

VALLEY SANITATION DISTRICT

2025 BUDGET REPORT

SUMMARY

The 2025 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 2025 budget include operation, maintenance and repair of Valley's 27.2 miles of sanitary sewer mains.

Total revenue from all sources in 2025 is projected to be \$707,489; general revenue of \$317,527, debt service revenue of \$121,350 and enterprise revenue of \$268,612. Total expenditures including debt service, capital items, contingencies and emergency reserves are budgeted at \$563,876. Operating expenditures are budgeted at \$341,935, \$17,870 less than 2024 budgeted expenses. Principal and interest payments of \$74,161 and \$47,200, respectively, are budgeted to satisfy the annual loan payments. Capital expenditures are budgeted at \$7,700.

Beginning funds available in 2025 are estimated to be \$1,386,219. The reserve fund balance is projected to increase \$143,613 to \$1,529,832 at year end 2025.

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 by the end of 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 to satisfy the annual loan payments.

REVENUE

- Total Revenue in 2025 is projected to be \$707,489, \$1,510 more than the 2024 budget.
- General property tax revenue amounting to \$203,452 28.8 percent of total District revenue. Assessment of the District's 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 1.026 mills will be certified to bring tax revenue into alignment with said revenue limitations. Certification of a mill levy of 1.467 mills (including abatements) will result in property taxes amounting to \$203,452, \$4,266 more than 2024 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 2025, needed to pay the annual loan payment is

\$121,361. The mill levy rate for this assessment is .875.

- Specific Ownership Tax income amounting to \$21,112 is budgeted for 2025. 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 \$4,950 from estimated 2024 revenue of \$60,400 to \$55,450 budgeted for 2025. Given current market conditions the average yield on District investments in 2025 is projected to be 4.0 percent.
- In November of 2022, the District sought 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. This recovered revenue would have enabled the District to fund significant rehabilitation projects that have been identified and are required to maintain the sewer system. As a result of the failed TABOR proposal, the service fee was increased as of January 1, 2024 from 15 percent to 30 percent of each customers' City of Englewood sewer bill. The Sanitary Sewer System Rehabilitation Enterprise will continue to impose the service fee in 2025. The revenue is collected by Englewood and remitted to Valley. Projected service fee revenue for 2025 is estimated to be \$268,612, \$11,567 more than the amount estimated for 2024.
- No tap fee revenue is expected in 2025.
- 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 has been budgeted in 2025 for the reimbursement of costs by these entities related to the District's outfall sewer replacement project of \$14,900 and ongoing maintenance of the new lift station and outfall sewer main of \$19,505.

EXPENSES

- Total expenses for 2025 are budgeted at \$563,876, \$341,935 for operations, \$121,361 for debt service, \$7,700 for capital outlay, and \$92,880 for contingencies and emergency reserves.
- Sanitary sewer maintenance expenses for 2025 are budgeted at \$168,525, \$24,855 less than \$193,380 budgeted in 2024. Projected maintenance expenses are based on the District's preventive maintenance program and represent 49.3 percent of total operating expenses.
- Remedial and emergency repairs for 2025 are budgeted at \$20,000. Remedial maintenance does not include any specific maintenance activities but reserves funds for repairs determined to be necessary throughout the year because 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 2025 budget includes \$5,000 for general engineering services, \$5,000 less than the amount budgeted in 2024. General engineering services include expenditures for consulting services relating to engineering matters, plan review services, and surveying services that are non-capital project related. The District issues tasks orders for specific engineering projects identified throughout the year.
- Total lift station maintenance costs are budgeted at \$10,150. General maintenance includes repairs and maintenance to the lift station pumps, motors, control systems and related equipment to maintain performance. Significant repairs were performed during 2024 after a pump component broke and control systems failed resulting in extensive water damage to electrical components.
- Lift station utilities include costs for electric, gas, water, SCADA monitoring, and security services. Lift station utility expenses for 2025 are budgeted at \$23,650, \$60 less than the amount budgeted in 2024.
- Administrative expenses are budgeted at \$45,000 in 2025; the same as the amount budgeted in 2024. 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.
- Advertising and publication expenses include publication of special district compliance notices. The budget for 2025 for this line item is \$165, the same amount budgeted in 2024.
- The budget for legal services which are authorized on an as needed basis is \$10,000, which is the same amount budgeted in 2024.
- The 2025 budget amount to conduct the annual audit is \$5,400, the same amount budgeted in 2024.
- 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 2025 is \$21,800, \$3,617 or 19.9%, more than the estimated amount for 2024.
- 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 2025 is \$3,500, the same amount budgeted in 2024.
- Supplies includes routine office, stationary and filing materials. The budget for this line

