

# VALLEY SANITATION DISTRICT

## 2024 BUDGET REPORT

### SUMMARY

The 2024 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 2024 budget include operation, maintenance and repair of Valley's 27.2 miles of sanitary sewer mains.

Total revenue from all sources in 2024 is projected to be \$705,979; general revenue of \$328,474, debt service revenue of \$121,361 and enterprise revenue of \$256,144. Total expenditures including debt service, capital items, contingencies and emergency reserves are budgeted at \$686,336. Operating expenditures are budgeted at \$359,805, \$42,270 more than 2023 budgeted expenses. Principal and interest payments of \$72,700 and \$48,661, respectively, are budgeted to satisfy the annual loan payments. Capital expenditures are budgeted at \$113,500.

Beginning funds available in 2024 are estimated to be \$1,256,530. The reserve fund balance is projected to increase \$19,643 to \$1,276,173 at year end 2024.

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 2024 is projected to be \$705,979, \$89,823 more than the 2023 budget.
- General property tax revenue amounting to \$199,186 28.2 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 1.452 mills will be certified to bring tax revenue into alignment with said revenue limitations. Certification of a mill levy of 1.462 mills (including abatements) will result in property taxes amounting to \$199,186, \$10,887 more than 2023 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 2024, needed to pay the annual loan payment is

\$121,361. The mill levy rate for this assessment is .891.

- Specific Ownership Tax income amounting to \$20,836 is budgeted for 2024. 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 increase \$8,760 from estimated 2023 revenue of \$41,500 to \$50,260 budgeted for 2024. Given current market conditions the average yield on District investments in 2024 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, 2023 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 2024. The revenue is collected by Englewood and remitted to Valley. Projected service fee revenue for 2024 is estimated to be \$256,144, \$11,030 more than the amount estimated for 2023.
- No tap fee revenue is expected in 2024.
- 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 2024 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 \$20,050.

## **EXPENSES**

- Total expenses for 2024 are budgeted at \$686,336, \$359,805 for operations, \$121,361 for debt service, \$113,500 for capital outlay, and \$91,670 for contingencies and emergency reserves.
- Sanitary sewer maintenance expenses for 2024 are budgeted at \$193,380, \$35,200 more than \$158,180 budgeted in 2023. Projected maintenance expenses are based on the District's preventive maintenance program and represent 53.8 percent of total operating expenses.
- Remedial and emergency repairs for 2024 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 2024 budget includes \$10,000 for general engineering services, the same as the amount budgeted in 2022. The District will incur engineering consulting costs during 2024 to produce training videos for the maintenance and operation of the new lift station. This project was anticipated to be completed during 2023 but has been delayed until 2024.
- 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 \$8,125.
- Lift station utilities include costs for electric, gas, water, SCADA monitoring, and security services. Lift station utility expenses for 2024 are budgeted at \$23,710, \$7,835 more than the amount budgeted in 2022.
- Administrative expenses are budgeted at \$45,000 in 2024; the same as the amount budgeted in 2023. 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 2024 for this line item is \$165, the same amount budgeted in 2023.
- The budget for legal services which are authorized on an as needed basis is \$10,000, which is the same amount budgeted in 2023.
- The 2024 budget amount to conduct the annual audit is \$5,400, \$400 more than the amount budgeted in 2023.
- 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 2024 is \$16,850, \$1,350 or 8.7%, more than the amount budgeted in 2023.
- 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 2024 is \$3,500, the same amount budgeted in 2023.
- Supplies includes routine office, stationary and filing materials. The budget for this line item is \$250, the same amount budgeted in 2023.

- 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 2024 is \$5,625, the same amount budgeted in 2023.
- 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 \$4,800.
- The 2024 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 2023.
- There is no election proposed for 2024, so no funds have been allocated to election expenses.
- The 2024 budget reserves \$53,970 for unbudgeted contingencies that may arise during the year. This amount is \$6,340 more than budgeted in 2023. In addition, \$37,700 is budgeted as an emergency reserve as required by the TABOR Amendment.

