

MERIDIAN METROPOLITAN DISTRICT
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2023

**MERIDIAN METROPOLITAN DISTRICT
SUMMARY
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/24/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUND BALANCES / AVAILABLE	\$ 30,629,647	\$ 25,197,110	\$ 17,604,668
REVENUES			
Property taxes	9,397,631	9,726,009	9,848,531
Specific ownership tax	907,630	863,453	886,368
Building lease	43,980	45,520	49,388
Conduit lease	460,022	564,884	566,061
DCC fees	33,300	13,000	20,000
Interest income	26,927	207,600	222,700
Intergovernmental revenue (SMMD)	231,780	234,024	245,059
In-lieu tax fees	568	449	409
Miscellaneous income	500	625	500
Other revenue	-	32,742	-
Reimbursed expenditures	626,270	91,600	81,500
Sewer sales	2,366,905	2,350,000	2,900,000
Storm facility reimbursement	714,126	251,644	-
System development fees	2,449,255	1,100,000	2,710,000
Tap fees	-	390,040	3,824,000
Water sales - irrigation	1,684,784	1,700,000	1,500,000
Water sales - potable	2,558,519	3,000,000	3,600,000
Total revenues	<u>21,502,197</u>	<u>20,571,590</u>	<u>26,454,516</u>
TRANSFERS IN			
	<u>2,900,000</u>	<u>2,100,000</u>	<u>2,100,000</u>
Total funds available	<u>55,031,844</u>	<u>47,868,700</u>	<u>46,159,184</u>
EXPENDITURES			
General Fund	3,270,753	3,729,023	4,383,994
Debt Service Fund	5,260,980	5,272,982	5,284,199
Capital Projects Fund	5,660,623	9,643,322	13,638,030
DCC Fund	205,983	228,617	237,489
Enterprise Fund	12,536,395	9,290,088	9,720,568
Total expenditures	<u>26,934,734</u>	<u>28,164,032</u>	<u>33,264,280</u>
TRANSFERS OUT			
	<u>2,900,000</u>	<u>2,100,000</u>	<u>2,100,000</u>
Total expenditures and transfers out requiring appropriation	<u>29,834,734</u>	<u>30,264,032</u>	<u>35,364,280</u>
ENDING FUND BALANCES / AVAILABLE	<u>\$ 25,197,110</u>	<u>\$ 17,604,668</u>	<u>\$ 10,794,904</u>
EMERGENCY RESERVE	<u>\$ 167,000</u>	<u>\$ 173,000</u>	<u>\$ 175,000</u>
TOTAL RESERVE	<u>\$ 167,000</u>	<u>\$ 173,000</u>	<u>\$ 175,000</u>

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
PROPERTY TAX SUMMARY INFORMATION
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/24/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
ASSESSED VALUATION - Douglas			
Residential	\$ 24,968,610	\$ 27,280,070	\$ -
Residential - Multi Family	-	-	17,816,680
Residential - Single Family	-	-	8,446,950
Commercial	140,528,470	140,639,890	137,317,400
Industrial	4,908,130	6,541,680	12,459,610
Agricultural	53,650	17,960	20,410
State assessed	98,600	51,700	72,200
Vacant land	1,934,510	2,682,800	3,025,180
Personal property	32,816,230	34,051,670	33,584,320
	<u>205,308,200</u>	<u>211,265,770</u>	<u>212,742,750</u>
Excluded property	-	-	(229,480)
Certified Assessed Value	<u>\$ 205,308,200</u>	<u>\$ 211,265,770</u>	<u>\$ 212,513,270</u>
General assessed valuation	179,382,980	183,027,170	185,473,160
Debt Service only assessed valuation	25,925,220	28,238,600	27,040,110
MILL LEVY			
General	28.250	28.740	28.740
Debt Service	21.260	21.260	21.260
Total mill levy	<u>49.510</u>	<u>50.000</u>	<u>50.000</u>
PROPERTY TAXES			
General	\$ 5,067,569	\$ 5,260,201	\$ 5,330,499
Debt Service	4,364,852	4,491,510	4,518,032
Levied property taxes	9,432,421	9,751,711	9,848,531
Adjustments to actual/rounding	(21,286)	(22,988)	-
Refunds and abatements	(13,504)	(2,714)	-
Budgeted property taxes	<u>\$ 9,397,631</u>	<u>\$ 9,726,009</u>	<u>\$ 9,848,531</u>
BUDGETED PROPERTY TAXES			
General	<u>\$ 5,035,627</u>	<u>\$ 5,252,728</u>	<u>\$ 5,330,499</u>
Debt Service	<u>4,362,004</u>	<u>4,473,281</u>	<u>4,518,032</u>
	<u>\$ 9,397,631</u>	<u>\$ 9,726,009</u>	<u>\$ 9,848,531</u>

