

SOUTHLANDS METROPOLITAN DISTRICT NO. 1

ANNUAL BUDGET

FOR THE YEAR ENDING DECEMBER 31, 2021

**SOUTHLANDS METRO DISTRICT NO. 1
SUMMARY
2021 BUDGET
WITH 2019 ACTUAL AND 2020 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUND BALANCES	\$ 3,852,503	\$ 4,199,987	\$ 4,016,661
REVENUES			
Property taxes	3,153,120	3,400,903	3,287,045
Specific ownership tax	248,160	241,000	230,075
Interest income	99,371	21,765	20,000
General operations fee	1,619,376	2,003,284	2,010,000
Permits and fees	20,000	-	-
Reimbursed expenditures	13,736	-	-
General operations fee - penalty and other	4,922	8,000	5,000
Total revenues	<u>5,158,685</u>	<u>5,679,252</u>	<u>5,552,120</u>
TRANSFERS IN	<u>-</u>	<u>708,011</u>	<u>460,000</u>
Total funds available	<u>9,011,188</u>	<u>10,587,250</u>	<u>10,028,781</u>
EXPENDITURES			
General and administrative	294,087	314,952	328,000
Operations and maintenance	1,670,573	1,853,535	2,020,000
Debt service	2,835,892	2,894,091	2,900,000
Capital projects	10,649	800,000	460,000
Total expenditures	<u>4,811,201</u>	<u>5,862,578</u>	<u>5,708,000</u>
TRANSFERS OUT	<u>-</u>	<u>708,011</u>	<u>460,000</u>
Total expenditures and transfers out requiring appropriation	<u>4,811,201</u>	<u>6,570,589</u>	<u>6,168,000</u>
ENDING FUND BALANCES	<u>\$ 4,199,987</u>	<u>\$ 4,016,661</u>	<u>\$ 3,860,781</u>
EMERGENCY RESERVE	\$ 17,100	\$ 17,800	\$ 16,000
GENERAL & ADMIN RESERVE	500,000	500,000	350,000
CAPITAL REPLACEMENT RESERVE	-	-	200,000
GOF RESERVE	500,000	650,000	650,000
SERIES 2017 A-1 RESERVE	1,687,625	1,687,625	1,687,625
SERIES 2017 A-2 RESERVE	149,750	149,750	149,750
SERIES 2017 SURPLUS	300,000	300,000	300,000
TOTAL RESERVE	<u>\$ 3,154,475</u>	<u>\$ 3,305,175</u>	<u>\$ 3,353,375</u>

No assurance provided. See summary of significant assumptions.

**SOUTHLANDS METRO DISTRICT NO. 1
PROPERTY TAX SUMMARY INFORMATION
2021 BUDGET
WITH 2019 ACTUAL AND 2020 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
ASSESSED VALUATION			
Commercial	\$ 61,598,185	\$ 71,823,437	\$ 74,707,402
State assessed	430	20	646,190
Vacant land	392,819	418,563	418,563
Personal property	6,788,920	7,098,826	-
Certified Assessed Value	<u>\$ 68,780,354</u>	<u>\$ 79,340,846</u>	<u>\$ 75,772,155</u>
MILL LEVY			
General	7.000	7.000	6.500
Debt Service Fund - Series 2017 A-1	34.000	32.000	32.000
Debt Service Fund - Series 2017 A-2	3.500	3.500	3.500
Total mill levy	<u>44.500</u>	<u>42.500</u>	<u>42.000</u>
PROPERTY TAXES			
General	\$ 481,462	\$ 555,386	\$ 492,519
Debt Service Fund - Series 2017 A-1	2,338,532	2,538,907	2,424,709
Debt Service Fund - Series 2017 A-2	240,731	277,693	265,203
Levied property taxes	<u>3,060,725</u>	<u>3,371,986</u>	<u>3,182,431</u>
Adjustments to actual/rounding	38,630	-	-
Refunds and abatements	(50,891)	(74,101)	-
Budgeted property taxes	<u>\$ 3,048,464</u>	<u>\$ 3,297,885</u>	<u>\$ 3,182,431</u>
ASSESSED VALUATION			
Commercial	\$ 2,840,551	\$ 2,999,470	\$ 2,999,470
State assessed	10	10	10
Vacant land	145	145	145
Personal property	237,402	219,696	269,556
Certified Assessed Value	<u>\$ 3,078,108</u>	<u>\$ 3,219,321</u>	<u>\$ 3,269,181</u>
MILL LEVY			
Debt Service Fund - Series 2017 A-1	34.000	32.000	32.000
Total mill levy	<u>34.000</u>	<u>32.000</u>	<u>32.000</u>
PROPERTY TAXES			
Debt Service Fund - Series 2017 A-1	104,656	103,018	104,614
Budgeted property taxes	<u>\$ 104,656</u>	<u>\$ 103,018</u>	<u>\$ 104,614</u>
BUDGETED PROPERTY TAXES			
General	\$ 479,533	\$ 543,181	\$ 492,519
Debt Service	2,673,587	2,857,722	2,794,526
Total	<u>\$ 3,153,120</u>	<u>\$ 3,400,903</u>	<u>\$ 3,287,045</u>

