

EAGLE BEND METROPOLITAN DISTRICT # 2
2013
BUDGET MESSAGE

Attached please find a copy of the adopted 2013 budget for the Eagle Bend Metropolitan District #2.

The Eagle Bend Metropolitan District #2 has adopted three separate funds, a General Fund to provide for operating and landscaping expenditures and transfers to the Debt Service Fund; a Water Enterprise Fund to provide for operating expenditures and the expenses related to providing water services; and a Debt Service Fund to provide for payments on the outstanding general obligation bond debt.

The District's accountants have utilized the modified accrual basis of accounting and the budget has been adopted after proper postings, publications and public hearing.

The primary sources of revenues for the District in 2013 will be property taxes and water sales. The District intends to impose a mill levy of 49.000 mills on all property within the District in 2013, of which 12.000 mills will be dedicated to the General Fund and the balance of 37.000 mills will be allocated to the Debt Service Fund. Ending balances in the Debt Service fund are reserved for debt retirement.

Eagle Bend Metropolitan District #2
Adopted Budget
General Fund
For the Year Ended December 31, 2013

	Actual 2011	Adopted Budget 2012	Actual 6/30/2012	Estimate 2012	Adopted Budget 2013
Beginning balance	\$ 1,324,948	\$ 1,374,085	\$ 1,604,152	\$ 1,604,152	\$ 1,666,581
Revenues:					
Property taxes	759,175	689,948	690,937	690,937	692,382
Specific ownership taxes	45,721	48,296	22,417	44,817	48,467
Interest income	1,398	229	3,041	5,541	135
Potential abatements	-	(22,315)	(20,267)	(22,315)	-
Other reimbursements	52,077	-	70	70	-
Total revenues	858,371	716,158	696,198	719,050	740,984
Total funds available	2,183,319	2,090,243	2,300,350	2,323,202	2,407,565
Expenditures:					
Audit	5,131	7,000	5,102	5,102	7,000
Accounting	7,196	20,000	4,370	10,370	12,000
Finance - management					20,000
County collection fees	11,409	10,349	10,107	10,107	10,386
Legal	15,422	20,000	7,379	17,379	25,000
Administration - management	3,132	7,000	2,040	4,080	27,000
Insurance	4,051	8,000	2,330	2,330	8,000
Election expense	-	20,000	11,540	11,540	-
Miscellaneous	1,788	4,000	652	1,652	4,000
Meetings	4,472	10,000	1,604	6,604	10,000
Communication - expenses	13,493	22,500	4,188	9,188	22,500
Communication - management					15,000
Directors fees	3,250	8,000	1,400	2,800	3,000
Payroll tax expense			754	848	376
Landscaping					
Management					15,000
Utilities	4,873	20,000	1,645	4,645	20,000
Maintenance	26,239	40,000	12,527	30,000	50,000
Erosion improvements		5,000	-	-	-
Tree improvements		15,000	-	10,000	25,000
Center medians - Gartrell/Aurora Pkwy	10,085	25,000	17,067	25,000	25,000
Northwest - cost sharing	339,440	-	-	-	-
Erosion control cost sharing		5,000	-	-	-
HOA Projects - cost sharing	111,499	200,000	-	250,000	520,000
Emerging opportunities	17,687	100,000	-	-	100,000
Water projects ECCV Tap	-	-	-	-	-
Long range planning	-	30,000	-	15,000	30,000
Working capital (contingency)	-	300,000	-	-	300,000
Transfer to Water Enterprise	-	-	-	-	-
Transfer to Debt Service Fund	-	900,000	-	200,000	630,000
Contingency	-	296,089	-	-	499,825
Emergency reserve	-	17,305	-	39,976	28,478
Total expenditures	579,167	2,090,243	82,705	656,621	2,407,565
Ending balance	\$ 1,604,152	\$ -	\$ 2,217,645	\$ 1,666,581	\$ (0)
Assessed Valuation	\$ 64,027,680	\$ 57,495,640			\$ 57,698,510
Mill Levy	12.000	12.000			12.000

Eagle Bend Metropolitan District #2
Adopted Budget
Water Enterprise Fund
For the Year Ended December 31, 2013

