

RESOLUTION
ADOPTING BUDGET, APPROPRIATING FUNDS AND CERTIFYING MILL LEVIES
FOR THE CALENDAR YEAR 2024

The Board of Directors of Hancock Metropolitan District No. 1 (the “**Board**”), City of Colorado Springs, El Paso County, Colorado (the “**District**”), held a regular meeting, via teleconference on October 25, 2023, at the hour of 11:00 a.m.

Prior to the meeting, each of the directors was notified of the date, time, and place of the budget meeting and the purpose for which it was called, and a notice of the meeting was posted or published in accordance with § 29-1-106, C.R.S.

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NOTICE AS TO PROPOSED 2024 BUDGET

NOTICE OF PUBLIC HEARING ON THE PROPOSED 2023 BUDGET

NOTICE IS HEREBY GIVEN that the Board of Directors (the “**Board**”) of the Hancock Metropolitan District No. 1 and No. 2 (the “**District**”), will hold a meeting via teleconference on October 25, 2023 at 11:00 A.M., for the purpose of conducting such business as may come before the Board including a public hearing on the 2024 proposed budget (the “**Proposed Budget**”). This meeting can be joined using the following teleconference information:

Please join using this link:

<https://video.cloudoffice.avaya.com/join/174789123>

Meeting ID: 174789123

Or dial:

+1 (213) 4634500 United States (Los Angeles, CA)

Access Code / Meeting ID: 174789123

NOTICE IS FURTHER GIVEN that a Proposed Budget has been submitted to the District. A copy of the Proposed Budget are on file in the office of WSDM-District Managers, 614 N. Tejon Street, Colorado Springs, Colorado 80903, where the same are open for public inspection.

Any interested elector of the District may file any objections to the Proposed Budget at any time prior to final adoption of the Proposed Budget by the Board. This meeting is open to the public and the agenda for any meeting may be obtained by calling (719)447-1777.

BY ORDER OF THE BOARD OF DIRECTORS:
HANCOCK METROPOLITAN DISTRICT NO. 1 AND NO. 2

/s/ ADAM NOEL
WSDM – District Managers

Published in: *The Transcript*
Published on: Wednesday, October 18, 2023

WHEREAS, the Board has designated its accountant to prepare and submit a proposed budget to the Board in accordance with Colorado law; and

WHEREAS, the proposed budget has been submitted to the Board for its review and consideration; and

WHEREAS, upon due and proper notice, provided in accordance with Colorado law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held and interested electors were given the opportunity to register their protest to the proposed budget prior to the adoption of the budget by the Board.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

Section 1. Adoption of Budget. The budget attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2024. In the event of recertification of values by the County Assessor's Office after the date of adoption hereof, staff is hereby directed to modify and/or adjust the budget and certification to reflect the recertification without the need for additional Board authorization. Any such modification to the budget or certification as contemplated by this Section 1 shall be deemed ratified by the Board.

Section 2. Levy for General Operating Expenses. For the purpose of meeting all general operating expenses of the District during the 2024 budget year, there is hereby levied a tax of 10.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 3. Levy for Debt Service Obligations. For the purposes of meeting all debt service obligations of the District during the 2024 budget year, 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 District.

Section 4. Levy for Contractual Obligation Expenses. For the purposes of meeting all contractual obligations of the District during the 2024 budget year, 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 District.

Section 5. Levy for Capital Project Expenses. For the purposes of meeting all capital project obligations of the District during the 2024 budget year, 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 District.

Section 6. Mill Levy Adjustment. When developing the attached budget, consideration was given to any changes in the method of calculating assessed valuation, including any changes to the assessment ratios, or any constitutionally mandated tax credit, cut or abatement, as authorized in the District's service plan. The Board hereby determines in good faith (such determination to be binding and final), that to the extent possible, the adjustments to the mill levies made to account for changes in Colorado law described in the prior sentence, and the actual tax revenues generated by the mill levies, are neither diminished nor enhanced as a result of those changes.

Section 7. Certification to County Commissioners. The Board directs its legal counsel, manager, accountant or other designee to certify to the Board of County Commissioners of El Paso County, Colorado the mill levies for the District as set forth herein. Such certification shall be in compliance with the requirements of Colorado law.

Section 8. Appropriations. The amounts set forth as expenditures in the budget attached hereto are hereby appropriated.

Section 9. Filing of Budget and Budget Message. The Board hereby directs its legal counsel, manager or other designee to file a certified copy of the adopted budget resolution, the budget and budget message with the Division of Local Government by January 30 of the ensuing year.

Section 10. Budget Certification. The budget shall be certified by a member of the District, or a person appointed by the District, and made a part of the public records of the District.

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ADOPTED OCTOBER 25, 2023.