## **CAPITAL EXPENDITURES**

- Capital expenses for 2024 are budgeted at \$113,500.
- One sewer project consisting of the lining of 1,386 feet of 8-inch sewer pipe and the improvement of five manholes is budgeted at \$101,000. The contract for the sewer project scheduled and budgeted for in 2023, involving the relocation and installation of 336 feet of 21-inch PVC sanitary sewer pipe in W. Oxford Ave, was canceled due to the discovery of methane gas and resulting safety conditions. The project has been delayed until the District can explore alternate improvement plans for the rehabilitation of this pipe.
- Improvements to the lift station include the installation of security cameras and a security key card system budgeted at \$12,500.

## **PROPERTY TAXES**

- The general operations mill levy for Valley Sanitation District in 2024 (tax year 2023) is proposed to remain the same as the levy certified in tax years 2006 through 2023, 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 1.041 mills will be imposed in 2024. The mill levy to be certified to Denver and Arapahoe Counties will be 1.452 mills, .290 mills lower than the mill levy certified in 2023.

- 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 .891 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 \$136,228,758 from \$108,093,679 assessed in 2022. Eighty percent of the District assessed value is located in Arapahoe County and twenty percent in Denver County.
- Total property tax revenue for operations proposed for 2024 is \$199,186; \$10,887 more than the budgeted amount of \$188,299 in 2023.

### **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 2024.

### **TEN YEAR FINANCIAL PLAN**

- The Ten-Year Financial Plan projects a reserve fund balance of \$1,256,530 at year end 2023. The fund balance is projected to increase (including contingency and TABOR emergency reserve expenditures) to \$1,276,173 in 2024. Over the ten-year planning period the reserve fund balance is projected to decrease to a fund balance of \$822,939. 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 27.4 percent of total District revenues between 2024 and 2033 with a total of \$2,268,985.
- 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 2024 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% for the years 2024 and 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 2033. 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 \$3,705,221, approximately 44.9 percent of all District revenue over the ten-year planning period.

- Operating expenses are projected to increase 3.29 percent in 2024 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 2023-12-1

## A RESOLUTION TO ADOPT A BUDGET FOR VALLEY SANITATION DISTRICT, ARAPAHOE AND DENVER COUNTIES, COLORADO FOR THE CALENDAR YEAR BEGINNING ON JANUARY 1, 2024 AND ENDING ON DECEMBER 31, 2024

**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, 2024, and ending December 31, 2024, was presented to the Board of Directors on or before October 15, 2023, 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, 2024, and ending December 31, 2024.

**Section 1.** That the proposed 2024 budget, as submitted and amended, and attached hereto is hereby approved and adopted as the budget of the VALLEY SANITATION DISTRICT for calendar year 2024, subject to whatever property tax revenue adjustments are necessary, based upon the District's final assessed valuation as calculated by the County Assessors, which final assessed valuation may not be received until January 3, 2024.

**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 13th DAY OF DECEMBER 2023.

**VALLEY SANITATION DISTRICT**

  
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Phyllis Gobden, President

**ATTEST:**

  
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Mary Alice Ledbetter, Secretary



## RESOLUTION 2023-12-2

### 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 2024 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 2024 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,

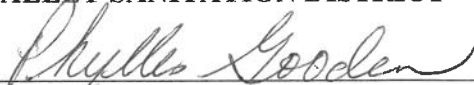
**NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF VALLEY SANITATION DISTRICT, ARAPAHOE AND DENVER COUNTIES, COLORADO** as follows:

**Section 1.** That the sum of SIX HUNDRED EIGHTY SIX THOUSAND THREE HUNDRED THIRTY-SIX AND NO/100 DOLLARS (\$686,336) is hereby appropriated for expenditure during calendar year 2024.

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ADOPTED THIS 13th DAY OF DECEMBER 2023.

