

VALLEY SANITATION DISTRICT

2022 BUDGET REPORT

SUMMARY

The 2022 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 2022 budget include operation, maintenance and repair of Valley's 27.2 miles of sanitary sewer mains.

Total revenue from all sources in 2022 is projected to be \$465,430; general revenue of \$247,459, debt service revenue of \$111,470 and enterprise revenue of \$106,465. Total expenditures including debt service, capital items, contingencies and emergency reserves are budgeted at \$748,781. Operating expenditures are budgeted at \$276,840, \$39,335 more than 2021 budgeted expenses. Principal and interest payments of \$69,863 and \$51,498, respectively, are budgeted to satisfy the annual loan payments. Capital expenditures are budgeted at \$286,430.

Beginning funds available in 2022 are estimated to be \$754,077. The reserve fund balance is projected to decrease \$283,351 to \$470,726 at year end 2022.

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 2022 is projected to be \$465,430, \$32,475 more than the 2021 budget.
- The largest single source of revenue is proposed to be general property tax revenue amounting to \$177,930, 71.9 percent of total District general 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 .868 mills will be certified to bring tax revenue into alignment with said revenue limitations. Certification of a mill levy of 1.625 mills will result in property taxes amounting to \$177,930, \$7,577 more than 2021 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 2022, needed to pay the annual loan payment is \$111,506. The mill levy rate for this assessment is 1.108. Funds collected in 2019 prior to finalizing the loan agreement will be applied in 2022 to meet the annual debt obligation of \$121,361.
- Specific Ownership Tax income amounting to \$21,897 is budgeted for 2022. 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 \$345 from estimated 2021 revenue of \$725 to \$380 budgeted for 2022. Given current market conditions the average yield on District investments in 2022 is projected to be .05 percent.
- Valley's Sanitary Sewer System Rehabilitation Enterprise will impose a service fee for 2022 that will be assessed on all City of Englewood sewer bills to Valley customers. The service fee will be increased from 10 percent to 15 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 2022 is estimated to be \$106,465, \$28,391 more than budgeted in 2021.
- No tap fee revenue is expected in 2022.
- 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 2022 for the reimbursement of costs by these entities related to the District's outfall sewer replacement project of \$35,034 and ongoing maintenance of the new lift station and outfall sewer main of \$9,110.

EXPENSES

- Total expenses for 2022 are budgeted at \$748,781, \$276,840 for operations, \$121,361 for debt service, \$286,430 for capital outlay, and \$64,150 for contingencies and emergency reserves.
- Sanitary sewer maintenance expenses for 2022 are budgeted at \$125,905, \$45,515 more than \$87,439 budgeted in 2021. Projected maintenance expenses are based on the District's preventive maintenance program and represent 45.5 percent of total operating expenses.
- Remedial and emergency repairs for 2022 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 2022 budget includes \$10,000 for general engineering services, the same as the amount budgeted in 2021. The District will incur engineering consulting costs during 2022 to produce training videos for the maintenance and operation of the new lift station. This project was carried over from 2021 as engineering services were required in 2021 to resolve issues with the new lift station that were not anticipated.
- As part of the outfall sewer replacement project a new lift station was placed in service during the fourth quarter of 2020. General maintenance includes repairs and maintenance to the lift station pumps, motors, control systems and related equipment to maintain performance. Total lift station maintenance costs are budgeted at \$7,175.
- Lift station utilities include costs for electric, gas, water, SCADA monitoring, and security services. Lift station utility expenses for 2022 are budgeted at \$15,080, \$4,520 more than the amount budgeted in 2021.
- Administrative expenses are budgeted at \$45,000 in 2022; \$5,000 less than the amount budgeted in 2021. 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 2022 for this line item is \$165 the same amount budgeted in 2021.
- The budget for legal services which are authorized on an as needed basis is \$10,000, which is the same amount budgeted in 2021.
- The 2022 budget amount to conduct the annual audit is \$5,000, the same amount budgeted in 2021.
- The meeting hall rent for office space to conduct monthly Board of Directors meetings is no longer needed due to utilizing the office of Platte Canyon beginning in 2021.
- 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 2022 is \$6,800, the same as the amount budgeted in 2021.
- 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 2022 is \$3,500, the same amount budgeted in 2021.

