

**SOLARIS METROPOLITAN DISTRICT NOS. 1-3
2023 CONSOLIDATED ANNUAL REPORT**

Pursuant to §32-1-207(3)(c) and the Service Plan for Solaris Metropolitan District Nos. 1-3 (the “Districts”), the Districts are required to provide an annual report to the with regard to the following matters:

For the year ending December 31, 2023, the Districts makes the following report:

§32-1-207(3) Statutory Requirements

1. Boundary changes made.

There were no changes or proposed changes to the Districts’ boundaries in 2023.

2. Intergovernmental Agreements entered into or terminated with other governmental entities.

No intergovernmental agreements were entered into or terminated during 2023.

3. Access information to obtain a copy of rules and regulations adopted by the board.

The Districts have not adopted rules and regulations in 2023.

4. A summary of litigation involving public improvements owned by the Districts.

To the best of our knowledge, there is no litigation involving the District’s Public Improvements as of December 31, 2023.

5. The status of the construction of public improvements by the Districts.

The Districts did not construct any public improvements as of December 31, 2023.

6. A list of facilities or improvements constructed by the Districts that were conveyed or dedicated to the county or municipality.

The Districts did not construct or convey any facilities or improvements as of December 31, 2023.

7. The final assessed valuation of the Districts as of December 31st of the reporting year.

The final assessed valuation of the Districts as of December 31, 2023, was:

Solaris MD No. 1 – \$12,030

Solaris MD No. 2 – \$31,702,520

Solaris MD No. 3 – \$9,096,810

8. A copy of the current year’s budget.

A copy of the 2024 budgets are attached as **Exhibit A**.

- 9. A copy of the audited financial statements, if required by the “Colorado Local Government Audit Law”, part 6 of article 1 of title 29, or the application for exemption from audit, as applicable.**

The 2023 audit is in process and will be provided as a supplement once complete.

- 10. Notice of any uncured defaults existing for more than ninety (90) days under any debt instrument of the District.**

To our actual knowledge, the Districts did not receive notice of any uncured events of default by the Districts, which continued beyond a ninety (90) day period, under any Debt instrument.

- 11. Any inability of the District to pay its obligations as they come due under any obligation which continues beyond a ninety (90) day period.**

To our actual knowledge, there was not any inability of the Districts to pay their obligations as they came due, in accordance with the terms of such obligations, which continued beyond a ninety (90) day period.

Service Plan Requirements

- 1. Boundary changes made or proposed to the Districts' boundaries as of December 31 of the prior year.**

There were no changes or proposed changes to the Districts' boundaries in 2023.

- 2. Intergovernmental Agreements with other governmental entities entered into as of December 31 of the prior year.**

No intergovernmental agreements were entered into or terminated during 2023.

- 3. A list of all facilities and improvements constructed by the Districts that have been dedicated to and accepted by the Town of Vail as of December 31 of the prior year.**

The Districts did not construct or convey any facilities or improvements as of December 31, 2023.

- 4. The final assessed valuation of the Districts for the report year.**

The final assessed valuation of the Districts as of December 31, 2023, was:

Solaris MD No. 1 – \$12,030

Solaris MD No. 2 – \$31,702,520

Solaris MD No. 3 – \$9,096,810

- 5. Current year budget including a description of the Public Improvements to be constructed in such year.**

Copies of the 2024 budgets are attached as Exhibit A.

- 6. Audit of the Districts' financial statements, for the year ending December 31 of the previous year, prepared in accordance with generally accepted accounting principles or audit exemption, if applicable.**

The 2023 audit is in process and will be provided as a supplement once complete.

- 7. Notice of any uncured defaults existing for more than ninety (90) days under any debt instrument of the Districts.**

To our actual knowledge, the Districts did not receive notice of any uncured events of default by the Districts, which continued beyond a ninety (90) day period, under any Debt instrument.

EXHIBIT A
(2024 Budget)

SOLARIS METROPOLITAN DISTRICT NO. 1

Filed electronically: dlg-filing@state.co.us
LGID#: 65739

January 30, 2024

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

RE: Solaris Metropolitan District No. 1

Attached is the 2024 Budget for the Solaris Metropolitan District No. 1 in Eagle County, Colorado, submitted pursuant to Section 29-1-116, C.R.S. This Budget was adopted on November 30, 2023. If there are any questions on the budget, please contact Mr. Jon Erickson, telephone number 970-926-6060, extension 101.

The mill levy certified to the County Commissioners of Eagle County is 0.000 mills for all general operating purposes, subject to statutory and/or TABOR limitations; 0.000 mills for general obligation debt; 0.000 mills for contractual obligations; 0.000 for refund/abatement; and 0.000 mills for Temporary Tax Credit/Mill Levy Reduction. Based on a net assessed valuation of \$12,030, the total property tax revenue is \$0. A copy of the certification of mill levies sent to the County Commissioners for Eagle 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 Eagle County, Colorado.

Sincerely,



District Administrator

Enclosure(s)

SOLARIS METROPOLITAN DISTRICT NO. 1

2024 BUDGET MESSAGE

Solaris Metropolitan District No. 1 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 public improvements and related operation and maintenance services as such power and authority is described in the Special District Act, and other applicable statutes.

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.

2024 BUDGET STRATEGY

The District was formed in late 2006. The District has joined with Solaris Metropolitan District No. 2 and Solaris Metropolitan District No. 3 in adopting a consolidated service plan. Under this consolidated service plan, the District is the “service district” and Solaris Metropolitan District No. 2 and No. 3 are the “financing districts.”

As such, the District is responsible for managing the construction and operation of facilities and improvements needed for the Solaris Metropolitan District No. 2 and No. 3 areas. For this reason, the District issued \$30,560,000 property tax revenue variable rate bonds on March 25, 2008 to be repaid with revenues pledged by Solaris Metropolitan District No. 2 and No. 3. During 2013 Solaris Metropolitan District No. 2 issued bonds and transferred the proceeds to District No. 1 and the 2008 bonds were paid off and the District has no bonds currently outstanding.

Operating expenses are funded pursuant to an Operating Agreement between Solaris Metropolitan District Nos. 1, 2 and 3. District No. 1 performs the operations and the operating expenses are funded through property tax revenues collected by the “financing” districts (No. 2 and No. 3) and paid to District No. 1. Additionally, the Developer in the District advances funds to District No. 1 for operations and then such advances are repaid as the property tax revenues are received.

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 1

TO ADOPT 2024 BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE SOLARIS METROPOLITAN DISTRICT NO. 1, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2024 AND ENDING ON THE LAST DAY OF DECEMBER 2024.