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
GENERAL FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/24/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUND BALANCE	\$ 727,629	\$ 452,211	\$ 706,037
REVENUES			
Property taxes	5,035,627	5,252,728	5,330,499
Specific ownership tax	486,391	466,354	479,745
Building lease	32,985	34,140	37,041
Interest income	5,645	20,000	12,000
Intergovernmental revenue (SMMD)	231,780	234,024	245,059
In-lieu tax fees	142	103	94
Miscellaneous income	500	500	500
Reimbursed expenditures	102,265	75,000	80,000
Total revenues	5,895,335	6,082,849	6,184,938
Total funds available	6,622,964	6,535,060	6,890,975
EXPENDITURES			
General and administrative			
Accounting	61,236	68,985	79,957
Audit	8,825	9,750	10,700
Board support	11,805	10,000	15,000
Community events	562	-	-
Consulting	9,058	10,000	10,000
Contingency	-	-	5,757
Contract services	229,924	336,000	515,000
County Treasurer's fees	75,650	78,984	80,630
Dues and memberships	16,136	13,100	24,000
Engineering	1,043	2,000	10,000
Electric and gas	40,631	60,000	65,000
Insurance	42,145	43,329	50,000
Irrigation (SMMD)	14,277	25,000	30,000
Legal	63,107	55,000	65,000
Maintenance	2,523,529	2,800,000	3,150,000
Materials and supplies	70,372	116,000	165,000
Office overhead	43,269	45,500	49,500
Payroll taxes	834	375	450
Reimbursable landscape service	58,350	55,000	58,000
Total expenditures	3,270,753	3,729,023	4,383,994
TRANSFERS OUT			
Transfers to other funds	2,900,000	2,100,000	2,100,000
Total expenditures and transfers out requiring appropriation	6,170,753	5,829,023	6,483,994
ENDING FUND BALANCE	\$ 452,211	\$ 706,037	\$ 406,981
EMERGENCY RESERVE	\$ 167,000	\$ 173,000	\$ 175,000
TOTAL RESERVE	\$ 167,000	\$ 173,000	\$ 175,000