- Supplies includes routine office, stationary and filing materials. The budget for this line item is \$250, the same amount budgeted in 2021.
- 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 2022 is \$5,625, \$2,875 less than the amount budgeted in 2021.
- 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 \$4,320.
- The 2022 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 2021.
- 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 2022 budget of \$5,000 is for this proposal as well as legal and administrative costs associated with the regular bi-annual director election.
- The 2022 budget reserves \$41,530 for unbudgeted contingencies that may arise during the year. This amount is \$5,890 more than budgeted in 2021. In addition, \$22,620 is budgeted as an emergency reserve as required by the TABOR Amendment.

CAPITAL EXPENDITURES

- Capital expenses for 2022 are budgeted at \$286,430.
- One capital sewer project is budgeted for 2022. It consists of relocating and installing 336 feet of 21-inch PVC sanitary sewer pipe in W. Oxford Ave. at a cost of \$276,430. Projected engineering design costs anticipated to be incurred on this 2022 project have been estimated for 2021 expenditure in the amount of \$20,000.
- Included in the capital outlay budgeted for 2022 is the installation of a concrete pad and the purchase of a modular wooden shed for storage at the Centennial Lift station at a cost of \$10,000.

PROPERTY TAXES

- The general operations mill levy for Valley Sanitation District in 2022 (tax year 2021) is proposed to remain the same as the levy certified in tax years 2006 through 2021, 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 .868 mills will be imposed in 2022. The mill levy to be certified to Denver and Arapahoe Counties will be 1.625 mills, 0.061 mills lower than the mill levy certified in 2021.

- 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 1.018 will be certified to Denver and Arapahoe Counties in anticipation of the debt service payment due in the amount of \$121,361. The mill levy was reduced by 0.09 due to taxes collected in 2019, prior to finalizing the loan agreement, that will be applied to the loan payment in 2022.
- Assessed values increased this year to \$109,495,591 from \$101,580,100 assessed in 2021. 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 2022 is \$177,930; \$7,577 more than the budgeted amount of \$171,260 in 2021.

LEASE - PURCHASE AGREEMENTS

- As required by *C.R.S. 29-1-103(3)(d)*, the 2021 budget includes a schedule for lease purchase agreements. Valley does not have any lease-purchase agreements requiring expenditure of funds in 2022.

TEN YEAR FINANCIAL PLAN

- The Ten-Year Financial Plan projects a reserve fund balance of \$754,077 at year end 2021. The fund balance is projected to decrease (including contingency and TABOR emergency reserve expenditures) to \$470,726 in 2022. Over the ten-year planning period the reserve fund balance is projected to decrease to a deficit of \$614,439. This decrease is due to significant capital outlay scheduled to begin in 2026. 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 the largest amount of District revenues between 2022 and 2031 with a total of \$2,803,454 or 43.2 percent of total revenue. This projection assumes voters approve the debrucing ballot initiative planned for the November 2022 election.
- 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 0.05 percent in 2022, 0.5 percent in 2023 and increases 0.5 percent every year until it reaches 3.0 percent.
- 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 increase from 10 percent in 2021 to 15% for the years 2022 and 2023, 18% for the years 2024 and 2025, 20% for the years 2026 through 2028, and be increased to 22 percent for the years 2029 through 2031. 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 \$1,683,744, approximately 26.0 percent of all District revenue over the ten-year planning period.
- Operating expenses are projected to increase 2.5 percent in 2023 and increase by one-half a percent per year to a maximum of 3.5 percent per year thereafter.
- Rehabilitation of the District's small diameter concrete pipe sewer mains are scheduled for replacement over a five-year period beginning in 2026. 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 2021-12-1

A RESOLUTION TO ADOPT A BUDGET FOR VALLEY SANITATION DISTRICT, ARAPAHOE AND DENVER COUNTIES, COLORADO FOR THE CALENDAR YEAR BEGINNING ON JANUARY 1, 2022 AND ENDING ON DECEMBER 31, 2022

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, 2022, and ending December 31, 2022, was presented to the Board of Directors on or before October 15, 2021, 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 VALLEY SANITATION DISTRICT; 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.

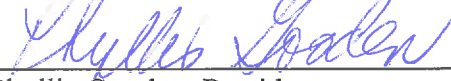
NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF VALLEY SANITATION DISTRICT that the budget as submitted, amended, and affixed hereto is hereby approved and adopted as the official budget of the VALLEY SANITATION DISTRICT for the calendar year beginning January 1, 2022, and ending December 31, 2022.

Section 1. That the proposed 2022 budget, as submitted and amended, and attached hereto is hereby approved and adopted as the budget for the VALLEY SANITATION DISTRICT for the calendar year beginning on the first day of January 2022 and ending on the last day of December 2022.

