

**SOUTHSHORE METROPOLITAN DISTRICT NO. 2**  
**2020**  
**BUDGET MESSAGE**

Attached please find a copy of the adopted 2020 budget for the Southshore Metropolitan District No. 2.

The Southshore Metropolitan District No. 2 has adopted three funds, a General Fund to provide for transfers to Southshore Metropolitan District No. 1 to be used for the payment of operating and maintenance expenditures; a Capital Projects Fund to provide for transfers to Southshore Metropolitan District No. 1 to be used for the estimated infrastructure costs that are to be built for the benefit of the District, and a transfer to the Debt Service Fund; and a Debt Service Fund to provide for payments on the general obligation bonds.

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 revenue for the District in 2020 will be property taxes, specific ownership taxes, system development fees and bond proceeds. The District intends to impose a 57.891 mill levy on the property within the District in 2020, of which 2.227 mills will be dedicated to the General Fund and the balance of 55.664 mills will be allocated to the Debt Service Fund.

**Southshore Metropolitan District No. 2**  
**Adopted Budget**  
**General Fund**  
**For the Year ended December 31, 2020**

	Actual <u>2018</u>	Adopted Budget <u>2019</u>	Actual <u>6/30/2019</u>	Estimated <u>2019</u>	Adopted Budget <u>2020</u>
Beginning fund balance	\$ 39,854	\$ -	\$ 37,610	\$ 37,610	\$ 120,830
Revenues:					
Property taxes	54,554	63,869	63,565	63,869	114,004
Specific ownership taxes	100,300	95,861	61,536	95,861	176,949
Interest income	8,298	3,500	3,191	3,500	3,500
Total revenues	<u>163,152</u>	<u>163,230</u>	<u>128,292</u>	<u>163,230</u>	<u>294,453</u>
Total funds available	<u>203,006</u>	<u>163,230</u>	<u>165,902</u>	<u>200,840</u>	<u>415,283</u>
Expenditures:					
Miscellaneous	164	94	-	100	94
Treasurer fees	818	958	954	958	1,711
Transfer to District No. 1	164,414	162,146	42,094	78,952	413,424
Emergency reserve (3%)	-	32	-	-	54
Total expenditures	<u>165,396</u>	<u>163,230</u>	<u>43,048</u>	<u>80,010</u>	<u>415,283</u>
Ending fund balance	<u>\$ 37,610</u>	<u>\$ -</u>	<u>\$ 122,854</u>	<u>\$ 120,830</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 28,049,450</u>			<u>\$ 51,191,803</u>
Mill Levy		<u>2.277</u>			<u>2.227</u>

**Southshore Metropolitan District No. 2**  
**Adopted Budget**  
**Capital Projects Fund**  
**For the Year ended December 31, 2020**

	Actual <u>2018</u>	Adopted Budget <u>2019</u>	Actual <u>6/30/2019</u>	Estimated <u>2019</u>	Adopted Budget <u>2020</u>
Beginning fund balance	\$ 9,017,667	\$ -	\$ 4,252,389	\$ 4,252,389	\$ -
Revenues:					
Interest income	120,165	20,000	46,261	69,392	20,000
Bond proceeds	<u>-</u>	<u>27,500,000</u>	<u>-</u>	<u>-</u>	<u>33,560,000</u>
Total revenues	<u>120,165</u>	<u>27,520,000</u>	<u>46,261</u>	<u>69,392</u>	<u>33,580,000</u>
Total funds available	<u>9,137,832</u>	<u>27,520,000</u>	<u>4,298,650</u>	<u>4,321,781</u>	<u>33,580,000</u>
Expenditures:					
Issuance costs	-	962,500	-	-	1,010,800
Transfer to District No. 1	4,885,443	19,270,000	1,099,030	4,321,781	19,879,220
Transfer to Debt Service	-	7,287,500	-	-	-
Transfer to refunding escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,689,980</u>
Total expenditures	<u>4,885,443</u>	<u>27,520,000</u>	<u>1,099,030</u>	<u>4,321,781</u>	<u>33,580,000</u>
Ending fund balance	<u>\$ 4,252,389</u>	<u>\$ -</u>	<u>\$ 3,199,620</u>	<u>\$ -</u>	<u>\$ -</u>

**Southshore Metropolitan District No. 2**  
**Adopted Budget**  
**Debt Service Fund**  
**For the Year ended December 31, 2020**

	Actual 2018	Adopted Budget 2019	Actual 6/30/2019	Estimated 2019	Adopted Budget 2020
Beginning fund balance	<u>\$ 1,676,840</u>	<u>\$ 1,445,140</u>	<u>\$ 1,698,847</u>	<u>\$ 1,698,847</u>	<u>\$ 2,048,348</u>
Revenues:					
Property taxes	1,324,346	1,550,489	1,543,104	1,550,489	2,849,541
System development fees (235*2500)	417,500	587,500	180,000	587,500	587,500
Transfer from Capital Projects	-	7,287,500	-	-	7,287,500
Interest income	<u>28,835</u>	<u>730</u>	<u>22,854</u>	<u>151</u>	<u>730</u>
Total revenues	<u>1,770,681</u>	<u>9,426,219</u>	<u>1,745,958</u>	<u>2,138,140</u>	<u>10,725,271</u>
Total funds available	<u>3,447,521</u>	<u>10,871,359</u>	<u>3,444,805</u>	<u>3,836,987</u>	<u>12,773,619</u>
Expenditures:					
Bond interest - Series 2007	508,656	493,876	246,938	493,876	476,406
Bond principal - Series 2007	275,000	325,000	-	325,000	400,000
Bond interest - Series 2015	936,650	936,650	468,325	936,650	936,650
Bond interest - Series 2017	-	-	-	-	-
Bond interest - Series 2020	-	-	-	-	-
Treasurer's fees	19,868	23,113	23,148	23,113	42,622
Trustee / paying agent fees	<u>8,500</u>	<u>10,000</u>	<u>4,500</u>	<u>10,000</u>	<u>10,000</u>
Total expenditures	<u>1,748,674</u>	<u>1,788,639</u>	<u>742,911</u>	<u>1,788,639</u>	<u>1,865,678</u>
Ending fund balance	<u>\$ 1,698,847</u>	<u>\$ 9,082,720</u>	<u>\$ 2,701,894</u>	<u>\$ 2,048,348</u>	<u>\$ 10,907,941</u>
Assessed valuation		<u>\$ 28,049,450</u>			<u>\$ 51,191,803</u>
Mill Levy		<u>55.277</u>			<u>55.664</u>
Total Mill Levy		<u>57.554</u>			<u>57.891</u>
Ending Fund Balance					
Reserve Fund - Series 2007 & 2019		3,750,000			3,750,000
Surplus Fund (Max \$1,500,000) - Series 2007 / 2015 / 201		785,579			1,500,000
Anticipated Capital Interest - Series 2019 Bonds		<u>4,547,141</u>			<u>5,657,941</u>
		<u>\$ 9,082,720</u>			<u>\$ 10,907,941</u>