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
GENERAL FUND EXPENDITURE DETAILS
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/24/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
Office overhead			
Custodial	\$ 13,445	\$ 15,000	\$ 15,000
Supplies	5,444	3,500	5,500
Telephone	14,119	16,000	18,000
Utilities	10,261	11,000	11,000
Total Office overhead	\$ 43,269	\$ 45,500	\$ 49,500
Contract services			
Electrical repairs	\$ 34,285	\$ 20,000	\$ 40,000
Fire alarm system	2,729	2,000	8,000
Flowers / shrubs	-	5,000	10,000
Fountain maintenance	-	-	20,000
General repairs	19,025	15,000	25,000
Group light replacement	15,469	40,000	60,000
Landscape irrigation	-	-	40,000
Misc landscaping	28,484	25,000	25,000
Miscellaneous repairs	19,418	-	-
Sidewalk repairs	-	-	50,000
Snow removal	4,292	6,000	10,000
Street lighting	10,712	75,000	60,000
Trash	53,675	85,000	85,000
Trees - new / replacement	21,710	25,000	40,000
Trees - pruning	13,450	30,000	30,000
Trees - spray	6,675	8,000	12,000
Total Contract services	\$ 229,924	\$ 336,000	\$ 515,000
Materials and supplies			
Chemicals	\$ 18,660	\$ 15,000	\$ 20,000
Decorative lights	780	3,000	3,000
Electric repairs	23,099	20,000	28,000
Fertilizer / mulch / top soil	3,681	15,000	15,000
Flowers / shrubs	5,493	25,000	30,000
Landscape irrigation	-	-	30,000
Park supplies	491	8,000	10,000
Safety and Security	9,858	18,000	15,000
Seed and sod	761	1,000	3,000
Snow chemicals	5,231	8,000	8,000
Trees	2,318	3,000	3,000
Total Materials and supplies	\$ 70,372	\$ 116,000	\$ 165,000

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
DEBT SERVICE FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/24/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUND BALANCE	\$ 2,947,300	\$ 2,478,621	\$ 2,109,865
REVENUES			
Property taxes	4,362,004	4,473,281	4,518,032
Specific ownership tax	421,239	397,099	406,623
Interest income	8,632	33,500	40,000
In-lieu tax fees	426	346	315
Total revenues	4,792,301	4,904,226	4,964,970
Total funds available	7,739,601	7,382,847	7,074,835
EXPENDITURES			
General and administrative			
County Treasurer's fees	65,519	67,222	67,770
Paying agent fees	1,003	-	-
Contingency	-	-	10,000
Bond interest	652,100	580,975	571,975
Loan interest	1,761,358	1,467,785	1,404,454
Bond principal	1,890,000	225,000	235,000
Loan principal	891,000	2,932,000	2,995,000
Total expenditures	5,260,980	5,272,982	5,284,199
Total expenditures and transfers out requiring appropriation	5,260,980	5,272,982	5,284,199
ENDING FUND BALANCE	\$ 2,478,621	\$ 2,109,865	\$ 1,790,636

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
CAPITAL PROJECTS RESERVE FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/24/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUND BALANCE	\$ 19,215,230	\$ 19,350,537	\$ 12,417,601
REVENUES			
Storm facility reimbursement	714,126	251,644	-
System development fees	2,449,255	1,100,000	2,710,000
Other revenue	-	32,742	-
Interest income	9,549	136,000	130,000
Total revenues	<u>3,695,930</u>	<u>1,520,386</u>	<u>2,840,000</u>
TRANSFERS IN			
Transfers from other funds	<u>2,100,000</u>	<u>1,190,000</u>	<u>1,850,000</u>
Total funds available	<u>25,011,160</u>	<u>22,060,923</u>	<u>17,107,601</u>
EXPENDITURES			
Contingency	-	-	99,154
Engineering	135,240	300,000	100,000
Support management	79,212	87,133	88,876
Capital Projects			
Streets/sidewalks/transportation:			
District Road Replacement and Rehab	105,058	300,000	-
Intersection reconfiguration	482,027	600,000	-
Sidewalks	27,650	50,000	50,000
Station site - road	-	-	-
Street lights	748,181	500,000	500,000
Traffic signals	615,300	500,000	-
Identity:			
Signage/monumentation	948	-	-
Park/landscape:			
Landscaping and walls	745,339	500,000	250,000
Multimodal	60,125	225,000	250,000
Park upgrades	19,920	175,000	-
Station site - plaza	-	-	-
Trail expansion	-	450,000	150,000
Wells/irrigation:			
Water/wastewater:			
Digester repair/upgrade	2,315	-	-
Lake wall	2,241,177	1,200,000	600,000
Lift station A rebuilt/rehab	43,149	750,000	1,000,000
Meridian water campus	18,865	3,500,000	9,000,000
Painting/coating water/sewage facilities	50,133	50,000	50,000
Reclaimed water storage "LSH ASR Well"	-	-	-
Regional Wastewater/WWTP Upgrade	-	200,000	1,000,000
WISE projects:			
WISE infrastructure	-	250,000	500,000
Miscellaneous projects:			
Capital rehab and replacement	34,177	-	-
MS4 permit	251,807	6,189	-
Total expenditures	<u>5,660,623</u>	<u>9,643,322</u>	<u>13,638,030</u>
Total expenditures and transfers out requiring appropriation	<u>5,660,623</u>	<u>9,643,322</u>	<u>13,638,030</u>
ENDING FUND BALANCE	<u>\$ 19,350,537</u>	<u>\$ 12,417,601</u>	<u>\$ 3,469,571</u>

