

A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE DANCING WILLOWS METROPOLITAN DISTRICT
TO ADOPT THE 2008 BUDGET

WHEREAS, the Board of Directors of the Dancing Willows Metropolitan District has appointed the District Manager to prepare and submit a proposed 2008 budget to the Board at the proper time; and

WHEREAS, the District Manager has submitted a proposed budget to this Board on or before October 15, 2007, for its consideration; and

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on November 19, 2007, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, reserve transfers and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution ("TABOR") and other laws or obligations which are applicable to or binding upon the District; and

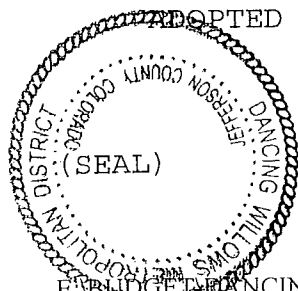
WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.


NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Dancing Willows Metropolitan District:

1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Dancing Willows Metropolitan District for the 2008 fiscal year.

2. That the budget, as hereby approved and adopted, shall be certified by the Secretary of the District to all appropriate agencies and is made a part of the public records of the District.

ADOPTED this 19th day of November, 2007.




Secretary

A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE DANCING WILLOWS METROPOLITAN DISTRICT
TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the Dancing Willows Metropolitan District has adopted the 2008 annual budget in accordance with the Local Government Budget Law on November 19, 2007; and

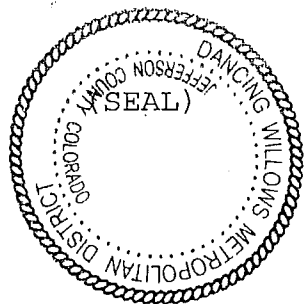
WHEREAS, the Board of Directors of the District has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of the District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Dancing Willows Metropolitan District that the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated:

General Fund:	\$	141,692
Debt Service Fund:	\$	98,887

ADOPTED this 19th day of November, 2007.




Secretary

A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE DANCING WILLOWS METROPOLITAN DISTRICT
TO SET MILL LEVIES

WHEREAS, the Board of Directors of the Dancing Willows Metropolitan District has adopted the annual budget in accordance with the Local Government Budget Law on November 19, 2007; and

WHEREAS, the amount of money necessary to balance the budget for general fund expenses from property tax revenue is \$49,919; and

WHEREAS, the amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is \$95,084; and

WHEREAS, the 2007 valuation for assessment for the District, as certified by the Assessor for the County of Jefferson, is \$2,377,100.

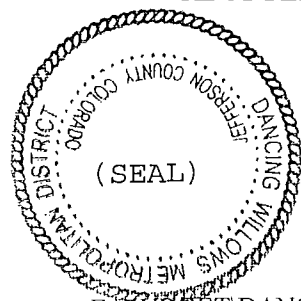
NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Dancing Willows Metropolitan District:

1. That for the purposes of meeting all general fund expenses of the District during the 2008 budget year, there is hereby levied a tax of 21.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District, to raise \$49,919 in revenue.

2. That for the purposes of meeting all debt service fund expenses of the District during the 2008 budget year, there is hereby levied a tax of 40.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District, to raise \$95,084 in revenue.

3. That the Treasurer and/or President of the District is hereby authorized and directed to immediately certify to the County Commissioners of the Jefferson County, Colorado, the mill levies for the District as hereinabove determined and set, but as recalculated as needed upon receipt of the final certification of valuation from the County Assessor in order to comply with any applicable revenue and other budgetary limits.

ADOPTED this 19th day of November, 2007.




Secretary

DANCING WILLOWS METROPOLITAN DISTRICT

141 Union Boulevard, Suite 150
Lakewood, Colorado 80228-1898
Tel: 303-987-0835 • 800-741-3254
Fax: 303-987-2032

January 28, 2008

Division of Local Government
1313 Sherman Street, Room 520
Denver, Colorado 80203

Re: Dancing Willows Metropolitan District

Ladies and Gentlemen:

Enclosed is the 2008 Budget as certified by the Board of Directors of the Dancing Willows Metropolitan District of Jefferson County, Colorado, submitted pursuant to Section 29-1-113, C.R.S.

If there are any questions on the Budget, please contact Lisa A. Johnson, District Manager, at (303) 987-0835.

