

**TRADITIONS METROPOLITAN DISTRICT #2**  
**2018**  
**BUDGET MESSAGE**

Attached please find a copy of the adopted 2018 budget for the Traditions Metropolitan District #2.

The Traditions Metropolitan District #2 has adopted two separate funds, a General Fund to provide for the payment of general operating expenditures; and a Debt Service Fund to provide for payments on the outstanding general obligation 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 source of revenue for the District in 2018 will be property taxes. The District intends to impose a 44.738 mill levy on the property within the District for 2018, of which 6.500 mills will be dedicated to the General Fund and the balance of 38.238 mills will be allocated to the Debt Service Fund.

**Traditions Metropolitan District #2**  
**Adopted Budget**  
**General Fund**  
**For the Year ended December 31, 2018**

	Actual <u>2016</u>	Adopted Budget <u>2017</u>	Actual <u>6/30/2017</u>	Estimate <u>2017</u>	Adopted Budget <u>2018</u>
Beginning fund balance	\$ 2	\$ 7,588	\$ 3,530	\$ 3,530	\$ 73,856
Revenues:					
Property taxes	25,149	89,979	89,212	89,558	122,393
Specific ownership taxes	1,929	6,299	3,667	5,615	8,568
Other income	11	-	3	3	-
	<u>27,089</u>	<u>96,278</u>	<u>92,882</u>	<u>95,176</u>	<u>130,961</u>
Total revenues					
	<u>27,089</u>	<u>96,278</u>	<u>92,882</u>	<u>95,176</u>	<u>130,961</u>
Total funds available	<u>27,091</u>	<u>103,866</u>	<u>96,412</u>	<u>98,706</u>	<u>204,817</u>
Expenditures:					
Accounting	4,163	3,500	6,920	10,000	10,000
Legal	14,766	5,000	4,679	9,500	10,000
Insurance	2,898	2,500	2,706	2,706	3,000
Miscellaneous	57	500	24	100	500
Treasurer fees	377	1,350	1,338	1,344	1,836
Director Fees	1,300	1,200	-	1,200	1,800
Emergency reserve (3%)	-	386	-	-	760
Contingency	-	89,430	-	-	176,921
	<u>23,561</u>	<u>103,866</u>	<u>15,667</u>	<u>24,850</u>	<u>204,817</u>
Total expenditures					
	<u>23,561</u>	<u>103,866</u>	<u>15,667</u>	<u>24,850</u>	<u>204,817</u>
Ending fund balance	<u>\$ 3,530</u>	<u>\$ -</u>	<u>\$ 80,745</u>	<u>\$ 73,856</u>	<u>\$ -</u>
Assessed Valuation		<u>\$ 13,842,918</u>			<u>\$ 18,829,694</u>
Mill levy		<u>6.500</u>			<u>6.500</u>

**Traditions Metropolitan District #2**  
**Adopted Budget**  
**Debt Service Fund**  
**For the Year ended December 31, 2018**

	Actual <u>2016</u>	Adopted Budget <u>2017</u>	Actual <u>6/30/2017</u>	Estimate <u>2017</u>	Adopted Budget <u>2018</u>
Beginning fund balance	\$ 895,606	\$ 288,915	\$ 281,794	\$ 281,794	\$ 222,307
Revenues:					
Property taxes	610,414	484,502	480,371	482,232	720,010
Specific ownership taxes	46,818	33,915	19,747	39,000	50,401
Interest income	7,023	2,000	1,779	3,000	3,000
Bond proceeds - Series 2016	13,545,000	-	-	-	-
Bond premium Series 2016	81,016	-	-	-	-
Total revenues	<u>14,290,271</u>	<u>520,417</u>	<u>501,897</u>	<u>524,232</u>	<u>773,411</u>
Total funds available	<u>15,185,877</u>	<u>809,332</u>	<u>783,691</u>	<u>806,026</u>	<u>995,718</u>
Expenditures:					
Bond principal - 2006	90,000	-	-	-	-
Bond interest - 2006	263,638	-	-	-	-
Bond interest - 2016	-	598,173	275,873	571,451	591,456
Payment to escrow agent	14,209,742	-	-	-	-
Issuance costs	322,044	-	-	-	-
Audit	4,500	-	-	-	-
Paying agent fees	5,000	5,000	-	5,000	5,000
Treasurer fees	9,160	7,268	7,206	7,268	10,800
Total expenditures	<u>14,904,083</u>	<u>610,441</u>	<u>283,079</u>	<u>583,719</u>	<u>607,256</u>
Ending fund balance	<u>\$ 281,794</u>	<u>\$ 198,891</u>	<u>\$ 500,612</u>	<u>\$ 222,307</u>	<u>\$ 388,462</u>
Senior Surplus Max req				<u>\$ 500,000</u>	<u>\$ 500,000</u>
Assessed Valuation		<u>\$ 13,842,918</u>			<u>\$ 18,829,694</u>
Mill Levy		<u>35.000</u>			<u>38.238</u>
Total Mill Levy		<u>41.500</u>			<u>44.738</u>