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
DCC FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/24/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUND BALANCE	\$ 46,189	\$ 23,623	\$ 20,106
REVENUES			
DCC fees	33,300	13,000	20,000
Interest income	117	2,100	700
Total revenues	<u>33,417</u>	<u>15,100</u>	<u>20,700</u>
TRANSFERS IN			
Transfers from other funds	<u>150,000</u>	<u>210,000</u>	<u>250,000</u>
Total funds available	<u>229,606</u>	<u>248,723</u>	<u>290,806</u>
EXPENDITURES			
DCC expenditures			
Project consulting	29,969	35,000	40,000
Support management	176,014	193,617	197,489
Total expenditures	<u>205,983</u>	<u>228,617</u>	<u>237,489</u>
Total expenditures and transfers out requiring appropriation	<u>205,983</u>	<u>228,617</u>	<u>237,489</u>
ENDING FUND BALANCE	<u>\$ 23,623</u>	<u>\$ 20,106</u>	<u>\$ 53,317</u>

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
ENTERPRISE FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/24/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUNDS AVAILABLE	\$ 7,693,299	\$ 2,892,118	\$ 2,351,059
REVENUES			
Water sales - irrigation	1,684,784	1,700,000	1,500,000
Water sales - potable	2,558,519	3,000,000	3,600,000
Sewer sales	2,366,905	2,350,000	2,900,000
Building lease	10,995	11,380	12,347
Conduit lease	460,022	564,884	566,061
Miscellaneous income	-	125	-
Interest income	2,984	16,000	40,000
Reimbursed expenditures	1,005	16,600	1,500
Tap fees	-	390,040	3,824,000
Total revenues	<u>7,085,214</u>	<u>8,049,029</u>	<u>12,443,908</u>
TRANSFERS IN			
Transfers from other funds	<u>650,000</u>	<u>700,000</u>	<u>-</u>
Total funds available	<u>15,428,513</u>	<u>11,641,147</u>	<u>14,794,967</u>
EXPENDITURES			
Accounting	61,237	68,985	75,463
Audit	8,825	9,750	10,700
Conduit maintenance	-	-	100,000
Dues and memberships	12,640	11,000	13,350
Engineering	879,475	300,000	500,000
Insurance	42,145	43,329	50,000
Legal	108,813	93,080	110,000
Settlement	275,000	-	-
Materials and supplies	598,191	806,000	835,000
Office overhead	27,573	30,500	91,000
Support management	147,108	161,819	165,055
Cost of services			
Electric and gas	877,919	950,000	1,000,000
Other contract services	1,916,839	2,182,000	2,485,000
Maintenance	1,081,513	1,200,000	1,350,000
Water purchase/lease	363,754	400,000	400,000
Capital Projects			
Chloramines conversion	4,201,049	1,100,000	-
Conduit expansion	-	150,000	250,000
Reclaim meters	63,650	100,000	100,000
Valve rehab	16,903	100,000	100,000
Water acquisition	-	100,000	500,000
Well rehab	340,199	300,000	700,000
New Wells (Meridian Village) LDa-7, LDa-8, DE12	1,042,386	750,000	-
WISE Projects			
WISE water purchase	342,604	300,000	600,000
SM WISE project participation Dues	73,625	73,625	200,000
Infrastructure operations	-	35,000	60,000
WISE infrastructure	54,947	25,000	25,000
Total expenditures	<u>12,536,395</u>	<u>9,290,088</u>	<u>9,720,568</u>
Total expenditures and transfers out requiring appropriation	<u>12,536,395</u>	<u>9,290,088</u>	<u>9,720,568</u>
ENDING FUNDS AVAILABLE	<u>\$ 2,892,118</u>	<u>\$ 2,351,059</u>	<u>\$ 5,074,399</u>

