

SMOKY HILL METROPOLITAN DISTRICT
P.O. Box 460550
Aurora, CO 80046-0550

December 11, 2010

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

Dear Sir:

Attached is a copy of the 2011 budget for Smoky Hill Metropolitan District in Arapahoe County, submitted pursuant to section 29-1-113, CRS. This budget was adopted on November 22, 2010. If there are any questions on the budget, please contact Paul Gandhi at 303-699-5223 and 15224 E. Progress Place, Aurora, CO 80015.

I Justin Kersey, Secretary of the Board hereby certify that the enclosed is a true and accurate copy of the 2011 adopted budget.


Signed

12-11-10

Date

SMOKY HILL METROPOLITAN DISTRICT
RESOLUTION 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 Smoky Hill Metropolitan District, COLORADO, FOR THE 2011 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on November 22, 2010, and;

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget, and;

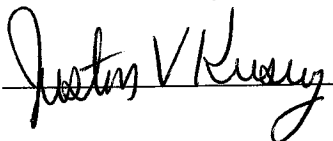
WHEREAS, it is not only required by law, but also necessary to appropriate the revenues and reserves or fund balances provided in the budget to and for the purposes described below, thereby establishing a limitation on expenditures for the operations of the Smoky Hill Metropolitan District.

NOW, THEREFORE, BE IT RESOLVED/ORDAINED BY THE Board of Directors OF THE Smoky Hill Metropolitan District, COLORADO:

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

General Fund	\$361,332
Special Revenue Fund	\$ 29,000

ADOPTED THIS 22 day of November, A.D. 2010.

 Secretary

SMOKY HILL METROPOLITAN DISTRICT RESOLUTION TO SET MILL LEVIES

(Pursuant to 39-5-128, C.R.S. and 39-1-111, C.R.S.)

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2010, TO HELP DEFRAID THE COSTS OF GOVERNMENT FOR THE Smoky Hill Metropolitan District, COLORADO, FOR THE 2011 BUDGET YEAR.

WHEREAS, the Board of Directors of the Smoky Hill Metropolitan District has adopted the annual budget in accordance with the Local Government Budget Law, on November 22, 2010 and;

WHEREAS, the amount of money necessary to balance the budget for **general operating** purposes from property tax revenue is \$464,569, and;

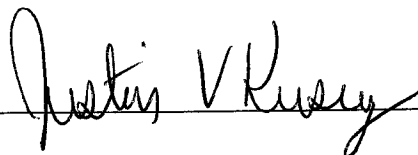
WHEREAS, the 2010, valuation for assessment for the Smoky Hill Metropolitan District as certified by the County Assessor(s) is \$22,061,400.

NOW, THEREFORE, BE IT RESOLVED BY THE Board of Directors OF THE Smoky Hill Metropolitan District, COLORADO:

Section 1. That for the purpose of meeting all **general operating** expenses of the Smoky Hill Metropolitan District during the year 2011 budget year, there is hereby levied a tax of 21.058 mills upon each dollar of the total valuation for assessment of all taxable property within the Smoky Hill Metropolitan District for the year 2010.

Section 2. That the Paul Gandhi, District Accountant is hereby authorized and directed to immediately certify to the County Commissioners of Arapahoe County, Colorado, the mill levies for the Smoky Hill Metropolitan District as hereinabove determined and set, or be authorized and directed to certify to the County Commissioners of Arapahoe County, Colorado, the mill levies for the Smoky Hill Metropolitan District as hereinabove determined and set, but as recalculated as needed upon receipt of the final (December) certification of valuation from the county assessor in order to comply with any applicable revenue and other budgetary limits.

ADOPTED this 22 day of November A.D. 2010.


Secretary

SMOKY HILL METROPOLITAN DISTRICT RESOLUTION TO ADOPT BUDGET

(Pursuant to 29-1-108, C.R.S.)

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE **Smoky Hill Metropolitan District** COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2011, AND ENDING ON THE LAST DAY OF DECEMBER, 2011.

WHEREAS, the Board of Directors of **Smoky Hill Metropolitan District** has appointed Paul Gandhi, District Accountant to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, Paul Gandhi, District Accountant has submitted a proposed budget to this governing body on October 13, 2010, 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, a public hearing was held on November 22, 2010, and interested taxpayers were given the opportunity to file or register any objections to said proposed budget, and;

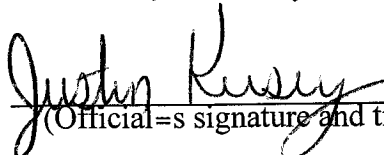
WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues or planned to be expended from reserves/fund balances so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED BY THE Board of Directors of the **Smoky Hill metropolitan District**, Colorado:

Section 1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the **Smoky Hill metropolitan District** for the year stated above.

