

LETTER OF BUDGET TRANSMITTAL

Date: January 31, 2022

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

Attached are the 2022 budget and budget message for UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3 in El Paso County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on December 1, 2021. If there are any questions on the budget, please contact:

Mr. Josh Miller
CliftonLarsonAllen LLP
111 S. Tejon, Suite 705
Colorado Springs, Colorado
Phone: 303-779-5710

I, Josh Miller as District Manager of the Upper Cottonwood Creek Metropolitan District No. 3, hereby certify that the attached is a true and correct copy of the 2022 budget.

By: _____



RESOLUTION
TO ADOPT 2022 BUDGET, APPROPRIATE SUMS OF MONEY,
AND AUTHORIZE THE CERTIFICATION OF THE TAX LEVY
UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2022 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3, EL PASO COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2022, AND ENDING ON THE LAST DAY OF DECEMBER, 2022,

WHEREAS, the Board of Directors of the Upper Cottonwood Creek Metropolitan District No. 3 has authorized its consultants to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, the proposed budget has been submitted to the Board of Directors of the District for its consideration; and

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was available for inspection by the public at a designated public office, a public hearing was held on December 1, 2021 and interested electors were given the opportunity to file or register any objections to said proposed budget; and

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

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is \$658,656; and

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

WHEREAS, the amount of money necessary to balance the budget for voter-approved bonds and interest is \$987,970; and

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

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

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

WHEREAS, the 2021 valuation for assessment for the District as certified by the County Assessor of El Paso County is \$29,582,580; and

WHEREAS, at an election held on November 5, 2002 the District has eliminated the revenue and expenditure limitations imposed on governmental entities by Article X, Section 20 of the Colorado Constitution and Section 29-1-301, C.R.S., as amended.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3 OF EL PASO COUNTY, COLORADO:

Section 1. Adoption of Budget. That the budget as submitted, and attached hereto and incorporated herein by this reference, and if amended, then as amended, is hereby approved and adopted as the budget of the Upper Cottonwood Creek Metropolitan District No. 3 for calendar year 2022.

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

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

Section 4. Levy of General Property Taxes. That the Board of Directors does hereby certify the levy of general property taxes for collection in 2022 as follows:

A. Levy for General Operating and Other Expenses. That for the purposes of meeting all general operating expense of the District during the 2022 budget year, there is hereby levied a tax of 22.265 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2021.

B. Temporary Tax Credit or Rate Reduction. That pursuant to Section 39-1-111.5, C.R.S. for the purposes of effect of a refund for the purposes set forth in Section 20 of Article X of the Colorado Constitution, there is hereby certified a temporary property tax credit or temporary mill levy rate reduction of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2021.

C. Levy for General Obligation Bonds and Interest. That for the purposes of meeting all debt retirement expense of the District during the 2022 budget year, as the funding requirements of the current outstanding general obligation indebtedness is detailed in the

following "Certification of Tax Levies," there is hereby levied a tax of 33.397 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2021.

D. Levy for Contractual Obligations. That for the purposes of meeting the contractual obligation expense of the District during the 2022 budget year, as detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2021.

E. Levy for Capital Expenditures. That for the purposes of meeting all capital expenditures of the District during the 2022 budget year pursuant to Section 29-1-301(1.2) or 29-1-302(1.5), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2021.

F. Levy for Refunds/Abatements. That for the purposes of recoupment of refunds/abatements of taxes pursuant to Section 39-10-114(1)(a)(I)(B), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2021.

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


Section 6. Certification. That the appropriate officers of the District are hereby authorized and directed to certify by December 15, 2021, to the Board of County Commissioners of El Paso County, Colorado, the mill levies for the District herein above determined and set, or be authorized and directed to certify to the Board of County Commissioners of El Paso County, Colorado, as herein above determined and set, but as recalculated as needed upon receipt of the final certification of valuation from the County Assessor on or about December 10, 2021 in order to comply with any applicable revenue and other budgetary limits or to implement the intent of the District. That said certification shall be in substantially the form set out and attached hereto and incorporated herein by this reference.