item is \$250, the same amount budgeted in 2024.

- 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 2025 is \$5,625, the same amount budgeted in 2024.
- 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 \$4,870.
- The 2025 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 2024.
- The 2025 budget includes \$1,000 for legal and administrative costs associated with the regular bi-annual director election
- The 2025 budget reserves \$51,290 for unbudgeted contingencies that may arise during the year. This amount is \$2,680 less than budgeted in 2024. In addition, \$41,590 is budgeted as an emergency reserve as required by the TABOR Amendment.

CAPITAL EXPENDITURES

- Capital expenses for 2025 are budgeted at \$7,700 and consist of equipment to be installed at the lift station for improved SCADA communication and reporting.

PROPERTY TAXES

- The general operations mill levy for Valley Sanitation District in 2025 (tax year 2024) is proposed to remain the same as the levy certified in tax years 2006 through 2024, 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 1.026 mills will be imposed in 2025. The mill levy to be certified to Denver and Arapahoe Counties will be 1.467 mills, .005 mills lower than the mill levy certified in 2024.
- Repayment of the \$2,700,000 loan received from the Colorado Water Resources and Power Development Authority 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 .875 will be certified to Denver and Arapahoe Counties in anticipation of the debt service payment due in the amount of \$121,361.

- Assessed values increased this year to \$138,685,480 from \$136,228,758 assessed in 2022. Eighty-one percent of the District assessed value is located in Arapahoe County and nineteen percent in Denver County.
- Total property tax revenue for operations proposed for 2025 is \$203,452; \$4,266 more than the budgeted amount of \$199,186 in 2024.

LEASE - PURCHASE AGREEMENTS

- As required by *C.R.S. 29-1-103(3)(d)*, the 2022 budget includes a schedule for lease purchase agreements. Valley does not have any lease-purchase agreements requiring expenditure of funds in 2025.

TEN YEAR FINANCIAL PLAN

- The Ten-Year Financial Plan projects a reserve fund balance of \$1,386,219 at year end 2024. The fund balance is projected to increase (including contingency and TABOR emergency reserve expenditures) to \$1529,832 in 2025. Over the ten-year planning period the reserve fund balance is projected to decrease to a fund balance of \$1,437,832. This decrease is due to significant capital outlay scheduled to begin in 2028. 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.
- General property taxes will produce 26.9 percent of total District revenues between 2025 and 2034 with a total of \$2,332,345.
- Debt service payments on the loan began in 2020 and extend to 2049 at which time the debt is retired.
- The average yield on District investments is assumed to be 4.0 percent in 2025 and 3.5% through the end of the planning period.
- Service fees are imposed based on a percentage of each customer's sewer billing for City of Englewood sewer treatment services. For planning purposes, the percentage will remain at 30% in 2025, increase to 35% for the years 2026 through 2028, increase to 40% for the years 2029 through 2031, and be increased to 45 percent for the years 2032 and 2034. In addition, the City is projecting 4.5% increases in rates for the planning period which will result in a corresponding increase in revenue for the District. These aggressive increases in the service fee are necessary to mitigate the impact of the significant capital outlay that is required over the planning period. Revenue from the Enterprise is expected to produce \$3,985,915, approximately 46 percent of all District revenue over the ten-year planning period.
- Operating expenses are projected to increase 3.32 percent in 2026 and throughout the ten-

year planning period.