WHEREAS, the Board of Directors of the Solaris Metropolitan District No. 1 has appointed a budget committee to prepare and submit a proposed 2024 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 30, 2023, 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 Solaris Metropolitan District No. 1, Eagle County, Colorado:

Section 1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Solaris Metropolitan District No. 1 for the year stated above, as it may be adjusted for immaterial changes in the final certified assessed value of the District as certified by the county assessor and corresponding budget adjustments resulting from such changes to the assessed value. In the event there are material changes to the assessed value then a subsequent meeting of the Board shall be called to consider such changes. Furthermore, to the extent specific capital expenditures budgeted and forecasted for the current year are unable to be completed by the end of the current year, the budget for such expenditures shall be transferred into next year's budget and the budgeted beginning fund balance for next year's budget shall be updated to reflect such changes.

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.

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 1 (CONTINUED)

TO SET MILL LEVIES

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2023, TO HELP DEFRAID THE COSTS OF GOVERNMENT FOR THE SOLARIS METROPOLITAN DISTRICT NO. 1, EAGLE COUNTY, COLORADO, FOR THE 2024 BUDGET YEAR.

WHEREAS, the Board of Directors of the Solaris Metropolitan District No. 1, has adopted the annual budget in accordance with the Local Government Budget Law, on November 30, 2023 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 Solaris Metropolitan District No. 1 hereby documents its intent to preserve its voter approved mill levy rate of 00.000 mills and to provide property tax relief by a temporary reduction in property taxes in accordance with C.R.S. 39-1-111.5, 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 \$0.00, and;

WHEREAS, the 2023 valuation for assessment for the Solaris Metropolitan District No. 1, as certified by the County Assessor is \$12,010.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Solaris Metropolitan District No. 1, EAGLE COUNTY, COLORADO:

Section 1. That for the purposes of meeting all general operating expenses of the Solaris Metropolitan District No. 1 during the 2024 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 2023.

Section 2. That for the purposes of rendering a temporary credit/refund to its constituents during budget year 2024 there is hereby levied a temporary tax credit/mill levy reduction of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2023.

Section 3. That for the purpose of meeting all capital expenditures of the Solaris Metropolitan District No. 1 during the 2024 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 2023.

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 1 (CONTINUED)

TO SET MILL LEVIES (CONTINUED)

- Section 4. That for the purpose of meeting all payments for bonds and interest of the Solaris Metropolitan District No. 1 during the 2024 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 2023.
- Section 5. That for the purpose of recouping refunds and abatements of the Solaris Metropolitan District No. 1 during the 2024 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 2023.
- Section 6. That any officer or the District Administrator is hereby authorized and directed to either immediately certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Solaris Metropolitan District No. 1 as hereinabove determined and set, or be authorized and directed to certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Solaris Metropolitan District No. 1 as hereinabove determined and set based upon the final (December) certification of valuation from the county assessor.

(THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK)

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 1 (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 SOLARIS METROPOLITAN DISTRICT NO. 1, EAGLE COUNTY, COLORADO, FOR THE 2024 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on November 30, 2023, 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 SOLARIS METROPOLITAN DISTRICT NO. 1, EAGLE COUNTY, COLORADO:

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

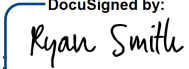
GENERAL FUND:	
General and Admin Expenditures	\$112,175
Operations Expenditures	\$1,127,274
Developer Repayment	<u>\$1,127,730</u>
TOTAL GENERAL FUND:	\$2,367,179

(THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK)

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 1 (CONTINUED)

**TO ADOPT 2024 BUDGET, SET MILL LEVIES AND
APPROPRIATE SUMS OF MONEY
(CONTINUED)**

The above resolutions to adopt the 2024 budget, set the mill levies and to appropriate sums of money were adopted this 30th day of November, 2023.

Attest: 
EC0919BEBEA3426...

Title: Chairman

**SOLARIS METROPOLITAN DISTRICT #1
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET, ACTUAL AND FORECAST FOR THE PERIODS INDICATED**

Printed: 01/26/24
Modified Accrual Basis

GENERAL FUND

	Cal Yr 2022 Audited Actual	Cal Yr 2023 Adopted Budget	Cal Yr 2023 Amended Budget	Variance Favorable (Unfav)	Cal Yr 2023 Forecast	10 Months Ended 10/31/23 Actual	10 Months Ended 10/31/23 Budget	Variance Favorable (Unfav)	Cal Yr 2024 Adopted Budget	
Assessed Valuation										
Solaris Metro Dist # 1	11,660	11,820	11,820		11,820				12,030	FINAL AV
Solaris Metro Dist # 2	31,542,490	30,680,560	30,680,560		30,680,560				31,702,520	FINAL AV
Allowance for Protests/Abatements										
Solaris Metro Dist # 3	7,104,950	7,166,660	7,166,660		7,166,660				9,096,810	FINAL AV
Residential Service Obligation Mill Levy	10.000	10.000	10.000		10.000				23.750	
Residential Advance Note Mill Levy	0.000	0.000	0.000		0.000				0.000	
Commercial Service Obligation Mill Levy	10.000	10.000	10.000		10.000				23.750	
Commercial Advance Note Mill Levy	0.000	0.000	0.000		0.000				0.000	
REVENUES										
Developer Cost Recovery Advance		0	0	0	0		0	0	0	
SMD No. 2 Operations Costs Payment	315,754	307,506	312,942	5,436	312,942	307,780	307,506	274	767,994	
SMD No. 2 Advance Note Payment		0	0	0	0	0	0	0	0	
SMD No. 3 Operations Costs Payment	72,882	73,100	73,100	0	73,100	73,629	73,100	529	220,370	
SMD No. 3 Advance Note Payment		0	0	0	0	0	0	0	0	
Ice Skate Rental Income	229,410	200,000	200,000	0	200,000	113,815	140,000	(26,185)	200,000	Per Matt
Skate Shop Rent Income	23,603	24,311	24,311	0	24,311	18,143	20,259	(2,117)	25,041	Per Matt
Special Event Income	24,050	25,000	25,000	0	25,000	23,750	18,750	5,000	25,000	Per Matt
Miscellaneous Income	0			0		0	0	0	0	
Interest Income	4,524	1,500	6,000	4,500	6,000	5,222	1,250	3,972	1,500	
Total Revenues	670,223	631,417	641,353	9,936	641,353	542,338	560,865	(18,526)	1,239,905	
GENERAL & ADMIN EXPENDITURES										
Accounting	49,755	33,500	33,500	0	33,500	27,080	27,917	837	37,000	
Audit	9,400	9,600	9,600	0	9,600	9,600	9,600	0	9,500	Avg Per RFPs
Elections	3,036	3,000	2,165	835	2,165	2,165	3,000	835	0	Bd mbr election
General Engineering	0	0	0	0	0	0	0	0	0	
Insurance	15,134	16,750	17,690	(940)	17,690	17,690	16,750	(940)	18,575	
Legal - General Counsel	12,763	15,750	15,750	0	15,750	6,324	13,125	6,801	15,750	
Miscellaneous	676	1,050	1,050	0	1,050	672	875	203	1,050	
Contingency	0	10,000	10,000	10,000	0	0	0	0	10,000	
Contributions to SMD 2 and 3	18,717	20,135	19,035	1,100	19,035	19,035	20,135	1,100	20,300	
TOTAL G&A EXPENDITURES	109,481	109,785	108,790	10,995	98,790	82,567	91,402	8,835	112,175	

No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.

