

VALLEY SANITATION DISTRICT

2020 BUDGET REPORT

SUMMARY

The 2020 Budget for Valley Sanitation District has been prepared in accordance with the modified accrual basis of budgetary accounting.

Services to be provided in accordance with the 2020 budget include operation, maintenance and repair of Valley's 26.8 miles of sanitary sewer mains.

Total revenue from all sources in 2020 is projected to be \$381,121; general revenue of \$235,845, debt service revenue of \$70,691 and enterprise revenue of \$74,585. Total expenditures including debt service, capital items, contingencies and emergency reserves are budgeted at \$2,796,095. Operating expenditures are budgeted at \$228,750, \$31,550 more than 2019 budgeted expenses. Principal and interest payments of \$39,246 and \$31,445, respectively, are budgeted to satisfy the annual loan payments. The 2020 budget for capital expenses is \$2,444,714.

Beginning funds available in 2020 are estimated to be \$3,040,050. The reserve fund balance is projected to decrease \$2,414,974 to \$625,076 at year end 2020.

On November 17, 2017 a majority of the District's electors authorized the District to incur debt up to \$2,700,000 for the purpose of financing the cost of relocating and improving the District's interceptor sewer line. Construction on the project is anticipated to conclude during 2020. A thirty-year loan from the Colorado Water Resources and Power Development Authority was executed in early 2019 with the repayment of debt financed through the assessment of property taxes. An annual debt service mill levy will be assessed, beginning in 2020, to satisfy the annual loan payments.

REVENUE

- Total Revenue in 2020 is projected to be \$381,121, \$2,627,645 less than the 2019 budget which included \$2,700,000 in loan proceeds received from the Colorado Water Resources and Power Development Authority.
- The largest single source of revenue is proposed to be general property tax revenue amounting to \$168,847, 71.3 percent of total District general revenue. Assessed values of taxable property within Valley Sanitation District increased \$18,787,770 (22.8 percent) from \$82,378,662 in tax year 2018 to \$101,166,432 in tax year 2019. Assessment of the District's 2019 mill levy (2.493 mills) will result in property tax revenue in excess of TABOR and the state 5.5 percent revenue limitations. Thus, a mill levy reduction of .824 mills will be certified to bring tax revenue into alignment with said revenue limitations.

Certification of a mill levy of 1.669 mills will result in property taxes amounting to \$168,847, \$3,661 more than 2019 budgeted property tax revenue. A breakdown of assessed valuations and property tax revenue for each county is shown on page two of the budget.

- The property tax assessment for the year 2020, needed to pay the annual loan payment is \$70,691. The mill levy rate for this assessment is 0.699.
- Specific Ownership Tax income amounting to \$17,980 is budgeted for 2020. Specific ownership taxes represent the District's share of automobile registration fees and are remitted to the District by the county treasurers in accordance with a formula based on each local government's mill levy certification.
- Investment income is projected to decrease \$490 from estimated 2019 revenue of \$11,500 to \$11,010 budgeted for 2020. The average yield on District investments in 2020 is projected to be 1.85 percent.
- Valley's Sanitary Sewer System Rehabilitation Enterprise will impose a service fee for 2020 that will be assessed on all City of Englewood sewer bills to Valley customers. Service fee revenue is 10 percent of each customers' City of Englewood sewer bill. The revenue will be collected by Englewood and remitted to Valley. Projected service fee revenue for 2020 is estimated to be \$74,585, \$3,653 more than budgeted in 2019. This increase is consistent with the projected 7% increase in sewer rates in 2020 by the City of Englewood.
- No tap fee revenue is expected in 2019.
- The District has Intergovernmental Agreements with Columbine Water and Sanitation District and Bow Mar Water and Sanitation District that provide for cost sharing provisions for capital and maintenance costs related to the outfall interceptor owned by the District. Revenue of \$34,900 has been budgeted in 2020 for the reimbursement of costs by these entities related to the District's outfall sewer replacement project