No assurance provided. See summary of significant assumptions.

**SOUTHLANDS METRO DISTRICT NO. 1
GENERAL FUND
2021 BUDGET
WITH 2019 ACTUAL AND 2020 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUND BALANCES	\$ 998,741	\$ 1,273,040	\$ 841,758
REVENUES			
Property taxes	479,533	543,181	492,519
Specific ownership tax	37,746	38,500	34,475
Interest income	31,107	10,000	5,000
Permits and fees	20,000	-	-
Total revenues	<u>568,386</u>	<u>591,681</u>	<u>531,994</u>
Total funds available	<u>1,567,127</u>	<u>1,864,721</u>	<u>1,373,752</u>
EXPENDITURES			
General and administrative			
Accounting	54,181	60,000	63,000
Auditing	5,500	5,500	6,000
County Treasurer's fee	7,195	8,148	7,388
Directors' fees	5,500	5,200	6,000
Dues and licenses	1,553	1,650	2,000
Insurance and bonds	23,140	32,450	38,000
District management	69,994	72,000	70,000
Legal services	73,100	60,000	65,000
Miscellaneous	803	12,000	5,000
Billing services	10,032	12,000	12,000
Election expense	-	1,004	-
Public Events	43,089	45,000	45,000
Contingency	-	-	8,612
Total expenditures	<u>294,087</u>	<u>314,952</u>	<u>328,000</u>
TRANSFERS OUT			
Transfers to other fund	<u>-</u>	<u>708,011</u>	<u>460,000</u>
Total expenditures and transfers out requiring appropriation	<u>294,087</u>	<u>1,022,963</u>	<u>788,000</u>
ENDING FUND BALANCES	<u>\$ 1,273,040</u>	<u>\$ 841,758</u>	<u>\$ 585,752</u>
EMERGENCY RESERVE	\$ 17,100	\$ 17,800	\$ 16,000
GENERAL & ADMIN RESERVE	500,000	500,000	350,000
CAPITAL REPLACEMENT RESERVE	-	-	200,000
TOTAL RESERVE	<u>\$ 517,100</u>	<u>\$ 517,800</u>	<u>\$ 566,000</u>

No assurance provided. See summary of significant assumptions.

**SOUTHLANDS METRO DISTRICT NO. 1
GENERAL OPERATIONS FEE FUND
2021 BUDGET
WITH 2019 ACTUAL AND 2020 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUND BALANCES	\$ 500,000	\$ 479,451	\$ 650,000
REVENUES			
Interest income	11,990	8,500	5,000
Reimbursed expenditures	13,736	-	-
Other revenue	-	4,300	-
General operations fee	1,619,376	2,003,284	2,010,000
General operations fee - penalty and other	4,922	8,000	5,000
Total revenues	<u>1,650,024</u>	<u>2,024,084</u>	<u>2,020,000</u>
Total funds available	<u>2,150,024</u>	<u>2,503,535</u>	<u>2,670,000</u>
EXPENDITURES			
Operations and maintenance			
Floral	187,013	250,000	250,000
Monthly cleaning	186,555	187,000	187,000
Pest control	-	1,200	10,000
Property maintenance	112,035	112,035	116,000
Landscape maintenance & irrigation repair	173,174	200,000	170,000
Property management	36,992	40,000	45,000
Repairs and maintenance	103,394	160,000	335,000
Security	56,650	72,000	70,000
Signage and decor	103,846	70,000	105,000
Snow removal	395,798	400,000	400,000
Street lighting/ striping	87,568	100,000	100,000
Street repairs/sidewalk	64,349	76,000	42,000
Street sweeping	22,860	25,000	25,000
Traffic signals maintenance	425	300	5,000
Utilities	139,914	160,000	160,000
Total expenditures	<u>1,670,573</u>	<u>1,853,535</u>	<u>2,020,000</u>
Total expenditures and transfers out requiring appropriation	<u>1,670,573</u>	<u>1,853,535</u>	<u>2,020,000</u>
ENDING FUND BALANCES	<u>\$ 479,451</u>	<u>\$ 650,000</u>	<u>\$ 650,000</u>
GOF RESERVE	<u>\$ 500,000</u>	<u>\$ 650,000</u>	<u>\$ 650,000</u>
TOTAL RESERVE	<u>\$ 500,000</u>	<u>\$ 650,000</u>	<u>\$ 650,000</u>