Section 7. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

[remainder of page intentionally left blank; signature page follows]


ADOPTED this 1st day of December, 2021.

UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3



President

ATTEST:



Secretary *v.p.*

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

UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3

ANNUAL BUDGET

FOR THE YEAR ENDING DECEMBER 31, 2022

**UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3
SUMMARY
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

1/30/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCES	\$ 423,904	\$ 580,974	\$ 825,781
REVENUES			
Property taxes	860,348	1,185,064	1,646,626
Specific ownership tax	93,527	136,474	164,663
Interest income	5,633	625	680
Other revenue	-	-	2,579
Bond issuance	-	6,475,000	4,710,000
Total revenues	<u>959,508</u>	<u>7,797,163</u>	<u>6,524,548</u>
Total funds available	<u>1,383,412</u>	<u>8,378,137</u>	<u>7,350,329</u>
EXPENDITURES			
General Fund	381,886	528,695	727,181
Debt Service Fund	420,552	548,661	1,304,079
Capital Projects Fund	-	6,475,000	4,710,000
Total expenditures	<u>802,438</u>	<u>7,552,356</u>	<u>6,741,260</u>
Total expenditures and transfers out requiring appropriation	<u>802,438</u>	<u>7,552,356</u>	<u>6,741,260</u>
ENDING FUND BALANCES	<u>\$ 580,974</u>	<u>\$ 825,781</u>	<u>\$ 609,069</u>

No assurance provided. See summary of significant assumptions.

UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3
PROPERTY TAX SUMMARY INFORMATION
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,

1/30/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
ASSESSED VALUATION			
Residential	\$ 11,725,550	\$ 17,938,090	\$ 25,835,970
Commercial	43,430	25,340	61,870
Agricultural	7,530	7,940	7,960
State assessed	3,490	4,230	3,530
Vacant land	3,678,520	3,314,770	3,673,250
Certified Assessed Value	<u>\$ 15,458,520</u>	<u>\$ 21,290,370</u>	<u>\$ 29,582,580</u>
MILL LEVY			
General	22.265	22.265	22.265
Debt Service	33.397	33.397	33.397
Total mill levy	<u>55.662</u>	<u>55.662</u>	<u>55.662</u>
PROPERTY TAXES			
General	\$ 344,184	\$ 474,030	\$ 658,656
Debt Service	516,268	711,034	987,970
Levied property taxes	860,452	1,185,064	1,646,626
Adjustments to actual/rounding	(104)	-	-
Budgeted property taxes	<u>\$ 860,348</u>	<u>\$ 1,185,064</u>	<u>\$ 1,646,626</u>
BUDGETED PROPERTY TAXES			
General	\$ 344,139	\$ 474,030	\$ 658,656
Debt Service	516,209	711,034	987,970
	<u>\$ 860,348</u>	<u>\$ 1,185,064</u>	<u>\$ 1,646,626</u>

No assurance provided. See summary of significant assumptions.

**UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3
GENERAL FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,**

1/30/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$ -	\$ -	\$ -
REVENUES			
Property taxes	344,139	474,030	658,656
Specific ownership tax	37,411	54,590	65,866
Interest income	336	75	80
Other revenue	-	-	2,579
Total revenues	<u>381,886</u>	<u>528,695</u>	<u>727,181</u>
Total funds available	<u>381,886</u>	<u>528,695</u>	<u>727,181</u>
EXPENDITURES			
General and administrative			
County Treasurer's fee	5,168	7,110	9,880
Intergovernmental expenditures	376,718	521,585	715,530
Contingency	-	-	1,771
Total expenditures	<u>381,886</u>	<u>528,695</u>	<u>727,181</u>
Total expenditures and transfers out requiring appropriation	<u>381,886</u>	<u>528,695</u>	<u>727,181</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumptions.

UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3
DEBT SERVICE FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED
For the Years Ended and Ending December 31,

1/30/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$ 423,904	\$ 580,974	\$ 825,781
REVENUES			
Property taxes	516,209	711,034	987,970
Specific ownership tax	56,116	81,884	98,797
Interest income	5,297	550	600
Total revenues	<u>577,622</u>	<u>793,468</u>	<u>1,087,367</u>
Total funds available	<u>1,001,526</u>	<u>1,374,442</u>	<u>1,913,148</u>
EXPENDITURES			
General and administrative			
County Treasurer's fee	7,752	10,666	14,820
Bond interest - Series 2019	412,800	432,000	426,000
Bond interest - Series 2021	-	-	388,500
Bond interest - Series 2022	-	-	307,000
Bond principal - Series 2021	-	-	55,000
Bond principal - Series 2019	-	100,000	105,000
Contingency	-	5,995	7,759
Total expenditures	<u>420,552</u>	<u>548,661</u>	<u>1,304,079</u>
Total expenditures and transfers out requiring appropriation	<u>420,552</u>	<u>548,661</u>	<u>1,304,079</u>
ENDING FUND BALANCE	<u>\$ 580,974</u>	<u>\$ 825,781</u>	<u>\$ 609,069</u>

No assurance provided. See summary of significant assumptions.

**UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3
 CAPITAL PROJECTS FUND
 2022 BUDGET
 WITH 2020 ACTUAL AND 2021 ESTIMATED
 For the Years Ended and Ending December 31,**

1/30/22

	ACTUAL 2020	ESTIMATED 2021	BUDGET 2022
BEGINNING FUND BALANCE	\$ -	\$ -	\$ -
REVENUES			
Bond issuance	-	6,475,000	4,710,000
Total revenues	<u>-</u>	<u>6,475,000</u>	<u>4,710,000</u>
Total funds available	<u>-</u>	<u>6,475,000</u>	<u>4,710,000</u>
EXPENDITURES			
General and Administrative			
Intergovernmental expenditures - Old Ranch	-	6,437,500	4,672,500
Bond issue costs	-	37,500	37,500
Total expenditures	<u>-</u>	<u>6,475,000</u>	<u>4,710,000</u>
Total expenditures and transfers out requiring appropriation	<u>-</u>	<u>6,475,000</u>	<u>4,710,000</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumptions.

**UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

Upper Cottonwood Creek Metropolitan District No. 3 (the "District") was formed February 6, 2006, when the original Joint Service Plan of Upper Cottonwood Creek Metropolitan District and Old Ranch Metropolitan District was amended. Upper Cottonwood Creek Metropolitan District and Old Ranch Metropolitan District were formed under a Joint Service Plan approved by the City of Colorado Springs on August 27, 2002. The District was formed concurrently with Upper Cottonwood Creek Metropolitan District No. 2 and Nos. 4 – 5. The Service Plans for Upper Cottonwood Creek Metropolitan District Nos. 2-5 were again amended on March 22, 2016.

The District's service area is located entirely within the City of Colorado Springs (the "City"), El Paso County, Colorado. Old Ranch Metropolitan District is responsible for managing the construction of certain public facilities and improvements and for operation and maintenance of the limited list of public improvements which were not conveyed to the City. The District, Upper Cottonwood Creek Metropolitan District, Upper Cottonwood Creek Metropolitan District No. 2 and Nos. 4 - 5 are responsible for providing the funding for capital improvements and to fund limited ongoing operations. Under the Service Plan, the District has the power to provide public improvements within the boundaries of the District, as described in the Special District Act, Section 32-1-101 of the Colorado Revised Statutes.

District voters approved debt authorization in the amount of \$295,000,000 for payment of capital costs. The election also allows the District to retain all revenues without regard to the limitations contained in Article X, Section 20, of the Colorado constitution or any other law. The maximum mill levy for operations and maintenance shall be 20.000 mills per the 2016 amended Service Plan, and the mill levy for debt shall not exceed 30.000 mills. Pursuant to the Service Plan, the District can issue bond indebtedness of up to \$35,000,000.

