



**Southwest Metropolitan  
Water and Sanitation District**

**Budget  
2019**



# **SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT**

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## **BUDGET 2019**

### **TABLE OF CONTENTS**

| <b>Section</b> | <b>Contents</b>   |             |
|----------------|---|-------------|
| <b>1</b>       | Budget Report . . . . .   | <b>i</b>    |
| <b>2</b>       | Resolution to Adopt Budget . . . . .  | <b>xii</b>  |
| <b>3</b>       | Resolution to Appropriate Funds . . . . .                                   | <b>xiii</b> |
| <b>4</b>       | Resolution To Certify Mill Levy . . . . .                                   | <b>xiv</b>  |
| <b>5</b>       | General Fund Revenue . . . . .  | <b>1</b>    |
| <b>6</b>       | General Fund Expenditures . . . . .   | <b>3</b>    |
| <b>7</b>       | Property Tax Computation . . . . .  | <b>8</b>    |
| <b>8</b>       | Summary of Revenue and Expenditures (Exhibit A) . . . . .                   | <b>10</b>   |
| <b>9</b>       | Supplemental Schedule of Lease-Purchase Agreements<br>(Exhibit B) . . . . . | <b>14</b>   |
| <b>10</b>      | Ten Year Financial Plan . . . . .   | <b>15</b>   |



# **SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT**

## **2019 BUDGET REPORT**

### **HIGHLIGHTS**

- The 2019 Southwest Metropolitan Water and Sanitation District budget projects a deficit of \$310,181 between total revenue amounting to \$1,913,431 and total expenses of \$2,223,612.
- The 2019 budget proposes an increase in the water and sewer service fee from \$5.00 to \$7.00 per month per ¾” equivalent water tap to reduce continuing annual deficits of up to \$1,000,000.
- General Fund revenue provided from the water and sewer service fee is projected to be \$1,253,616, \$634,842 less than 2019 operating expenses of \$1,888,458.
- Service fees amounting to \$1,253,616 and investment income in the amount of \$476,640 produce 90.4 percent of total District revenue. Future developments are in the planning and construction stages, with only ten water and ten sewer taps being projected to be sold during 2019 totaling \$81,000. Tap fee revenue is variable and cannot be relied upon to provide a continuing, stable source of revenue for future District operations.
- The District receives no property tax revenue and cannot impose a property tax mill levy without the approval of registered electors.



### **HIGHLIGHTS**

- The total operations and maintenance budget for 2019 is \$1,108,715, \$137,115 more than the amount budgeted in 2018.
- Southwest Metropolitan will continue to receive water and sewer operations and maintenance services from Platte Canyon Water and Sanitation District in accordance with an intergovernmental agreement between the two districts. The amount budgeted in 2019 for these services represents an increase of \$56,415 in water operation and maintenance and no increase in sewer operation and maintenance from the amounts budgeted in 2018. The increased budget for water services is due to the implementation of a new rating process that has been developed to prioritize the replacement of water mains and will be applied to the all the water mains owned by the District during 2019.
- The budget for remedial water contract maintenance has been increased \$82,000 from \$105,000 in 2018 to \$187,000 in 2019. Several water system components requiring some level of maintenance have been identified including, valve repairs, one valve replacement, hydrant nozzle repairs, and the abandonment of a pressure reducing valve.
- Administrative services will also continue to be provided by Platte Canyon. The 2019 budget for these services is \$547,020, \$53,520 more than the 2018 budget of \$493,500. This increase relates to the administrative costs estimated to be allocated to the District with the implementation of the new water main replacement rating process noted above.
- The total amount budgeted in 2019 for services provided by Platte Canyon is \$1,096,100, 10.0 percent more than budgeted in 2018.
- The total general fund expense budget for 2019 is \$1,888,458, 9.2 percent (\$159,430) more than the amount budgeted in 2018.



### **HIGHLIGHTS**

- The capital expense budget for 2019 (\$335,154) is less than the average capital expenditures over the last three years (\$964,566). The District has now completed the significant multi-phase rehabilitation of its sewer interceptors. Over the next ten years, capital expenses are projected to average only \$205,747 per year. This will help, but not eradicate the annual financial deficit without future service fee increases.
- It is the policy of the District to annually review and establish an adequate level of cash reserves for operations, capital improvements, debt service, and any other needs prescribed by the Board of Directors to meet expected service levels and provide adequate resources for infrastructure repair and replacement. In order to achieve this directive, the water and sewer service fee was increased by \$2.00 per month, per equivalent ¾" water tap every year beginning in 2017 through 2019 and will increase by \$1.00 in 2020. This will result in a service fee of \$8.00 per month, per equivalent ¾" water tap. At that time, operating revenues will approximately equal operating expenses.