EXPENSES

- Total expenses for 2020 are budgeted at \$2,796,095, \$228,750 for operations, \$70,691 for debt service, \$2,444,714 for capital expenditures and \$51,940 for contingencies and emergency reserves.
- Sanitary sewer maintenance expenses for 2020 are budgeted at \$100,435, \$22,510 more than \$77,925 budgeted in 2019. Projected maintenance expenses are based on the District's preventive maintenance program and represent 44.7 percent of total operating expenses.
- Remedial and emergency repairs for 2020 are budgeted at \$10,000. Remedial

maintenance does not include any specific maintenance activities but reserves funds for repairs determined to be necessary throughout the year as a result of sewer video inspections. Emergency repairs include costs associated with sewer backup response and remediation. Again, funds are not allocated to specific activities, but are available if needed.

- The 2020 budget includes \$5,000 for general engineering services, \$5,000 less than the amount budgeted in 2019.
- As part of the outfall sewer replacement project a new lift station will be constructed and placed in service during 2020. Routine maintenance will be required and is projected to amount to \$10,000 in 2020.
- Administrative expenses are budgeted at \$50,000 in 2020; the same amount budgeted in 2019. This line item includes administration, financial, and management functions conducted by Platte Canyon Water and Sanitation District staff under the Intergovernmental Agreement between Valley and Platte Canyon. It is anticipated that there will be a significant amount of staff time devoted to managing the outfall sewer relocation project.
- Advertising and publication expenses include publication of special district compliance notices and advertisement for construction project bids. The budget for 2020 for this line item is \$165, \$40 more than the amount budgeted in 2019.
- The budget for legal services which are authorized on an as needed basis is \$10,000; which is the same amount budgeted in 2019.
- The 2020 budget amount to conduct the annual audit is \$5,000, the same amount budgeted in 2019.
- Meeting hall rent represents the expenditure for rental of meeting space for monthly Board of Directors meetings. The amount budgeted for 2020 is \$300, the same amount budgeted in 2019.
- Insurance for general liability, officers and directors' liability, worker's compensation, and commercial crime coverages are obtained from the Colorado Special District's Property and Liability Pool. The amount budgeted for all coverages in 2020 is \$4,750; \$250 more than the amount budgeted in 2019.
- The District is required by state statute to be a member of Colorado 811. As a tier one member of Colorado 811, Valley is required to pay for each utility location request transmitted to the District. The amount budgeted for utility location charges in 2020 is \$3,500, the same amount budgeted in 2019.
- Supplies includes routine office, stationary and filing materials. The budget for this line item is \$500, the same amount budgeted in 2019.

- Director's fees and expenses are budgeted at \$6,000 and assume 100 percent attendance of all directors at all regularly scheduled Board meetings.
- Salaries and payroll taxes represent personnel costs for the District manager. The budget for 2020 is \$8,500, the same amount budgeted in 2019.
- County treasurers are allowed to retain 1.5% of all property tax revenue collected as a processing fee. Treasurer's fees charged by Denver and Arapahoe Counties are budgeted at \$3,600.
- The 2020 budget includes \$5,000 for public relations related expenses such as newsletters, informational brochures, and website expenses. This is equal to the amount budgeted in 2019.
- Regular special district board member elections are scheduled to occur in 2020. Additionally, the District may seek voter approval to collect, retain, and spend all revenues from all sources as a voter approved revenue change and exception to the limits that apply under the TABOR amendment and other statutory limitations. The District may also seek approval to adjust the District's mill levy rate beginning in 2021 to offset revenue losses resulting from state-mandated property tax assessment rate reductions caused by the Gallagher Amendment. Election expense for 2020 is budgeted at \$5,000
- The 2020 budget reserves \$34,310 for unbudgeted contingencies that may arise during the year. This amount is \$4,730 more than budgeted in 2019. In addition, \$17,630 is budgeted as an emergency reserve as required by the TABOR Amendment.