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

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 difference may be material.

Revenues

Property Taxes

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

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

**UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Revenues - (continued)

Specific Ownership Tax

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 10.000% of the property taxes collected.

Net Investment Income

Interest earned on the District's available funds has been estimated based on the current interest rate of approximately .02%.

Bond Issuance

The District issued bonds in 2021. Bond terms and interest rate are noted below. The District anticipates issuing bonds in 2022. See anticipated bond terms and interest rates below.

Expenditures

County Treasurer's Fees

County Treasurer's collection fees have been computed at 1.500% of property taxes.

Intergovernmental Expenditures

Intergovernmental expenditures represent transfers to Old Ranch to provide funding for the overall administrative and operating costs for the Districts.

Debt Service

Principal and interest payments are provided based on the debt amortization schedule from the Series 2019 and Series 2021 (discussed under Debt and Leases). Series 2022 interest payments are passed on anticipated bond terms and interest rates below.

Debt and Leases

On December 17, 2019, the District issued a \$7,200,000 in Limited Tax General Obligation Bonds (the 2019 Bonds) for public improvements. The Bond bears interest at a rate of 6%, maturing on November 12, 2049. Bond interest and principal payments are payable annually on December 1. Any accrued and unpaid interest will compound on December 1 of each year. To the extent principal of the 2019 Bonds is not paid when due, such principal shall remain outstanding until paid.

On March 26, 2021, the District issued a \$6,475,000 in Limited Tax General Obligation Bonds (the 2021 Bonds) for public improvements. The Bond bears interest at a rate of 6%, maturing on December 1, 2050. Bond interest and principal payments are payable annually on December 1. Any accrued and unpaid interest will compound on December 1 of each year. To the extent principal of the 2021 Bonds is not paid when due, such principal shall remain outstanding until paid.

**UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases - (continued)

The District anticipates issuing \$4,710,000 in Limited Tax General Obligation Bonds (the 2022 Bonds) in January 2022 for public improvements. The Bonds are anticipated to bear interest at a rate of 6%, maturing on December 1, 2051.

The District has no capital or operating leases.

Reserves

Emergency Reserves

TABOR requires local governments to establish Emergency Reserves. These reserves must be at least 3% of fiscal year spending. Since substantially all funds received by the District are transferred to Old Ranch Metropolitan District, which pays for all of the District's operations and maintenance costs, an Emergency Reserve is not reflected in the District's Budget. It is accounted for in Old Ranch Metropolitan District.

This information is an integral part of the accompanying budget.

**UPPER COTTONWOOD METROPOLITAN DISTRICT NO. 3
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

**\$7,200,000 Limited Tax General Obligation Bonds
Series 2019, Dated December 17, 2019
Interest Rate 6%**

Year Ended December 31,	Principal and Interest Due December 1		
	Principal	Interest	Total
2022	\$ 105,000	\$ 426,000	\$ 531,000
2023	110,000	419,700	529,700
2024	115,000	413,100	528,100
2025	125,000	406,200	531,200
2026	130,000	398,700	528,700
2027	140,000	390,900	530,900
2028	145,000	382,500	527,500
2029	155,000	373,800	528,800
2030	165,000	364,500	529,500
2031	175,000	354,600	529,600
2032	185,000	344,100	529,100
2033	195,000	333,000	528,000
2034	210,000	321,300	531,300
2035	220,000	308,700	528,700
2036	235,000	295,500	530,500
2037	250,000	281,400	531,400
2038	265,000	266,400	531,400
2039	280,000	250,500	530,500
2040	295,000	233,700	528,700
2041	315,000	216,000	531,000
2042	330,000	197,100	527,100
2043	350,000	177,300	527,300
2044	375,000	156,300	531,300
2045	395,000	133,800	528,800
2046	420,000	110,100	530,100
2047	445,000	84,900	529,900
2048	470,000	58,200	528,200
2049	500,000	28,417	528,417
	<u>\$ 7,100,000</u>	<u>\$ 7,726,717</u>	<u>\$ 14,826,717</u>

No assurance provided. See summary of significant assumptions.

