

FACTUAL SUMMARY
UNDER THE FAIR CAMPAIGN AND POLITICAL FINANCE ACT
PROVIDED BY
PAINT BRUSH HILLS METROPOLITAN DISTRICT

ISSUE 5B – REVENUE RETENTION FOR ESSENTIAL DISTRICT SERVICES

SHALL PAINT BRUSH HILLS METROPOLITAN DISTRICT BE AUTHORIZED TO COLLECT, RETAIN, AND SPEND ANY AND ALL AMOUNTS ANNUALLY FROM ANY REVENUE SOURCES WHATSOEVER, INCLUDING BUT NOT LIMITED TO TAXES, TAX INCREMENT REVENUES, TAP FEES, PARK FEES, FACILITY FEES, SERVICE CHARGES, INSPECTION CHARGES, ADMINISTRATIVE CHARGES, GIFTS, GRANTS OR ANY OTHER FEE, RATE, TOLL, PENALTY, INCOME OR CHARGE AUTHORIZED BY LAW OR CONTRACT TO BE IMPOSED, COLLECTED OR RECEIVED BY THE DISTRICT IN FISCAL YEAR 2016 AND IN EACH FISCAL YEAR THEREAFTER, SUCH AMOUNTS TO CONSTITUTE A VOTER-APPROVED REVENUE CHANGE AND BE COLLECTED, RETAINED AND SPENT BY THE DISTRICT WITHOUT REGARD TO ANY SPENDING, REVENUE-RAISING, OR OTHER LIMITATION CONTAINED WITHIN ARTICLE X, SECTION 20 OF THE COLORADO CONSTITUTION, INCLUDING ANY FUTURE AMENDMENTS TO ARTICLE X, SECTION 20 OF THE COLORADO CONSTITUTION IMPOSING TAX CUTS, THE LIMITS IMPOSED ON INCREASES IN PROPERTY TAXATION BY SECTION 29-1-301, C.R.S. IN ANY SUBSEQUENT YEAR, OR ANY OTHER LAW WHICH PURPORTS TO LIMIT THE DISTRICT'S REVENUES OR EXPENDITURES AS IT CURRENTLY EXISTS OR AS IT MAY BE AMENDED IN THE FUTURE, AND WITHOUT LIMITING IN ANY YEAR THE AMOUNT OF OTHER REVENUES THAT MAY BE COLLECTED, RETAINED AND SPENT BY THE DISTRICT?

Issue 5B proposes to:

- Utilize the revenue, if retained by the District, to provide essential District services to its residents and property owners.

Background and Provisions of the Proposal

Colorado law, specifically TABOR and the statutory 5.5% limitation, place strict revenue limits on the District. In light of the current fiscal constraints of the District, voters are being asked to consider whether the amount over the revenue limits should be retained to continue essential District services.

Arguments For

This District is not asking to raise your property taxes, but to retain revenues collected above the revenue limitations. The District has a number of projects planned to benefit the District and property values within the District, including the much-needed repairs and maintenance of the District's storm water system, and the development and maintenance of parks and open spaces. Further, if the District is unable to retain revenues, it is more likely to increase fees to make up the difference, and fees cannot be deducted for purposes of income taxes in the same manner as property taxes.

Arguments Against

TABOR and other revenue limitations were put into place to limit the fiscal growth of governments. The estimated one time rebate to each property will be about \$38, and the District will continue to be restricted in its ability to retain excess revenues in the future. The estimated property tax reduction to each property owner in 2017 will be about \$55.