## **SUMMARY**

The 2019 Budget for Southwest Metropolitan Water and Sanitation District has been prepared in accordance with the modified accrual basis of budgetary accounting.

Services to be provided by Southwest Metropolitan in 2018 include operation, maintenance, and repair of 178 miles of water distribution mains and 179.8 miles of sanitary sewer collection and interceptor mains and one potable water pumping station. Proposed facility maintenance objectives for 2019 are described in greater detail in a separate document titled *2019 Maintenance Goals*.

Total revenue from all sources is projected to be \$1,913,431 in 2019. Total expenditures are budgeted at \$2,223,612 \$514,422 less than budgeted in 2018. General fund expenditures are budgeted at \$1,888,458, \$159,430 (9.2 percent) more than 2018 budgeted expenses. Capital expenses are budgeted at \$335,154, \$673,852 (66.8 percent) less than budgeted in 2018.

The reserve fund balance is projected to decrease \$310,181 in 2019 from a beginning balance of \$23,831,845 to \$23,521,664 at year end 2019.



## **REVENUE**

- Total Revenue in 2019 is projected to be \$1,913,431, 39.1 percent more than 2018 budget revenue of \$1,375,630.
- No tap administrative fees are budgeted for 2019 due to insignificant new development and construction activity.
- In 2015 the Board of Directors imposed a service fee to be applied to all District customers. The service fee is to be used for operations, maintenance, and rehabilitation of the of the District facilities. The service fee is currently \$5.00 per month per ¾” equivalent service connection but is projected to increase to \$7.00 per month per ¾” equivalent service connection effective January 1, 2019. The fee is imposed on customers’ Denver Water bills, with the revenue collected by Denver Water and remitted to the District. Service fee revenue budgeted for 2019 is \$1,253,616 based on 14,924¾” equivalent taps.
- Contract service fees consist of a biennial charge to the City of Littleton in the amount of \$7,500 to transport up to 13 cubic feet per second of wastewater flow from the City through Southwest Metropolitan’s A & D line interceptors.
- Water tap fees will remain at current levels; \$7,000 per ¾” equivalent water tap and \$1,100 for a single family residence or equivalent sewer tap. System development fee revenue includes the sale of ten water and ten sewer taps in the Wild Plum development during 2019.
- Investment income is projected to be \$476,640, 24.9 percent of total District revenue. Investment income revenue is proposed to be \$109,290 more than estimated 2018 investment income of \$367,350. Investment yield is estimated to be 2.0 percent on District invested funds.
- Other income, which includes office lease income, capital reimbursement income, and miscellaneous income, is budgeted at \$87,175.

Office lease income consists of Platte Canyon Water and Sanitation District’s share of operating, maintenance and repair expenses for the administrative office and garage facility located at 8739 W. Coal Mine Ave. Platte Canyon is contractually obligated to pay 30% of all building costs to Southwest Metropolitan. Costs are billed monthly at a fixed rate and reconciled annually based on actual costs incurred. The budget for 2019 is \$32,175, \$11,745 less than the 2018 budget amount and \$19,025 less than the estimated actual for 2018. A major office remodeling project was completed during 2017. Additional improvements and upgrades were finalized during 2018. The lease income budgeted for 2019 includes Platte Canyon’s share



of projected routine maintenance and repair costs and minor capital improvements.

Miscellaneous income consists primarily of fire hydrant use fees which are assessed for use of District owned fire hydrants. The fire hydrant use fee of \$100 per month per hydrant is not proposed to change in 2019.

### **OPERATING EXPENSES**

- Total expenses for 2019 are budgeted at \$2,223,612, \$1,888,458 for administration, operations, and maintenance and \$335,154 for capital expenditures. The budget for administration and operating expenses is 9.2 percent (\$159,430) more than the amount budgeted in 2018.
- Operations and maintenance costs are budgeted at \$1,108,715 which is 14.1 percent (\$137,115) more than the amount budgeted in 2018.