**SOLARIS METROPOLITAN DISTRICT #1
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET, ACTUAL AND FORECAST FOR THE PERIODS INDICATED**

Printed: 01/26/24
Modified Accrual Basis

GENERAL FUND - (CONTINUED)

	Cal Yr 2022 Audited Actual	Cal Yr 2023 Adopted Budget	Cal Yr 2023 Adopted Budget	Variance Favorable (Unfav)	Cal Yr 2023 Forecast	10 Months Ended 10/31/23 Actual	10 Months Ended 10/31/23 Budget	Variance Favorable (Unfav)	Cal Yr 2024 Adopted Budget	
OPERATING EXPENDITURES										
Bank Fees	0	0	0	0	0	0	0	0	0	Per Matt
Cash Short (Sales Tax not Collected)	0	0	0	0	0	0	0	0	0	Should be \$0
Credit Card Fees	7,994	7,000	8,000	(1,000)	8,000	4,553	4,667	114	8,000	Per Matt
Insurance Expense	8,789	16,000	16,000	0	16,000	0	0	0	16,000	Per Matt
Janitorial Expense / Trash	19,002	20,000	23,264	(3,264)	23,264	18,413	13,333	(5,079)	24,000	
Plaza & Bathroom Trash Expense	8,100	8,100	11,000	(2,900)	11,000	8,600	4,050	(4,550)	12,000	
Misc Expense	0	0	0	0	0	0	0	0	0	
Rent & CAM	118,854	122,420	129,061	(6,641)	129,061	105,217	102,016	(3,201)	132,933	2023 plus 3% incr
Management Labor	86,500	87,035	118,750	(31,715)	118,750	98,958	72,529	(26,429)	122,312	Per Matt
Repairs and Maintenance	16,971	10,000	17,500	(7,500)	17,500	15,517	8,333	(7,184)	15,000	Per Matt
Supplies	0	1,000	0	1,000	0	0	833	833	1,000	Per Matt
Skate Shop Contract Labor	32,144	31,000	29,000	2,000	29,000	16,831	20,667	3,836	31,000	Per Matt
Skate Shop Management Fee	22,841	20,000	20,000	0	20,000	11,382	13,333	1,952	20,000	% of Sales
Skate Shop Supplies	6,401	1,500	11,000	(9,500)	11,000	10,480	1,000	(9,480)	1,500	Per Matt
Special Event Expenses	2,405	2,500	2,500	0	2,500	2,345	2,500	155	2,500	% of Event
Utilities - Skate Shop	1,989	1,900	1,900	0	1,900	1,548	1,267	(281)	1,900	Per Matt
Utilities - Electricity	38,955	30,000	42,451	(12,451)	42,451	28,377	20,000	(8,377)	42,451	Per Matt
Utilities - Gas	84,307	55,000	70,178	(15,178)	70,178	44,549	36,667	(7,882)	70,178	Per Matt, gas rate
Utilities - Water	18,223	15,000	14,136	864	14,136	8,692	10,000	1,308	15,000	Per Matt
Utilities - Street Scapes	12,673	18,054	13,000	5,054	13,000	0	12,036	12,036	13,000	Per Matt
Landscaping - Plaza	39,708	40,000	40,000	0	40,000	28,369	26,667	(1,703)	40,000	Per Matt
Plaza Repair & Maintenance	38,216	225,000	299,000	(74,000)	299,000	267,357	150,000	(117,357)	100,000	Per Matt, normal i
Plaza Maintenance Labor	78,321	80,000	73,639	6,361	73,639	23,639	66,667	43,028	75,000	Per Matt
Public Bathroom Labor	35,961	37,000	37,532	(532)	37,532	14,734	30,833	16,100	37,000	Per Matt
Loading Dock Labor	36,203	20,000	25,000	(5,000)	25,000	14,743	16,667	1,924	25,000	Per Matt
Loading Dock Repair & Maintenance	289,995	125,000	126,000	(1,000)	126,000	126,661	104,167	(22,495)	10,000	Large loading doc
Art Repair & Maintenance	9,800	153,000	2,000	151,000	2,000	1,233	127,500	126,267	0	Repairs - Tree Lig
Ice Rink Repair & Maintenance	39,012	15,000	1,000	14,000	1,000	150	12,500	12,350	60,000	Per Matt
Zamboni Maint. And Fuel	2,579	1,500	1,500	0	1,500	1,404	1,000	(404)	1,500	Per Matt
Turf	0	1,000	1,000	0	1,000	0	1,000	1,000	150,000	Repl every 4-5 yr
Contingency				0			0	0	100,000	
Operating Expenditures	1,055,941	1,144,009	1,134,411	9,598	1,134,411	853,751	860,232	6,481	1,127,274	
REVENUE OVER (UNDER) EXPEND.	(495,199)	(622,377)	(601,848)	30,529	(591,848)	(393,979)	(390,768)	(3,211)	456	0
OTHER FINANCING SOURCES and (USES)										
Advance/Loan from District No. 2	0			0		0	0	0		
Advance/Loan from District #3	0			0		0	0	0		
Transfer in from District #3	0			0		0	0	0		
Transfer in from District #3	0			0		0	0	0		
Developer Advances	938,698	1,144,009	1,134,411	(9,598)	1,134,411	688,143	860,232	(172,089)	1,127,274	
Repayment of Developer Advances/Intere	(466,885)	(521,632)	(652,563)	(140,931)	(662,563)	(200,000)	(469,463)	269,463	(1,127,730)	
Repayment of Developer Principal from N	0			0		0	0	0		
Repayment of Developer Interest from Ne	0			0		0	0	0		
Advance Note Principal	0	0	0	0	0	0	0	0	0	
Advance Note Interest	0	0	0	0	0	0	0	0	0	
Transfer to Debt Service Fund										
TOTAL OTHER FINANCING SOURCES	471,813	622,377	481,848	(150,529)	471,848	488,143	390,768	97,374	(456)	
FUND BALANCE - BEGINNING	170,412	21,317	147,026	125,709	147,026	147,026	21,317	125,709	27,026	
FUND BALANCE - ENDING	147,026	21,317	27,026	5,709	27,026	241,190	21,317	219,872	27,026	

No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Eagle County, Colorado.

