

SOUTHSHORE METROPOLITAN DISTRICT NO. 2
2019
BUDGET MESSAGE

Attached please find a copy of the adopted 2019 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 2019 will be property taxes, specific ownership taxes, system development fees and bond proceeds. The District intends to impose a 57.554 mill levy on the property within the District in 2019, of which 2.277 mills will be dedicated to the General Fund and the balance of 55.277 mills will be allocated to the Debt Service Fund.

Southshore Metropolitan District No. 2
Adopted Budget
General Fund
For the Year ended December 31, 2019

	Actual <u>2017</u>	Adopted Budget <u>2018</u>	Actual <u>6/30/2018</u>	Estimate <u>2018</u>	Adopted Budget <u>2019</u>
Beginning fund balance	\$ 19,785	\$ -	\$ 39,854	\$ 39,854	\$ -
Revenues:					
Property taxes	37,862	54,605	54,422	54,605	63,869
Specific ownership taxes	79,889	83,277	51,421	52,041	95,861
Interest income	1,495	566	3,456	3,500	3,500
Total revenues	<u>119,246</u>	<u>138,448</u>	<u>109,299</u>	<u>110,146</u>	<u>163,230</u>
Total funds available	<u>139,031</u>	<u>138,448</u>	<u>149,153</u>	<u>150,000</u>	<u>163,230</u>
Expenditures:					
Miscellaneous	133	100	64	1,340	94
Treasurer fees	575	822	816	822	958
Transfer to District No. 1	98,469	137,498	96,500	147,838	162,146
Emergency reserve (3%)	-	28	-	-	32
Total expenditures	<u>99,177</u>	<u>138,448</u>	<u>97,380</u>	<u>150,000</u>	<u>163,230</u>
Ending fund balance	<u>\$ 39,854</u>	<u>\$ -</u>	<u>\$ 51,773</u>	<u>\$ -</u>	<u>\$ -</u>
Assessed valuation		<u>\$ 23,981,031</u>			<u>\$ 28,049,450</u>
Mill Levy		<u>2.277</u>			<u>2.277</u>

Southshore Metropolitan District No. 2
Adopted Budget
Capital Projects Fund
For the Year ended December 31, 2019

	Actual <u>2017</u>	Adopted Budget <u>2018</u>	Actual <u>6/30/2018</u>	Estimate <u>2018</u>	Adopted Budget <u>2019</u>
Beginning fund balance	\$ 2,048,226	\$ 6,971,655	\$ 9,017,667	\$ 9,017,667	\$ -
Revenues:					
Interest income	68,426	10,000	11,357	17,036	20,000
Bond proceeds	<u>10,404,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,500,000</u>
Total revenues	<u>10,472,426</u>	<u>10,000</u>	<u>11,357</u>	<u>17,036</u>	<u>27,520,000</u>
Total funds available	<u>12,520,652</u>	<u>6,981,655</u>	<u>9,029,024</u>	<u>9,034,703</u>	<u>27,520,000</u>
Expenditures:					
Issuance costs	504,070	-	-	-	962,500
Transfer to District No. 1	2,998,915	6,981,655	3,280,730	9,034,703	19,270,000
Transfer to Debt Service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,287,500</u>
Total expenditures	<u>3,502,985</u>	<u>6,981,655</u>	<u>3,280,730</u>	<u>9,034,703</u>	<u>27,520,000</u>
Ending fund balance	<u>\$ 9,017,667</u>	<u>\$ -</u>	<u>\$ 5,748,294</u>	<u>\$ -</u>	<u>\$ -</u>

Southshore Metropolitan District No. 2
Adopted Budget
Debt Service Fund
For the Year ended December 31, 2019

	Actual 2017	Adopted Budget 2018	Actual 6/30/2018	Estimate 2018	Adopted Budget 2019
Beginning fund balance	\$ 1,134,760	\$ 1,445,140	\$ 1,676,840	\$ 1,676,840	\$ 1,445,140
Revenues:					
Property taxes	897,018	1,325,599	1,321,150	1,325,599	1,550,489
System development fees (235*2500)	445,000	420,000	260,000	420,000	587,500
Transfer from capital projects	-	-	-	-	7,287,500
Interest income	12,207	730	10,261	151	730
Total revenues	<u>1,354,225</u>	<u>1,746,329</u>	<u>1,591,411</u>	<u>1,745,750</u>	<u>9,426,219</u>
Total funds available	<u>2,488,985</u>	<u>3,191,469</u>	<u>3,268,251</u>	<u>3,422,590</u>	<u>10,871,359</u>
Expenditures:					
Bond interest - Series 2007	523,169	508,656	254,328	508,656	493,876
Bond principal - Series 2007	270,000	275,000	-	275,000	325,000
Bond interest - Series 2015	-	936,650	468,325	936,650	936,650
Bond interest - Series 2017	-	-	-	-	-
Treasurer's fees	13,476	19,951	19,818	19,951	23,113
Trustee / paying agent fees	5,500	10,000	1,500	10,000	10,000
Total expenditures	<u>812,145</u>	<u>1,750,257</u>	<u>743,971</u>	<u>1,750,257</u>	<u>1,788,639</u>
Ending fund balance	<u>\$ 1,676,840</u>	<u>\$ 1,441,212</u>	<u>\$ 2,524,280</u>	<u>\$ 1,672,333</u>	<u>\$ 9,082,720</u>
Assessed valuation		<u>\$ 23,981,031</u>			<u>\$ 28,049,450</u>
Mill Levy		<u>55.277</u>			<u>55.277</u>
Total Mill Levy		<u>57.554</u>			<u>57.554</u>
Ending Fund Balance					
Reserve Fund - Series 2007 & 2019		1,000,000			3,750,000
Surplus Fund (Max \$1,500,000) - Series 2007 / 2015 / 2017		441,212			785,579
Anticipated Capital Interest - Series 2019 Bonds		-			4,547,141
		<u>\$ 1,441,212</u>			<u>\$ 9,082,720</u>