- Rehabilitation of the District's small diameter concrete pipe sewer mains are scheduled for replacement over a five-year period beginning in 2028. Rehabilitation of these sewer mains are necessary due to pipe deterioration and compromised structural integrity caused by sewer gases. The total amount of the rehabilitation is projected to be \$3,000,000. Further investigation of the pipe condition is needed to prioritize rehabilitation, but an additional revenue source will be likely be required to fund the capital outlay.

RESOLUTION 2024-12-1

A RESOLUTION TO ADOPT A BUDGET FOR VALLEY SANITATION DISTRICT, ARAPAHOE AND DENVER COUNTIES, COLORADO FOR THE CALENDAR YEAR BEGINNING ON JANUARY 1, 2025 AND ENDING ON DECEMBER 31, 2025

WHEREAS, the Board of Directors of VALLEY SANITATION DISTRICT appointed Cynthia Lane to prepare and submit a proposed budget to said governing body at the proper time, and;

WHEREAS, a proposed budget reflecting anticipated revenue and expenses for VALLEY SANITATION DISTRICT, Arapahoe and Denver Counties, Colorado, for the calendar year beginning January 1, 2025, and ending December 31, 2025, was presented to the Board of Directors on or before October 15, 2024, for its consideration, and;

WHEREAS, notice of submittal of the proposed budget to the Board of Directors and notice of the date and time of a public hearing to consider adoption of the proposed budget has been published in newspapers of general circulation within Arapahoe and Denver counties, Colorado; and further, the proposed budget has been available for inspection at the District's office located at 8739 W. Coal Mine Avenue, Littleton, Colorado, and interested electors of the District have been given the opportunity to file or register objections to the proposed budget, and;

WHEREAS, the proposed budget has been prepared to comply with all terms, limitations and exemptions, including but limited to reserve, transfer and expenditure exemptions under Article X, Section 20 of the Colorado Constitution and other laws which are applicable to or binding upon the District; and

WHEREAS, said budget lists all proposed expenditures for administration, operations, maintenance, and capital projects, and all anticipated revenues, estimated and actual beginning and ending fund balances, and a budget message describing the important features of the proposed budget.

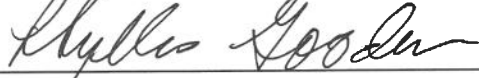
NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF VALLEY SANITATION DISTRICT that the budget as submitted, amended, and affixed hereto is hereby approved and adopted as the official budget of the VALLEY SANITATION DISTRICT for the calendar year beginning January 1, 2025, and ending December 31, 2025.

Section 1. That the proposed 2025 budget, as submitted and amended, and attached hereto is hereby approved and adopted as the budget of the VALLEY SANITATION DISTRICT for calendar year 2025.

Section 2. That the budget as hereby approved and adopted, shall be certified by the District's President, Secretary/Treasurer, or a management representative from Platte Canyon Water and Sanitation District to all appropriate agencies and is made a part of the public records of the District.

ADOPTED THIS 11th DAY OF DECEMBER 2024.