No assurance provided. See summary of significant assumptions.

SOUTHLANDS METRO DISTRICT NO. 1
GENERAL OPERATIONS FEE FUND - REPAIRS AND MAINTENANCE
2021 BUDGET
WITH 2019 ACTUAL AND 2020 ESTIMATED
For the Years Ended and Ending December 31,

1/6/21

ESTIMATED	BUDGET
2020	2021

REPAIRS AND MAINTENANCE

Banners	\$	70,000	\$	30,000
Retaining wall repairs/replace caps		10,000		5,000
Tree replacement/removal/care		20,000		100,000
Fountains/chemicals		10,000		30,000
Contingency/other		25,000		50,000
Detention pond		25,000		25,000
Playground inspections/repairs		-		4,000
Locates		-		6,000
Irrigation system upgrade		-		85,000
TOTAL		\$ 160,000		\$ 335,000

No assurance provided. See summary of significant assumptions.

SOUTHLANDS METRO DISTRICT NO. 1
DEBT SERVICE FUND
2021 BUDGET
WITH 2019 ACTUAL AND 2020 ESTIMATED
For the Years Ended and Ending December 31,

1/6/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUND BALANCES	\$ 2,252,817	\$ 2,355,772	\$ 2,524,903
REVENUES			
Property taxes	2,673,587	2,857,722	2,794,526
Specific ownership tax	210,414	202,500	195,600
Interest income	54,846	3,000	10,000
Total revenues	<u>2,938,847</u>	<u>3,063,222</u>	<u>3,000,126</u>
Total funds available	<u>5,191,664</u>	<u>5,418,994</u>	<u>5,525,029</u>
EXPENDITURES			
Debt Service			
Bond interest - Series 2017 A-1	2,117,600	2,104,250	2,088,950
Bond interest - Series 2017 A-2	187,175	185,975	184,625
Bond principal - Series 2017 A-1	445,000	510,000	525,000
Bond principal - Series 2017 A-2	40,000	45,000	45,000
Contingency	-	-	8,507
County Treasurer's fee	40,117	42,866	41,918
Paying agent fees	6,000	6,000	6,000
Total expenditures	<u>2,835,892</u>	<u>2,894,091</u>	<u>2,900,000</u>
Total expenditures and transfers out requiring appropriation	<u>2,835,892</u>	<u>2,894,091</u>	<u>2,900,000</u>
ENDING FUND BALANCES	<u>\$ 2,355,772</u>	<u>\$ 2,524,903</u>	<u>\$ 2,625,029</u>
SERIES 2017 A-1 RESERVE	\$ 1,687,625	\$ 1,687,625	\$ 1,687,625
SERIES 2017 A-2 RESERVE	149,750	149,750	149,750
SERIES 2017 SURPLUS	300,000	300,000	300,000
TOTAL RESERVE	<u>\$ 2,137,375</u>	<u>\$ 2,137,375</u>	<u>\$ 2,137,375</u>

No assurance provided. See summary of significant assumptions.