PROPERTY TAXES

- The general operations mill levy for Valley Sanitation District in 2020 (tax year 2019) is proposed to remain the same as the levy certified in tax years 2006 through 2019, 2.493 mills. However, due to the growth in assessed values of all taxable property within the Valley Sanitation District, a mill levy reduction of .824 mills will be imposed in 2020. The mill levy to be certified to Denver and Arapahoe Counties will be 1.669 mills, 0.328 mills lower than the mill levy certified in 2019.
- The first debt service payment on the \$2,700,000 loan to be received from the Colorado Water Resources and Power Development Authority is anticipated to be due on May 1, 2020. Repayment of the debt is financed through the assessment of property taxes generated by an annual mill levy until paid. Each year's debt service mill levy will be sufficient to pay the principal and interest due that year. A mill levy of 0.699 will be certified to Denver and Arapahoe Counties in anticipation of the debt service payment due in the amount of \$70,691.
- Assessed values increased this year to \$101,166,432 from \$82,378,662 assessed in 2018.

Eighty percent of the District assessed value is located in Arapahoe County and 20 percent in Denver County.

- Total property tax revenue for operations proposed for 2020 is \$168,847; \$3,661 more than the budgeted amount of \$165,186 in 2019.

LEASE - PURCHASE AGREEMENTS

- As required by *C.R.S. 29-1-103(3)(d)*, the 2020 budget includes a schedule for lease purchase agreements. Valley does not have any lease-purchase agreements requiring expenditure of funds in 2017.

TEN YEAR FINANCIAL PLAN

- The Ten Year Financial Plan projects a reserve fund balance of \$3,040,050 at year end 2019. The fund balance is projected to decrease (including contingency and TABOR emergency reserve expenditures) to \$625,076 in 2020.
- Debt service payments on the loan begin in 2020 and extend to 2049 at which time the debt is retired. The Board reviews the fund balance every year to determine the adequacy of the reserves to fund District administrative, operations, maintenance, and capital project expenditures.
- The average yield on District investments is assumed to be 1.85 percent in 2020, 2% in 2021 and increases 0.25 percent every 2 years until it reaches 3.0 percent.
- Service fees are projected to remain stable at 10 percent of each customer's sewer billing for City of Englewood sewer treatment services. The City is projecting a 7% increase in rates for 2020 which will result in a corresponding increase in revenue for the District. The rate is assumed to increase 1.5% every year beginning in 2021. Revenue from the Enterprise is expected to produce \$798,265, approximately 16.8 percent of all District revenue over the ten year planning period.
- Operating expenses are projected to increase 2.5 percent in 2021 and increase by one-half a percent per year to a maximum of 3.5 percent per year thereafter.
- A single capital project, the relocation of the outfall sewer main currently located in the abandoned landfill south and west of Oxford Ave. and the South Platte River is scheduled to be designed and constructed over a four year period beginning in 2017. The estimated cost of the project is \$3,104,328.