VALLEY SANITATION DISTRICT



Phyllis Gooden, President

ATTEST:



Mary Alice Ledbetter, Secretary

RESOLUTION 2024-12-2

A RESOLUTION TO APPROPRIATE SUMS OF MONEY IN THE AMOUNTS AND FOR THE PURPOSES AS SET FORTH BELOW FOR THE VALLEY SANITATION DISTRICT FOR THE 2025 BUDGET YEAR

WHEREAS, the Board of Directors of Valley Sanitation District has approved and adopted the annual budget for said District for the budget year 2025 and;

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget, and;

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below for the operations and expenditures of the Valley Sanitation District,

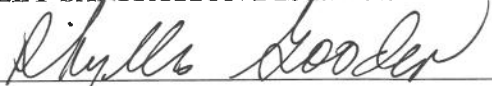
NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF VALLEY SANITATION DISTRICT, ARAPAHOE AND DENVER COUNTIES, COLORADO as follows:

Section 1. That the sum of FIVE HUNDRED SIXTY THREE THOUSAND EIGHT HUNDRED SEVENTY-SIX AND NO/100 DOLLARS (\$563,876 is hereby appropriated for expenditure during calendar year 2025.

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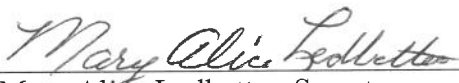
ADOPTED THIS 11th DAY OF DECEMBER 2024.

VALLEY SANITATION DISTRICT



Phyllis Gooden, President

ATTEST:



Mary Alice Ledbetter, Secretary

RESOLUTION 2024-12-3

A RESOLUTION LEVYING GENERAL PROPERTY TAXES FOR TAX YEAR 2024 TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE VALLEY SANITATION DISTRICT FOR THE 2025 BUDGET YEAR.

WHEREAS, the Board of Directors of Valley Sanitation District has approved and adopted the annual budget for 2025 in accordance with the Colorado Local Government Budget Law, and;

WHEREAS, the approved budget for 2025 contemplates funding a portion of anticipated expenses with revenues from a tax mill levy to be assessed upon all taxable property within Valley Sanitation District, and;

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is TWO HUNDRED THREE THOUSAND FOUR HUNDRED FIFTY-TWO AND NO/100 DOLLARS (\$203,452) and;

WHEREAS, the amount of money necessary to balance the budget for voter-approved general obligation debt is ONE HUNDRED TWENTY ONE THOUSAND THREE HUNDRED FIFTY AND NO/100 DOLLARS (\$121,350), and;

WHEREAS, the Board, in accordance with Sections 39-1-111.5 C.R.S., has determined to provide temporary property tax relief to its taxpayers in the form of a temporary reduction in its property tax rate for the 2025 budget year, which is subject to annual review; and

WHEREAS, the tax year 2024 valuation for assessment for the Valley Sanitation District as certified by the County Assessors of Arapahoe and Denver Counties is \$138,685,480,

NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF VALLEY SANITATION DISTRICT, ARAPAHOE AND DENVER COUNTIES, COLORADO that:

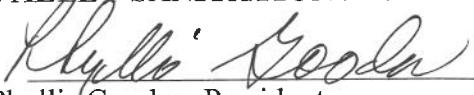
Section 1. For the purpose of meeting all expenses of the Valley Sanitation District during the 2025 budget year there is hereby levied a tax of 2.342 mills upon each dollar of total valuation for assessment for tax year 2024, said 2.342 mill levy being certified for assessment as follows:

General Operating Expenses	2.493 mills
Temporary Mill Levy Reduction	(1.026) mills
Abatements	.000 mills
General Obligation Debt Expenses	0.875 mills
Total Mill Levy Certified for Assessment Upon All Taxable Property Within Valley Sanitation District	2.342 mills

Section 2. A management representative from Platte Canyon Water and Sanitation District or the District's President, Secretary/Treasurer is hereby authorized and directed to certify to the Board of County Commissioners of Denver and Arapahoe Counties, State of Colorado ("Board of County Commissioners"), the mill levies for the District as hereinabove determined and set, subject to such adjustment as is necessary, based upon the final certification of assessed valuation for Denver and Arapahoe Counties in order to comply with any applicable revenue and other budgetary limits.