Water operating and maintenance costs consist of water maintenance materials and Southwest Metropolitan's share of labor, equipment, and overhead costs incurred by Platte Canyon. Costs are allocated between the two Districts in accordance with a comprehensive cost accounting model. The 2019 costs are budgeted at \$386,015 which reflects a \$56,415 increase from the amount budgeted in 2018. A new rating system to prioritize the replacement of water mains will be implemented during 2019, which will result in more costs being allocated to the District.

Water contract maintenance for system failures is budgeted at \$100,000, which is the same amount budgeted for 2018. Remedial maintenance and repair costs are budgeted at \$187,000, \$82,000 more than budgeted in 2018. The budget for 2019 is an estimate of several water system components requiring some level of maintenance including, valve repairs, one valve replacement, hydrant nozzle repairs, and the abandonment of a pressure reducing valve. A detailed explanation of the maintenance services to be performed in Southwest Metropolitan in 2019 is presented in a separate report titled *2019 Maintenance Goals*.

Hogback Pump Station general maintenance includes repairs and maintenance of pump station equipment and the building located at 13399 W. Coal Mine Ave. These expenses are budgeted at \$11,500, the same amount budgeted in 2018. Telemetry includes costs associated with monitoring the building security system, the Supervisory Control and Data Acquisition (SCADA) system, and pump station alarm system. Telemetry is budgeted at \$1,950, consistent with the amount budgeted in



2018. Utilities include costs associated with electric, gas, water, and sewer services and are budgeted at \$27,500, the same amount budgeted in 2018.

Sewer operating and maintenance costs consist of sewer maintenance materials and Southwest Metropolitan's share of labor, equipment, and overhead costs incurred by Platte Canyon Water and Sanitation District. Costs are allocated between the two Districts in accordance with a comprehensive cost accounting model. The 2019 costs are budgeted at \$273,000, and represent no increase from the 2018 budget.

Sewer contract emergency maintenance includes system repairs and cleanup costs associated with sewer backups originating within District owned facilities. The amount budgeted for this line item remains \$20,000, the same amount budgeted in 2018. Remedial maintenance and repair costs are budgeted at \$50,000, equal to the amount budgeted in 2018. This projected expenditure is based on the estimated number of sewer point repairs anticipated to be conducted in 2019. A detailed explanation of the maintenance services to be accomplished in Southwest Metropolitan in 2019 is presented in a separate report titled *2019 Maintenance Goals*.

Sewer flow meter maintenance which includes repairs and maintenance to flow meter equipment situated on eight sanitary interceptors is budgeted at \$5,000, equal to the amount budgeted in 2018. Flow meter telemetry includes costs associated with monitoring the SCADA and alarm systems at each site. Telemetry is budgeted at \$6,000 in 2019, the same amount budgeted in 2018. Utility expenses are budgeted at \$1,750 which is equal to the amount budgeted in 2019.

General engineering services include expenditures for consulting and surveying services that are non-capital project related. The 2019 budget includes \$5,000 for water related services and \$5,000 for sewer related services.

Engineering for mapping and geographical information related services is budgeted at \$15,000 in 2019, the same amount budgeted in 2018. This budget expense covers updates and enhancements to the District's GIS and asset management programs.

Engineering services - backcharge include expenditures for plan review and inspection services for developer projects. These costs are backcharged to the developers to offset District costs incurred while performing the services. The 2019 budget includes \$3,000 for these services, a fifty percent reduction from the amount budgeted in 2018.

- Administrative expenses for 2019 are budgeted at \$653,473 which reflects a \$29,975 increase from the amount budgeted in 2018.



Administration costs consist of Southwest Metropolitan's share of labor, equipment, and overhead costs incurred by Platte Canyon in accordance with an Intergovernmental Agreement between the two Districts. Shared costs are allocated to each District in accordance with a comprehensive cost accounting model. The 2019 costs are budgeted at \$547,020, an increase of \$53,520 over the amount budgeted in 2018. Consistent with water maintenance and operation, more administrative and maintenance labor hours estimated to be devoted to the implementation of the new water main replacement rating process will result in increased costs being allocated to the District.

Office supplies include filing, printing and stationary type items. The amount budgeted for 2019, \$2,000, is based on historical expenditures.

Southwest Metropolitan is a member of selected trade and research related associations and organizations including the Colorado Special District Association. The 2019 budget for membership dues is \$2,000, the same amount budgeted in 2018.