On behalf of the Solaris Metropolitan District #1
(taxing entity)^A

the Board of Directors
(governing body)^B

of the Solaris Metropolitan District #1
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of: \$ 12,030
(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: \$ 12,030
(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: 1/3/2024 for budget/fiscal year 2024
(not later than Dec 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY²	REVENUE²
1. General Operating Expenses ^H	<u>0.000</u> mills	\$ -
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	<u>(0.000)</u> mills	\$ -
SUBTOTAL FOR GENERAL OPERATING:	<u>(0.000)</u> mills	<u>\$ -</u>
3. General Obligation Bonds and Interest ^J	<u>0.000</u> mills	\$ -
4. Contractual Obligations ^K	<u>0.000</u> mills	\$ -
5. Capital Expenditures ^L	<u>0.000</u> mills	\$ -
6. Refunds/Abatements ^M	<u>0.000</u> mills	\$ -
7. Other ^N (specify): _____	<u>0.000</u> mills	\$ -
	<u>0.000</u> mills	\$ -
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>0.000</u> mills	<u>\$ -</u>

Contact person: Jon Erickson Daytime phone: (970) 926-6060 x101
(print)
Signed:  Title: District Accountant

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) 864-7720.

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).

SOLARIS METROPOLITAN DISTRICT NO. 2

Filed electronically: dlg-filing@state.co.us
LGID#: 65740

January 30, 2024

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

RE: Solaris Metropolitan District No. 2

Attached is the 2024 Budget for the Solaris Metropolitan District No. 2 in Eagle County, Colorado, submitted pursuant to Section 29-1-116, C.R.S. This Budget was adopted on November 30, 2023. If there are any questions on the budget, please contact Mr. Jon Erickson, telephone number 970-926-6060, extension 101.

The mill levy certified to the County Commissioners of Eagle County is 23.750 mills for all general operating purposes, subject to statutory and/or TABOR limitations; 0.000 mills for general obligation debt; 45.348 mills for contractual obligations; 0.000 for refund/abatement; and 0.000 mills for Temporary Tax Credit/Mill Levy Reduction. Based on a net assessed valuation of \$31,702,520, the total property tax revenue is \$2,190,580.73. A copy of the certification of mill levies sent to the County Commissioners for Eagle 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 Eagle County, Colorado.

Sincerely,



District Administrator

Enclosure(s)

SOLARIS METROPOLITAN DISTRICT NO. 2

2024 BUDGET MESSAGE

Solaris Metropolitan District No. 2 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 public improvements and related operation and maintenance services as such power and authority is described in the Colorado Special District Act, and other applicable statutes.

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.

2024 BUDGET STRATEGY

The District was formed in late 2006. The District has joined with Solaris Metropolitan District No. 1 and Solaris Metropolitan District No. 3 in adopting a consolidated service plan. Under this consolidated service plan, Solaris Metropolitan District No. 1 is the “service district” and Solaris Metropolitan Districts No. 2 and No. 3 are the “financing districts.”

As such, Solaris Metropolitan District No.1 is responsible for managing the construction and operation of facilities and improvements needed for the Solaris Metro Districts No. 2 and No. 3 areas. Initially Solaris Metropolitan District No. 1 issued \$30,560,000 property tax revenue variable rate bonds on March 25, 2008 to be repaid with revenues pledged by Solaris Metropolitan District No. 2 and No. 3. During 2013 Solaris Metropolitan District No. 2 issued bonds and transferred the proceeds to District No. 1 and District No. 1’s 2008 bonds were paid off. During 2016 Solaris Metropolitan District No. 3 issued bonds and transferred the proceeds to District No. 2 and District No. 2’s 2013 bonds were paid off. During 2021 District No. 3 entered into a loan agreement in order to refund the 2016 bonds. Solaris Metropolitan District No. 2 and No. 3 levy a debt service mill levy to pay the debt service on District No. 3’s 2021 loan.

Operating expenses are funded pursuant to an Operating Agreement between Solaris Metropolitan District Nos. 1, 2 and 3. District No. 1 performs the operations and the operating expenses are funded through property tax revenues collected by the “financing” districts (No. 2 and No. 3) and paid to District No. 1.

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 2

TO ADOPT 2024 BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE SOLARIS METROPOLITAN DISTRICT NO. 2, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2024 AND ENDING ON THE LAST DAY OF DECEMBER 2024.

WHEREAS, the Board of Directors of the Solaris Metropolitan District No. 2 has appointed a budget committee to prepare and submit a proposed 2024 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 30, 2023, 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 Solaris Metropolitan District No. 2, Eagle County, Colorado:

Section 1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Solaris Metropolitan District No. 2 for the year stated above, as it may be adjusted for immaterial changes in the final certified assessed value of the District as certified by the county assessor and corresponding budget adjustments resulting from such changes to the assessed value. In the event there are material changes to the assessed value then a subsequent meeting of the Board shall be called to consider such changes. Furthermore, to the extent specific capital expenditures budgeted and forecasted for the current year are unable to be completed by the end of the current year, the budget for such expenditures shall be transferred into next year's budget and the budgeted beginning fund balance for next year's budget shall be updated to reflect such changes.

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.

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 2 (CONTINUED)

TO SET MILL LEVIES

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2023, TO HELP DEFRAID THE COSTS OF GOVERNMENT FOR THE SOLARIS METROPOLITAN DISTRICT NO. 2, EAGLE COUNTY, COLORADO, FOR THE 2024 BUDGET YEAR.

WHEREAS, the Board of Directors of the Solaris Metropolitan District No. 2, has adopted the annual budget in accordance with the Local Government Budget Law, on November 30, 2023 and;

WHEREAS, the amount of money necessary to balance the budget for general operating expenses and capital expenditure purposes from property tax revenue is \$752,934.85 and;

WHEREAS, the Solaris Metropolitan District No. 2 hereby documents its intent to preserve its voter approved mill levy rate and to provide property tax relief by a temporary reduction in property taxes in accordance with C.R.S. 39-1-111.5, 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 \$1,437,645.88, and;

WHEREAS, the 2023 valuation for assessment for the Solaris Metropolitan District No. 2, as certified by the County Assessor is \$31,702,520.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Solaris Metropolitan District No. 2, EAGLE COUNTY, COLORADO:

Section 1. That for the purposes of meeting all general operating expenses of the Solaris Metropolitan District No. 2 during the 2024 budget year, there is hereby levied a tax of 23.750 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2023.

Section 2. That for the purposes of rendering a temporary credit/refund to its constituents during budget year 2024 there is hereby levied a temporary tax credit/mill levy reduction of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2023.

Section 3. That for the purpose of meeting all capital expenditures of the Solaris Metropolitan District No. 2 during the 2024 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 2023.

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 2 (CONTINUED)

TO SET MILL LEVIES (CONTINUED)

- Section 4. That for the purpose of meeting all payments for bonds and interest of the Solaris Metropolitan District No. 2 during the 2024 budget year, there is hereby levied a tax of 45.348 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2023.
- Section 5. That for the purpose of recouping refunds and abatements of the Solaris Metropolitan District No. 2 during the 2024 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 2023.
- Section 6. That any officer or the District Administrator is hereby authorized and directed to either immediately certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Solaris Metropolitan District No. 2 as hereinabove determined and set, or be authorized and directed to certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Solaris Metropolitan District No. 2 as hereinabove determined and set based upon the final (December) certification of valuation from the county assessor.

(THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK)

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 2 (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 SOLARIS METROPOLITAN DISTRICT NO. 2, EAGLE COUNTY, COLORADO, FOR THE 2024 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on November 30, 2023, 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 SOLARIS METROPOLITAN DISTRICT NO. 2, EAGLE COUNTY, COLORADO:

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

GENERAL FUND:

Operations Expenditures	<u>\$808,282</u>
TOTAL GENERAL FUND	\$808,282

DEBT SERVICE FUND:

Debt Service Expenditures	<u>\$1,521,528</u>
TOTAL DEBT SERVICE FUND:	\$1,521,528

(THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK)

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 2 (CONTINUED)

**TO ADOPT 2024 BUDGET, SET MILL LEVIES AND
APPROPRIATE SUMS OF MONEY
(CONTINUED)**

The above resolutions to adopt the 2024 budget, set the mill levies and to appropriate sums of money were adopted this 30th day of November, 2023.

DocuSigned by:
Attest: Ryan Smith
EC0919BEBEA3426...

Title: Chairman

SOLARIS METROPOLITAN DISTRICT # 2
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET, ACTUAL AND FORECAST FOR THE PERIODS INDICATED

Printed: 1/26/24

Modified
 Accrual
 Basis

GENERAL FUND	Cal Yr 2022 Audited Actual	Cal Yr 2023 Adopted Budget	Cal Yr 2023 Amended Budget	Variance Favorable (Unfav)	Cal Yr 2023 Forecast	10 Months Ended 10/31/23 Actual	10 Months Ended 10/31/23 Budget	Variance Favorable (Unfav)	Cal Yr 2024 Adopted Budget	BUDGET ASSUMPTIONS
Assessed Valuation	31,542,490	30,680,560	30,680,560	0	30,680,560				31,702,520	FINAL AV
Allowance for Protests/Abatements										
Service Obligation Mill Levy	10,000	10,000	10,000		10,000				23,750	
Advance Note Mill Levy	0.000	0.000	0.000		0.000				0.000	
REVENUES										
SMD #2 Prop Tax - Service Obligation	315,647	306,806	306,806	0	306,806	307,020	306,806	214	752,935	
SMD #2 Prop Tax - Advance Note	0	0	0	0	0	0	0	0	0	
SMD #2 SO Tax - Service Ob & Adv Note	17,024	15,340	15,340	0	15,340	13,349	12,784	565	37,647	5% of Prop. Taxes
SMD #1 Expense Reimbursement	9,917	10,695	10,081	(614)	10,081	10,081	10,695	(614)	10,200	
Interest Income	1,017	700	6,500	5,800	6,500	6,230	583	5,646	700	
TOTAL REVENUES	343,606	333,541	338,727	5,186	338,727	336,679	330,868	5,811	801,482	
EXPENDITURES										
Insurance	4,217	4,870	4,870	614	4,256	4,256	4,870	614	4,700	
Advance repayment	0	0	0	0	0	0	0	0	0	
Audit	5,700	5,825	5,825	0	5,825	5,825	5,825	0	5,500	Avg Per RFPs
Election	0	0	0	0	0	0	0	0	0	
Legal	0	0	0	0	0	0	0	0	0	
Office Supplies	0	0	0	0	0	0	0	0	0	
Treasurer's Fees - Service Ob & Adv Note	9,473	9,204	9,204	0	9,204	9,215	9,204	(10)	22,588	3% of Prop. Taxes
Operations Costs Payment to SMD No. 1	315,754	307,506	312,942	(5,436)	312,942	312,851	307,506	(5,346)	767,994	Xfer Prop Tax
Advance Note Payments to SMD No. 1	0	0	0	0	0	0	0	0	0	Xfer Prop Tax
Contingency Allowance	0	7,500	7,500	7,500	0	0	0	0	7,500	
TOTAL EXPENDITURES	335,144	334,905	340,341	2,678	332,227	332,147	327,405	(4,742)	808,282	
REVENUE OVER (UNDER) EXPEND.	8,463	(1,364)	(1,614)	7,864	6,500	4,532	3,463	1,069	(6,800)	
OTHER SOURCES AND (USES)										
Advance/Loan to District 1 to be Repaid				0					0	
TOTAL OTHER SOURCES & (USES)	0	0	0	0	0	0	0	0	0	
FUND BALANCE - BEGINNING	47,655	53,956	53,956	2,161	56,117	56,117	53,956	2,161	62,617	
FUND BALANCE - ENDING	56,117	52,592	52,342	10,025	62,617	60,649	57,419	3,230	55,817	

No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.

SOLARIS METROPOLITAN DISTRICT # 2
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET, ACTUAL AND FORECAST FOR THE PERIODS INDICATED