ADOPTED THIS 11th DAY OF DECEMBER 2024

VALLEY SANITATION DISTRICT



Phyllis Gooden, President

ATTEST:



Mary Alice Ledbetter, Secretary

VALLEY SANITATION DISTRICT

2025 BUDGET

	ACTUAL 2022	ACTUAL 2023	BUDGET 2024	ESTIMATED 2024	PROPOSED BUDGET 2025	DIFFERENCE FROM 2024 BUDGET
Beginning Balance January 1	\$ 753,884	\$ 841,491	\$ 1,256,530	\$ 1,265,818	\$ 1,386,219	
REVENUE						
Property Taxes - Operations	180,445	187,745	199,186	199,190	203,452	4,266
Property Taxes - Debt Service	111,427	121,028	121,361	121,361	121,350	(11)
Specific Ownership Taxes	15,562	19,896	20,836	19,500	21,112	276
Interest Earned	13,686	47,039	50,260	60,400	55,450	5,190
Service Fee (Enterprise)	122,531	250,761	256,144	257,045	268,612	12,468
System Development Fee (Tap Fees)	-	-	-	-	-	-
Sheridan Sanitation District No. 1 Capacity	-	149,000	-	-	-	-
IGA Cost Sharing - Capital	34,997	34,997	35,034	35,034	14,900	(20,134)
IGA Cost Sharing - Maintenance	14,949	31,009	20,050	34,200	19,505	(545)
Other	5,004	10,719	3,108	33,723	3,108	-
Total Revenue	498,601	852,194	705,979	760,453	707,489	1,510
OPERATING EXPENDITURES						
<u>MAINTENANCE</u>						
Maintenance & Repairs	124,006	152,422	193,380	197,110	168,525	(24,855)
Repairs Remedial/Emergency	5,347	40,445	20,000	-	20,000	-
Engineering / Engineering GIS	136	-	10,000	-	5,000	(5,000)
Maintenance - Kent	1,000	1,000	1,000	1,000	1,000	-
Lift Station Maintenance	4,207	10,658	8,125	66,555	10,150	2,025
Lift Station Utilities	14,508	20,516	23,710	22,650	23,650	(60)
<u>ADMINISTRATION</u>						
Administrative Expenses	29,358	35,522	45,000	38,955	45,000	-
Advertising & Publication	35	145	165	155	165	-
Legal	4,453	4,495	10,000	1,550	10,000	-
Audit	5,000	5,400	5,400	5,400	5,400	-
Insurance	13,083	16,004	16,850	18,183	21,800	4,950
UNCC	1,931	1,602	3,500	1,950	3,500	-
Supplies	116	202	250	55	250	-
Director's Fees & Expenses	5,800	5,500	6,000	5,800	6,000	-
Salaries & Payroll Taxes	5,611	5,588	5,625	5,611	5,625	-
Treasurers Tax Collection Fee	4,105	4,350	4,800	4,800	4,870	70
Public Relations	3,388	61	5,000	1,845	5,000	-
Election Expense	14,032	2,035	-	-	5,000	5,000
Other	766	799	1,000	825	1,000	-
Sub-Total Operating Expenses	236,882	306,744	359,805	372,444	341,935	(17,870)
DEBT SERVICE						
Debt - Issuance costs	-	-	-	-	-	-
Debt - Principal	69,863	71,267	72,700	72,700	74,161	1,461
Debt - Interest	51,265	49,856	48,661	48,661	47,200	(1,461)
Sub-Total Debt Service	121,128	121,123	121,361	121,361	121,361	-
CAPITAL EXPENDITURES						
Capital Outlay	52,984	-	113,500	146,247	7,700	(105,800)
Sub-Total Capital Expenditures	52,984	-	113,500	146,247	7,700	(105,800)
Contingency	-	-	53,970	-	51,290	(2,680)
TABOR Emergencies Reserve	-	-	37,700	-	41,590	3,890
Total Expenditures	410,994	427,867	686,336	640,052	563,876	(122,460)
Ending Balance December 31	\$ 841,491	\$ 1,265,818	\$ 1,276,173	\$ 1,386,219	\$ 1,529,832	