There is no district board member election or special election proposed for 2019 so the budget amount is \$0.

The 2019 budget includes \$32,300 for newsletters and web site maintenance which reflects a \$23,045 decrease from the 2018 budgeted amount. The costs for the newsletters, \$31,600, includes printing, postage, and mailing for quarterly newsletters or postcards in 2019. The District budgeted \$20,145 in 2018 for the redesign of the District website in order modernize the user experience and provide for a more customizable customer outreach platform. The 2019 budget includes \$500 for the maintenance of the new website.

Legal notices, budgeted at \$200 in 2019, include annual special district compliance notices such as the budget notice, election notice and advertisements for construction project bids.

Audit expenditures are budgeted at \$6,000, the same amount budgeted in 2018.

General legal services are budgeted at \$37,000, \$2,000 more than budgeted in 2018.

Legal services-backcharge include expenditures for easement preparation services for developer projects. These expenses are backcharged to the developer. The 2019 budget includes \$5,000 for these services.

The Rates and Fees Technical Advisory Committee (TAC) costs are budgeted at \$7,500, the same amount budgeted in 2018



Other general consulting costs are budgeted at \$1,000, the same amount budgeted in 2018.

- Insurance coverage for general liability, property, directors and officers' liability, and basic commercial crime are obtained through the Colorado Special District Property and Liability Pool (CSDA). In addition, supplemental commercial crime coverage is obtained from another source. Other insurance includes the District's workers compensation insurance for the directors which is currently with CSDA. The total amount budgeted for these premiums in 2019 was increased by \$1,240 to \$15,990 due to higher premiums projected for property/inland marine coverage.
- Building maintenance expenses include costs for landscaping, janitorial, heating and air condition maintenance, elevator maintenance, painting of interior and exterior of building, and other general repairs and maintenance of the office building. The amount budgeted for 2019 is \$69,000, \$9,900 less than the amount budgeted in 2018. This decrease is due to fewer non-routine maintenance items scheduled for 2019 compared to 2018.

Office utilities are budgeted at \$33,250, \$1,000 more than the amount budgeted in 2018.

- Directors' fees are budgeted at \$6,000 which assumes 100 percent attendance for all regularly scheduled meetings.
- The District Directors are covered by the Federal Contributions Retirement Act (Social Security) and thus contribute 6.2 percent of wages to FICA. The District is also covered by the Federal Medicare Program and thus contributes 1.45 percent of employee wages to the program. The amount budgeted for these two programs for 2019 is \$480 based on \$6,000 of payroll.

### **CAPITAL EXPENSES**

- Capital expenses for 2019 are budgeted at \$335,154, \$673,852 less than the amount budgeted in 2018.
- Two capital water projects are budgeted for 2019. The first project consists of replacing 701 feet of 12-inch ductile iron pipe in S. Garland St. between W. Walden Ave. and W. Nova Pl. in the Meadows Subdivision at a cost of \$158,945. The second capital water project proposes the replacement of 272 feet of 6-inch ductile iron pipe in S. Holland St. between W. Laurel Pl. to the end of the cul-de-sac in the Meadows Subdivision at a cost of \$52,360. A detailed explanation of these projects is included in the District's *Capital Master Plan for 2019-2028*.



- The 2019 budget includes \$25,000 for the annual contract for cured-in-place pipe (CIPP) sewer rehabilitation projects that will be scheduled on an as needed basis determined by the District's television inspection program.
- The 2019 capital expense budget includes an emergency reserve in the amount of \$57,403 as required by the TABOR Amendment.
- The 2019 capital expense budget includes a 15 percent contingency for water and sewer capital projects in the amount of \$35,446.

### **PROPERTY TAXES**

- Southwest Metropolitan will not certify a mill levy in 2019 for tax year 2018. The property tax schedule is included in the 2019 budget to provide information relative to property valuations within the District. Assessed valuations increased \$2,300,981 (.4 percent) in 2018. Eighty-three percent of the total property valuation is located in Jefferson County, fourteen percent in Arapahoe County and three percent in Douglas County.

### **SUMMARY OF EXPENDITURES (EXHIBIT A)**

- Exhibit A provides a summary of District expenditures including non-appropriated depreciation and amortization of District assets. Total expenditures requiring appropriation in 2019 is \$2,223,612.