	Actual <u>2011</u>	Adopted Budget <u>2012</u>	Actual <u>6/30/2012</u>	Estimate <u>2012</u>	Adopted Budget <u>2013</u>
Beginning balance	\$ 477,673	\$ 565,465	\$ 617,485	\$ 617,485	\$ 618,026
Revenues:					
HOA Water Sales-Combined	322,112	300,000	181,364	352,224	360,000
Transfer from General Fund	-	-	-	-	-
Total revenues	<u>322,112</u>	<u>300,000</u>	<u>181,364</u>	<u>352,224</u>	<u>360,000</u>
Total funds available	<u>799,785</u>	<u>865,465</u>	<u>798,849</u>	<u>969,709</u>	<u>978,026</u>
Expenditures:					
<u>WATER OPERATIONS</u>					
Wells					
Electric	67,966	64,476	34,503	63,063	55,106
Water	28,684	26,400	17,149	32,629	26,400
Repair & maintenance	13,300	22,500	3,282	143,282	78,000
Upgrades	-	5,000	-	5,000	5,000
Buchanan				-	
Water	523	1,000	261	457	1,000
ECCV				-	
Water	37,752	44,400	14,061	68,252	97,650
Repair & maintenance	330	5,000	-	1,000	5,000
Upgrades	-	10,000	-	-	10,000
Water Management	6,830	16,000	13,422	23,489	25,000
<u>WATER PROJECTS</u>					
Legal	-	5,000	-	5,000	5,000
Consultants	3,175	10,000	-	3,175	10,000
ECCV project	-	-	-	-	-
Emerging opportunities	-	10,000	-	-	-
<u>ADMINISTRATION</u>					
Management	14,231	500	-	-	20,000
Directors	3,250	3,000	1,400	2,450	3,000
Meetings	4,472	7,000	1,569	2,746	7,000
Miscellaneous	1,787	2,000	652	1,141	2,000
ECCV payment	-	52,800	-	-	-
Contingency	-	15,000	-	-	10,000
Total expenditures	<u>182,300</u>	<u>300,076</u>	<u>86,299</u>	<u>351,683</u>	<u>360,156</u>
Ending balance	<u>\$ 617,485</u>	<u>\$ 565,389</u>	<u>\$ 712,550</u>	<u>\$ 618,026</u>	<u>\$ 617,870</u>

Eagle Bend Metropolitan District #2
Adopted Budget
Debt Service Fund
For the Year Ended December 31, 2013

	Actual <u>2011</u>	Adopted Budget <u>2012</u>	Actual <u>6/30/2012</u>	Estimate <u>2012</u>	Adopted Budget <u>2013</u>
Beginning balance	\$ 708,207	\$ 619,778	\$ 682,237	\$ 682,237	\$ 697,837
Revenues:					
Property taxes	2,340,803	2,127,338	2,130,388	2,130,388	2,134,845
Specific ownership taxes	140,975	160,000	69,119	142,119	149,439
Potential abatements	-	(68,806)	(62,490)	(68,806)	-
Other income	-	-	-	-	-
Loan proceeds	-	-	19,000,000	19,000,000	-
Transfer from General Fund	-	900,000	-	200,000	630,000
Interest income	13,806	12,000	14,648	20,431	10,000
	<u>2,495,584</u>	<u>3,130,532</u>	<u>21,151,665</u>	<u>21,424,132</u>	<u>2,924,284</u>
Total revenues					
	<u>2,495,584</u>	<u>3,130,532</u>	<u>21,151,665</u>	<u>21,424,132</u>	<u>2,924,284</u>
Total funds available	<u>3,203,791</u>	<u>3,750,310</u>	<u>21,833,902</u>	<u>22,106,369</u>	<u>3,622,121</u>
Expenditures:					
Bond interest - Series 2003	915,013	894,413	-	-	-
Bond principal - Series 2003	515,000	535,000	-	-	-
Bond interest - Series 2004	117,000	107,750	53,875	107,750	98,000
Bond principal - Series 2004	185,000	195,000	-	195,000	205,000
Bond interest - Series 2005	754,362	754,363	377,181	754,363	754,363
Bond principal - Series 2005	-	-	-	-	-
Bond/loan issuance costs	-	-	338,039	338,039	-
Bond Series 2003 refunding	-	-	19,330,308	19,330,308	-
2012 Compass loan - interest	-	-	-	382,882	635,795
2012 Compass loan-principal	-	-	-	245,000	685,000
Legal	-	4,028	-	4,028	-
Miscellaneous	-	-	-	-	-
County collection fees	35,179	31,898	31,162	31,162	32,011
Paying agent fees	-	20,000	9,510	20,000	20,000
	<u>2,521,554</u>	<u>2,542,452</u>	<u>20,140,075</u>	<u>21,408,532</u>	<u>2,430,169</u>
Total expenditures					
	<u>2,521,554</u>	<u>2,542,452</u>	<u>20,140,075</u>	<u>21,408,532</u>	<u>2,430,169</u>
Ending balance	<u>\$ 682,237</u>	<u>\$ 1,207,858</u>	<u>\$ 1,693,827</u>	<u>\$ 697,837</u>	<u>\$ 1,191,952</u>
Assessed Valuation	<u>\$ 64,027,680</u>	<u>\$ 57,495,640</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 57,698,510</u>
Mill Levy	<u>38.000</u>	<u>37.000</u>			<u>37.000</u>
Total Mill Levy	<u>50.000</u>	<u>49.000</u>			<u>49.000</u>
GO Bonds outstanding end of year					
Series 2003	\$ 18,115,000	\$ 17,580,000		\$ -	\$ -
Series 2004	2,335,000	2,140,000		2,140,000	1,935,000
Series 2005	15,465,000	15,465,000		15,465,000	15,465,000
2012 Compass Loan	-	-		18,755,000	18,070,000
	<u>\$ 35,915,000</u>	<u>\$ 35,185,000</u>		<u>\$ 36,360,000</u>	<u>\$ 35,470,000</u>