VALLEY SANITATION DISTRICT 2020 BUDGET

	ACTUAL 2017	ACTUAL 2018	BUDGET 2019	ESTIMATED 2019	PROPOSED BUDGET 2020	DIFFERENCE FROM 2019 BUDGET	
Beginning Balance January 1	\$709,625	\$665,000	\$424,379	\$436,412	\$3,040,050		
REVENUE							
Property Taxes - Operations	\$151,981	\$156,067	\$165,186	\$164,510	\$168,847	\$3,661	2.22%
Property Taxes - Debt Service	\$0	\$0	\$10,010	\$10,010	\$70,691	\$60,681	
Specific Ownership Taxes	\$12,449	\$10,957	\$13,140	\$13,625	\$17,980	\$4,840	36.83%
Interest Earned	\$7,389	\$10,280	\$8,490	\$11,500	\$11,010	\$2,520	29.68%
Service Fee (Enterprise)	\$66,282	\$66,910	\$70,932	\$69,400	\$74,585	\$3,653	5.15%
System Development Fee (Tap Fees)	\$19,000		\$0	\$11,000	\$0	\$0	0.00%
Loan Proceeds			\$2,700,000	\$2,700,000	\$0	(\$2,700,000)	-100.00%
IGA Cost Sharing			\$34,900	\$14,900	\$34,900	\$0	0.00%
Other	\$6,616	\$3,224	\$6,108	\$8,808	\$3,108	(\$3,000)	-49.12%
Total Revenue	\$263,717	\$247,438	\$3,008,766	\$3,003,753	\$381,121	(\$2,627,645)	-87.33%
OPERATING EXPENDITURES							
<u>MAINTENANCE</u>							
Maintenance & Repairs	\$67,669	\$84,594	\$77,925	\$75,500	\$100,435	\$22,510	28.89%
Repairs Remedial/Emergency	\$3,400	\$93	\$10,000	\$0	\$10,000	\$0	0.00%
Engineering - GIS	\$8,820	\$5,485	\$0	\$0	\$0	\$0	0.00%
Engineering	\$0	\$0	\$10,000	\$0	\$5,000	(\$5,000)	-50.00%
Lift Station Operation and Maintenance	\$0	\$0	\$2,220	\$0	\$10,000	\$7,780	350.45%
<u>ADMINISTRATION</u>							
Administrative Expenses	\$59,216	\$46,926	\$50,000	\$45,500	\$50,000	\$0	0.00%
Advertising & Publication	\$122	\$23	\$125	\$165	\$165	\$40	32.00%
Legal	\$6,531	\$11,299	\$10,000	\$3,085	\$10,000	\$0	0.00%
Audit	\$4,640	\$4,700	\$5,000	\$4,800	\$5,000	\$0	0.00%
Meeting Hall Rent	\$300	\$150	\$300	\$450	\$300	\$0	0.00%
Insurance	\$4,253	\$4,288	\$4,500	\$4,550	\$4,750	\$250	5.56%
UNCC	\$2,053	\$2,538	\$3,500	\$1,875	\$3,500	\$0	0.00%
Supplies	\$453	\$208	\$500	\$50	\$500	\$0	0.00%
Director's Fees & Expenses	\$5,800	\$7,900	\$6,000	\$5,800	\$6,000	\$0	0.00%
Salaries & Payroll Taxes	\$7,725	\$7,751	\$8,500	\$7,750	\$8,500	\$0	0.00%
Treasurers Tax Collection Fee	\$2,150	\$2,203	\$2,630	\$2,275	\$3,600	\$970	36.88%
Public Relations	\$8,114	\$60	\$5,000	\$0	\$5,000	\$0	0.00%
Election Expense	\$11,628	\$39	\$0	\$0	\$5,000	\$5,000	0.00%
Other	\$428	\$710	\$1,000	\$800	\$1,000	\$0	0.00%
Sub-Total Operating Expenses	\$193,302	\$178,967	\$197,200	\$152,600	\$228,750	\$31,550	16.00%
DEBT SERVICE							
Debt - Principal	\$0	\$0	\$5,510	\$0	\$39,246	\$33,736	612.27%
Debt - Interest	\$0	\$0	\$4,500	\$0	\$31,445	\$26,945	598.78%
Sub-Total Debt Service	\$0	\$0	\$10,010	\$0	\$70,691	\$60,681	606.20%
CAPITAL EXPENDITURES							
Capital Outlay	\$115,040	\$297,059	\$2,816,215	\$247,515	\$2,444,714	(\$371,501)	-13.19%
Sub-Total Capital Expenditures	\$115,040	\$297,059	\$2,816,215	\$247,515	\$2,444,714	(\$371,501)	-13.19%
Contingency	\$0	\$0	\$29,580	\$0	\$34,310	\$4,730	15.99%
TABOR Emergencies Reserve	\$0	\$0	\$12,730	\$0	\$17,630	\$4,900	38.49%
Total Expenditures	\$308,342	\$476,026	\$3,065,735	\$400,115	\$2,796,095	(\$269,640)	-8.80%
Ending Balance December 31	\$665,000	\$436,412	\$367,410	\$3,040,050	\$625,076		