Section 2. That the budget hereby approved and adopted shall be signed by Secretary and made a part of the public records of the Smoky Hill Metropolitan District.

ADOPTED, this 22 day of November, A.D., 2010.

 Secretary
(Official's signature and title)

**SMOKY HILL METROPOLITAN DISTRICT
2011 BUDGET**

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SMOKY HILL METROPOLITAN DISTRICT 2011 BUDGET MESSAGE

Services Provided by the District

The District provides park, pool and recreation services to the general public within the boundaries of the District.

Basis of Accounting used for Budget

Modified Accrual Basis of Accounting

Under the modified accrual basis of accounting the revenues are recognized in the period, in which they are both measurable and available. The expenditures are recorded in the period in which funds liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recorded when due.

Important Features of the Budget

The District's Long Term Debt will be paid in year 2010. Therefore the District will not have debt services property tax in year 2011. The District's voter approved additional 10.516 Mill Levy in general fund on November 2, 2010. This will bring general fund mill levy to 21.058. This additional Mill levy will be used to fund capital replacements projects including improvements to swimming pool, various parks, and fence replacements. This mill levy will be used in part to fund District's operating expenditures. The District present mill levy is not sufficient to pay for operating expenditures due to decrease in assessed valuation.

2011 budget include replacement of furnace in club house, replacement of swimming pool pump and motor, improvements in Kitchen and Bathroom in the club house. The budget also includes \$106,997 assigned for future capital replacement.

**SMOKY HILL METROPOLITAN DISTRICT
2011 BUDGET
GENERAL FUND
Mill Levy**

21.058

Assessed Value 22,061,400

	2009 ACTUAL	2010 BUDGET	2010 PROJECTED ACTUAL	2011 BUDGET	CHANGE	% CHG
REVENUE						
GEN. PROPERTY TAX	\$ 266,931	\$233,164	\$233,164	\$464,569	\$231,405	99.2%
SPECIFIC OWNERSHIP TAX	36,609	38,000	26,000	25,000	(1,000)	-3.8%
RENT CLUB HOUSE	2,835	500	500	500	-	0.0%
POOL RECEIPTS	-	5,500	7,000	6,000	(1,000)	-14.3%
INTEREST ON TAXES	-	150	80	150	70	87.5%
MISCELLANEOUS INCOME	6,717	-	1,510	-	(1,510)	0.0%
INVESTMENT INCOME	644	200	200	200	-	0.0%
TOTAL REVENUE	313,736	277,514	268,454	496,419	227,965	84.9%
ADMINISTRATIVE EXPENDITURES						
COUNTY TAX COLLECTION FEES	4,008	3,497	3,497	6,969	3,471	99.2%
LEGAL	3,785	5,200	5,200	5,500	300	5.8%
ELECTION EXPENSES	-	15,000	40,667	-	(40,667)	-100.0%
AUDIT	3,700	4,000	4,000	4,200	200	5.0%
ACCOUNTING	9,007	9,300	9,305	9,600	295	3.2%
DIRECTORS FEES	6,000	6,000	6,000	6,000	-	0.0%
CONTRACT LABOR	780	700	750	700	(50)	-6.7%
TELEPHONE	1,039	1,250	1,164	1,250	86	7.4%
TRASH PICK UP	3,302	4,000	3,904	3,000	(904)	-23.2%
OFFICE SUPPLIES	1,642	1,600	1,600	1,600	-	0.0%
INSURANCE	9,122	10,000	9,100	9,200	100	1.1%
COMMUNICATION	-	2,000	-	500	500	100.0%
MISCELLANEOUS	193	-	-	-	-	0.0%
ADVERTISING	72	1,000	-	500	500	100.0%
TOTAL ADMINISTRATIVE EXP.	42,650	64,347	85,187	49,019	(36,169)	-42.5%
OPERATING EXPENDITURES						
SALARIES AND TAXES DIST. MANAGEMENT	47,744	50,000	50,000	53,500	-	0.0%
SALARIES AND TAXES PARKS MAINTENANCE	39,313	40,000	42,417	45,000	2,583	6.1%
UTILITIES	8,269	8,000	9,423	8,500	(923)	-9.8%
WATER	52,676	66,000	57,900	66,000	8,100	14.0%
EQUIPMENT MAINTENANCE	6,363	7,500	7,000	8,000	1,000	14.3%
BUILDING REPAIR AND MAINTENANCE	1,438	2,000	2,200	7,000	4,800	218.2%
STORM WATER FEE	1,299	1,300	1,312	1,400	88	6.7%
NEW VEHICLE PURCHASE	17,000	-	-	-	-	0.0%
CLUB HOUSE FURNACE REPLACEMENT	-	-	-	10,000	10,000	100.0%
TREE REPLACEMENT	-	-	-	3,000	3,000	100.0%
TOTAL OPERATING EXPENSES	174,102	174,800	170,252	202,400	28,648	16.8%
POOL EXPENDITURES						
POOL CONTRACT	45,400	47,500	43,500	47,500	4,000	9.2%
UTILITIES	8,684	9,000	6,512	7,000	488	7.5%
POOL WATER AND CLUB HOUSE WATER	7,321	7,500	10,259	11,000	741	7.2%
POOL CHEMICAL	6,778	7,000	8,351	8,300	(51)	0.0%
POOL SUPPLIES	1,118	1,000	68	1,113	1,045	0.0%
POOL PUMP HOUSE	-	-	-	35,000	35,000	100.0%
TOTAL POOL EXPENDITURES	69,301	72,000	68,690	109,913	41,223	60.0%
TOTAL EXPENDITURES	286,053	311,147	324,129	361,332	37,202	11.5%
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURE	27,683	(33,634)	(55,675)	135,087	190,763	-342.6%