Sincerely,



Karen J. Steggs
Assistant to Lisa A. Johnson
District Manager

Enclosure

cc: McGeady Sisneros, P.C. - Sharon Pellowe

DANCING WILLOWS METROPOLITAN DISTRICT
Assessed Value, Property Tax and Mill Levy Information

	2006 Actual	2007 Budget	2008 Adopted Budget
Assessed Valuation	\$ -	\$ 517,500	\$ 2,377,100
Mill Levy			
General Fund	0.000	61.000	21.000
Debt Service Fund	0.000	0.000	40.000
Temporary Mill Levy Reduction	0.000	0.000	0.000
Refunds and Abatements	0.000	0.000	0.000
Total Mill Levy	<u>0.000</u>	<u>61.000</u>	<u>61.000</u>
Property Taxes			
General Fund	\$ -	\$ 31,568	\$ 49,919
Debt Service Fund	-	-	95,084
Temporary Mill Levy Reduction	-	-	-
Refunds and Abatements	-	-	-
Actual/Budgeted Property Taxes	<u>\$ -</u>	<u>\$ 31,568</u>	<u>\$ 145,003</u>

DANCING WILLOWS METROPOLITAN DISTRICT

**GENERAL FUND
2008 ADOPTED BUDGET
with 2006 Actual, 2007 Adopted Budget and 2007 Estimated**

	2006 Actual	2007 Adopted Budget	2007 Est Budget	2008 Adopted Budget
BEGINNING FUND BALANCE	\$ -	\$ 1,030	\$ -	\$ 1,938
REVENUE				
Property Tax Revenue	-	31,568	31,567	49,919
Specific Ownership Taxes	-	7,000	3,000	-
Developer Advance	36,778	148,247	33,898	37,637
Interest Income	1	-	15	100
Transfer from Debt Service Fund	-	-	-	52,098
Total Revenue	37,079	186,815	68,480	139,754
Total Funds Available	37,079	187,845	68,480	141,692
EXPENDITURES				
Accounting/Audit	-	500	300	500
Election	-	-	250	5,000
Insurance/SDA Dues	1,692	2,000	1,980	2,175
Legal	8,049	15,000	40,000	17,500
Management	15,757	20,000	20,000	20,000
Office Supplies/Miscellaneous	744	900	600	1,200
Treasurer's Fees	-	474	474	749
Utilities	-	-	-	11,659
Contract Mtce Mgt/Admin	-	-	-	16,179
Grounds	-	-	-	9,078
Pool	-	-	-	11,415
Clubhouse	-	-	-	10,900
Snow Removal	-	-	-	17,210
Asphalt Maintenance	-	-	-	14,000
Engineering	-	1,500	1,000	-
Maintenance	9,380	142,000	-	-
Total Expenditures	35,622	182,374	64,604	137,565
Emergency Reserve	-	5,471	1,938	4,127
Total Expenditures Requiring Appropriation	35,622	187,845	66,542	141,692
ENDING FUND BALANCE	\$ 1,457	\$ -	\$ 1,938	\$ -

DANCING WILLOWS METROPOLITAN DISTRICT

DEBT SERVICE FUND
2008 ADOPTED BUDGET
with 2006 Actual and 2007 Estimated

	2006 Actual	2007 Adopted Budget	2007 Est Budget	2008 Adopted Budget
BEGINNING FUND BALANCE	\$ -	\$ -	\$ -	\$ -
REVENUE				
Property Tax Revenue	-	-	-	95,084
Specific Ownership Taxes	-	-	-	3,803
Bond Proceeds	-	-	-	-
Developer Advance	-	-	-	-
Interest Income	-	-	-	-
Development Fees	-	-	-	-
Transfer from Capital Projects	-	-	-	-
Total Funds Available	-	-	-	98,887
EXPENDITURES				
Bond Principal	-	-	-	-
Bond Interest	-	-	-	44,789
Bond Issuance Costs	-	-	-	-
Letter of Credit Fees	-	-	-	-
Paying Agent Fees	-	-	-	-
Treasurer's Fees	-	-	-	2,000
Transfer to General Fund	-	-	-	52,098
Total Expenditures	-	-	-	98,887
Total Expenditures Requiring Appropriation	-	-	-	98,887
ENDING FUND BALANCE	\$ -	\$ -	\$ -	\$ -

DANCING WILLOWS METROPOLITAN DISTRICT

2008 Budget Message

Introduction

The budget reflects the projected spending plan for the 2008 fiscal year based on available revenues. This budget provides for the annual debt service on the District's General Obligation Debt as well as the general operation of the District and debt service.

The District continues to grow as indicated in the assessed value which increased to \$2.3 million in 2007. The District's mill levy remained the same at 61.000 mills with 21.00 mills dedicated to the General Operations and 40.000 mills for debt service.

The District was formed in 2006 for the purpose of providing design, financing, acquisition, and construction, of certain infrastructure improvements including streets, safety, and park and recreation.

Budgetary Basis of Accounting

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 paid.

Fund Summaries

General Fund is used to account for resources traditionally associated with government such as property taxes, and expenditures which include district administration, legal services, and other expenses related to statutory operations of a local government. In addition, this fund is used to account for landscaping and general operations and maintenance expenses of the District facilities.

