

EXHIBIT A
2020 BUDGET DOCUMENT & BUDGET MESSAGE FOR
COTTONWOOD HOLLOW RESIDENTIAL METROPOLITAN DISTRICT

	2018 Actual	2019 Estimated	2020 Adopted
REVENUES			
Property taxes	569,236	789,402	723,771
Specific ownership taxes	43,320	60,000	55,080
NFURA TIF revenue	92,543	122,892	117,666
Royalties	-	25,000	
Total revenues	705,099	997,294	896,518
EXPENDITURES			
Audit	15,304	6,000	6,000
Cost agreement (Town of Firestone)	-	-	-
County treasurer fees	7,129	13,186	9,064
Accounting and legal	40,797	25,000	30,000
Engineering	-	10,000	10,000
Fees	-	700	700
Insurance and bonds	2,488	3,000	3,000
Management	-	-	-
NFURA TIF expense	93,962	110,000	105,323
Planning and design	-	-	-
Capital outlay	461,100	965,000	707,000
Miscellaneous	3,427	500	500
Water Reimb.		-	
Emergency reserve	-	32,000	26,896
Total expenditures	624,207	1,165,386	898,482
NET CHANGE IN FUND BALANCE	80,892	(168,092)	(1,965)
BEGINNING FUND BALANCE	89,952	170,844	2,752
ENDING FUND BALANCE	170,844	2,752	787
Certified Assessed Valuation	9,194,430	11,680,873	5,286,288
Mill Levy-General	61.911	61.911	65.277
Abatement Amount	-	-	\$378,697.84
Mill Levy-Abatement	-	-	71.638
Total Mill Levy	61.911	61.911	136.915

**COTTONWOOD HOLLOW RESIDENTIAL METROPOLITAN DISTRICT
2020 BUDGET**

SUMMARY OF SIGNIFICANT ASSUMPTIONS

Services Provided

The District was organized to provide construction, installation, financing and operation of certain public improvements and facilities, including streets, street lighting, traffic and safety controls, water improvements, sanitary sewer and storm drainage improvements, landscaping, and park and recreation improvements. The District prepares its budget on the modified accrual basis of accounting

Revenue

The primary source of funds for 2020 is property taxes. The District anticipates imposing a total mill levy of 136.915 mills for the budget year 2020 for operations and maintenance expenses, which will yield \$723,771 in property tax revenue. The total mill levy is comprised of a general operating expense tax of 65.277 mills and an abatement tax of 71.638 mills.

Administrative Expenses

Administrative expenses have been budgeted based on estimates of the District's Board of Directors and consultants to include services necessary to maintain the District's administrative viability, such as legal, accounting, managerial, general engineering, insurance, meeting expenses and other administrative costs and expenses.

Emergency Reserve

The District has provided for an emergency reserve fund equal to at least 3% of fiscal year spending for 2020, as defined under TABOR.