**SMOKY HILL METROPOLITAN DISTRICT
2008 BUDGET
GENERAL FUND**

	<u>Mill Levy</u>					
	2009	2010	2010	2011		
	ACTUAL	BUDGET	PROJECTED	BUDGET	CHANGE	% CHG
			ACTUAL			
OTHER FINANCING (USES)	-	-	7,739	-	(7,739)	0.0%
TRANSFER IN FROM CAPITAL FUND	-	-	7,739	-	(7,739)	0.0%
TOTAL OTHER FINANCING USES)	-	-	7,739	-	(7,739)	0.0%
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) OTHER FINANCING (USES)	27,683	(33,634)	(47,936)	135,087	183,024	(3)
BEGINNING FUND BALANCE	33,003	62,529	60,686	12,750	(47,936)	-79.0%
ENDING FUND BALANCE	<u>\$ 60,686</u>	<u>\$ 28,895</u>	<u>\$ 12,750</u>	<u>\$ 147,837</u>	<u>\$ 135,087</u>	<u>1059.5%</u>
BREAK UP OF ENDING FUND BALANCE						
Restricted:						
TABOR Emergency Fund	8,558	9,334	9,724	10,840	1,116	11.5%
Unrestricted						
Assigned for Capital Replacement	-	12,000	-	106,997	106,997	100.0%
Unassigned Fund Balance	52,128	19,559	3,026	30,000	26,974	891.5%
Total Ending Fund Balance	<u>\$ 60,686</u>	<u>\$ 28,894</u>	<u>\$ 12,750</u>	<u>\$ 147,837</u>	<u>\$ 135,087</u>	<u>1059.5%</u>

**SMOKY HILL METROPOLITAN DISTRICT
2011 BUDGET
DEBT SERVICE FUND
Assessed Value**

	<u>Mill Levy</u>					
	2009	2010	2010	2011		
	ACTUAL	BUDGET	PROJECTED	BUDGET	CHANGE	% CHG
			ACTUAL			
REVENUES						
GENERAL PROPERTY TAXES	265,720	232,599	232,599	-	(232,599)	-100.0%
INTEREST ON TAXES	331	100	100	-	(100)	-100.0%
INVESTMENT INCOME	516	200	297	-	(297)	-100.0%
TOTAL REVENUE	<u>266,567</u>	<u>232,899</u>	<u>232,996</u>	<u>-</u>	<u>(232,996)</u>	<u>-100.0%</u>
EXPENDITURES						
TREASURERS COLLECTION FEES	3,991	3,489	3,489	-	(3,489)	-100.0%
BOND INTEREST	28,822	14,875	14,875	-	(14,875)	-100.0%
BOND PRINCIPAL	235,000	250,000	250,000	-	(250,000)	100.0%
PAYING AGENT FEES	200	600	200	-	(200)	-100.0%
TOTAL EXPENDITURE	<u>268,013</u>	<u>268,964</u>	<u>268,564</u>	<u>-</u>	<u>(268,564)</u>	<u>-100.0%</u>
REVENUE OVER EXPENDITURE	(1,446)	(36,065)	(35,568)	-	35,568	-100.0%
BEGINNING FUND BALANCE	37,940	36,067	36,494	926	(35,568)	-97.5%
Restricted:						
ENDING FUND BALANCE	<u>\$ 36,494</u>	<u>\$ 2</u>	<u>\$ 926</u>	<u>\$ 926</u>	<u>\$ -</u>	<u>0.0%</u>

