

THE BRANDS EAST METROPOLITAN DISTRICT NO. 3

ANNUAL BUDGET

FOR THE YEAR ENDING DECEMBER 31, 2026

**THE BRANDS EAST METROPOLITAN DISTRICT NO. 3
SUMMARY
2026 BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED
For the Years Ended and Ending December 31,**

1/17/26

	ACTUAL 2024	ESTIMATED 2025	BUDGET 2026
BEGINNING FUND BALANCES	\$ 4,311	\$ 50	\$ 50
REVENUES			
Property taxes	426,170	453,083	618,375
Specific ownership taxes	26,683	27,890	37,103
Other revenue	-	-	14,522
Total revenues	<u>452,853</u>	<u>480,973</u>	<u>670,000</u>
Total funds available	<u>457,164</u>	<u>481,023</u>	<u>670,050</u>
EXPENDITURES			
General Fund	-	-	-
Debt Service Fund	457,114	480,973	670,000
Total expenditures	<u>457,114</u>	<u>480,973</u>	<u>670,000</u>
Total expenditures and transfers out requiring appropriation	<u>457,114</u>	<u>480,973</u>	<u>670,000</u>
ENDING FUND BALANCES	<u>\$ 50</u>	<u>\$ 50</u>	<u>\$ 50</u>

THE BRANDS EAST METROPOLITAN DISTRICT NO. 3
PROPERTY TAX SUMMARY INFORMATION
2026 BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED
For the Years Ended and Ending December 31,

1/17/26

ACTUAL	ESTIMATED	BUDGET
2024	2025	2026

ASSESSED VALUATION

Residential	\$ 8,621,125	\$ 9,477,552	\$ 12,045,189
Commercial	260,324	235,744	313,832
Agricultural	20	20	20
State assessed	96,200	99,761	165,500
Vacant land	294,145	280	270
Certified Assessed Value	\$ 9,271,814	\$ 9,813,357	\$ 12,524,811

MILL LEVY

Contractual Obligations	45.964	46.170	49.372
Total mill levy	45.964	46.170	49.372

PROPERTY TAXES

Contractual Obligations	\$ 426,170	\$ 453,083	\$ 618,375
Budgeted property taxes	\$ 426,170	\$ 453,083	\$ 618,375

BUDGETED PROPERTY TAXES

Contractual Obligations	\$ 426,170	\$ 453,083	\$ 618,375
	\$ 426,170	\$ 453,083	\$ 618,375

**THE BRANDS EAST METROPOLITAN DISTRICT NO. 3
GENERAL FUND
2026 BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED
For the Years Ended and Ending December 31,**

1/17/26

	ACTUAL 2024	ESTIMATED 2025	BUDGET 2026
BEGINNING FUND BALANCES	\$ 50	\$ 50	\$ 50
REVENUES			
Total revenues	-	-	-
Total funds available	50	50	50
EXPENDITURES			
General and administrative			
Total expenditures	-	-	-
Total expenditures and transfers out requiring appropriation	-	-	-
ENDING FUND BALANCES	\$ 50	\$ 50	\$ 50

**THE BRANDS EAST METROPOLITAN DISTRICT NO. 3
DEBT SERVICE FUND
2026 BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED
For the Years Ended and Ending December 31,**

1/17/26

	ACTUAL 2024	ESTIMATED 2025	BUDGET 2026
BEGINNING FUND BALANCES	\$ 4,261	\$ -	\$ -
REVENUES			
Property taxes	426,170	453,083	618,375
Specific ownership taxes	26,683	27,890	37,103
Other revenue	-	-	14,522
Total revenues	<u>452,853</u>	<u>480,973</u>	<u>670,000</u>
Total funds available	<u>457,114</u>	<u>480,973</u>	<u>670,000</u>
EXPENDITURES			
General and administrative			
County Treasurer's Fee	8,524	9,062	12,368
Transfers to District No. 4	448,590	471,911	643,110
Contingency	-	-	14,522
Total expenditures	<u>457,114</u>	<u>480,973</u>	<u>670,000</u>
Total expenditures and transfers out requiring appropriation	<u>457,114</u>	<u>480,973</u>	<u>670,000</u>
ENDING FUND BALANCES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See summary of significant assumptions.

**THE BRANDS EAST METROPOLITAN DISTRICT NO. 3
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The Brands East Metropolitan District No. 3's (the "District") (formerly known as Eagle Crossing Windsor Metropolitan District No. 3) organization was approved by eligible electors of the District at an election held on November 4, 2014. The District was organized by order of the District Court in and for Larimer County on January 20, 2015. The formation of the District was approved by the Town of Windsor, Colorado in conjunction with the approval by the Town Board of a Consolidated Service Plan for the District, The Brands East Metropolitan District No. 1, The Brands East Metropolitan District No. 2, and The Brands East Metropolitan District No. 4 (formerly known as Eagle Crossing Windsor Metropolitan District No. 1, Eagle Crossing Windsor Metropolitan District No. 2, and Eagle Crossing Windsor Metropolitan District No. 4, respectively) on September 8, 2014. The District exists as a quasi-municipal corporation and political subdivision of the State of Colorado under Title 32, Article 1 of the Colorado Revised Statutes, as amended (C.R.S.).

At a special election of the eligible electors of the District on November 4, 2014, a majority of those qualified to vote voted in favor of certain ballot questions authorizing the issuance of indebtedness and imposition of taxes for the payment thereof, for the purpose of providing financing for the planning, design, acquisition, construction, installation, relocation, redevelopment, operations and maintenance of the public improvements within the District including streets, parks and recreation, water and wastewater facilities, transportation, mosquito control, safety protection, fire protection, television relay and translation, and security.

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material.

Revenues

Property Taxes

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or, if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August, and generally, sale of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the mill levy adopted by the District.

**THE BRANDS EAST METROPOLITAN DISTRICT NO. 3
2026 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Revenues - (continued)

For property tax collection year 2026, HB24B-1001 set the assessment rates as follows:

Category	Rate	Category	Rate
Single-Family Residential	6.25%	Agricultural Land	27.00%
Multi-Family Residential	6.25%	Renewable Energy Land	27.00%
Commercial	27.00%	Vacant Land	27.00%
Industrial	27.00%	Personal Property	27.00%
Lodging	27.00%	State Assessed	27.00%
		Oil & Gas Production	87.50%

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 6% of the property taxes collected.

Expenditures

County Treasurer's Fees

County Treasurer's collection fees have been computed at 2.0% of property taxes.

Transfers to The Brands East Metropolitan District No. 4

Pursuant to a certain Amended and Restated Capital Pledge Agreement, the District agreed to impose a debt service mill levy against all taxable property within its boundaries, and transfer the resulting property tax revenues, net of fees, along with specific ownership taxes attributed to such mill levy, to District No. 4, to pay principal and interest on a refunding loan issued by District No. 4 in December 2023.

Debt and Leases

The District does not have any debt. Additionally, the District has no operating or capital leases.

Reserves

Emergency Reserves

The District has not provided for an Emergency Reserve equal to at least 3% of fiscal year spending for 2026, as defined under TABOR, because there is no operating budget.

This information is an integral part of the accompanying budget.