Printed: 1/26/24

Modified
 Accrual
 Basis

DEBT SERVICE FUND	Cal Yr 2022 Audited Actual	Cal Yr 2023 Adopted Budget	Cal Yr 2023 Amended Budget	Variance Favorable (Unfav)	Cal Yr 2023 Forecast	10 Months Ended 10/31/23 Actual	10 Months Ended 10/31/23 Budget	Variance Favorable (Unfav)	Cal Yr 2024 Adopted Budget	BUDGET ASSUMPTIONS
Assessed Valuation	31,542,490	30,680,560	30,680,560	0	30,680,560				31,702,520	FINAL AV
Allowance for Protests/Abatements				0						
Senior Debt Service Mill Levy	45.278	45.806	45.806		45.806				45.348	
Subordinate Debt Mill Levy	0.000	0.000	0.000		0.000				0.000	
REVENUES										
SMD #2 Prop Tax - Senior Debt Service	1,429,188	1,405,354	1,405,354	0	1,405,354	1,406,334	1,405,354	980	1,437,646	
SMD #2 Prop Tax - Subordinate Debt Svc	0	0	0	0	0	0	0	0	0	
Specific Ownership Taxes	77,083	70,268	70,268	0	70,268	61,145	58,556	2,589	71,882	5% of Prop. Taxes
SMD #3 Property Tax Transfer	0	0	0	0	0	0	0	0	0	
Developer Advance	0	0	0	0	0	0	0	0	0	
Interest Income	2,131	2,000	18,500	16,500	18,500	16,983	1,667	15,317	2,000	
TOTAL REVENUES	1,508,402	1,477,621	1,494,121	16,500	1,494,121	1,484,462	1,465,577	18,885	1,511,528	
EXPENDITURES										
Senior Bond Costs Payment to SMD #3	1,463,863	1,435,461	1,451,961	(16,500)	1,451,961	1,424,320	1,423,416	(904)	1,468,399	Xfer Prop Tax
Sub Bond Costs Payment to SMD #3	0	0	0	0	0	0	0	0	0	Xfer Prop Tax
Treasurer's Fees	42,890	42,161	42,161	0	42,161	42,208	42,161	(48)	43,129	3% of Prop. Taxes
Cash Management Fee	0	0	0	0	0	0	0	0	0	
Contingency		10,000	10,000	10,000	0		0	0	10,000	Allow for SO Varian
TOTAL EXPENDITURES	1,506,753	1,487,621	1,504,121	(6,500)	1,494,121	1,466,529	1,465,577	(952)	1,521,528	
REVENUE OVER (UNDER) EXPEND.	1,649	(10,000)	(10,000)	10,000	0	17,934	0	17,934	(10,000)	
OTHER SOURCES/(USES)										
Xfer from No. 3 Bond Proceeds	0			0			0	0		
Proceeds from Bond Issuance	0						0	0		
Payment to SMD #3	0			0			0	0		
Payment from SMD #1 for Special Fund	0						0	0		
Payment from SMD #1 for Bond Reserve Fu	0						0	0		
Cost of Issuance	0						0	0		
TOTAL OTHER FINANCING SOURCES	0	0	0	0	0	0	0	0	0	
FUND BALANCE - BEGINNING	75,499	75,499	75,499	1,649	77,148	77,148	75,499	1,650	77,148	
FUND BALANCE - ENDING	77,148	65,499	65,499	11,649	77,148	95,082	75,499	19,583	67,148	
No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.										
Components of Fund Balance:										
Developer Loan Special Fund	0	0	0	0	0				0	
Bond Reserve Fund	0	0	0	0	0				0	
Other	77,148	65,499	65,499	11,649	77,148				67,148	
Total	77,148	65,499	65,499	11,649	77,148				67,148	

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Eagle County, Colorado.

On behalf of the Solaris Metropolitan District #2

(taxing entity)^A

the Board of Directors

(governing body)^B

of the Solaris Metropolitan District #2

(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of:

\$ 31,702,520

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:

\$ 31,702,520

(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: 1/3/2024
(not later than Dec 15) (mm/dd/yyyy)

for budget/fiscal year 2024.
(yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>23.750</u> mills	\$ <u>752,934.85</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	<u>0.000</u> mills	\$ <u>-</u>
SUBTOTAL FOR GENERAL OPERATING:	<u>23.750</u> mills	<u>\$ 752,934.85</u>
3. General Obligation Bonds and Interest ^J	<u> </u> mills	\$ <u>-</u>
4. Contractual Obligations ^K	<u>45.348</u> mills	\$ <u>1,437,645.88</u>
5. Capital Expenditures ^L	<u>0.000</u> mills	\$ <u>-</u>
6. Refunds/Abatements ^M	<u>0.000</u> mills	\$ <u>-</u>
7. Other ^N (specify): <u> </u>	<u>0.000</u> mills	\$ <u>-</u>
	<u>0.000</u> mills	\$ <u>-</u>
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>69.098</u> mills	<u>\$ 2,190,580.73</u>

Contact person: Jon Erickson Daytime phone: (970) 926-6060 x101
(print)
Signed:  Title: District Accountant

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) 864-7720.

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 (32-1-603 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 (32-1-603, 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: _____
Series: _____
Date of Issue: _____
Coupon rate: _____
Maturity Date: _____
Levy: _____
Revenue: _____

- 2. Purpose of Issue: _____

Series: _____
Date of Issue: _____
Coupon rate: _____
Maturity Date: _____
Levy: _____
Revenue: _____

CONTRACTS^K:

- 3. Purpose of Contract: Pledge revenues in support of general obligation loan and note.
Title: Capital Pledge and Mill Levy Policy Agreement
Date: 12/15/2021
Principal Amount: None Stated
Maturity Date: _____
Levy: 45.348
Revenue: \$1,437,645.88

- 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.

SOLARIS METROPOLITAN DISTRICT NO. 3

Filed electronically: dlg-filing@state.co.us
LGID#: 65741

January 30, 2024

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

RE: Solaris Metropolitan District No. 3

Attached is the 2024 Budget for the Solaris Metropolitan District No. 3 in Eagle County, Colorado, submitted pursuant to Section 29-1-116, C.R.S. This Budget was adopted on November 30, 2023. If there are any questions on the budget, please contact Mr. Jon Erickson, telephone number 970-926-6060, extension 101.

The mill levy certified to the County Commissioners of Eagle County is 23.750 mills for all general operating purposes, subject to statutory and/or TABOR limitations; 19.184 mills for general obligation debt; 0.000 mills for contractual obligations; 0.000 for refund/abatement; and 0.000 mills for Temporary Tax Credit/Mill Levy Reduction. Based on a net assessed valuation of \$9,096,810, the total property tax revenue is \$390,562.44. A copy of the certification of mill levies sent to the County Commissioners for Eagle 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 Eagle County, Colorado.

Sincerely,



District Administrator

Enclosure(s)

SOLARIS METROPOLITAN DISTRICT NO. 3

2024 BUDGET MESSAGE

Solaris Metropolitan District No. 3 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 public improvements and related operation and maintenance services as such power and authority is described in the Colorado Special District Act, and other applicable statutes.

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.

2024 BUDGET STRATEGY

The District was formed in late 2006. The District has joined with Solaris Metropolitan District No. 1 and Solaris Metropolitan District No. 2 in adopting a consolidated service plan. Under this consolidated service plan, Solaris Metropolitan District No. 1 is the “service district” and Solaris Metropolitan Districts No. 2 and No. 3 are the “financing districts.”

As such, Solaris Metropolitan District No.1 is responsible for managing the construction and operation of facilities and improvements needed for the Solaris Metro Districts No. 2 and No. 3 areas. Initially Solaris Metropolitan District No. 1 issued \$30,560,000 property tax revenue variable rate bonds on March 25, 2008 to be repaid with revenues pledged by Solaris Metropolitan District Nos. 2 and 3. During 2013 Solaris Metropolitan District No. 2 issued bonds and transferred the proceeds to District No. 1 and District No. 1’s 2008 bonds were paid off. During 2016 Solaris Metropolitan District No. 3 issued bonds and transferred the proceeds to District No. 2 and District No. 2’s 2013 bonds were paid off. During 2021 District No. 3 entered into a loan agreement in order to refund the 2016 bonds. Solaris Metropolitan District No. 2 and No. 3 levy a debt service mill levy to pay the debt service on District No. 3’s 2016 bonds.

Operating expenses are funded pursuant to an Operating Agreement between Solaris Metropolitan District Nos. 1, 2 and 3. District No. 1 performs the operations and the operating expenses are funded through property tax revenues collected by the “financing” districts (No. 2 and No. 3) and paid to District No. 1.