VALLEY SANITATION DISTRICT 2020 BUDGET

PROPERTY TAXES ASSESSED

	Tax Year 2016	Tax Year 2017	Tax Year 2018	Tax Year 2019
Assessed Valuation				
Arapahoe County	\$55,341,708	\$62,888,672	\$65,734,822	\$80,878,762
Denver County	\$11,770,940	\$13,584,410	\$16,643,840	\$20,287,670
Total Valuation	\$67,112,648	\$76,473,082	\$82,378,662	\$101,166,432
Mill Levy - Operations	2.493	2.493	2.493	2.493
Temporary Mill levy Reduction	(0.228)	(0.439)	(0.496)	(0.824)
Abatements			0.012	0.002
Net Mill Levy - Operations	<u>2.265</u>	<u>2.054</u>	<u>2.009</u>	<u>1.671</u>
Mill Levy - Debt Service	0.000	0.000	0.122	0.699
Property Tax Revenue - General	\$152,010	\$157,076	\$164,510	\$168,847
Abatements			\$1,004	\$193
Property Tax Revenue - Debt Service	\$0	\$0	\$10,010	\$70,691
Property Tax Revenue	\$152,010	\$157,076	\$175,524	\$239,731
Arapahoe County - General		\$129,173	\$131,272	\$134,987
Arapahoe County - Abatements			\$989	\$154
Arapahoe County - Debt service		\$0	\$7,988	\$56,515
Denver County - General		\$27,902	\$33,238	\$33,860
Denver County - Abatements			\$15	\$39
Denver County - Debt Service		<u>\$0</u>	<u>\$2,022</u>	<u>\$14,176</u>
		\$157,076	\$175,524	\$239,731

**VALLEY SANITATION DISTRICT
2020 BUDGET**

**SCHEDULE I
LEASE - PURCHASE SUPPLEMENTAL SCHEDULE
(29-1-103(3)(d), C.R.S)**

I. Real Property Lease - Purchase Agreements:

Total Amount to be expended for all Real Property Lease -
Purchase Agreements in 2015 \$0.00

II. All Lease - Purchase Agreements Not Involving Real Property:

Total Amount to be expended for all Non-Real Property Lease -
Purchase Agreements in 2015 \$0.00

VALLEY SANITATION DISTRICT Ten Year Financial Plan (2020-2029)