### **LEASE - PURCHASE AGREEMENTS**

- As required by *C.R.S. 29-1-103(3)(d)*, the 2018 budget includes a schedule for lease-purchase agreements. Southwest Metropolitan does not have any lease-purchase agreements requiring expenditure of funds in 2019.



## **TEN YEAR FINANCIAL PLAN**

- The Ten-Year Financial Plan identifies a reserve fund balance amounting to \$23,831,845 at year end 2018. The fund balance is projected to decrease \$310,181 to \$23,521,664 at year end 2019. Over the ten-year planning period the reserve fund balance is projected to decrease \$732,966 to \$22,788,698 at year end 2028. It is the policy of the District to annually review and establish an adequate level of cash reserves for operations, capital improvements, debt service, and any other needs prescribed by the Board of Directors to meet expected service levels and provide adequate resources for infrastructure repair and replacement.
- Service fee revenue is proposed to increase in 2019 from an assessment of \$5.00 per month per ¾” equivalent water service connection to \$7.00 per month per ¾” equivalent water service connection and is expected to produce revenue amounting to \$1,253,616. The fee is projected to increase by \$1.00 in 2020, resulting in an assessment of \$8.00 per month, per equivalent ¾” water tap. Service fee revenue is projected to be the largest source of revenue providing approximately 63% of the total revenue over the ten-year planning period. Service charge revenue will enable the District to meet its operating needs through 2024. For the planning period 2025 to 2028 the accumulated operating deficit will amount to \$636,879. For planning purposes, an additional increase in the service fee during the ten-year planning period may be necessary to return operating revenues to the level of operating expenses.
- The average interest rate for District invested funds is assumed to be 2.0% in 2019 and increase by 0.25 percent per year to a maximum 3.0 percent. Interest is projected to be the second largest source of District revenue providing approximately 28.4% of total revenue over the ten-year period.
- The District projects \$81,000 in tap fee revenue in 2019, \$226,800 in 2020 and 2021, \$315,900 in 2022, \$202,500 in 2023 and 2024, and \$121,500 in 2025 at which time the District reaches buildout. Water and sewer tap fees are proposed to remain at current levels through the ten-year planning period: \$7,000 for a 3/4” water tap and \$1,100 for a single-family equivalent sewer tap.
- Operating expenses are projected to increase from 3.1% in 2020 through 2028.
- Capital expenses through 2028 are derived from the District’s *Capital Master Plan for 2019-2028*.

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**RESOLUTION 2018-11-1**

**A RESOLUTION TO ADOPT A BUDGET FOR  
SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT, JEFFERSON,  
DOUGLAS, AND ARAPAHOE COUNTIES, COLORADO FOR THE CALENDAR YEAR  
BEGINNING ON  
JANUARY 1, 2019 AND ENDING ON DECEMBER 31, 2019**

**WHEREAS**, the Board of Directors of Southwest Metropolitan Water and Sanitation District has appointed Patrick Fitzgerald, District Manager, 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 Southwest Metropolitan Water and Sanitation District, Jefferson, Arapahoe and Douglas Counties, Colorado, for the calendar year beginning January 1, 2019, and ending December 31, 2019, was presented to the Board of Directors on or before October 15, 2018, for its consideration, and;

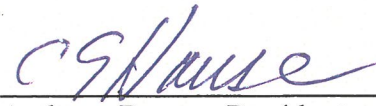
**WHEREAS**, notice of submittal of the proposed budget to the Board of Directors and notice of the date and time of a public hearing to consider adoption of the proposed budget has been published in newspapers of general circulation within Southwest Metropolitan Water and Sanitation District; and further, 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**, a copy of the proposed budget for Southwest Metropolitan Water and Sanitation District for calendar year 2019 is attached hereto and made a part hereof, and;

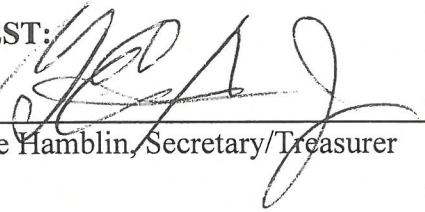
**WHEREAS**, said budget lists all proposed expenditures for administration, operations, maintenance, and capital projects and expenditures, all anticipated revenues, estimated or actual beginning and ending fund balances, and a budget message describing the important features of the proposed budget;

**NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT** that the budget as submitted, amended, and affixed hereto is hereby approved and adopted as the official budget of the Southwest Metropolitan Water and Sanitation District for the calendar year beginning January 1, 2019, and ending December 31, 2019.