**SOUTHLANDS METRO DISTRICT NO. 1
CAPITAL PROJECTS FUND
2021 BUDGET
WITH 2019 ACTUAL AND 2020 ESTIMATED
For the Years Ended and Ending December 31,**

1/6/21

	ACTUAL 2019	ESTIMATED 2020	BUDGET 2021
BEGINNING FUND BALANCES	\$ 100,945	\$ 91,724	\$ -
REVENUES			
Interest income	1,428	265	-
Total revenues	<u>1,428</u>	<u>265</u>	<u>-</u>
TRANSFERS IN			
Transfers from other funds	<u>-</u>	<u>708,011</u>	<u>460,000</u>
Total funds available	<u>102,373</u>	<u>800,000</u>	<u>460,000</u>
EXPENDITURES			
Capital Projects			
Monument	10,649	-	160,000
HUB/Landscape	-	800,000	-
Medians/ Design	-	-	300,000
Total expenditures	<u>10,649</u>	<u>800,000</u>	<u>460,000</u>
Total expenditures and transfers out requiring appropriation	<u>10,649</u>	<u>800,000</u>	<u>460,000</u>
ENDING FUND BALANCES	<u>\$ 91,724</u>	<u>\$ -</u>	<u>\$ -</u>

No assurance provided. See summary of significant assumptions.

**SOUTHLANDS METROPOLITAN DISTRICT NO. 1
2021 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The District was organized by court order dated December 3, 2002, to provide financing for the design, acquisition, construction and installation of essential public-purpose facilities such as water, streets, traffic and safety controls, parks, open space and recreation, and sewer and drainage facilities, and the operation and maintenance of the District. The District's service area is located entirely in Arapahoe County, Colorado in the City of Aurora.

The District operates under the Service Plan as approved by the City of Aurora.

On November 5, 2002, the electorate authorized general obligation debt in the amount of \$63,000,000, refunding debt of \$49,000,000 and \$1,000,000 debt for operating expenditures. Debt is subject to the terms of the Service Plan. On November 5, 2002, the electorate also approved the removal of limitations imposed by the TABOR Amendment and any other law that purports to limit the District's revenue or expenditures and a \$130,000 annual property tax increase for operations.

On November 4, 2008, the electorate approved general obligation debt in the amount of \$440,000,000 for District improvements, \$40,000,000 for the purpose of refunding, refinancing or defeasing any of the District's debt, \$40,000,000 in multi-year intergovernmental agreements, \$40,000,000 in multi-year agreements with a regional authority and \$40,000,000 in other multi-year financial obligations. Additionally, on November 4, 2008, the electorate approved \$5,000,000 annually for the District's administrative and operating costs from property taxes as well as from fees. The electorate also approved \$5,000,000 in additional property taxes for intergovernmental agreements, \$5,000,000 in additional property taxes for the costs of regional improvements and \$5,000,000 in additional property taxes for private contracts. The electorate also authorized the District to collect, retain and spend the full amount of taxes and fees without regard to the limitation of TABOR.

The First Amendment to the Service Plan, approved by the City of Aurora on July 16, 2007, authorized the District to impose an unlimited mill levy on taxable property within its boundaries as a primary source of revenue for repayment of debt service and for operations and maintenance.

Pursuant to the District's First Amendment to the Service Plan as approved by the City of Aurora on July 16, 2007, the amount of debt that can be issued is \$60,000,000. On January 11, 2016, the City Council approved the Second Amendment to the Service Plan which increases the debt issuance limitation to \$125,000,000.

The District has no employees and all administrative functions are contracted.

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 that 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.

**SOUTHLANDS METROPOLITAN DISTRICT NO. 1
2021 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

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 sales 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 First Amendment to the Service Plan, approved by the City of Aurora on July 16, 2007, authorized the District to impose an unlimited mill levy on taxable property within its boundaries as a primary source of revenue for repayment of debt service and for operations and maintenance.

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

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 7% of the property taxes collected by both the General Fund and the Debt Service Fund. The budget assumes that specific ownership taxes allocable to property taxes collected by the Debt Service Fund will be pledged to debt service on the bonds during the term bonds are outstanding.

Net Interest Income

Interest earned on the District's available funds has been estimated based on historical interest earnings.

General Operations Fee

The general operations fee is being determined by the amount needed to cover operations and maintenance costs. The District bills its property owners monthly for the general operations fee. The general operations fee is recorded as revenue for budget purposes with no future obligation of repayment.

Expenditures

General and Administrative Expenditures

General and administrative expenditures have been provided based on estimates of the District's Board of Directors and consultants and include the services necessary to maintain the District's administrative viability such as legal, accounting, managerial, insurance, meeting expense, and other administrative expenses.

**SOUTHLANDS METROPOLITAN DISTRICT NO. 1
2021 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures – (continued)

Operations and Maintenance

Operations and maintenance expenditures have been provided based on estimates of the District's Board of Directors and consultants and include costs associated with the operations and maintenance of certain facilities and improvements throughout the District.