Summary

	ACTUAL			ESTIMATED			BUDGETED					
	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029
BEGINNING FUNDS AVAILABLE	\$665,000	\$436,412	\$3,040,050	\$625,076	\$764,260	\$850,965	\$944,610	\$1,037,388	\$1,118,137	\$1,195,404	\$1,277,759	\$1,356,311
REVENUES												
Property taxes General Revenue (Exhibit 1)	156,067	164,510	168,847	173,912	179,130	184,503	190,039	195,740	201,612	207,660	213,890	220,307
Property taxes Debt Service (Exhibit 1)	0	10,010	70,691	121,414	121,414	121,414	121,414	121,414	121,414	121,414	121,414	121,414
Specific ownership taxes	10,957	13,625	17,980	22,149	22,541	22,944	23,359	23,787	24,227	24,681	25,148	25,629
Service Fees (Enterprise)	10,280	69,400	74,585	75,704	76,840	77,992	79,162	80,349	81,555	82,778	84,020	85,280
Investment income (2021@ 2% +.25%/2yr max 3%)	66,910	11,500	11,010	13,540	17,196	21,274	25,977	31,122	33,544	35,862	38,333	40,689
Other	3,224	8,808	3,108	3,108	3,108	3,108	3,108	3,108	3,108	3,108	3,108	3,108
System Development Fees	0	11,000	0	0	0	0	0	0	0	0	0	0
IGA Outfall Cost Share		14,900	34,900	34,900	34,900	34,900	34,900	14,900	14,900	14,900	14,900	14,900
Contingency Addback				51,940								
Bond proceeds	0	2,700,000		0	0	0	0	0	0	0	0	0
TOTAL REVENUE	247,438	3,003,753	381,121	496,668	455,128	466,136	477,959	470,420	480,360	490,403	500,813	511,327
EXPENSES												
Operations (2021@2.5%+.5%/yr max 3.5%)												
Sewer Operations	84,594	75,500	100,435	102,946	106,034	109,745	113,587	117,562	121,677	125,935	130,343	134,905
Sewer - Remedial Projects	93	0	10,000	10,250	10,558	10,927	11,309	11,705	12,115	12,539	12,978	13,432
Sewer - Engineering/GIS Engineering	5,485	0	5,000	10,000	10,300	10,661	11,034	11,420	11,819	12,233	12,661	13,104
Lift Station operation and maintenance	0	0	10,000	10,250	10,558	10,927	11,309	11,705	12,115	12,539	12,978	13,432
Administrative	46,926	45,500	50,000	51,250	52,788	54,635	56,547	58,526	60,575	62,695	64,889	67,160
Legal	11,299	3,085	10,000	12,000	12,360	12,793	13,240	13,704	14,183	14,680	15,194	15,725
Audit	4,700	4,800	5,000	5,125	5,279	5,464	5,655	5,853	6,057	6,269	6,489	6,716
Insurance	4,288	4,550	4,750	4,869	5,015	5,190	5,372	5,560	5,755	5,956	6,164	6,380
UNCC	2,538	1,875	3,500	3,588	3,695	3,824	3,958	4,097	4,240	4,389	4,542	4,701
Supplies	208	50	500	513	528	546	565	585	606	627	649	672
Director Fees	7,900	5,800	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Payroll	7,751	7,750	8,500	8,713	8,930	9,154	9,382	9,617	9,857	10,104	10,356	10,615
County Treasurer Fees	2,203	2,275	3,600	2,941	3,025	3,112	3,201	3,293	3,388	3,485	3,586	3,689
Public Relations	60	0	5,000	5,125	5,279	5,464	5,655	5,853	6,057	6,269	6,489	6,716
Election	39	0	5,000	1,000	5,115	1,035	5,294	1,071	5,479	1,109	5,671	1,148
Other	883	1,415	1,465	1,502	1,547	1,601	1,657	1,705	1,754	1,805	1,857	1,910
Total Operating Expenses	178,967	152,600	228,750	236,070	247,009	251,077	263,766	268,256	281,678	286,634	300,847	306,307
Long Term Capital Outlay Expenditures (Exhibit 2)												
Sewer	297,059	247,515	2,444,714	0	0	0	0	0	0	0	0	0
Total Long Term Capital Expenses	297,059	247,515	2,444,714	0	0	0	0	0	0	0	0	0
Debt Service (Exhibit 1)												
Prinical payments	0	0	39,246	67,838	69,202	70,593	72,012	73,459	74,936	76,442	77,978	79,546
Interest payments	0	0	31,445	53,576	52,212	50,822	49,403	47,955	46,479	44,972	43,436	41,869
Total Debt Service Expenses	0	0	70,691	121,414	121,414	121,414	121,414	121,414	121,414	121,414	121,414	121,414
Contingency / Tabor Emergency Reserve	0	0	51,940	0	0	0	0	0	0	0	0	0
TOTAL EXPENSES	476,026	400,115	2,796,095	357,484	368,423	372,491	385,180	389,670	403,093	408,049	422,261	427,721
Annual Surplus/(Deficit)	-228,588	2,603,638	-2,414,974	139,184	86,705	93,645	92,778	80,749	77,267	82,355	78,552	83,606
ENDING FUNDS AVAILABLE	436,412	3,040,050	625,076	764,260	850,965	944,610	1,037,388	1,118,137	1,195,404	1,277,759	1,356,311	1,439,917

