds are displayed on page 5 of the budget.

Debt and Leases

On March 26, 2015, the District issued \$4,000,000 of Limited Tax General Obligation Bonds, Series 2015. The bonds bear interest at the rate of 6% per annum, payable semiannually on June 1 and December 1, commencing on June 1, 2015. Principal payments are due on December 1, commencing on December 1, 2015. The bonds mature on December 1, 2044. The bonds are subject to redemption prior to maturity, at the option of the District, on or after December 1, 2024, upon payment of par and accrued interest, without redemption premium.

The bonds are secured by Pledged Revenue, which consists of the Limited Mill Levy, the portion of specific ownership taxes attributable to the Limited Mill Levy, and any other revenues of the District legally available to pay principal of and interest on the bonds which are not required to pay the District's operations and maintenance costs. The Limited Mill Levy is an ad valorem mill levy imposed upon all taxable property in the District each year in an amount sufficient to pay the principal of, premium if any, and interest on the bonds, but not in excess of 45.000 mills. The maximum mill levies may be adjusted for changes in the method of calculating the residential assessed valuation.

**MESA RIDGE METROPOLITAN DISTRICT NO. 2
2018 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases - (continued)

Proceeds of the bonds were used (1) to pay for improvements of the District in accordance with the Joint Financing and Reimbursement Agreement between the District, District No. 1, and the Developer, (2) fund the Reserve Fund Requirement in the amount of \$25,000, and (3) pay the costs of issuance of the bonds.

The District has no capital or operating leases.

Reserves

Debt Service Reserve

The Series 2015 bonds have a required debt service reserve of \$25,000.

Emergency Reserve

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. Since substantially all funds received by the District are transferred to District No. 1, which pays for all of the District's operations and maintenance costs, an emergency reserve is not reflected in the District's Budget. The emergency reserve for these funds is reflected in District No. 1.

This information is an integral part of the accompanying budget.

MESA RIDGE METROPOLITAN DISTRICT NO. 2
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY

\$4,000,000			Total
Limited Tax General Obligation Bonds			General
Dated March 26, 2015			Obligation
Interest Rate of 6.0%			Bonds
Due June 1 and December 1			
Principal Due December 1			
	<u>Principal</u>	<u>Interest</u>	
2018	\$ 60,000	\$ 234,000	\$ 294,000
2019	65,000	230,400	295,400
2020	70,000	226,500	296,500
2021	75,000	222,300	297,300
2022	75,000	217,800	292,800
2023	80,000	213,300	293,300
2024	85,000	208,500	293,500
2025	90,000	203,400	293,400
2026	95,000	198,000	293,000
2027	105,000	192,300	297,300
2028	110,000	186,000	296,000
2029	115,000	179,400	294,400
2030	125,000	172,500	297,500
2031	130,000	165,000	295,000
2032	140,000	157,200	297,200
2033	145,000	148,800	293,800
2034	155,000	140,100	295,100
2035	165,000	130,800	295,800
2036	175,000	120,900	295,900
2037	185,000	110,400	295,400
2038	195,000	99,300	294,300
2039	210,000	87,600	297,600
2040	220,000	75,000	295,000
2041	235,000	61,800	296,800
2042	250,000	47,700	297,700
2043	265,000	32,700	297,700
2044	280,000	16,800	296,800
	<u>\$ 3,900,000</u>	<u>\$ 4,078,500</u>	<u>\$ 7,978,500</u>

This financial information should be read only in connection with the accompanying accountant's compilation report and summary of significant assumptions.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of El Paso County, Colorado.

On behalf of the Mesa Ridge Metropolitan District No. 2,
(taxing entity)^A

the BOARD OF DIRECTORS,
(governing body)^B

of the Mesa Ridge Metropolitan District No. 2,
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 6,918,070 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: \$ 6,918,070 (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: 12/6/2017 for budget/fiscal year 2018.
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)

LEVY²

REVENUE²

1. General Operating Expenses ^H	5.528 mills	\$ 38,243
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	5.528 mills	\$ 38,243
3. General Obligation Bonds and Interest ^J	49.750 mills	\$ 344,174
4. Contractual Obligations ^K	mills	\$
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]

55.278 mills \$382,417

Contact person: (print) Carrie Bartow Daytime phone: (719) 635-0330
Signed:  Title: Accountant for the District

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 (32-1-1603 C.R.S.). Taxing entities that are Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues 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^J:

1. Purpose of Issue: Capital Improvements
Series: Limited Tax General Obligation Bonds
Date of Issue: 03/26/2015
Coupon Rate: 6.0%
Maturity Date: 12/01/2044
Levy: 49.750
Revenue: \$344,174

2. 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.