Section 2. That the budget as hereby approved and adopted, shall be certified by the Manager, the Chair, Secretary or other officer of the District, to all appropriate agencies and is made a part of the public records of the District.


ADOPTED THIS 8th DAY OF DECEMBER 2021.

VALLEY SANITATION DISTRICT



Phyllis Gooden, President

ATTEST:



Mary Alice Ledbetter, Secretary

RESOLUTION 2021-12-2

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 2022 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 2022 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;

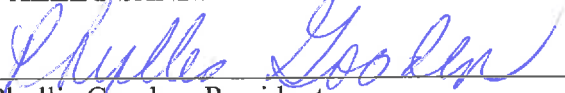
WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below for the operations and expenditures of the Valley Sanitation District,

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 SEVEN HUNDRED FORTY EIGHT THOUSAND SEVEN HUNDRED EIGHTY-ONE AND NO/100 DOLLARS (\$748,781) is hereby appropriated for expenditure during calendar year 2022.


ADOPTED THIS 8th DAY OF DECEMBER 2021.

VALLEY SANITATION DISTRICT



Phyllis Gooden, President

ATTEST:



Mary Alice Ledbetter, Secretary

RESOLUTION 2021-12-3

A RESOLUTION LEVYING GENERAL PROPERTY TAXES FOR TAX YEAR 2021 TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE VALLEY SANITATION DISTRICT FOR THE 2022 BUDGET YEAR

WHEREAS, the Board of Directors of Valley Sanitation District has approved and adopted the annual budget for 2022 in accordance with the Colorado Local Government Budget Law, and;

WHEREAS, the approved budget for 2022 contemplates funding a portion of anticipated expenses with certification of a property 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 ONE HUNDRED SEVENTY SEVEN THOUSAND NINE HUNDRED THIRTY AND NO/100 DOLLARS (\$177,930), and;

WHEREAS, the amount of money necessary to balance the budget for voter-approved general obligation debt is ONE HUNDRED ELEVEN THOUSAND FIVE HUNDRED SIX AND NO/100 DOLLARS (\$111,506), and;

WHEREAS, the tax year 2021 valuation for assessment for the Valley Sanitation District as certified by the County Assessors of Arapahoe and Denver Counties is \$109,495,591,

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

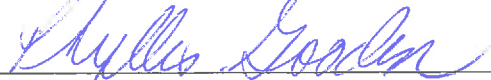
Section 1. For the purpose of meeting all expenses of the Valley Sanitation District during the 2022 budget year there is hereby levied a tax of 2.666 mills upon each dollar of total valuation for assessment for tax year 2021, said 2.666 mill levy being certified for assessment as follows:

General Operating Expenses	2.493 mills
Temporary Mill Levy Reduction	(0.868) mills
Abatements	.023 mills
General Obligation Debt Expenses	1.018 mills
Total Mill Levy Certified for Assessment Upon All Taxable Property Within Valley Sanitation District	2.666 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, but as recalculated as necessary based upon the final (December) certification of assessed valuation for Denver and Arapahoe Counties in order to comply with any applicable revenue and other budgetary limits.

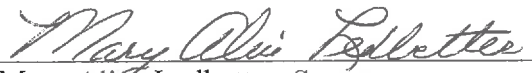
ADOPTED THIS 8th DAY OF DECEMBER 2021

VALLEY SANITATION DISTRICT



Phyllis Gooden, President

ATTEST:



Mary Alice Ledbetter, Secretary

VALLEY SANITATION DISTRICT

2022 BUDGET

	ACTUAL 2019	ACTUAL 2020	BUDGET 2021	ESTIMATED 2021	PROPOSED BUDGET 2022	DIFFERENCE FROM 2021 BUDGET
Beginning Balance January 1	\$ 436,412	\$ 3,059,385	\$ 692,858	\$ 668,213	\$ 754,077	
REVENUE						
Property Taxes - Operations	165,054	167,469	170,353	171,260	177,930	7,577
Property Taxes - Debt Service	10,020	69,996	121,361	121,360	111,506	(9,855)
Specific Ownership Taxes	13,946	16,056	21,879	19,980	21,897	18
Interest Earned	11,992	6,040	2,060	725	380	(1,680)
Service Fee (Enterprise)	71,616	77,344	78,074	78,000	106,465	28,391
System Development Fee (Tap Fees)	16,800	-	-	-	-	-
Loan Proceeds	2,700,000	-	-	-	-	-
IGA Cost Sharing - Capital	14,900	35,560	31,195	34,266	35,034	3,839
IGA Cost Sharing - Maintenance	-	-	4,925	10,808	9,110	4,185
Other	8,953	7,266	3,108	3,108	3,108	-
Total Revenue	3,013,281	379,731	432,955	439,507	465,430	32,475
OPERATING EXPENDITURES						
<u>MAINTENANCE</u>						
Maintenance & Repairs	85,606	87,796	80,390	87,439	125,905	45,515
Repairs Remedial/Emergency	960	10,115	20,000	3,220	20,000	-
Engineering - GIS	2,868	-	-	-	-	-
Engineering	-	-	10,000	10,000	10,000	-
Maintenance - Kent	-	-	-	1,000	1,000	1,000
Lift Station Maintenance	-	132	10,670	10,726	7,175	(3,495)
Lift Station Utilities	-	3,716	10,560	14,765	15,080	4,520
<u>ADMINISTRATION</u>						
Administrative Expenses	39,902	39,409	50,000	40,000	45,000	(5,000)
Advertising & Publication	103	43	165	120	165	-
Legal	1,798	1,682	10,000	690	10,000	-
Audit	4,800	4,800	5,000	4,800	5,000	-
Meeting Hall Rent	450	150	300	-	-	(300)
Insurance	4,543	6,635	6,800	6,528	6,800	-
UNCC	1,655	1,751	3,500	2,100	3,500	-
Supplies	48	114	250	50	250	-
Director's Fees & Expenses	5,600	5,900	6,000	5,800	6,000	-
Salaries & Payroll Taxes	7,789	8,202	8,500	7,120	5,625	(2,875)
Treasurers Tax Collection Fee	2,452	3,330	4,370	4,400	4,340	(30)
Public Relations	-	61	5,000	1,494	5,000	-
Election Expense	-	450	5,000	-	5,000	-
Other	752	479	1,000	545	1,000	-
Sub-Total Operating Expenses	159,326	174,765	237,505	200,797	276,840	39,335
DEBT SERVICE						
Debt - Issuance costs	7,500	-	-	-	-	-
Debt - Principal	-	39,246	68,487	68,487	69,863	1,376
Debt - Interest	-	40,314	52,874	52,647	51,498	(1,376)
Sub-Total Debt Service	7,500	79,560	121,361	121,134	121,361	-
CAPITAL EXPENDITURES						
Capital Outlay	223,482	2,516,578	-	31,712	286,430	286,430
Sub-Total Capital Expenditures	223,482	2,516,578	-	31,712	286,430	286,430
Contingency	-	-	35,630	-	41,530	5,900
TABOR Emergencies Reserve	-	-	20,790	-	22,620	1,830
Total Expenditures	390,308	2,770,903	415,286	353,643	748,781	333,495
Ending Balance December 31	\$ 3,059,385	\$ 668,213	\$ 710,527	\$ 754,077	\$ 470,726	

VALLEY SANITATION DISTRICT 2022 BUDGET

PROPERTY TAXES ASSESSED

	Tax Year 2018	Tax Year 2019	Tax Year 2020	Tax Year 2021
Assessed Valuation				
Arapahoe County	\$65,734,822	\$80,809,755	\$81,353,760	\$88,594,721
Denver County	\$16,643,840	\$20,257,090	\$20,226,340	\$20,900,870
Total Valuation	\$82,378,662	\$101,066,845	\$101,580,100	\$109,495,591
Mill Levy - Operations	2.493	2.493	2.493	2.493
Temporary Mill levy Reduction	(0.496)	(0.824)	(0.807)	(0.868)
Abatements	0.012	0.002	0.007	0.023
Net Mill Levy - Operations	2.009	1.671	1.693	1.648
Mill Levy - Debt Service	0.122	0.699	1.195	1.108
Reduction for premature collections in 2019				(0.090)
Mill Levy - Debt Service 2022 collection				1.018
Property Tax Revenue - General	\$164,510	\$168,681	\$171,264	\$177,930
Abatements	\$1,004	\$193	\$683	\$2,524
Property Tax Revenue - Debt Service	\$10,050	\$70,646	\$121,361	\$111,506
Property Tax Revenue	\$175,564	\$239,519	\$293,308	\$291,961
Arapahoe County - General	\$131,272	\$134,871	\$137,162	\$143,966
Arapahoe County - Abatements	\$989	\$154	\$209	\$2,045
Arapahoe County - Debt service	\$8,020	\$56,486	\$97,196	\$90,222
Denver County - General	\$33,238	\$33,809	\$34,102	\$33,964
Denver County - Abatements	\$15	\$39	\$474	\$483
Denver County - Debt Service	\$2,031	\$14,160	\$24,165	\$21,285
	\$175,564	\$239,519	\$293,308	\$291,965