Debt Service

The principal and interest payments are provided based on the debt amortization schedules from the General Obligation Refunding Bonds, Series 2017A-1 and Series 2017A-2 (discussed under Debt and Leases).

Debt and Leases

On December 1, 2017, the District refunded its General Obligation Refunding and Improvement Bonds, Series 2007 (the 2007 Bonds) and General Obligation Loan, Series 2016 (the 2016 Loan) by the issuances of \$44,690,000 General Obligation Refunding Bonds, Series 2017A-1, and \$3,945,000 General Obligation Refunding Bonds, Series 2017A-2, respectively (the 2017 Bonds). The proceeds were used for the purposes of (i) refunding the 2007 Bonds and 2016 Loan, (ii) funding the debt service reserve requirement (the 2017A-1 Reserve Fund and the 2017A-2 Reserve Fund); and (iii) paying costs of issuance of the 2017 Bonds.

The 2017 Bonds, mature on December 1, 2047 with an interest rates of 3.000% - 5.000%, are payable semi-annually on June 1 and December 1. The 2017 Bonds maturing on or after December 1, 2047 are subject to redemption prior to maturity, at the option of the District, as whole or in integral multiples of \$5,000, in any order of maturity and in whole or partial maturities, on December 1, 2047 and on any date thereafter, at a redemption price equal to the par amount thereof plus accrued interest to the redemption date.

The 2017 Bonds are general obligations of the District secured by and payable from the Pledged Revenue consisting of moneys derived by the District from the following sources, net of any costs of collection: (i) the Unlimited Mill Levy; (ii) the portion of the Specific Ownership Tax which is collected as a result of the imposition of the Unlimited Mill Levy; and (iii) any other legally available moneys of the District deposited in the Bond Fund or the Reserve Fund.

Approximately 11.5 acres, generally encompassing the Lowe's Home Improvement Warehouse, were excluded from the boundaries of the District on November 7, 2007 (the Excluded Property). Accordingly, the Excluded Property is subject to ad valorem taxes by the District to pay the Series 2017A-1 Bonds but will not be subject to ad valorem taxes to pay the Series 2017A-2 Bonds.

**SOUTHLANDS METROPOLITAN DISTRICT NO. 1
2021 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt and Leases– (continued)

For the purposes of paying the principal and interest on the Bonds, the Board is to annually determine and certify to the County each year in which the 2017 Bonds remain outstanding, in addition to all other taxes, the Unlimited Mill Levy. The 2017 Bonds are not secured by property lying within the District, but rather by, among other things, the District's obligation to annually determine and certify a rate of levy for ad valorem property taxes in an amount sufficient to pay, along with other legally available revenues, the principal and interest on the 2017 Bonds.

The District has no operating or capital leases.

Reserves

Emergency Reserve

The District has provided for an Emergency Reserve fund equal to at least 3% of fiscal year spending for 2021, as defined under TABOR.

Debt Service Reserve

At time of issuance of the 2017 Bonds, the 2017A-1 Reserve Fund and the 2017A-2 Reserve Fund have been established for the purpose of paying the principal and/or interest on Series 2017A-1 and Series 2017A-2 to the extent the moneys in the Fond Fund are insufficient for such purpose. The 2017A-1

Reserve Fund and 2017A-2 Reserve Fund are required to be maintained at all times in the amounts of \$1,687,625 and \$149,750, respectively.

This information is an integral part of the accompanying budget.