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
ENTERPRISE FUND EXPENDITURE DETAILS
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/24/23

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
Electric and gas			
Electric and gas - irrigation	\$ 123,965	\$ 100,000	\$ 100,000
Electric and gas - sewer	252,777	250,000	250,000
Electric and gas - water	501,177	600,000	650,000
Total Electric and gas	<u>\$ 877,919</u>	<u>\$ 950,000</u>	<u>\$ 1,000,000</u>
Office overhead			
Custodial	\$ 4,482	\$ 5,000	\$ 65,000
Supplies	10,669	12,000	12,000
Telephone	6,166	7,000	7,500
Utilities	6,256	6,500	6,500
Total Office overhead	<u>\$ 27,573</u>	<u>\$ 30,500</u>	<u>\$ 91,000</u>
Contract services			
Fish restock / pond maintenance	\$ 13,198	\$ 5,000	\$ 10,000
General repairs	19,025	15,000	25,000
Irrigation repairs	63,643	90,000	150,000
Regional transportation	2,834	2,000	5,000
SCADA upgrades	20,619	50,000	75,000
Sewer jetting	55,118	100,000	100,000
Sewer repairs/sludge hauling	571,173	800,000	415,000
Signs	6,672	150,000	150,000
Sludge hauling	-	-	415,000
Stormwater maintenance	31,743	40,000	40,000
Testing	33,072	30,000	50,000
Utility software	-	-	500,000
Water system repairs	915,423	800,000	400,000
Well / distribution	184,319	100,000	150,000
Total Contract services	<u>\$ 1,916,839</u>	<u>\$ 2,182,000</u>	<u>\$ 2,485,000</u>
Materials and supplies			
Building maintenance	\$ 20,465	\$ 10,000	\$ 25,000
Chemicals WTP	-	-	380,000
Miscellaneous	8,936	6,000	5,000
MXU units	89,018	75,000	70,000
Sewer	-	-	25,000
Treatment chemicals	345,575	585,000	280,000
Water	-	-	25,000
Water, sewer, irrigation	134,197	130,000	25,000
Total Materials and supplies	<u>\$ 598,191</u>	<u>\$ 806,000</u>	<u>\$ 835,000</u>

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

Meridian Metropolitan District (the Original District) is a quasi-municipal corporation and political sub-division of the state of Colorado organized by order and decree of the District Court for Douglas County on September 30, 1980, and is governed pursuant to provisions of the Colorado Special District Act (Title 32, Article 1, Colorado Revised Statutes). The Original District's service area is located in Douglas County, Colorado. The Original District was organized to provide water and wastewater service, street construction, construction and maintenance of parks and recreation facilities, and public transportation. It derives its revenue principally from water and sewer sales and general property taxes.

On May 11, 2021, the Original District and North Meridian Metropolitan District (North Meridian) adopted a joint resolution to consolidate and operate as Meridian Metropolitan District (the District). The public health, safety, prosperity, and general welfare of the inhabitants of both the Original District and North Meridian will be better served by the District. The District, a quasi-municipal corporation and Political Subdivision of the State of Colorado, was organized by order and decree of the District Court for Douglas County on December 30, 2021. The Original District and North Meridian continued to exist as separate entities until December 31, 2021.

