

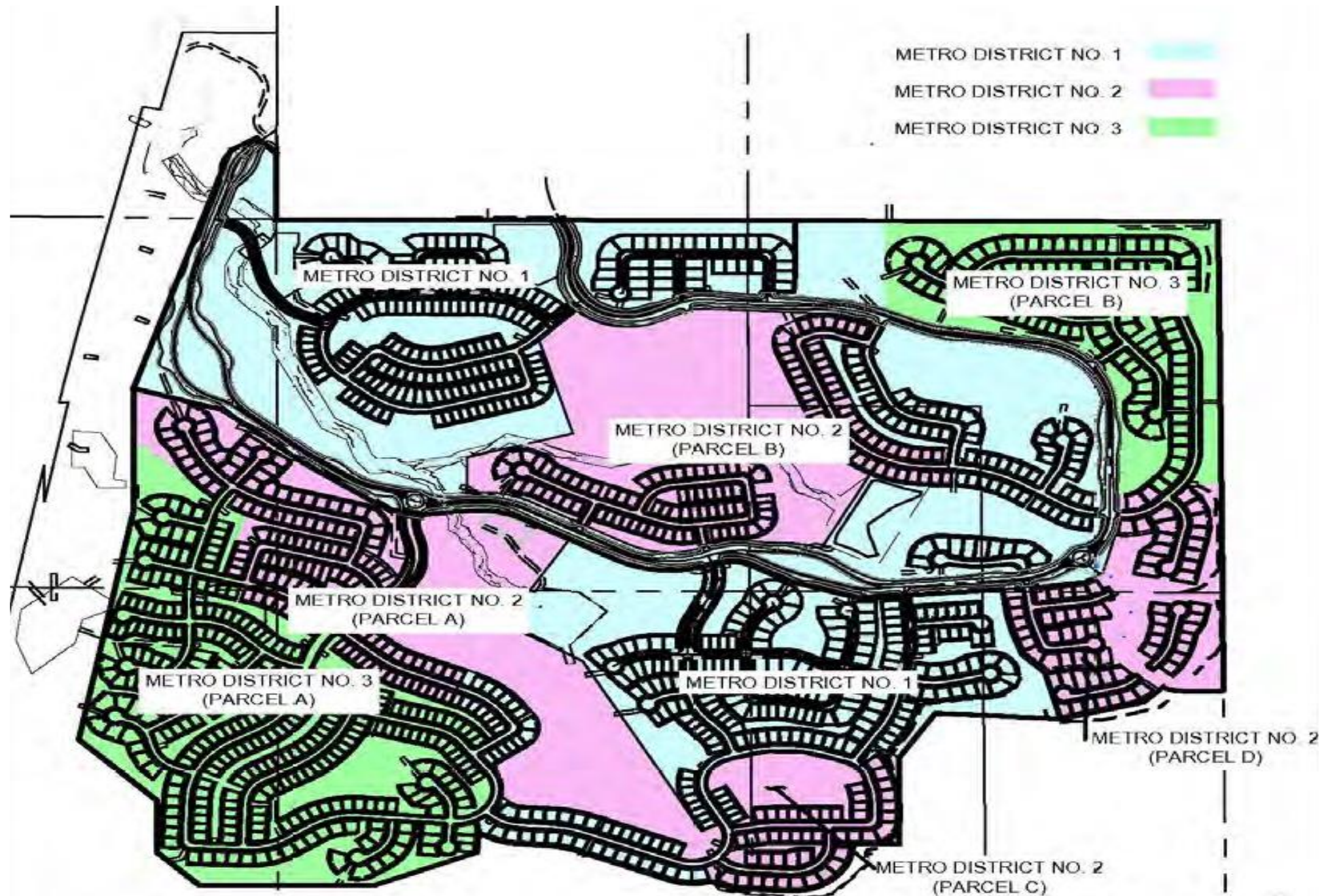
Lanterns Metropolitan District No. 3 - Review of Proposed Bond Issuance



Castle Rock Municipal Code

Section 11.02.110

- Metro districts must submit proposed financings of district debt to the Town for review and comment
- Submittals shall include information and documents related to the proposed financing (e.g., interest rate, financing costs, mill levy amount, offering statement)
- Districts must certify that the proposed financing is in compliance with the district service plan



District's Proposal

- Lanterns Metropolitan District No. 3, plans to issue the following bonds:
 - Limited Tax General Obligation Bonds, Series 2023A-1, in the estimated amount of \$6,000,000;
 - Limited Tax General Obligation Convertible Capital Appreciation Bonds, Series 2023A-2, in the estimated amount of \$7,567,918, and
 - Subordinate Limited Tax General Obligation Bonds, Series 2023B, in the estimated amount of \$3,093,000
- The bonds will allow the District to fund public improvements authorized by the District Service Plan

Limits on District Mill Levy and Debt

- The District has a debt cap of \$87,000,000
- The debt mill levy cap of the District is 63.6 mills, subject to future adjustments in assessed valuation
- The maximum term of the debt mill levy is 35 years on any single property developed for residential use

Findings and Recommendation

- The District has certified that the proposed bond issuance is authorized by and in compliance with the District Service Plan
- Town Staff finds that the proposed bond issuance complies with the District Service Plan
- Town Staff recommends that the District be allowed to move forward with the bond issuance as proposed