**VALLEY SANITATION DISTRICT
2022 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
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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 2015	\$0.00
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VALLEY SANITATION DISTRICT
Ten Year Financial Plan (2022-2031) - 15% Service Fee & Debrucing Effective 2023

Summary

	ACTUAL	ESTIMATED	BUDGETED									
	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031
BEGINNING FUNDS AVAILABLE	\$3,059,385	\$668,213	\$754,077	\$470,726	\$718,420	\$930,264	\$1,150,650	\$760,338	\$385,568	\$4,385	-\$366,142	-\$734,840
REVENUES												
Property taxes General Revenue (Exhibit 1)	167,469	171,260	177,930	272,973	281,162	281,162	289,597	289,597	298,284	298,284	307,233	307,233
Property taxes Debt Service (Exhibit 1)	69,996	121,360	111,506	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361
Specific ownership taxes	16,056	19,980	21,897	29,575	30,189	30,189	30,822	30,822	31,473	31,473	32,145	32,145
Service Fees (Enterprise) 15% in 2022 (Exhibit 1)	77,344	78,000	106,465	111,256	139,514	145,793	152,353	176,899	184,859	212,496	222,058	232,051
Investment income (@ .05%, 0.5% in 2023 +.5%/yr max 3.5%)	6,040	725	380	2,674	7,184	13,954	23,013	19,008	11,567	132	0	0
Other	7,266	13,916	12,218	12,218	12,218	12,218	12,218	12,218	12,218	12,218	12,218	12,218
System Development Fees	0	0	0	0	0	0	0	0	0	0	0	0
IGA Cost Sharing	35,560	34,266	35,034	34,900	34,900	34,900	14,900	14,900	14,900	14,900	14,900	14,900
Contingency Addback				64,150								
Bond proceeds	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL REVENUE	379,731	439,507	465,430	649,106	626,528	639,576	644,263	664,805	674,663	690,864	709,915	719,907
EXPENSES												
Operations (2022 @2.5%+.5%/yr max 3.5%)												
Sewer Operations	87,796	87,439	125,905	129,053	132,924	137,577	142,392	147,375	152,534	157,872	163,398	169,117
Sewer - Remedial Projects	10,115	3,220	20,000	20,500	21,115	21,854	22,619	23,411	24,230	25,078	25,956	26,864
Sewer - Engineering/GIS Engineering	0	10,000	10,000	10,000	10,300	10,661	11,034	11,420	11,819	12,233	12,661	13,104
Lift Station maintenance	132	10,726	7,175	7,354	7,575	7,840	8,115	8,399	8,692	8,997	9,312	9,638
Lift Station Utilities	3,716	14,765	15,080	15,457	15,921	16,478	17,055	17,652	18,269	18,909	19,571	20,256
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
Administrative	39,409	40,000	45,000	46,125	47,509	49,172	50,893	52,674	54,517	56,425	58,400	60,444
Legal	1,682	690	10,000	12,000	12,360	12,793	13,240	13,704	14,183	14,680	15,194	15,725
Audit	4,800	4,800	5,000	5,125	5,279	5,464	5,655	5,853	6,057	6,269	6,489	6,716
Insurance	6,635	6,528	6,800	6,970	7,179	7,430	7,690	7,960	8,238	8,527	8,825	9,134
UNCC	1,751	2,100	3,500	3,588	3,695	3,824	3,958	4,097	4,240	4,389	4,542	4,701
Supplies	114	50	250	256	264	273	283	293	303	313	324	336
Director Fees	5,900	5,800	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Payroll	8,202	7,120	5,625	5,766	5,910	6,058	6,209	6,364	6,523	6,686	6,854	7,025
County Treasurer Fees	3,330	4,400	4,340	4,538	4,670	4,806	4,806	4,806	4,946	4,946	5,091	5,091
Public Relations	61	1,494	5,000	5,125	5,279	5,464	5,655	5,853	6,057	6,269	6,489	6,716
Election	450	0	5,000	0	5,115	0	5,294	0	5,479	0	5,671	0
Other	672	665	1,165	1,194	1,230	1,273	1,318	1,356	1,395	1,435	1,477	1,519
Total Operating Expenses	174,765	200,797	276,840	280,051	293,324	297,829	313,214	318,214	334,486	340,030	357,252	363,386
Long Term Capital Outlay Expenditures (Exhibit 2)												
Sewer	2,516,578	31,712	286,430	0	0	0	600,000	600,000	600,000	600,000	600,000	114,759
Total Long Term Capital Expenses	2,516,578	31,712	286,430	0	0	0	600,000	600,000	600,000	600,000	600,000	114,759
Debt Service (Exhibit 1)												
Princinal payments	39,246	68,487	69,863	71,267	72,700	74,161	75,652	77,172	78,723	80,306	81,920	83,567
Interest payments	40,314	52,647	51,498	50,094	48,661	47,200	45,709	44,189	42,637	41,055	39,441	37,794
Total Debt Service Expenses	79,560	121,134	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	64,150	0	0	0	0	0	0	0	0	0
TOTAL EXPENSES	2,770,903	353,643	748,781	401,412	414,685	419,190	1,034,575	1,039,575	1,055,847	1,061,391	1,078,613	599,506
Annual Surplus/(Deficit)	-2,391,172	85,864	-283,351	247,695	211,843	220,386	-390,312	-374,770	-381,183	-370,526	-368,699	120,402
ENDING FUNDS AVAILABLE	668,213	754,077	470,726	718,420	930,264	1,150,650	760,338	385,568	4,385	-366,142	-734,840	-614,439