The District's Board of Directors are considered employees of the District. The District contracts for all of its management and professional services.

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

Property Taxes

The primary source of revenue is 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 calculation of the taxes levied is displayed on the Property Tax Summary Information page of the budget using the adopted mill levy imposed by the District.

Senate Bill 21-293 among other things, designates multi-family residential real property (defined generally, as property that is a multi-structure of four or more units) as a new subclass of residential real property. For tax collection year 2023, the assessment rate for single family residential property decreases to 6.95% from 7.15%. The rate for multifamily residential property, the newly created subclass, decreases to 6.80% from 7.15%. Agricultural and renewable energy production property decreases to 26.4% from 29.0%. Producing oil and gas remains at 87.5%. All other nonresidential property stays at 29%.

Specific Ownership Taxes

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 9.00% of the property taxes collected by the District.

**MERIDIAN METROPOLITAN DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Revenues (Continued)

Water and Sewer Service Fees

The District bills its customers monthly for water and sewer services. Revenue for water service is comprised of billings to residential and commercial customers and golf course irrigation fees based upon water meter readings at established rates. Residential and commercial customers are charged a flat rate per thousand gallons of water usage for sewer services.

Interest Income

Interest earned on the District's available funds has been estimated based on current interest earnings.

Intergovernmental Revenue

The intergovernmental revenues are transfers from South Meridian Metropolitan District (SMMD) to provide funding for the overall administration and operating costs of SMMD.

DCC Fees

Anticipated fees for the review of architectural and design plans are displayed on the DCC Fund page of the budget.

Expenditures

Administrative and Operating

Operating and administrative expenditures include the estimated services necessary to maintain the District's administrative viability such as legal, management, accounting, insurance, banking, meeting expense and other administrative expenses.

Debt Service

The debt service expenditures are for principal and interest payments related to the General Obligation Bonds, Series 2017, dated November 14, 2017 and General Refunding and Improvement Loans, Series 2020, dated March 24, 2020. See attached debt service schedule.

Capital Outlay

Anticipated expenditures for capital outlay include street improvements, water and wastewater improvements, landscaping and transportation projects.

Debt and Leases

On March 24, 2020, the District refunded the majority of the \$59,650,000 General Obligation Refunding Bonds, Series 2011A with an average interest rate of approximately 4.00% and \$10,350,000 General Obligation Refunding Bonds, Series 2011B with an average interest rate of approximately 4.00%. The defeased bonds are not considered a liability of the District since sufficient funds (\$68,543,724) were deposited with a trustee and invested in U.S. government securities for the purpose of paying the principal and interest of the defeased bonds when due. The remaining unfunded portion of the defeased Bonds was paid by the District over the next few years and included in the budgeted expenditures.

On November 14, 2017, the District issued General Obligation Bonds, Series 2017 in the amount of \$14,720,000 with an interest rate of 4.00%, maturing on December 1, 2037. The proceeds of these bonds will be used for public infrastructure within the District. The bonds maturing on or before December 1, 2028, are subject to redemption prior to maturity, at the option of the District, without redemption premium.

**MERIDIAN METROPOLITAN DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases (Continued)

On March 24, 2020, the District partially refunded the Series 2011A General Obligation Refunding Bonds and the Series 2011B General Obligation Refunding and Improvement Bonds by the issuance of \$54,616,000 General Obligation Refunding Loan, Series 2020A with interest rates ranging from 2.16% to 2.74% and \$9,434,000 General Obligation Refunding Loan, Series 2020B with interest rates ranging from 2.16% to 2.74%. A portion of net proceeds (\$64,063,000) were deposited with a trustee and invested in U.S. government securities for the purpose of paying the principal and interest of the refunded 2011 Bonds when due. The Series 2020A and Series 2020B Loans are taxable and convertible to tax-exempt Loans which will be evidenced by separate promissory notes from the District to the Lender.