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 3

TO ADOPT 2024 BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET FOR THE SOLARIS METROPOLITAN DISTRICT NO. 3, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2024 AND ENDING ON THE LAST DAY OF DECEMBER 2024.

WHEREAS, the Board of Directors of the Solaris Metropolitan District No. 3 has appointed a budget committee to prepare and submit a proposed 2024 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 30, 2023, 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 Solaris Metropolitan District No. 3, Eagle County, Colorado:

Section 1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Solaris Metropolitan District No. 3 for the year stated above, as it may be adjusted for immaterial changes in the final certified assessed value of the District as certified by the county assessor and corresponding budget adjustments resulting from such changes to the assessed value. In the event there are material changes to the assessed value then a subsequent meeting of the Board shall be called to consider such changes. Furthermore, to the extent specific capital expenditures budgeted and forecasted for the current year are unable to be completed by the end of the current year, the budget for such expenditures shall be transferred into next year's budget and the budgeted beginning fund balance for next year's budget shall be updated to reflect such changes.

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.

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 3 (CONTINUED)

TO SET MILL LEVIES

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2023, TO HELP DEFRAID THE COSTS OF GOVERNMENT FOR THE SOLARIS METROPOLITAN DISTRICT NO. 3, EAGLE COUNTY, COLORADO, FOR THE 2024 BUDGET YEAR.

WHEREAS, the Board of Directors of the Solaris Metropolitan District No. 3, has adopted the annual budget in accordance with the Local Government Budget Law, on November 30, 2023 and;

WHEREAS, the amount of money necessary to balance the budget for general operating expenses and capital expenditure purposes from property tax revenue is \$216,049.24 and;

WHEREAS, the Solaris Metropolitan District No. 3 hereby documents its intent to preserve its voter approved mill levy rate and to provide property tax relief by a temporary reduction in property taxes in accordance with C.R.S. 39-1-111.5, 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 \$174,513.20, and;

WHEREAS, the 2023 valuation for assessment for the Solaris Metropolitan District No. 3, as certified by the County Assessor is \$9,096,866.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Solaris Metropolitan District No. 3, EAGLE COUNTY, COLORADO:

Section 1. That for the purposes of meeting all general operating expenses of the Solaris Metropolitan District No. 3 during the 2024 budget year, there is hereby levied a tax of 23.750 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2023.

Section 2. That for the purposes of rendering a temporary credit/refund to its constituents during budget year 2024 there is hereby levied a temporary tax credit/mill levy reduction of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2023.

Section 3. That for the purpose of meeting all capital expenditures of the Solaris Metropolitan District No. 3 during the 2024 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 2023.

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 3 (CONTINUED)

TO SET MILL LEVIES (CONTINUED)

- Section 4. That for the purpose of meeting all payments for bonds and interest of the Solaris Metropolitan District No. 3 during the 2024 budget year, there is hereby levied a tax of 19.184 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2023.
- Section 5. That for the purpose of recouping refunds and abatements of the Solaris Metropolitan District No. 3 during the 2024 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 2023.
- Section 6. That any officer or the District Administrator is hereby authorized and directed to either immediately certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Solaris Metropolitan District No. 3 as hereinabove determined and set, or be authorized and directed to certify to the County Commissioners of Eagle County, Colorado, the mill levies for the Solaris Metropolitan District No. 3 as hereinabove determined and set based upon the final (December) certification of valuation from the county assessor.

(THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK)

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 3 (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 SOLARIS METROPOLITAN DISTRICT NO. 3, EAGLE COUNTY, COLORADO, FOR THE 2024 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on November 30, 2023, 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 SOLARIS METROPOLITAN DISTRICT NO. 3, EAGLE COUNTY, COLORADO:

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

GENERAL FUND:

Operations Expenditures	<u>\$241,952</u>
TOTAL GENERAL FUND	\$241,952

DEBT SERVICE FUND:

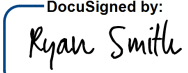
Debt Service Expenditures	<u>\$1,644,707</u>
TOTAL DEBT SERVICE FUND:	\$1,644,707

(THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK)

RESOLUTIONS OF SOLARIS METROPOLITAN DISTRICT NO. 3 (CONTINUED)

**TO ADOPT 2024 BUDGET, SET MILL LEVIES AND
APPROPRIATE SUMS OF MONEY
(CONTINUED)**

The above resolutions to adopt the 2024 budget, set the mill levies and to appropriate sums of money were adopted this 30th day of November, 2023.

Attest: 
EC09198EBEA3426...

Title: Chairman

SOLARIS METROPOLITAN DISTRICT NO. 3
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET, ACTUAL AND FORECAST FOR THE PERIODS INDICATED

Printed: 1/26/24

GENERAL FUND	Cal Yr	Cal Yr	Variance Favorable (Unfav)	Cal Yr	10 Months	10 Months	Variance Favorable (Unfav)	Cal Yr	BUDGET ASSUMPTIONS
	2022 Audited Actual	2023 Adopted Budget		2023 Forecast	Ended 10/31/23 Actual	Ended 10/31/23 Budget		2024 Adopted Budget	
Assessed Valuation SMD No. 3	7,104,950	7,166,660		7,166,660				9,096,810	FINAL AV
Service Obligation Mill Levy	10,000	10,000		10,000				23,750	
Advance Note Levy	0.000	0.000		0.000				0.000	
REVENUES									
SMD #3 Prop Tax - Service Obligation	71,171	71,667	0	71,667	72,395	71,667	728	216,049	
SMD #3 Prop Tax - Advance Note	0	0	0	0	0	0	0	0	
SMD #3 SO Tax - Service Ob & Adv Note	3,841	3,583	0	3,583	3,116	2,986	130	10,802	5% of Prop. Taxes
SMD #1 Expense Reimbursement	8,800	9,440	(486)	8,954	8,954	9,440	(486)	10,100	
Interest Income	341	200	150	350	254	167	88	200	
TOTAL REVENUES	84,153	84,890	(336)	84,554	84,719	84,259	460	237,152	
EXPENDITURES									
Insurance	4,150	4,690	486	4,204	4,204	4,690	486	4,600	
Directors Fees & Payroll Taxes	0	0	0	0	0	0	0	0	
Advance repayment	0	0	0	0	0	0	0	0	
Audit	4,650	4,750	0	4,750	4,750	4,750	0	5,500	Avg per RFP
Election	0	0	0	0	0	0	0	0	
Legal	0	0	0	0	0	0	0	0	
Office Supplies	0	0	0	0	0	0	0	0	
Treasurer's Fees - Service Obligation	2,135	2,150	0	2,150	2,172	2,150	(22)	6,481	3% of Prop. Taxes
Operations Costs Payment to SMD No. 1	74,012	73,100	0	73,100	73,350	73,100	(250)	220,370	Xfer Prop Tax
Advance Note Payment to SMD No. 1	0	0	0	0	0	0	0	0	Xfer Prop Tax
Contingency Allowance	0	5,000	5,000	0	0	0	0	5,000	
TOTAL EXPENDITURES	84,947	89,690	5,486	84,204	84,476	84,690	214	241,952	
REVENUE OVER (UNDER) EXPEND.	(794)	(4,800)	5,150	350	243	(431)	674	(4,800)	
OTHER SOURCES AND (USES)									
TOTAL OTHER SOURCES & (USES)	0	0	0	0	0	0	0	0	
FUND BALANCE - BEGINNING	14,421	14,788	(1,161)	13,627	13,627	14,788	(1,161)	13,977	
FUND BALANCE - ENDING	13,627	9,988	3,989	13,977	13,870	14,358	(487)	9,177	

No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.