**UPPER COTTONWOOD METROPOLITAN DISTRICT NO. 3
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

**\$7,200,000 Limited Tax General Obligation Bonds
Series 2021, Dated March 26, 2021**

Interest Rate 6%

Year Ended December 31,	Principal and Interest Due December 1		
	Principal	Interest	Total
2022	\$ -	\$ 264,396	\$ 264,396
2023	55,000	388,500	443,500
2024	60,000	385,200	445,200
2025	95,000	381,600	476,600
2026	95,000	375,900	470,900
2027	105,000	370,200	475,200
2028	105,000	363,900	468,900
2029	115,000	357,600	472,600
2030	125,000	350,700	475,700
2031	130,000	343,200	473,200
2032	135,000	335,400	470,400
2033	145,000	327,300	472,300
2034	155,000	318,600	473,600
2035	160,000	309,300	469,300
2036	175,000	299,700	474,700
2037	185,000	289,200	474,200
2038	195,000	278,100	473,100
2039	205,000	266,400	471,400
2040	220,000	254,100	474,100
2041	235,000	240,900	475,900
2042	245,000	226,800	471,800
2043	265,000	212,100	477,100
2044	280,000	196,200	476,200
2045	290,000	179,400	469,400
2046	310,000	162,000	472,000
2047	330,000	143,400	473,400
2048	350,000	123,600	473,600
2049	370,000	102,600	472,600
2050	395,000	80,400	475,400
2051	945,000	56,700	1,001,700
	<u>\$ 6,475,000</u>	<u>\$ 7,983,396</u>	<u>\$ 14,458,396</u>

No assurance provided. See summary of significant assumptions.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of El Paso County, Colorado.

On behalf of the Upper Cottonwood Creek Metropolitan District No. 3,
(taxing entity)^A

the Board of Directors
(governing body)^B

of the Upper Cottonwood Creek Metropolitan District No. 3
(local government)^C


Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 29,582,580 assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: \$ 29,582,580 (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)
USE VALUE FROM FINAL CERTIFICATION OF VALUATION PROVIDED BY ASSESSOR NO LATER THAN DECEMBER 10

Submitted: 12/08/2021 for budget/fiscal year 2022.
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>22.265</u> mills	\$ <u>658,656</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	22.265 mills	\$ 658,656
3. General Obligation Bonds and Interest ^J	<u>33.397</u> mills	\$ <u>987,970</u>
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	55.662 mills	\$ 1,646,626

Contact person: Carrie Bartow Daytime phone: (719) 635 - 0330
(print)

Signed:  Title: Accountant for the District

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, CO 80203. Questions? Call DLG at (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 (32-1-1603 C.R.S.). Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:

BONDS^J:

- | | | |
|-------|-------------------|--|
| 1. | Purpose of Issue: | Public infrastructure |
| | Series: | Series 2019 Limited Tax General Obligation Bonds |
| | Date of Issue: | 12/17/2019 |
| | Coupon Rate: | 6.00% |
| | Maturity Date: | 11/12/2049 |
| | Levy: | 18.198 |
| | Revenue: | \$538,344 |
| <hr/> | | |
| 2. | Purpose of Issue: | Public infrastructure |
| | Series: | Series 2021 Limited Tax General Obligation Bonds |
| | Date of Issue: | 03/26/2021 |
| | Coupon Rate: | 6.00% |
| | Maturity Date: | 12/01/2050 |
| | Levy: | 15.199 |
| | Revenue: | \$449,626 |

CONTRACTS^K:

- | | | |
|-------|----------------------|-------|
| 3. | Purpose of Contract: | _____ |
| | Title: | _____ |
| | Date: | _____ |
| | Principal Amount: | _____ |
| | Maturity Date: | _____ |
| | Levy: | _____ |
| | Revenue: | _____ |
| <hr/> | | |
| 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.