VALLEY SANITATION DISTRICT

2025 BUDGET

PROPERTY TAXES ASSESSED

	Tax Year 2021	Tax Year 2022	Tax Year 2023	Tax Year 2024
Assessed Valuation				
Arapahoe County	\$88,594,721	\$87,698,869	\$109,649,488	\$112,181,640
Denver County	\$20,900,870	\$20,394,810	\$26,579,270	\$26,503,840
Total Valuation	\$109,495,591	\$108,093,679	\$136,228,758	\$138,685,480
Mill Levy - Operations	2.493	2.493	2.493	2.493
Temporary Mill levy Reduction	(0.868)	(0.751)	(1.041)	(1.026)
Abatements	0.023	0.000	0.010	0.000
Net Mill Levy - Operations	1.648	1.742	1.462	1.467
Mill Levy - Debt Service	1.108	1.121	0.891	0.875
Reduction for premature collections in 2019	(0.090)	0.000	0.000	0.000
Mill Levy - Debt Service 2022 collection	1.018	1.121	0.891	0.875
Property Tax Revenue - General	\$177,930	\$188,299	\$197,804	\$203,452
Abatements	\$2,524	\$0	\$1,382	\$0
Property Tax Revenue - Debt Service	\$111,467	\$121,128	\$121,361	\$121,350
Property Tax Revenue	\$291,921	\$309,427	\$320,547	\$324,801
Arapahoe County - General	\$143,966	\$152,771	\$159,211	\$164,570
Arapahoe County - Abatements	\$2,045	\$0	\$1,382	\$0
Arapahoe County - Debt service	\$90,189	\$98,274	\$97,683	\$98,159
Denver County - General	\$33,964	\$35,528	\$38,593	\$38,881
Denver County - Abatements	\$483	\$0	\$0	\$0
Denver County - Debt Service	\$21,277	\$22,854	\$23,678	\$23,191
	\$291,925	\$309,427	\$320,547	\$324,801

VALLEY SANITATION DISTRICT

2025 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 2025	\$0.00
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II. All Lease - Purchase Agreements Not Involving Real Property:

Total Amount to be expended for all Non-Real Property Lease - Purchase Agreements in 2025	\$0.00
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VALLEY SANITATION DISTRICT **Ten Year Financial Plan (2025-2034)**