**ADOPTED BY THE BOARD OF DIRECTORS OF SOUTHWEST METROPOLITAN  
WATER AND SANITATION DISTRICT THIS 29th DAY OF NOVEMBER, 2018.**

  
\_\_\_\_\_  
Anthony Dursey, President  
Charles S. Hause, Vice President

**ATTEST:**

  
\_\_\_\_\_  
George Hamblin, Secretary/Treasurer



**RESOLUTION 2018-11-2**

**A RESOLUTION TO APPROPRIATE SUMS OF MONEY  
IN THE AMOUNTS AND FOR THE PURPOSES  
AS SET FORTH BELOW FOR THE  
SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT  
FOR THE 2019 BUDGET YEAR**

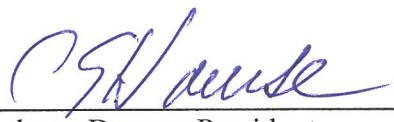
**WHEREAS**, the Board of Directors of Southwest Metropolitan Water and Sanitation District has approved and adopted the annual budget for the District for the budget year 2019 and;

**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;

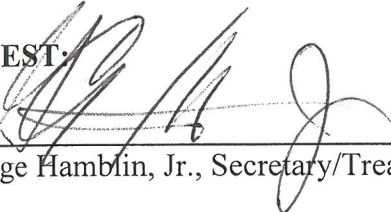
**WHEREAS**, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below for the operations and expenditures of the Southwest Metropolitan Water and Sanitation District,

**NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT, JEFFERSON, ARAPAHOE, AND DOUGLAS COUNTIES, COLORADO** that TWO MILLION TWO HUNDRED TWENTY-THREE THOUSAND SIX HUNDRED TWELVE AND NO/100 DOLLARS (\$2,223,612) is hereby appropriated for expenditure during calendar year 2019:

**ADOPTED BY THE BOARD OF DIRECTORS OF SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT THIS 29th DAY OF NOVEMBER, 2018.**

  
\_\_\_\_\_  
Anthony Dursey, President  
Charles S. Hause, Vice President

**ATTEST:**

  
\_\_\_\_\_  
George Hamblin, Jr., Secretary/Treasurer



**RESOLUTION 2018-11-3**

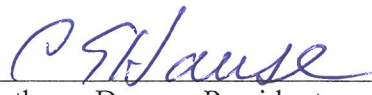
**A RESOLUTION  
CERTIFYING A ZERO MILL PROPERTY TAX LEVY  
FOR TAX YEAR 2018 (BUDGET YEAR 2019) FOR THE  
SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT**

**WHEREAS**, the Board of Directors of Southwest Metropolitan Water and Sanitation District has approved and adopted the annual budget for 2019 in accordance with the Colorado Local Government Budget Law, and;

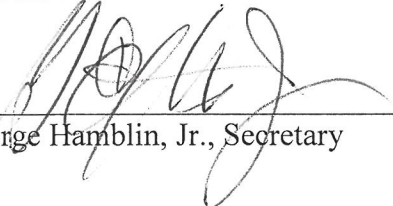
**WHEREAS**, the approved budget for 2019 provides for sufficient revenue without certification of a property tax mill levy upon taxable property within the Southwest Metropolitan Water and Sanitation District,

**NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS OF SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT, JEFFERSON, ARAPAHOE AND DOUGLAS COUNTIES, COLORADO** that for tax year 2018 (budget year 2019) there is hereby certified a zero (0) mill property tax levy upon all property located within Southwest Metropolitan Water and Sanitation District.

**ADOPTED BY THE BOARD OF DIRECTORS OF SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT THIS 29th DAY OF NOVEMBER, 2018.**