Proof of Publication

THE TRANSCRIPT
Colorado Springs, Colorado

STATE OF COLORADO } ss.
COUNTY OF EL PASO }

I, Amy Sweet, Publisher and Executive Editor, or the undersigned Authorized Agent of the Publisher and Executive Editor, do solemnly swear that I am the Publisher and Executive Editor, or Authorized Agent of the Publisher and Executive Editor of The Transcript; that the same is a tri-weekly newspaper and published in the County of El Paso, State of Colorado, and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said County of El Paso for a period of more than fifty-two consecutive weeks prior to the first publication of the annexed legal notice or advertisement; that said newspaper has been admitted to the United States mails as second-class matter under the provisions of the Act of March 3, 1879, or any amendments thereof, and that said newspaper is a tri-weekly newspaper duly qualified for publishing legal notices and advertisements within the meaning of the laws of the State of Colorado.

That the annexed legal notice or advertisement was published in the regular and entire issue of every number of said tri-weekly newspapers for the period of 1 consecutive insertion(s), and/or once each week and on the same days of each week; and that the first publication of said notice was in the issue of said newspaper dated:

22, OCTOBER, A.D. 2021.

And that the last publication of said notice was in the issue of said newspaper dated:

22, OCTOBER, A.D. 2021.

In witness whereof, I have hereunto set my hand this 22nd day of October, A.D. 2021.

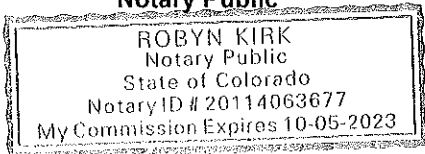
Amy Sweet

Publisher and Executive Editor / Authorized Agent

Subscribed and sworn to before me, a notary public in and for the County of El Paso, State of Colorado, this 22nd day of October, A.D. 2021.

Robyn Kirk

Notary Public



NOTICE OF HEARING ON PROPOSED 2022 BUDGET AND AND 2021 BUDGET AMENDMENT NOTICE IS HEREBY GIVEN that the proposed budget for the ensuing year of 2022 has been submitted to the Upper Cottonwood Creek Metropolitan District No. 3 ("District"). Such proposed budget will be considered at a meeting and public hearing of the Board of Directors of the District to be held at 10:00 a.m. on December 1, 2021, via telephone and videoconference. To attend and participate by telephone, dial 720-547-5281 and enter passcode 923 784 775#. Information regarding public participation by videoconference will be available at least 24 hours prior to the meeting and public hearing online at <http://www.oldbranchmetrodistrict.org/> or by contacting Kimbrie Garcia by email at Kimbrie.Garcia@claconnect.com or by telephone at 719-635-0330.

NOTICE IS FURTHER GIVEN that an amendment to the 2021 budget of the District may also be considered at the above-referenced meeting and public hearing of the Board of Directors of the District. A copy of the proposed 2022 budget and the amended 2021 budget, if required, are available for public inspection at the offices of CliftonLarsonAllen LLP, 111 S. Tejon Street, Suite 7015, Colorado Springs, Colorado 80903. Please contact Kimbrie Garcia by email at Kimbrie.Garcia@claconnect.com or by telephone at 719-635-0330 to make arrangements to inspect the budget(s) prior to visiting the foregoing office. Any interested elector within the District may, at any time prior to final adoption of the 2022 budget and the amended 2021 budget, if required, file or register any objections thereto.

UPPER COTTONWOOD CREEK METROPOLITAN DISTRICT NO. 3
By: /s/ Timothy Seibert, President
Publication Date: October 22, 2021
Published in The Transcript
DT39985