	Summary											
	30.0%	4.5%	35.0%	4.5%	4.5%	40.0%	4.5%	4.5%	45.0%	4.5%	4.5%	
ACTUAL	ESTIMATED	BUDGETED										
2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	
BEGINNING FUNDS AVAILABLE	\$841,491	\$1,265,818	\$1,386,219	\$1,529,832	\$1,923,103	\$2,218,698	\$1,940,268	\$1,691,213	\$1,451,768	\$1,212,047	\$1,017,865	\$1,291,822
REVENUES												
Property taxes General Revenue (Exhibit 1)	187,745	199,190	203,452	209,555	215,842	222,317	228,987	235,856	242,932	250,220	257,726	265,458
Property taxes Debt Service (Exhibit 1)	121,028	121,361	121,350	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361
Specific ownership taxes	19,896	19,500	21,112	24,819	25,290	25,776	26,276	26,791	27,322	27,869	28,432	29,011
Service Fees (Enterprise) (Exhibit 1)	250,761	257,045	268,612	313,381	327,483	342,220	391,108	408,708	427,100	480,488	502,110	524,705
Investment income (@ 4.0% in 2025 and 3.5% thereafter)	47,039	60,400	55,450	56,795	67,309	77,654	67,909	59,192	50,812	42,422	35,625	45,214
Other	10,719	33,723	3,108	3,108	3,108	3,108	3,108	3,108	3,108	3,108	3,108	3,108
System Development Fees	0	0	0	0	0	0	0	0	0	0	0	0
Sheridan Sanitation District No. 1 Capacity fee	149,000	0										
IGA Cost Sharing	66,006	69,234	34,405	35,034	14,900	14,900	14,900	14,900	14,900	14,900	14,900	14,900
Contingency Addback				92,880								
Bond proceeds	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL REVENUE	852,194	760,453	707,489	856,933	775,293	807,336	853,649	869,917	887,535	940,367	963,262	1,003,757
EXPENSES												
Operations (CPI 3.32%/yr)												
Sewer Operations	152,422	197,110	168,525	174,120	179,901	185,874	192,045	198,420	205,008	211,814	218,846	226,112
Sewer - Remedial/Emergency	40,445	0	20,000	20,664	21,350	22,059	22,791	23,548	24,330	25,137	25,972	26,834
Sewer - Engineering/GIS Engineering	0	0	5,000	5,166	5,338	5,515	5,698	5,887	6,082	6,284	6,493	6,709
Lift Station maintenance	10,658	66,555	10,150	10,487	10,835	11,195	11,567	11,951	12,347	12,757	13,181	13,618
Lift Station Utilities	20,516	22,650	23,650	24,435	25,246	26,085	26,951	27,845	28,770	29,725	30,712	31,732
Kent operation and maintenance	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Administrative	35,522	38,955	45,000	46,494	48,038	49,632	51,280	52,983	54,742	56,559	58,437	60,377
Legal	4,495	1,550	10,000	5,000	5,165	5,334	5,510	5,691	5,878	6,072	6,272	6,478
Audit	5,400	5,400	5,400	5,579	5,765	5,956	6,154	6,358	6,569	6,787	7,012	7,245
Insurance	16,004	18,183	21,800	22,524	23,272	24,044	24,842	25,667	26,519	27,400	28,309	29,249
UNCC	1,602	1,950	3,500	3,616	3,736	3,860	3,988	4,121	4,258	4,399	4,545	4,696
Supplies	202	55	250	258	267	276	285	294	304	314	325	335
Director Fees	5,500	5,800	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Payroll	5,588	5,611	5,625	5,625	5,625	5,625	5,625	5,625	5,625	5,625	5,625	5,625
County Treasurer Fees	4,350	4,800	4,870	4,964	5,058	5,155	5,255	5,358	5,464	5,574	5,686	5,802
Public Relations	61	1,845	5,000	5,166	5,338	5,515	5,698	5,887	6,082	6,284	6,493	6,709
Election	2,035	0	5,000	0	5,163	0	5,331	0	5,505	0	5,685	0
Other	944	980	1,165	1,203	1,242	1,282	1,323	1,366	1,410	1,456	1,503	1,551
Total Operating Expenses	306,744	372,444	341,935	342,301	358,336	364,406	381,343	388,002	405,895	413,188	432,096	440,073
Long Term Capital Outlay Expenditures (Exhibit 2)												
Sewer	0	146,247	7,700	0	0	600,000	600,000	600,000	600,000	600,000	135,848	296,313
Total Long Term Capital Expenses	0	146,247	7,700	0	0	600,000	600,000	600,000	600,000	600,000	135,848	296,313
Debt Service (Exhibit 1)												
Prinical payments	71,267	72,700	74,161	75,652	77,172	78,723	80,306	81,920	83,567	85,246	86,960	88,708
Interest payments	49,856	48,661	47,200	45,709	44,189	42,637	41,055	39,441	37,794	36,115	34,401	32,653
Total Debt Service Expenses	121,123	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361
Contingency / Tabor Emergency Reserve	0	0	92,880	0	0	0	0	0	0	0	0	0
TOTAL EXPENSES	427,867	640,052	563,876	463,662	479,697	1,085,767	1,102,704	1,109,362	1,127,255	1,134,549	689,305	857,746
Annual Surplus/(Deficit)	424,327	120,401	143,613	393,271	295,595	-278,431	-249,054	-239,445	-239,721	-194,182	273,957	146,010
ENDING FUNDS AVAILABLE	1,265,818	1,386,219	1,529,832	1,923,103	2,218,698	1,940,268	1,691,213	1,451,768	1,212,047	1,017,865	1,291,822	1,437,832