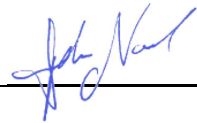
DISTRICT:

**HANCOCK METROPOLITAN DISTRICT
NO. 1**, a quasi-municipal corporation and political
subdivision of the State of Colorado

By: James O'Sullivan
James O'Sullivan (Jan 2, 2024 14:34 MST)

Officer of the District

Attest:

By: 

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

Blair Dickhoner
Blair Dickhoner (Jan 2, 2024 14:36 MST)

General Counsel to the District

STATE OF COLORADO
COUNTY OF EL PASO
HANCOCK METROPOLITAN DISTRICT NO. 1

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted by a majority of the Board at a District meeting held via teleconference on October 25, 2023, as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 25th day of October, 2023.




EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

HANCOCK METROPOLITAN DISTRICT NO. 1
2024 BUDGET
GENERAL FUND

| | 2022 ACTUAL | 2023 ACTUAL | 2023 BUDGET | 2024 BUDGET |
|---|----------------|--------------------|------------------|------------------|
| GENERAL FUND BEGINNING BALANCE | \$ - | \$ - | \$ - | \$ - |
| REVENUES | | | | |
| PROPERTY TAX REVENUE | \$ - | \$ 1,003 | \$ 1,003 | \$ 2,013 |
| SPECIFIC OWNERSHIP TAXES | \$ - | \$ 94 | \$ 70 | \$ 141 |
| DEVELOPER ADVANCE | \$ - | \$ - | \$ 25,000 | \$ 20,000 |
| INTEREST INCOME | \$ - | \$ - | \$ - | \$ - |
| MISCELLANEOUS INCOME | \$ - | \$ - | \$ - | \$ - |
| TOTAL REVENUES | \$ - | \$ 1,097 | \$ 26,073 | \$ 22,154 |
| TOTAL FUNDS AVAILABLE | \$ - | \$ 1,097 | \$ 26,073 | \$ 22,154 |
| EXPENDITURES | | | | |
| ACCOUNTING | \$ - | \$ - | \$ 6,000 | \$ - |
| AUDIT | \$ - | \$ - | \$ 375 | \$ 375 |
| DIRECTORS' FEES | \$ - | \$ - | \$ - | \$ - |
| ELECTION | \$ - | \$ - | \$ 4,000 | \$ - |
| INSURANCE/SDA DUES | \$ - | \$ - | \$ 1,250 | \$ 1,250 |
| LEGAL | \$ - | \$ - | \$ 10,000 | \$ 10,000 |
| MANAGEMENT | \$ - | \$ - | \$ - | \$ 6,000 |
| ENGINEERING | \$ - | \$ - | \$ - | \$ - |
| OFFICE SUPPLIES/MISCELLANEOUS | \$ - | \$ - | \$ - | \$ - |
| PAYROLL TAXES | \$ - | \$ - | \$ - | \$ - |
| TREASURER'S FEES (1.5%) | \$ - | \$ 15 | \$ 15 | \$ 30 |
| CONTINGENCY | \$ - | \$ - | \$ 2,500 | \$ 2,000 |
| TOTAL EXPENDITURES | \$ - | \$ 15 | \$ 24,140 | \$ 19,655 |
| Transfer to Bond Fund | \$ - | \$ - | \$ - | \$ - |
| ENDING FUND BALANCE | \$ - | \$ 1,082.00 | \$ 1,933 | \$ 2,499 |
| EMERGENCY RESERVE: State Required 3% | - | 0 | \$ 724 | \$ 590 |
| TOTAL EXPENDITURES REQUIRING APPROPRIATION | \$ - | \$ 1,081.55 | \$ 1,208 | \$ 1,909 |
| ASSESSED VALUE | | \$ 100,250 | \$ 100,250 | \$ 201,320 |
| MILL LEVY | | 10.000 | 10.000 | 10.000 |