SOLARIS METROPOLITAN DISTRICT NO. 3
 STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET, ACTUAL AND FORECAST FOR THE PERIODS INDICATED

Printed: 1/26/24

	Cal Yr 2022 Audited Actual	Cal Yr 2023 Adopted Budget	Variance Favorable (Unfav)	Cal Yr 2023 Forecast	10 Months Ended 10/31/23 Actual	10 Months Ended 10/31/23 Budget	Variance Favorable (Unfav)	Cal Yr 2024 Adopted Budget	BUDGET ASSUMPTIONS
DEBT SERVICE FUND									
Assessed Valuation SMD No. 3 Percent Increase	7,104,950	7,166,660	0	7,166,660			9,096,810		
Assessed Valuation SMD No. 2 Percent Increase	31,542,490	30,680,560		30,680,560			31,702,520		
Debt Service Mill Levy	24.400	23.830	0	23.830			19.184		
REVENUES									
SMD No. 3 Prop Tax - Debt Service	173,658	170,782	0	170,782	172,322	170,788	1,534	174,513	
Specific Ownership Taxes	9,373	8,539	0	8,539	7,416	6,404	1,012	8,726	
Prop Tax Xfer fr SMD No. 2 for Senior Bonds	1,463,863	1,435,461	16,500	1,451,961	1,424,320	1,435,461	(11,140)	1,468,399	
Prop Tax Xfer fr SMD No. 2 for Sub Bonds	0	0	0	0	0	0	0	0	
Interest Income	16,052	12,500	15,500	28,000	23,857	10,417	13,440	12,500	
TOTAL REVENUES	1,662,946	1,627,281	32,000	1,659,281	1,627,915	1,623,069	4,846	1,664,138	
EXPENDITURES									
Interest Bond Series 2016A/2021	938,285	957,506	478,753	478,753	478,753	478,753	0	939,472	
Principal Bond Series 2016A/2021	660,000	635,000	0	635,000	0	0	0	690,000	
Interest Bond Series 2016B	0	0	0	0	0	0	0	0	
Principal Bond Series 2016B	0	0	0	0	0	0	0	0	
Bond Costs Payment to SMD No. 2	0	0	0	0	0	0	0	0	
Treasurer's Fees	5,210	5,123	0	5,123	5,170	5,124	(47)	5,235	
Cash Management/Trustee Fees	0	4,000	4,000	0	0	3,333	3,333	0	
Annual Surveillance Fee	0	0	0	0	0	0	0	0	
Contingency	0	10,000	10,000	0	0	0	0	10,000	
TOTAL EXPENDITURES	1,603,495	1,611,629	492,753	1,118,876	483,923	487,210	3,287	1,644,707	
REVENUE OVER (UNDER) EXPEND.	59,451	15,652	524,753	540,405	1,143,992	1,135,859	8,132	19,430	
OTHER SOURCES/(USES)									
Proceeds from Developer Note	0				0	0	0		
Bond/Loan Proceeds	0	0			0	0	0		
Bond Proceeds Series B	0	0			0	0	0		
Xfer From No. 2	0	0			0	0	0		
Xfer to No. 1 for Developer Advances	0	0			0	0	0		
Cost of Issuance	0	0			0	0	0		
Xfer to SMD No. 2 to Refund 2013 Bonds	0	0			0	0	0		
Debt Service Reserve Fund	0	0			0	0	0		
Deposit to Surplus Fund	0	0			0	0	0		
Transfer to Refunding Escrow	25,992	0			0	0	0		
TOTAL OTHER FINANCING SOURCES	25,992	0	0	0	0	0	0	0	
FUND BALANCE - BEGINNING	1,129,527	1,200,572	14,398	1,214,970	1,214,970	1,200,572	14,398	1,755,375	
FUND BALANCE - ENDING	1,214,970	1,216,224	539,151	1,755,375	2,358,962	2,336,431	22,531	1,774,806	

No assurance is provided on these financial statements; substantially all disclosures required by GAAP omitted.

Components of Fund Balance:

Bond Reserve Fund	1,123,911	1,124,847	0	1,124,847			1,124,847
Bond Surplus Fund	0	0	0	0			0
Other	91,060	91,377	539,151	630,528			649,958
Total	1,214,970	1,216,224	539,151	1,755,375			1,774,806

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Eagle County, Colorado.

On behalf of the Solaris Metropolitan District #3
(taxing entity)^A

the Board of Directors
(governing body)^B

of the Solaris Metropolitan District #3
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of: \$ 9,096,810
(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: \$ 9,096,810
(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: 1/3/2024 for budget/fiscal year 2024
(not later than Dec 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY²	REVENUE²
1. General Operating Expenses ^H	<u>23.750</u> mills	<u>\$ 216,049.24</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	<u>(0.000)</u> mills	<u>\$ -</u>
SUBTOTAL FOR GENERAL OPERATING:	<u>23.750</u> mills	<u>\$ 216,049.24</u>
3. General Obligation Bonds and Interest ^J	<u>19.184</u> mills	<u>\$ 174,513.20</u>
4. Contractual Obligations ^K	<u>0.000</u> mills	<u>\$ -</u>
5. Capital Expenditures ^L	<u>0.000</u> mills	<u>\$ -</u>
6. Refunds/Abatements ^M	<u>0.000</u> mills	<u>\$ -</u>
7. Other ^N (specify): _____	<u>0.000</u> mills	<u>\$ -</u>
	<u>0.000</u> mills	<u>\$ -</u>
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>42.934</u> mills	<u>\$ 390,562.44</u>

Contact person: Jon Erickson Daytime phone: (970) 926-6060 x101
(print)
Signed:  Title: District Accountant

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) 864-7720.

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 (32-1-603 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 (32-1-603, 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: Refund existing outstanding bonds
Series: Loan Agreement and Promissory Note, Series 2021
Date of Issue: 12/15/2021
Coupon rate: 2.84%
Maturity Date: 12/1/2036
Levy: 19.184
Revenue: \$174,513.20

- 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.