On March 24, 2020, the District issued General Obligation Loan, Series 2020C in the amount of \$6,013,000 with interest rates of 2.16% to 2.74%. The proceeds of 2020C Loan will be applied to finance certain public improvements within the District.

The 2020 Loans call for interest payments on June 1 and December 1 commencing on June 1, 2020. The principal payments are due annually on December 1 commencing December 1, 2020 through 2040. The 2020 Loans maturing on or after December 1, 2030, are subject to redemption prior to maturity, at the option of the District, without redemption premium.

The District has no operating or capital leases.

Reserves

Emergency Reserve

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

Additional Information

Per the Service Plan: There is no mill levy cap and no limit on the amount of debt the District can issue.

Per Series 2020 Loans: There is no mill levy cap.

This information is an integral part of the accompanying budget.

**MERIDIAN METROPOLITAN DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

Bonds and Interest Maturing in the year ending December 31,	\$14,270,000 General Obligation Bonds Interest Rate - 3.50% to 5.00% Series 2017 Dated November 14, 2017 Interest payable June 1 and December 1 Principal payable December 1		
December 31,	Principal	Interest	Total
2023	\$ 235,000	\$ 571,975	\$ 806,975
2024	240,000	562,575	802,575
2025	250,000	552,975	802,975
2026	260,000	542,975	802,975
2027	270,000	532,575	802,575
2028	280,000	521,775	801,775
2029	295,000	510,575	805,575
2030	305,000	498,775	803,775
2031	315,000	486,575	801,575
2032	330,000	473,975	803,975
2033	345,000	460,775	805,775
2034	355,000	446,975	801,975
2035	375,000	432,775	807,775
2036	385,000	417,775	802,775
2037	405,000	402,375	807,375
2038	415,000	386,175	801,175
2039	440,000	365,425	805,425
2040	460,000	343,425	803,425
2041	480,000	320,425	800,425
2042	1,200,000	296,425	1,496,425
2043	1,260,000	236,425	1,496,425
2044	1,305,000	192,325	1,497,325
2045	1,350,000	146,650	1,496,650
2046	1,395,000	99,400	1,494,400
2047	1,445,000	50,575	1,495,575
	\$ 14,395,000	\$ 9,852,675	\$ 24,247,675

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
(Continued)**

Bonds and Interest Maturing in the year ending December 31,	\$54,616,000 General Obligation			\$9,434,000 General Obligation		
	Taxable (Convertible to Tax-Exempt) Refunding Loan			Taxable (Convertible to Tax-Exempt) Refunding Loan		
	Interest Rate of 2.74% (Taxable)/2.16% (Tax-Exempt)			Interest Rate of 2.74% (Taxable)/2.16% (Tax-Exempt)		
	Series 2020A			Series 2020B		
	Dated March 24, 2020			Dated March 24, 2020		
	Interest Payable			Interest payable		
	June 1 and December 1			June 1 and December 1		
	Principal Payable December 1			Principal payable December 1		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 2,333,000	\$ 1,093,349	\$ 3,426,349	\$ 402,000	\$ 188,892	\$ 590,892
2024	2,380,000	1,042,956	3,422,956	413,000	180,209	593,209
2025	2,431,000	991,548	3,422,548	420,000	171,288	591,288
2026	2,487,000	939,038	3,426,038	430,000	162,216	592,216
2027	2,537,000	885,319	3,422,319	441,000	152,928	593,928
2028	2,592,000	830,520	3,422,520	450,000	143,402	593,402
2029	2,649,000	774,533	3,423,533	458,000	133,683	591,683
2030	2,708,000	717,315	3,425,315	466,000	123,790	589,790
2031	2,767,000	658,822	3,425,822	478,000	113,724	591,724
2032	2,824,000	599,054	3,423,054	488,000	103,399	591,399
2033	2,887,000	538,056	3,425,056	498,000	92,858	590,858
2034	2,946,000	475,697	3,421,697	511,000	82,102	593,102
2035	3,010,000	412,063	3,422,063	519,000	71,064	590,064
2036	3,078,000	347,047	3,425,047	531,000	59,854	590,854
2037	3,145,000	280,562	3,425,562	542,000	48,384	590,384
2038	3,212,000	212,631	3,424,631	556,000	36,677	592,677
2039	3,282,000	143,251	3,425,251	565,000	21,667	586,667
2040	3,350,000	72,360	3,422,360	577,000	12,463	589,463
2041	-	-	-	-	-	-
2042	-	-	-	-	-	-
2043	-	-	-	-	-	-
2044	-	-	-	-	-	-
2045	-	-	-	-	-	-
2046	-	-	-	-	-	-
2047	-	-	-	-	-	-
	<u>\$ 50,618,000</u>	<u>\$ 11,014,121</u>	<u>\$ 61,632,121</u>	<u>\$ 8,745,000</u>	<u>\$ 1,898,600</u>	<u>\$ 10,643,600</u>