VALLEY SANITATION DISTRICT

  
\_\_\_\_\_  
Phyllis Gooden, President

ATTEST:

  
\_\_\_\_\_  
Mary Alice Ledbetter, Secretary

# RESOLUTION 2023-12-3

## A RESOLUTION LEVYING GENERAL PROPERTY TAXES FOR TAX YEAR 2023 TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE VALLEY SANITATION DISTRICT FOR THE 2024 BUDGET YEAR

**WHEREAS**, the Board of Directors of Valley Sanitation District has approved and adopted the annual budget for 2023 in accordance with the Colorado Local Government Budget Law, and;

**WHEREAS**, the approved budget for 2024 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 NINETY NINE THOUSAND ONE HUNDRED EIGHTY-SIX AND NO/100 DOLLARS (\$199,186) 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 SIXTY-ONE AND NO/100 DOLLARS (\$121,361), 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 2024 budget year, which is subject to annual review; and

**WHEREAS**, the tax year 2023 valuation for assessment for the Valley Sanitation District as certified by the County Assessors of Arapahoe and Denver Counties is \$136,228,758,

**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 2024 budget year there is hereby levied a tax of 2.207 mills upon each dollar of total valuation for assessment for tax year 2023, said 2.353 mill levy being certified for assessment as follows:

General Operating Expenses	2.493 mills
Temporary Mill Levy Reduction	(1.041) mills
Abatements	.010 mills
General Obligation Debt Expenses	0.891 mills
Total Mill Levy Certified for Assessment Upon All Taxable Property Within Valley Sanitation District	<b>2.353 mills</b>

**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 recalculated, as 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 13th DAY OF DECEMBER 2023

VALLEY SANITATION DISTRICT

  
\_\_\_\_\_  
Phyllis Gooden, President

ATTEST:

  
\_\_\_\_\_  
Mary Alice Ledbetter, Secretary

# VALLEY SANITATION DISTRICT

## 2024 BUDGET

	ACTUAL 2021	ACTUAL 2022	BUDGET 2023	ESTIMATED 2023	PROPOSED BUDGET 2024	DIFFERENCE FROM 2023 BUDGET
<b>Beginning Balance January 1</b>	<b>\$ 668,213</b>	<b>\$ 753,884</b>	<b>\$ 802,055</b>	<b>\$ 841,491</b>	<b>\$ 1,256,530</b>	
<b>REVENUE</b>						
Property Taxes - Operations	171,399	180,445	188,299	188,300	199,186	10,887
Property Taxes - Debt Service	121,031	111,427	121,361	121,361	121,361	-
Specific Ownership Taxes	19,839	15,562	15,739	20,200	20,836	5,097
Interest Earned	957	13,686	16,040	41,500	50,260	34,220
Service Fee (Enterprise)	73,316	122,531	210,000	245,114	256,144	46,144
System Development Fee (Tap Fees)	-	-	-	-	-	-
Sheridan Sanitation District No. 1 Capacity	-	-	-	149,000	-	-
IGA Cost Sharing - Capital	34,230	34,997	35,034	35,034	35,034	-
IGA Cost Sharing - Maintenance	11,951	14,949	26,575	30,775	20,050	(6,525)
Other	3,108	5,004	3,108	7,385	3,108	-
<b>Total Revenue</b>	<b>435,831</b>	<b>498,601</b>	<b>616,156</b>	<b>838,669</b>	<b>705,979</b>	<b>89,823</b>
<b>OPERATING EXPENDITURES</b>						
<u>MAINTENANCE</u>						
Maintenance & Repairs	106,350	124,006	158,180	145,465	193,380	35,200
Repairs Remedial/Emergency	4,195	5,347	20,000	-	20,000	-
Engineering / Engineering GIS	3,151	136	10,000	-	10,000	-
Maintenance - Kent	1,000	1,000	1,000	1,000	1,000	-
Lift Station Maintenance	9,916	4,207	5,800	10,020	8,125	2,325
Lift Station Utilities	15,193	14,508	15,875	20,875	23,710	7,835
<u>ADMINISTRATION</u>						
Administrative Expenses	41,325	29,358	45,000	37,825	45,000	-
Advertising & Publication	154	35	165	145	165	-
Legal	2,242	4,453	10,000	5,180	10,000	-
Audit	4,800	5,000	5,000	5,400	5,400	400
Insurance	8,168	13,083	15,500	16,005	16,850	1,350
UNCC	1,654	1,931	3,500	1,530	3,500	-
Supplies	-	116	250	203	250	-
Director's Fees & Expenses	5,900	5,800	6,000	5,600	6,000	-
Salaries & Payroll Taxes	7,126	5,611	5,625	5,595	5,625	-
Treasurers Tax Collection Fee	4,102	4,105	4,640	4,610	4,800	160
Public Relations	1,494	3,388	5,000	61	5,000	-
Election Expense	-	14,032	5,000	2,035	-	(5,000)
Other	545	766	1,000	775	1,000	-
<b>Sub-Total Operating Expenses</b>	<b>217,315</b>	<b>236,882</b>	<b>317,535</b>	<b>262,324</b>	<b>359,805</b>	<b>42,270</b>
<b>DEBT SERVICE</b>						
Debt - Issuance costs	-	-	-	-	-	-
Debt - Principal	68,487	69,863	71,267	71,267	72,700	1,433
Debt - Interest	52,646	51,265	50,094	50,094	48,661	(1,433)