Debt Service Fund The District plans on issuing debt in 2008 and the revenue will be used to pay future debt service payments.

Emergency Reserve

As required by the TABOR amendment to the Colorado Constitution, the District has provided for an Emergency Reserve in the amount of 3% of the total fiscal year expenditures in the General Fund.

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DANCING WILLOWS METROPOLITAN DISTRICT

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DANCING WILLOWS METROPOLITAN DISTRICT

141 Union Boulevard, Suite 150
Lakewood, Colorado 80228-1898
Tel: 303-987-0835 · 800-741-3254
Fax: 303-987-2032

December 14, 2007

Board of County Commissioners
Jefferson County
100 Jefferson County Parkway, Suite 4570
Golden, CO 80419

Jefferson County Budget Office
Mill Levy Certification
ATTN: Carl Tippin
Department of Budget & Management Analysis
100 Jefferson County Parkway, Suite 4570
Golden, CO 80419

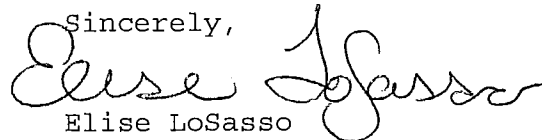
VIA FACSIMILE: 303-271-8555

Re: Dancing Willows Metropolitan District;
Certification of Mill Levies

Dear Commissioners:

Enclosed herewith is the Certification of Mill Levies for the 2008 fiscal year, as duly certified by the Board of Directors of the Dancing Willows Metropolitan District. Please sign the receipt below and return it via facsimile to 303-987-2032.

If you have any questions, please contact me at 800-741-3254.

Sincerely,

Elise LoSasso
Assistant to Lisa Johnson
District Manager

Enclosure

cc: Division of Local Government
Division of Property Taxation
McGeady Sisneros, P.C. - Sharon Pellowe

The above referenced Certification of Mill Levies was received by the Board of County Commissioners of Jefferson County on this ___ day of December, 2007.

BOARD OF COUNTY COMMISSIONERS
OF JEFFERSON COUNTY

By: _____

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Jefferson, Colorado.

On behalf of the Dancing Willows Metropolitan District,
(taxing entity)^A

the Board of Directors,
(governing body)^B

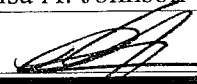
of the Dancing Willows Metropolitan District,
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 2,377,100 assessed valuation of:
(GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of:
\$ 2,377,100
(NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

Submitted: December 15, 2007 for budget/fiscal year 2008.
(not later than Dec. 15) (dd/mm/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	21.000 mills	\$ 49,919
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< 0.000 > mills	\$ < -0- >
SUBTOTAL FOR GENERAL OPERATING:	21.000 mills	\$ 49,919
3. General Obligation Bonds and Interest ^J	40.000 mills	\$ 95,084
4. Contractual Obligations ^K	0.000 mills	\$ -0-
5. Capital Expenditures ^L	0.000 mills	\$ -0-
6. Refunds/Abatements ^M	0.000 mills	\$ -0-
7. Other ^N (specify): _____	0.000 mills	\$ -0-
	0.000 mills	\$ -0-
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	61.000 mills	\$ 145,003

Contact person: Lisa A. Johnson Daytime phone: (303) 987-0835
(print)
Signed:  Title: President

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 866-2156.

¹ If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.
² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).

CERTIFICATION OF TAX LEVIES, continued

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.). Taxing entities that are Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:

BONDS:

- | | | |
|----|-------------------|--------------------------|
| 1. | Purpose of Issue: | General Obligation Bonds |
| | Series: | 2008 |
| | Date of Issue: | To be determined |
| | Coupon Rate: | To be determined |
| | Maturity Date: | To be determined |
| | Levy: | 40.000 |
| | Revenue: | \$95,084 |
| 2. | Purpose of Issue: | _____ |
| | Series: | _____ |
| | Date of Issue: | _____ |
| | Coupon Rate: | _____ |
| | Maturity Date: | _____ |
| | Levy: | _____ |
| | Revenue: | _____ |

CONTRACTS:

- | | | |
|----|----------------------|-------|
| 3. | Purpose of Contract: | _____ |
| | Title: | _____ |
| | Date: | _____ |
| | Principal Amount: | _____ |
| | Maturity Date: | _____ |
| | Levy: | _____ |
| | Revenue: | _____ |
| 4. | Purpose of Contract: | _____ |
| | Title: | _____ |
| | Date: | _____ |
| | Principal Amount: | _____ |
| | Maturity Date: | _____ |
| | Levy: | _____ |
| | Revenue: | _____ |

Use multiple copies of this page as necessary to report all bond and contractual obligations.