**NOTICE AS TO PROPOSED BUDGETS
AND
NOTICE CONCERNING BUDGET AMENDMENTS
FOR
MESA RIDGE METROPOLITAN DISTRICT NO. 1
MESA RIDGE METROPOLITAN DISTRICT NO. 2**

NOTICE IS HEREBY GIVEN that the proposed budgets for the ensuing year of 2018 have been submitted to the above referenced districts ("Districts"). Such proposed budgets will be considered at a special meeting and public hearing of the Board of Directors of the Districts to be held at 111 S. Tejon Street, Suite 222, Colorado Springs, Colorado, at 8:30 a.m. on Wednesday, November 29, 2017.

NOTICE IS FURTHER GIVEN that an amendment to the 2017 budgets of the Districts may also be considered at the above-referenced meeting and public hearing of the Board of Directors of the Districts. A copy of the proposed 2018 budgets and the amended 2017 budgets, if required, are available for public inspection at the offices of CliftonLarsonAllen LLP 8390 E. Crescent Parkway, Ste. 500, Greenwood Village, Colorado. Any interested elector within the Districts may, at any time prior to final adoption of the 2018 budgets and the amended 2017 budgets, if required, file or register any objections thereto.

Dated: November 1, 2017

BY ORDER OF THE BOARD OF DIRECTORS of
MESA RIDGE METROPOLITAN DISTRICT NO. 1
MESA RIDGE METROPOLITAN DISTRICT NO. 2
By: /s/ Cynthia Beyer
District Manager

Published In: Fountain Valley News
On: November 8, 2017

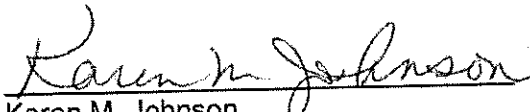
THE EL PASO COUNTY ADVERTISER AND NEWS,
FOUNTAIN, COLORADO 80817
STATE OF COLORADO

SS.

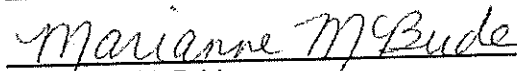
COUNTY OF EL PASO

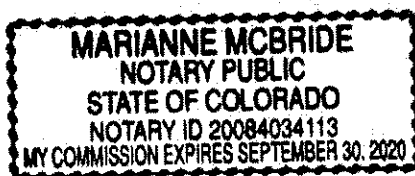
I, Karen M. Johnson, do solemnly swear that I am General Manager of the El Paso County Advertiser and News, that the same is a weekly newspaper printed, in whole or in part, and published in the County of El Paso, state of Colorado, and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said county of El Paso for a period of more than 52 weeks next prior to the first publication of the annexed notice and that said newspaper is a weekly newspaper duly qualified for publishing legal notices and advertisements within the meaning of the laws of the State of Colorado.

That copies of each number of said paper in which said notice and list were published were delivered by carriers or transmitted by mail to each of the subscribers of said paper for a period of 1 consecutive insertions, once each week, and on the same day of each week; and that first publication of said notice was in the issue of said newspaper dated Nov. 8, A.D. 2017 and that the last publication of said notice was in the issue of said newspaper dated Nov. 8, A.D. 2017.


Karen M. Johnson
General Manager

Subscribed and sworn to before me, a notary public in and for the County of El Paso, State of Colorado, this 8th day of Nov. A.D. 2017.


Marianne McBride
Notary Public



NOTICE AS TO PROPOSED BUDGETS
AND
NOTICE CONCERNING BUDGET AMENDMENTS
FOR
MESA RIDGE METROPOLITAN DISTRICT NO. 1
MESA RIDGE METROPOLITAN DISTRICT NO. 2

NOTICE IS HEREBY GIVEN that the proposed budgets for the ensuing year of 2018 have been submitted to the above referenced districts ("Districts"). Such proposed budgets will be considered at a special meeting and public hearing of the Board of Directors of the Districts to be held at 111 S. Tejon Street, Suite 222, Colorado Springs, Colorado, at 8:30 a.m. on Wednesday, November 29, 2017.

NOTICE IS FURTHER GIVEN that an amendment to the 2017 budgets of the Districts may also be considered at the above-referenced meeting and public hearing of the Board of Directors of the Districts. A copy of the proposed 2018 budgets and the amended 2017 budgets, if required, are available for public inspection at the offices of CliffordLarsonAllen LLP, 8390 E. Crescent Parkway, Ste. 500, Greenwood Village, Colorado. Any interested elector within the Districts may, at any time prior to final adoption of the 2018 budgets and the amended 2017 budgets, if required, file or register any objections thereto.

Dated: November 1, 2017

BY ORDER OF THE BOARD OF DIRECTORS OF
MESA RIDGE METROPOLITAN DISTRICT NO. 1
MESA RIDGE METROPOLITAN DISTRICT NO. 2

By: /s/ Cynthia Bayer
District Manager

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