<b>Sub-Total Debt Service</b>	<b>121,133</b>	<b>121,128</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>	<b>-</b>
<b>CAPITAL EXPENDITURES</b>						
Capital Outlay	11,712	52,984	340,000	39,945	113,500	(226,500)
<b>Sub-Total Capital Expenditures</b>	<b>11,712</b>	<b>52,984</b>	<b>340,000</b>	<b>39,945</b>	<b>113,500</b>	<b>(226,500)</b>
<b>Contingency</b>	<b>-</b>	<b>-</b>	<b>47,630</b>	<b>-</b>	<b>53,970</b>	<b>6,340</b>
<b>TABOR Emergencies Reserve</b>	<b>-</b>	<b>-</b>	<b>24,060</b>	<b>-</b>	<b>37,700</b>	<b>13,640</b>
<b>Total Expenditures</b>	<b>350,160</b>	<b>410,994</b>	<b>850,586</b>	<b>423,630</b>	<b>686,336</b>	<b>(164,250)</b>
<b>Ending Balance December 31</b>	<b>\$ 753,884</b>	<b>\$ 841,491</b>	<b>\$ 568,216</b>	<b>\$ 1,256,530</b>	<b>\$ 1,276,173</b>	

# VALLEY SANITATION DISTRICT 2024 BUDGET

## PROPERTY TAXES ASSESSED

	Tax Year 2020	Tax Year 2021	Tax Year 2022	Tax Year 2023
Assessed Valuation				
Arapahoe County	\$81,353,760	\$88,594,721	\$87,698,869	\$109,649,488
Denver County	\$20,226,340	\$20,900,870	\$20,394,810	\$26,579,270
<b>Total Valuation</b>	<b>\$101,580,100</b>	<b>\$109,495,591</b>	<b>\$108,093,679</b>	<b>\$136,228,758</b>
Mill Levy - Operations	2.493	2.493	2.493	2.493
Temporary Mill levy Reduction	(0.807)	(0.868)	(0.751)	(1.041)
Abatements	0.007	0.023	0.000	0.010
Net Mill Levy - Operations	<u>1.693</u>	<u>1.648</u>	<u>1.742</u>	<u>1.462</u>
Mill Levy - Debt Service	1.195	1.108	1.123	0.891
Reduction for premature collections in 2019		(0.090)	0.000	0.000
<b>Mill Levy - Debt Service 2022 collection</b>		<u>1.018</u>	<u>1.123</u>	<u>0.891</u>
<b>Property Tax Revenue - General</b>	<b>\$171,264</b>	<b>\$177,930</b>	<b>\$188,299</b>	<b>\$197,804</b>
<b>Abatements</b>	<b>\$683</b>	<b>\$2,524</b>	<b>\$0</b>	<b>\$1,382</b>
<b>Property Tax Revenue - Debt Service</b>	<b>\$121,388</b>	<b>\$111,467</b>	<b>\$121,361</b>	<b>\$121,361</b>
<b>Property Tax Revenue</b>	<b>\$293,335</b>	<b>\$291,921</b>	<b>\$309,660</b>	<b>\$320,547</b>
Arapahoe County - General	\$137,162	\$143,966	\$152,771	\$159,211
Arapahoe County - Abatements	\$209	\$2,045	\$0	\$1,382
Arapahoe County - Debt service	\$97,218	\$90,189	\$98,463	\$97,683
Denver County - General	\$34,102	\$33,964	\$35,528	\$38,593
Denver County - Abatements	\$474	\$483	\$0	\$0
Denver County - Debt Service	\$24,170	\$21,277	\$22,898	\$23,678
	<u>\$293,335</u>	<u>\$291,925</u>	<u>\$309,660</u>	<u>\$320,547</u>