No assurance is provided. See summary of significant assumptions.

**MERIDIAN METROPOLITAN DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
(Continued)**

Bonds and Interest Maturing in the year ending December 31,	\$6,013,000 General Obligation Improvement Loan Interest Rate of 2.16% Series 2020C Dated March 24, 2020 Interest payable June 1 and December 1 Principal payable December 1			Total		
	Principal	Interest	Total	Principal	Interest	Total
2023	\$ 260,000	\$ 122,213	\$ 382,213	\$ 3,230,000	\$ 1,976,429	\$ 5,206,429
2024	266,000	116,597	382,597	3,299,000	1,902,337	5,201,337
2025	272,000	110,851	382,851	3,373,000	1,826,662	5,199,662
2026	278,000	104,976	382,976	3,455,000	1,749,205	5,204,205
2027	284,000	98,971	382,971	3,532,000	1,669,793	5,201,793
2028	290,000	92,837	382,837	3,612,000	1,588,534	5,200,534
2029	296,000	86,573	382,573	3,698,000	1,505,364	5,203,364
2030	302,000	80,179	382,179	3,781,000	1,420,059	5,201,059
2031	309,000	73,656	382,656	3,869,000	1,332,777	5,201,777
2032	316,000	66,982	382,982	3,958,000	1,243,410	5,201,410
2033	323,000	60,156	383,156	4,053,000	1,151,845	5,204,845
2034	329,000	53,179	382,179	4,141,000	1,057,953	5,198,953
2035	337,000	46,073	383,073	4,241,000	961,975	5,202,975
2036	344,000	38,794	382,794	4,338,000	863,470	5,201,470
2037	351,000	31,363	382,363	4,443,000	762,684	5,205,684
2038	359,000	23,782	382,782	4,542,000	659,265	5,201,265
2039	367,000	16,027	383,027	4,654,000	546,370	5,200,370
2040	375,000	8,100	383,100	4,762,000	436,348	5,198,348
2041	-	-	-	480,000	320,425	800,425
2042	-	-	-	1,200,000	296,425	1,496,425
2043	-	-	-	1,260,000	236,425	1,496,425
2044	-	-	-	1,305,000	192,325	1,497,325
2045	-	-	-	1,350,000	146,650	1,496,650
2046	-	-	-	1,395,000	99,400	1,494,400
2047	-	-	-	1,445,000	50,575	1,495,575
	<u>\$ 5,658,000</u>	<u>\$ 1,231,308</u>	<u>\$ 6,889,308</u>	<u>\$ 79,416,000</u>	<u>\$ 23,996,704</u>	<u>\$ 103,412,704</u>

No assurance is provided. See summary of significant assumptions.