**SMOKY HILL METROPOLITAN DISTRICT
2011 BUDGET
SPECIAL REVENUE FUND**

	<u>2009 ACTUAL</u>	<u>2010 BUDGET</u>	<u>2010 PROJECTED ACTUAL</u>	<u>2011 BUDGET</u>	<u>CHANGE</u>	<u>% CHG</u>
REVENUES						
LOTTERY PROCEEDS	21,253	21,000	19,158	19,000	(158)	-0.8%
INVESTMENT INCOME	35	25	30	25	(5)	-16.7%
TOTAL REVENUE	<u>21,288</u>	<u>21,025</u>	<u>19,188</u>	<u>19,025</u>	<u>(163)</u>	<u>-0.8%</u>
EXPENDITURES						
PARKS MAINTENANCE AND FERTILIZER	6,223	7,000	7,000	7,000	-	0.0%
PARKS EQUIPMENT MAINTENANCE	4,724	6,000	7,000	7,000	-	0.0%
FENCE MAINTENANCE	69	-	-	-	-	0.0%
TENNIS COURT REPAIR	-	-	500	-	(500)	-100.0%
POOL SUPPLIES	-	-	1,113	-	(1,113)	-100.0%
SWIMMING POOL REPAIR	6,363	12,000	8,881	15,000	6,119	68.9%
TOTAL EXPENDITURE	<u>17,379</u>	<u>25,000</u>	<u>24,494</u>	<u>29,000</u>	<u>4,506</u>	<u>18.4%</u>
REVENUE OVER EXPENDITURE	3,909	(3,975)	(5,306)	(9,975)	(4,669)	88.0%
BEGINNING FUND BALANCE	11,428	16,047	15,337	10,031	(5,306)	-34.6%
ENDING FUND BALANCE	<u>\$ 15,337</u>	<u>\$ 12,072</u>	<u>\$ 10,031</u>	<u>\$ 56</u>	<u>\$ (9,975)</u>	<u>-99.4%</u>

**SMOKY HILL METROPOLITAN DISTRICT
2011 BUDGET
CAPITAL PROJECTS FUND**

	<u>2009 ACTUAL</u>	<u>2010 BUDGET</u>	<u>2010 PROJECTED ACTUAL</u>	<u>2011 BUDGET</u>	<u>CHANGE</u>	<u>% CHG</u>
REVENUES						
INTEREST INCOME	\$ 63	\$ 250	\$ 50	\$ -	\$ (50)	-100.0%
TOTAL REVENUE	<u>63</u>	<u>250</u>	<u>50</u>	<u>0</u>	<u>(50)</u>	<u>-100.0%</u>
EXPENDITURES						
CAPITAL OUTLAY	1,187	10,498	1,403	-	(1,403)	-100.0%
TOTAL EXPENDITURE	<u>1,187</u>	<u>10,498</u>	<u>1,403</u>	<u>-</u>	<u>(1,403)</u>	<u>-100.0%</u>
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENDITURE	(1,124)	(10,248)	(1,353)	0	1,353	-100.0%
OTHER FINANCING SOURCES (USES)						
TRANSFER TO GENERAL FUND	-	-	(7,739)	-	7,739	-100.0%
TOTAL OTHER FINANCING SOURCES USES)	<u>-</u>	<u>-</u>	<u>(7,739)</u>	<u>-</u>	<u>7,739</u>	<u>-100%</u>
EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) OTHER FINANCING (USES)	(1,124)	(10,248)	(9,092)	-	9,092	-100%
BEGINNING FUND BALANCE	10,216	10,248	9,092	-	(9,092)	-100.0%
ENDING FUND BALANCE	<u>\$ 9,092</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>0%</u>