**VALLEY SANITATION DISTRICT  
2024 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 (2024-2033)**

**Summary**

		30.0%	4.5%	4.5%	35.0%	4.5%	4.5%	40.0%	4.5%	4.5%	45.0%	4.5%
	<b>ACTUAL</b>	<b>ESTIMATED</b>	<b>BUDGETED</b>									
	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>	<b>2026</b>	<b>2027</b>	<b>2028</b>	<b>2029</b>	<b>2030</b>	<b>2031</b>	<b>2032</b>	<b>2033</b>
BEGINNING FUNDS AVAILABLE	<b>\$753,884</b>	<b>\$841,491</b>	<b>\$1,256,530</b>	<b>\$1,276,173</b>	<b>\$1,573,670</b>	<b>\$1,811,525</b>	<b>\$2,061,419</b>	<b>\$1,734,911</b>	<b>\$1,434,792</b>	<b>\$1,141,673</b>	<b>\$845,128</b>	<b>\$591,148</b>
REVENUES												
Property taxes General Revenue (Exhibit 1)	180,445	188,300	199,186	203,738	209,850	216,146	222,630	229,309	236,189	243,274	250,572	258,090
Property taxes Debt Service (Exhibit 1)	111,427	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361
Specific ownership taxes	15,562	20,200	20,836	24,382	24,841	25,313	25,799	26,300	26,816	27,348	27,895	28,459
Service Fees (Enterprise) (Exhibit 1)	122,531	245,114	256,144	267,671	312,282	326,335	341,020	389,737	407,276	425,603	478,803	500,349
Investment income (@ 4.0% in 2023 and 3.5% thereafter)	13,686	41,500	50,260	47,875	55,078	63,403	72,150	60,722	50,218	39,959	29,579	20,690
Other	5,004	7,385	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										
IGA Cost Sharing	49,946	65,809	55,084	35,034	14,900	14,900	14,900	14,900	14,900	14,900	14,900	14,900
Contingency Addback				91,670								
Bond proceeds	0	0	0	0	0	0	0	0	0	0	0	0
<b>TOTAL REVENUE</b>	<b>498,601</b>	<b>838,669</b>	<b>705,979</b>	<b>794,839</b>	<b>741,421</b>	<b>770,566</b>	<b>800,968</b>	<b>845,438</b>	<b>859,867</b>	<b>875,552</b>	<b>926,219</b>	<b>946,957</b>
EXPENSES												
Operations (CPI 3.29%/yr)												
Sewer Operations	124,006	145,465	193,380	199,742	206,314	213,101	220,112	227,354	234,834	242,560	250,540	258,783
Sewer - Remedial/Emergency	5,347	0	20,000	20,658	21,338	22,040	22,765	23,514	24,287	25,086	25,912	26,764
Sewer - Engineering/GIS Engineering	136	0	10,000	10,000	10,001	10,002	10,003	10,004	10,005	10,006	10,007	10,008
Lift Station maintenance	4,207	10,020	8,125	8,392	8,668	8,954	9,248	9,552	9,867	10,191	10,527	10,873
Lift Station Utilities	14,508	20,875	23,710	24,490	25,296	26,128	26,988	27,876	28,793	29,740	30,718	31,729
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	29,358	37,825	45,000	46,481	48,010	49,589	51,221	52,906	54,646	56,444	58,301	60,219
Legal	4,453	5,180	10,000	10,329	10,669	11,020	11,382	11,757	12,144	12,543	12,956	13,382
Audit	5,000	5,400	5,400	5,578	5,761	5,951	6,146	6,349	6,558	6,773	6,996	7,226
Insurance	13,083	16,005	16,850	17,404	17,977	18,568	19,179	19,810	20,462	21,135	21,831	22,549
UNCC	1,931	1,530	3,500	3,615	3,734	3,857	3,984	4,115	4,250	4,390	4,535	4,684
Supplies	116	203	250	258	267	275	285	294	304	314	324	335
Director Fees	5,800	5,600	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Payroll	5,611	5,595	5,625	5,625	5,625	5,625	5,625	5,625	5,625	5,625	5,625	5,625
County Treasurer Fees	4,105	4,610	4,800	4,876	4,968	5,063	5,160	5,260	5,363	5,470	5,579	5,692
Public Relations	3,388	61	5,000	5,165	5,334	5,510	5,691	5,878	6,072	6,272	6,478	6,691
Election	14,032	2,035	0	5,165	0	5,345	0	5,532	0	5,726	0	5,926
Other	801	920	1,165	1,203	1,243	1,284	1,326	1,370	1,415	1,461	1,509	1,559
Total Operating Expenses	<b>236,882</b>	<b>262,324</b>	<b>359,805</b>	<b>375,981</b>	<b>382,205</b>	<b>399,312</b>	<b>406,115</b>	<b>424,196</b>	<b>431,624</b>	<b>450,737</b>	<b>458,838</b>	<b>479,046</b>
Long Term Capital Outlay Expenditures (Exhibit 2)												
Sewer	52,984	39,945	113,500	0	0	0	600,000	600,000	600,000	600,000	600,000	114,759
Total Long Term Capital Expenses	<b>52,984</b>	<b>39,945</b>	<b>113,500</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>600,000</b>	<b>600,000</b>	<b>600,000</b>	<b>600,000</b>	<b>600,000</b>	<b>114,759</b>
Debt Service (Exhibit 1)												
Princinal payments	69,863	71,267	72,700	72,700	74,161	75,652	77,172	78,723	80,306	81,920	83,567	85,246
Interest payments	51,265	50,094	48,661	48,661	47,200	45,709	44,189	42,637	41,055	39,441	37,794	36,115
Total Debt Service Expenses	<b>121,128</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>	<b>121,361</b>
Contingency / Tabor Emergency Reserve	0	0	91,670	0	0	0	0	0	0	0	0	0
<b>TOTAL EXPENSES</b>	<b>410,994</b>	<b>423,630</b>	<b>686,336</b>	<b>497,342</b>	<b>503,566</b>	<b>520,673</b>	<b>1,127,476</b>	<b>1,145,557</b>	<b>1,152,985</b>	<b>1,172,098</b>	<b>1,180,199</b>	<b>715,165</b>
Annual Surplus/(Deficit)	<b>87,607</b>	<b>415,039</b>	<b>19,643</b>	<b>297,497</b>	<b>237,856</b>	<b>249,894</b>	<b>-326,508</b>	<b>-300,119</b>	<b>-293,118</b>	<b>-296,546</b>	<b>-253,980</b>	<b>231,792</b>
ENDING FUNDS AVAILABLE	<b>841,491</b>	<b>1,256,530</b>	<b>1,276,173</b>	<b>1,573,670</b>	<b>1,811,525</b>	<b>2,061,419</b>	<b>1,734,911</b>	<b>1,434,792</b>	<b>1,141,673</b>	<b>845,128</b>	<b>591,148</b>	<b>822,939</b>