HANCOCK METROPOLITAN DISTRICT NO. 1
2024 BUDGET
CAPITAL PROJECTS FUND

| | 2022 ACTUAL | 2023 ACTUAL | 2023 BUDGET | 2024 BUDGET |
|---|----------------|----------------|----------------|----------------|
| CAPITAL PROJECTS FUND BEGINNING BALANCE | \$ - | \$ - | \$ - | \$ - |
| REVENUES | | | | |
| BOND PROCEEDS | \$ - | \$ - | \$ - | \$ - |
| SYSTEM DEVELOPMENT FEES | \$ - | \$ - | \$ - | \$ - |
| DEVELOPER ADVANCE | \$ - | \$ - | \$ - | \$ - |
| INTEREST INCOME | \$ - | \$ - | \$ - | \$ - |
| TRANSFER FROM DEBT SERVICE | \$ - | \$ - | \$ - | \$ - |
| TOTAL REVENUES | \$ - | \$ - | \$ - | \$ - |
| TOTAL REVENUES AND FUND BALANCE | \$ - | \$ - | \$ - | \$ - |
| EXPENDITURES | | | | |
| ACCOUNTING | \$ - | \$ - | \$ - | \$ - |
| BOND ISSUANCE COSTS | \$ - | \$ - | \$ - | \$ - |
| ORGANIZATION COSTS | \$ - | \$ - | \$ - | \$ - |
| LEGAL | \$ - | \$ - | \$ - | \$ - |
| MANAGEMENT | \$ - | \$ - | \$ - | \$ - |
| CAPITAL OUTLAY | \$ - | \$ - | \$ - | \$ - |
| CONTRIBUTED ASSETS | \$ - | \$ - | \$ - | \$ - |
| UTILITIES | \$ - | \$ - | \$ - | \$ - |
| PROJECT MANAGEMENT | \$ - | \$ - | \$ - | \$ - |
| ENGINEERING | \$ - | \$ - | \$ - | \$ - |
| TRANSFER TO DEBT SERVICE | \$ - | \$ - | \$ - | \$ - |
| TOTAL EXPENDITURES | \$ - | \$ - | \$ - | \$ - |
| ENDING FUND BALANCE | \$ - | \$ - | \$ - | \$ - |
| TOTAL EXPENDITURES REQUIRING APPROPRIATION | \$ - | \$ - | \$ - | \$ - |
| ASSESSED VALUE | | | | \$ 201,320 |
| MILL LEVY | | | | 0.000 |

HANCOCK METROPOLITAN DISTRICT NO. 1
2024 BUDGET
DEBT SERVICE FUND

| | 2022 | 2023 | 2023 | 2024 |
|---|--------|--------|--------|------------|
| | ACTUAL | ACTUAL | BUDGET | BUDGET |
| DEBT SERVICE FUND BEGINNING BALANCE | \$ - | \$ - | \$ - | \$ - |
| REVENUES | | | | |
| PROPERTY TAX REVENUE | \$ - | \$ - | \$ - | \$ - |
| SPECIFIC OWNERSHIP TAXES | \$ - | \$ - | \$ - | \$ - |
| BOND PROCEEDS | \$ - | \$ - | \$ - | \$ - |
| DEVELOPER ADVANCE | \$ - | \$ - | \$ - | \$ - |
| INTEREST INCOME | \$ - | \$ - | \$ - | \$ - |
| MISCELLANEOUS INCOME | \$ - | \$ - | \$ - | \$ - |
| TOTAL REVENUES | \$ - | \$ - | \$ - | \$ - |
| TOTAL REVENUES AND FUND BALANCE | \$ - | \$ - | \$ - | \$ - |
| EXPENDITURES | | | | |
| BOND PRINCIPAL | \$ - | \$ - | \$ - | \$ - |
| BOND INTEREST | \$ - | \$ - | \$ - | \$ - |
| BOND ISSUANCE COST | \$ - | \$ - | \$ - | \$ - |
| LETTER OF CREDIT FEES | \$ - | \$ - | \$ - | \$ - |
| PAYING AGENT FEES | \$ - | \$ - | \$ - | \$ - |
| TREASURER'S FEES (1.5%) | \$ - | \$ - | \$ - | \$ - |
| TRANSFER TO CAPITAL PROJECTS | \$ - | \$ - | \$ - | \$ - |
| TOTAL EXPENDITURES | \$ - | \$ - | \$ - | \$ - |
| ENDING FUND BALANCE | \$ - | \$ - | \$ - | \$ - |
| TOTAL EXPENDITURES REQUIRING APPROPRIATION | \$ - | \$ - | \$ - | \$ - |
| ASSESSED VALUE | | | | \$ 201,320 |
| MILL LEVY | | | | 0.000 |

BUDGET MESSAGE
(Pursuant to § 29-1-103(1) (e), C.R.S.)

Hancock Metropolitan District No. 1

The attached 2024 Budget for Hancock Metropolitan District No. 1 includes these important features:

- The primary sources of revenue for the district are tax revenues and developer advances.

The Budgetary basis of accounting timing measurement method used is:

- Cash basis
- Modified accrual basis
- Encumbrance basis
- Accrual basis

The District uses funds to budget and report on the financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions. The various funds determine the total District budget. All of the district's funds are considered Governmental Funds and are reported using the current financial resources and the modified accrual basis of accounting. Revenues are recognized when they are measurable and available. Revenues are considered available when they are collectible within the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures, other than the interest on long term obligations, are recorded when the liability is incurred or the long-term obligation is paid.

The services to be provided/ delivered during the budget year are the following:

Contracted legal and management services including state required reporting, financial and accounting reports, billing and other services.



614 N. Tejon St
Colorado Springs, CO 80903
(719) 447-1777