**VALLEY SANITATION DISTRICT
Ten Year Financial Plan (2020-2029)**

EXHIBIT 1 PROPERTY TAX REVENUE

	ACTUAL		ESTIMATED									
	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029
Assessed Valuation												
Taps Sold	0	11	0	0	0	0	0	0	0	0	0	0
Total Taps	2,251	2,251	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262
Assessed Value per Tap (3% - 2020, then 3% every even year)	33,973	36,596	44,724	46,066	46,066	47,448	47,448	48,871	48,871	50,338	50,338	51,848
New Assessed Value	0	402,561	0	0	0	0	0	0	0	0	0	0
Assessed Value	76,473,082	82,378,662	101,166,432	104,201,425	104,201,425	107,327,468	107,327,468	110,547,292	110,547,292	113,863,710	113,863,710	117,279,622
General Operations												
Assessed Valuation	76,473,082	82,378,662	101,166,432	104,201,425	104,201,425	107,327,468	107,327,468	110,547,292	110,547,292	113,863,710	113,863,710	117,279,622
General Operating Mill Levy+Abatements	2.493	2.493	2.493	2.493	2.493	2.493	2.493	2.493	2.493	2.493	2.493	2.493
Temporary mill levy reduction (5.5% limitation)	-0.439	0.350	-0.824									
TABOR mill levy reduction (3% of PY revenue)				-0.824	-0.774	-0.774	-0.722	-0.722	-0.669	-0.669	-0.615	-0.615
TABOR Restriction Refund (Rev increase limited to 3% of PY)				-85,862	-80,645	-83,064	-77,529	-79,855	-73,983	-76,202	-69,972	-72,071
General Operating Property Tax	190,647	234,170	168,847	173,912	179,130	184,503	190,039	195,740	201,612	207,660	213,890	220,307
Debt Service												
Assessed Value	76,473,082	82,378,662	101,166,432	104,201,425	104,201,425	107,327,468	107,327,468	110,547,292	110,547,292	113,863,710	113,863,710	117,279,622
Mill Levy	0.000	0.000	0.699	1.165	1.165	1.131	1.131	1.098	1.098	1.066	1.066	1.035
Property tax	0	10010	70,691	121,414	121,414	121,414	121,414	121,414	121,414	121,414	121,414	121,414
Total Property Tax Revenue	190,647	244,180	239,538	295,326	300,544	305,918	311,453	317,154	323,026	329,075	335,304	341,721
Total Mill Levy	2.054	2.843	3.192	3.658	3.658	3.624	3.624	3.591	3.591	3.559	3.559	3.528
Service Charge per Year (10% of COE bill)	29	31	33	33	34	34	35	36	36	37	37	38
- Increase service charge 7% in 2019 & 2020, 1.5%/yr beginning in 2021												
Taps	2,250	2,251	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262	2,262
Total Annual Service Fee	66,282	69,367	74,585	75,704	76,840	77,992	79,162	80,349	81,555	82,778	84,020	85,280

**VALLEY SANITATION DISTRICT
Ten Year Financial Plan (2020-2029)**

EXHIBIT 2 CAPITAL EXPENDITURES - DISTRICT CAPITAL IMPROVEMENTS

	<u>ACTUAL</u> <u>ESTIMATED</u>		<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>
	<u>2018</u>	<u>2019</u>										
SEWER												
Sewer Rehabilitation (CIPP)	297,059	247,515	2,444,714									
Additional Capital Sewer Projects												
TOTAL SEWER	297,059	247,515	2,444,714	0	0	0	0	0	0	0	0	0
CONTINGENCY/EMERGENCY	0	0	51,940									
TOTAL CAPITAL	297,059	247,515	2,496,654	0	0	0	0	0	0	0	0	0