**VALLEY SANITATION DISTRICT  
Ten Year Financial Plan (2024-2033)**

**EXHIBIT 1 PROPERTY TAX REVENUE**

	ACTUAL		ESTIMATED									
	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033
<b>Assessed Valuation</b>												
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)	48,364	47,745	60,172	61,977	61,977	63,836	63,836	65,751	65,751	67,724	67,724	69,756
New Assessed Value	0	0	0	0	0	0	0	0	0	0	0	0
Assessed Value	109,495,591	108,093,679	136,228,758	140,315,621	140,315,621	144,525,089	144,525,089	148,860,842	148,860,842	153,326,667	153,326,667	157,926,467
<b>General Operations</b>												
Assessed Valuation	109,495,591	108,093,679	136,228,758	140,315,621	140,315,621	144,525,089	144,525,089	148,860,842	148,860,842	153,326,667	153,326,667	157,926,467
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)	-0.868	-0.751	-1.041									
TABOR mill levy reduction (3% of PY revenue)				-1.041	-0.997	-0.997	-0.953	-0.953	-0.906	-0.906	-0.859	-0.859
TABOR Restriction Refund (Rev increase limited to 3% of PY)		-81,178	-141,814	-146,069	-139,956	-144,155	-137,671	-141,801	-134,922	-138,969	-131,671	-135,621
General Operating Property Tax	178,149	188,299	197,804	203,738	209,850	216,146	222,630	229,309	236,189	243,274	250,572	258,090
<b>Debt Service</b>												
Assessed Value	109,495,591	108,093,679	136,228,758	140,315,621	140,315,621	144,525,089	144,525,089	148,860,842	148,860,842	153,326,667	153,326,667	157,926,467
Mill Levy	1.195	1.018	0.891	0.865	0.865	0.840	0.840	0.815	0.815	0.792	0.792	0.768
Property tax	130,847	110,039	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361	121,361
<b>Total Property Tax Revenue</b>	308,997	298,339	319,165	325,099	331,211	337,507	343,991	350,670	357,549	364,635	371,933	379,450
<b>Total Mill Levy</b>	2.822	2.760	3.384	3.358	3.358	3.333	3.333	3.308	3.308	3.285	3.285	3.261
<b>Service Charge per Year (15% of COE bill)</b>	31	47	113	118	138	144	151	172	180	188	211	221
-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
<b>Total Annual Service Fee</b>	69,781	245,114	256,144	267,671	312,282	326,335	341,020	389,737	407,276	425,603	478,803	500,349

**VALLEY SANITATION DISTRICT**  
**Ten Year Financial Plan (2024-2033)**

**EXHIBIT 2 CAPITAL EXPENDITURES - DISTRICT CAPITAL IMPROVEMENTS**

	<b>ACTUAL</b>		<b>ESTIMATED</b>									
	<b>2022</b>	<b>2023</b>	<b>2024</b>	<b>2025</b>	<b>2026</b>	<b>2027</b>	<b>2028</b>	<b>2029</b>	<b>2030</b>	<b>2031</b>	<b>2032</b>	<b>2033</b>
<b>SEWER</b>												
Sewer Rehabilitation (CIPP)	11,712	39,945	101,000				600,000	600,000	600,000	600,000	600,000	114,759
Additional Capital Projects		0	12,500									
<b>TOTAL SEWER</b>	<b>11,712</b>	<b>39,945</b>	<b>113,500</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>600,000</b>	<b>600,000</b>	<b>600,000</b>	<b>600,000</b>	<b>600,000</b>	<b>114,759</b>
<b>CONTINGENCY/EMERGENCY</b>	<b>0</b>	<b>0</b>	<b>91,670</b>									
<b>TOTAL CAPITAL</b>	<b>11,712</b>	<b>39,945</b>	<b>205,170</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>600,000</b>	<b>600,000</b>	<b>600,000</b>	<b>600,000</b>	<b>600,000</b>	<b>114,759</b>