VALLEY SANITATION DISTRICT **Ten Year Financial Plan (2025-2034)**

EXHIBIT 1 PROPERTY TAX REVENUE

	ACTUAL ESTIMATED											
	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034
Assessed Valuation												
Taps Sold	0	0	0	0	0	0	0	0	0	0	0	0
Total Taps	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264
Assessed Value per Tap (3% - 2024, then 3% every even year)	47,745	60,172	61,257	63,095	63,095	64,987	64,987	66,937	66,937	68,945	68,945	71,013
New Assessed Value	0	0	0	0	0	0	0	0	0	0	0	0
Assessed Value	108,093,679	136,228,758	138,685,480	142,846,044	142,846,044	147,131,426	147,131,426	151,545,369	151,545,369	156,091,730	156,091,730	160,774,481
General Operations												
Assessed Valuation	108,093,679	136,228,758	138,685,480	142,846,044	142,846,044	147,131,426	147,131,426	151,545,369	151,545,369	156,091,730	156,091,730	160,774,481
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)	-0.751	-1.041	-1.026									
TABOR mill levy reduction (3% of PY revenue)				-1.026	-0.982	-0.982	-0.937	-0.937	-0.890	-0.890	-0.842	-0.842
TABOR Restriction Refund (Rev increase limited to 3% of PY)	-81,178	-141,814	-139,837	-146,560	-140,273	-144,482	-137,812	-141,946	-134,871	-138,917	-131,410	-135,353
General Operating Property Tax	188,299	197,804	203,452	209,555	215,842	222,317	228,987	235,856	242,932	250,220	257,726	265,458
Debt Service												
Assessed Value	108,093,679	136,228,758	138,685,480	142,846,044	142,846,044	147,131,426	147,131,426	151,545,369	151,545,369	156,091,730	156,091,730	160,774,481
Mill Levy	1.123	0.891	0.875	0.850	0.850	0.825	0.825	0.801	0.801	0.777	0.777	0.755
Property tax	121,389	121,380	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361
Total Property Tax Revenue	309,688	319,184	324,813	330,916	337,203	343,678	350,347	357,217	364,293	371,581	379,087	386,819
Total Mill Levy	2.865	2.343	3.368	3.343	3.343	3.318	3.318	3.294	3.294	3.270	3.270	3.248
Service Charge per Year (30-45% of COE bill)	111	114	119	138	145	151	173	181	189	212	222	232
-Englewood Increase serv chg 4.5% in 22 and beyond												
Taps	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264	2,264
Total Annual Service Fee	250,761	257,045	268,612	313,381	327,483	342,220	391,108	408,708	427,100	480,488	502,110	524,705

VALLEY SANITATION DISTRICT
Ten Year Financial Plan (2025-2034)

EXHIBIT 2 CAPITAL EXPENDITURES - DISTRICT CAPITAL IMPROVEMENTS

	ACTUAL ESTIMATED											
	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>	<u>2030</u>	<u>2031</u>	<u>2032</u>	<u>2033</u>	<u>2034</u>
SEWER												
Sewer Rehabilitation (CIPP)	11,712	136,089	0			600,000	600,000	600,000	600,000	600,000	135,848	296,313
Additional Capital Projects		10,158	7,700									
TOTAL SEWER	11,712	146,247	7,700	0	0	600,000	600,000	600,000	600,000	600,000	135,848	296,313
CONTINGENCY/EMERGENCY	0	0	92,880									
TOTAL CAPITAL	11,712	146,247	100,580	0	0	600,000	600,000	600,000	600,000	600,000	135,848	296,313