VALLEY SANITATION DISTRICT
Ten Year Financial Plan (2022-2031) - 15% Service Fee & Debrucing Effective 2023

EXHIBIT 1 PROPERTY TAX REVENUE

	ACTUAL		ESTIMATED									
	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031
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)	44,641	44,868	48,364	48,364	49,815	49,815	51,309	51,309	52,848	52,848	54,434	54,434
New Assessed Value	402,561	0	0	0	0	0	0	0	0	0	0	0
Assessed Value	101,066,845	101,580,100	109,495,591	109,495,591	112,780,459	112,780,459	116,163,872	116,163,872	119,648,789	119,648,789	123,238,252	123,238,252
General Operations												
Assessed Valuation	101,066,845	101,580,100	109,495,591	109,495,591	112,780,459	112,780,459	116,163,872	116,163,872	119,648,789	119,648,789	123,238,252	123,238,252
General Operating Mill Levy+Abatements	2.495	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)	-0.824	-0.807	-0.868									
TABOR mill levy reduction (3% of PY revenue)												
TABOR Restriction Refund (Rev increase limited to 3% of PY)												
General Operating Property Tax	168,883	171,264	177,930	272,973	281,162	281,162	289,597	289,597	298,284	298,284	307,233	307,233
Debt Service												
Assessed Value	101,066,845	101,580,100	109,495,591	109,495,591	112,780,459	112,780,459	116,163,872	116,163,872	119,648,789	119,648,789	123,238,252	123,238,252
Mill Levy	0.699	1.195	1.108	1.108	1.076	1.076	1.045	1.045	1.014	1.014	0.985	0.985
Property tax	70,646	121,388	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361
Total Property Tax Revenue	239,528	292,652	299,291	394,333	402,523	402,523	410,957	410,957	419,645	419,645	428,594	428,594
Total Mill Levy	2.370	2.881	3.601	3.601	3.569	3.569	3.538	3.538	3.507	3.507	3.478	3.478
Service Charge per Year (10% of COE bill)	31	33	47	49	62	64	67	78	82	94	98	102
-Englewood Increase serv chg 4.5% in 22 and beyond												
Taps	2,251	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	69,781	74,712	106,465	111,256	139,514	145,793	152,353	176,899	184,859	212,496	222,058	232,051

VALLEY SANITATION DISTRICT
Ten Year Financial Plan (2022-2031) - 15% Service Fee & Debrucing Effective 2023

EXHIBIT 2 CAPITAL EXPENDITURES - DISTRICT CAPITAL IMPROVEMENTS

	ACTUAL		ESTIMATED									
	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031
SEWER												
Sewer Rehabilitation (CIPP)	2,516,578	31,712	276,430				600,000	600,000	600,000	600,000	600,000	114,759
Additional Capital Projects			10,000									
TOTAL SEWER	2,516,578	31,712	286,430	0	0	0	600,000	600,000	600,000	600,000	600,000	114,759
CONTINGENCY/EMERGENCY	0	0	64,150									
TOTAL CAPITAL	2,516,578	31,712	350,580	0	0	0	600,000	600,000	600,000	600,000	600,000	114,759