**SOUTHLANDS METROPOLITAN DISTRICT NO. 1
SCHEDULE OF OUTSTANDING BONDED DEBT SERVICE
REQUIREMENTS TO MATURITY**

**\$44,690,000 General Obligation Refunding Bonds,
Series 2017 A-1
Dated December 1, 2017
Interest - 3.000% - 5.000%
Payable June 1 and December 1
Principal Due December 1**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 525,000	\$ 2,088,950	\$ 2,613,950
2022	590,000	2,073,200	2,663,200
2023	610,000	2,055,500	2,665,500
2024	685,000	2,034,150	2,719,150
2025	705,000	2,010,175	2,715,175
2026	785,000	1,985,500	2,770,500
2027	815,000	1,958,025	2,773,025
2028	895,000	1,929,500	2,824,500
2029	940,000	1,884,750	2,824,750
2030	1,045,000	1,837,750	2,882,750
2031	1,100,000	1,785,500	2,885,500
2032	1,210,000	1,730,500	2,940,500
2033	1,270,000	1,670,000	2,940,000
2034	1,390,000	1,606,500	2,996,500
2035	1,460,000	1,537,000	2,997,000
2036	1,595,000	1,464,000	3,059,000
2037	1,675,000	1,384,250	3,059,250
2038	1,820,000	1,300,500	3,120,500
2039	1,910,000	1,209,500	3,119,500
2040	2,070,000	1,114,000	3,184,000
2041	2,170,000	1,010,500	3,180,500
2042	2,345,000	902,000	3,247,000
2043	2,460,000	784,750	3,244,750
2044	2,650,000	661,750	3,311,750
2045	2,780,000	529,250	3,309,250
2046	2,985,000	390,250	3,375,250
2047	4,820,000	241,000	5,061,000
	<u>\$ 43,305,000</u>	<u>\$ 39,178,750</u>	<u>\$ 82,483,750</u>

No assurance provided. See summary of significant assumptions.

**SOUTHLANDS METROPOLITAN DISTRICT NO. 1
SCHEDULE OF OUTSTANDING BONDED DEBT SERVICE
REQUIREMENTS TO MATURITY**

**\$3,945,000 General Obligation Refunding Bonds,
Series 2017 A-2
Dated December 1, 2017
Interest - 3.000% - 5.000%
Payable June 1 and December 1
Principal Due December 1**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 45,000	\$ 184,625	\$ 229,625
2022	50,000	183,275	233,275
2023	55,000	181,775	236,775
2024	60,000	179,850	239,850
2025	65,000	177,750	242,750
2026	70,000	175,475	245,475
2027	65,000	173,025	238,025
2028	80,000	170,750	250,750
2029	85,000	166,750	251,750
2030	95,000	162,500	257,500
2031	95,000	157,750	252,750
2032	105,000	153,000	258,000
2033	110,000	147,750	257,750
2034	125,000	142,250	267,250
2035	130,000	136,000	266,000
2036	140,000	129,500	269,500
2037	150,000	122,500	272,500
2038	160,000	115,000	275,000
2039	170,000	107,000	277,000
2040	185,000	98,500	283,500
2041	190,000	89,250	279,250
2042	205,000	79,750	284,750
2043	220,000	69,500	289,500
2044	235,000	58,500	293,500
2045	245,000	46,750	291,750
2046	265,000	34,500	299,500
2047	425,000	21,250	446,250
	<u>\$ 3,825,000</u>	<u>\$ 3,464,525</u>	<u>\$ 7,289,525</u>

No assurance provided. See summary of significant assumptions.

**SOUTHLANDS METROPOLITAN DISTRICT NO. 1
SCHEDULE OF OUTSTANDING BONDED DEBT SERVICE
REQUIREMENTS TO MATURITY**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 570,000	\$ 2,273,575	\$ 2,843,575
2022	640,000	2,256,475	2,896,475
2023	665,000	2,237,275	2,902,275
2024	745,000	2,214,000	2,959,000
2025	770,000	2,187,925	2,957,925
2026	855,000	2,160,975	3,015,975
2027	880,000	2,131,050	3,011,050
2028	975,000	2,100,250	3,075,250
2029	1,025,000	2,051,500	3,076,500
2030	1,140,000	2,000,250	3,140,250
2031	1,195,000	1,943,250	3,138,250
2032	1,315,000	1,883,500	3,198,500
2033	1,380,000	1,817,750	3,197,750
2034	1,515,000	1,748,750	3,263,750
2035	1,590,000	1,673,000	3,263,000
2036	1,735,000	1,593,500	3,328,500
2037	1,825,000	1,506,750	3,331,750
2038	1,980,000	1,415,500	3,395,500
2039	2,080,000	1,316,500	3,396,500
2040	2,255,000	1,212,500	3,467,500
2041	2,360,000	1,099,750	3,459,750
2042	2,550,000	981,750	3,531,750
2043	2,680,000	854,250	3,534,250
2044	2,885,000	720,250	3,605,250
2045	3,025,000	576,000	3,601,000
2046	3,250,000	424,750	3,674,750
2047	5,245,000	262,250	5,507,250
	<u>\$ 47,130,000</u>	<u>\$ 42,643,275</u>	<u>\$ 89,773,275</u>

No assurance provided. See summary of significant assumptions.