  
~~Anthony Dursey, President~~  
Charles S. Hause, Vice President

**ATTEST:**

  
George Hamblin, Jr., Secretary



# SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT

## BUDGET - 2019

### REVENUE

|                                | ACTUAL<br>2016    | ACTUAL<br>2017    | BUDGET<br>2018    | ESTIMATED<br>2018 | BUDGET<br>2019    | CHANGE<br>FROM<br>2018 BUDGET |
|--------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------------------|
| <b>BEGINNING FUNDS</b>         | <b>26,459,146</b> | <b>24,892,857</b> | <b>24,490,198</b> | <b>24,614,092</b> | <b>23,831,845</b> |                               |
| <b>ADMINISTRATIVE FEES</b>     |                   |                   |                   |                   |                   |                               |
| Tap Administrative Fees        | 0                 | 0                 | 0                 | 2,100             | 0                 | 0                             |
| <b>SUB-TOTAL</b>               | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>2,100</b>      | <b>0</b>          | <b>0</b>                      |
| <b>SERVICE FEES</b>            |                   |                   |                   |                   |                   |                               |
| Service Fees                   | 179,312           | 534,707           | 894,360           | 895,440           | 1,253,616         | 359,256                       |
| <b>SUB-TOTAL</b>               | <b>179,312</b>    | <b>534,707</b>    | <b>894,360</b>    | <b>895,440</b>    | <b>1,253,616</b>  | <b>359,256</b>                |
| <b>CONTRACT SERVICE FEES</b>   |                   |                   |                   |                   |                   |                               |
| City of Littleton              | 15,000            | 15,000            | 15,000            | 15,000            | 15,000            | 0                             |
| <b>SUB-TOTAL</b>               | <b>15,000</b>     | <b>15,000</b>     | <b>15,000</b>     | <b>15,000</b>     | <b>15,000</b>     | <b>0</b>                      |
| <b>SYSTEM DEVELOPMENT FEES</b> |                   |                   |                   |                   |                   |                               |
| Water Tap Fees                 | 609,000           | 366,000           | 0                 | 0                 | 70,000            | 70,000                        |
| Sewer Tap Fees                 | 160,321           | 96,689            | 0                 | 4,377             | 11,000            | 11,000                        |
| Annexation Fees                | 0                 | 157,500           | 0                 | 0                 | 0                 | 0                             |
| <b>SUB-TOTAL</b>               | <b>769,321</b>    | <b>620,189</b>    | <b>0</b>          | <b>4,377</b>      | <b>81,000</b>     | <b>81,000</b>                 |
| <b>INVESTMENT INCOME</b>       |                   |                   |                   |                   |                   |                               |
| Net Investment Income          | 96,389            | 359,832           | 367,350           | 497,832           | 476,640           | 109,290                       |
| <b>SUB-TOTAL</b>               | <b>96,389</b>     | <b>359,832</b>    | <b>367,350</b>    | <b>497,832</b>    | <b>476,640</b>    | <b>109,290</b>                |



# SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT

## BUDGET - 2019

### REVENUE

|                               | ACTUAL<br>2016   | ACTUAL<br>2017   | BUDGET<br>2018   | ESTIMATED<br>2018 | BUDGET<br>2019   | CHANGE<br>FROM<br>2018 BUDGET |
|-------------------------------|------------------|------------------|------------------|-------------------|------------------|-------------------------------|
| <b>OTHER INCOME</b>           |                  |                  |                  |                   |                  |                               |
| Office Lease                  | 47,453           | 79,803           | 43,920           | 51,200            | 32,175           | (11,745)                      |
| Capital Project Reimbursement | 0                | 0                | 0                | 0                 | 0                | 0                             |
| Plan review / Inspection Fees | 39,808           | 67,269           | 45,000           | 50,500            | 45,000           | 0                             |
| Miscellaneous                 | 9,914            | 16,390           | 10,000           | 26,200            | 10,000           | 0                             |
| <b>SUB-TOTAL</b>              | <b>97,175</b>    | <b>163,462</b>   | <b>98,920</b>    | <b>127,900</b>    | <b>87,175</b>    | <b>(11,745)</b>               |
| <b>TOTAL REVENUE</b>          | <b>1,157,197</b> | <b>1,693,190</b> | <b>1,375,630</b> | <b>1,542,649</b>  | <b>1,913,431</b> | <b>537,801</b>                |



# SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT

## BUDGET - 2019

### EXPENDITURES

|                                     | ACTUAL<br>2016 | ACTUAL<br>2017 | BUDGET<br>2018 | ESTIMATED<br>2018 | BUDGET<br>2019   | CHANGE<br>FROM<br>2018 BUDGET |
|-------------------------------------|----------------|----------------|----------------|-------------------|------------------|-------------------------------|
| <b>OPERATING EXPENSES</b>           |                |                |                |                   |                  |                               |
| <b>OPERATIONS &amp; MAINTENANCE</b> |                |                |                |                   |                  |                               |
| Water - Operation & Maintenance     | 309,700        | 339,853        | 329,600        | 313,252           | 386,015          | 56,415                        |
| Water - Contract Maintenance        |                |                |                |                   |                  |                               |
| Emergency                           | 95,789         | 90,137         | 100,000        | 34,850            | 100,000          | 0                             |
| Remedial                            | 59,065         | 64,091         | 105,000        | 164,075           | 187,000          | 82,000                        |
| Hogback Pump Station                |                |                |                |                   |                  |                               |
| General                             | 7,409          | 8,606          | 11,500         | 8,450             | 11,500           | 0                             |
| Telemetry                           | 3,030          | 1,892          | 1,950          | 1,920             | 1,950            | 0                             |
| Utilities                           | 21,005         | 25,011         | 27,500         | 22,625            | 27,500           | 0                             |
| Sewer - Operation & Maintenance     | 307,955        | 251,195        | 273,000        | 216,730           | 273,000          | 0                             |
| Sewer - Contract Maintenance        |                |                |                |                   |                  |                               |
| Emergency                           | 0              | 0              | 20,000         | 0                 | 20,000           | 0                             |
| Remedial                            | 4,885          | 2,123          | 50,000         | 0                 | 50,000           | 0                             |
| Sewer Flow Meters                   |                |                |                |                   |                  |                               |
| General                             | 8,182          | 3,694          | 5,000          | 0                 | 5,000            | 0                             |
| Telemetry                           | 11,586         | 5,923          | 6,000          | 5,995             | 6,000            | 0                             |
| Utilities                           | 1,495          | 1,407          | 1,750          | 1,505             | 1,750            | 0                             |
| Utility Notification                | 8,483          | 9,378          | 9,300          | 10,690            | 11,000           | 1,700                         |
| Professional & Consulting           |                |                |                |                   |                  |                               |
| Engineering - Water                 | 3,168          | 686            | 5,000          | 719               | 5,000            | 0                             |
| Engineering - Sewer                 | 391            | 129            | 5,000          | 254               | 5,000            | 0                             |
| Engineering - GIS                   | 35,730         | 24,186         | 15,000         | 29,120            | 15,000           | 0                             |
| Engineering - Backcharge            | 4,310          | 6,294          | 6,000          | 1,965             | 3,000            | (3,000)                       |
| <b>SUB-TOTAL</b>                    | <b>882,183</b> | <b>834,605</b> | <b>971,600</b> | <b>812,150</b>    | <b>1,108,715</b> | <b>137,115</b>                |



# SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT

## BUDGET - 2019

### EXPENDITURES

|   | ACTUAL<br>2016 | ACTUAL<br>2017 | BUDGET<br>2018 | ESTIMATED<br>2018 | BUDGET<br>2019 | CHANGE<br>FROM<br>2018 BUDGET |
|---|----------------|----------------|----------------|-------------------|----------------|-------------------------------|
| <b>OPERATING EXPENSES (cont.)</b>       |                |                |                |                   |                |                               |
| <b>ADMINISTRATION</b>                   |                |                |                |                   |                |                               |
| General Office Administration           |                |                |                |                   |                |                               |
| Administration                          | 468,895        | 483,598        | 493,500        | 492,400           | 547,020        | 53,520                        |
| Office Supplies & Expense               | 1,735          | 2,037          | 2,000          | 1,720             | 2,000          | 0                             |
| Dues                                    | 2,079          | 1,488          | 2,000          | 1,740             | 2,000          | 0                             |
| Election                                | 132            | 0              | 2,500          | 105               | 0              | (2,500)                       |
| DWD collection fee                      | 13,653         | 13,653         | 13,653         | 13,653            | 13,653         | 0                             |
| Public Relations                        |                |                |                |                   |                |                               |
| Newsletters                             | 32,320         | 30,230         | 35,000         | 30,054            | 31,600         | (3,400)                       |
| Website / Other                         | 423            | 440            | 20,145         | 20,837            | 500            | (19,645)                      |
| Legal Notices                           | 76             | 138            | 200            | 120               | 200            | 0                             |
| Professional & Consulting               |                |                |                |                   |                |                               |
| Audit                                   | 5,250          | 5,400          | 6,000          | 5,550             | 6,000          | 0                             |
| Legal - General                         | 37,028         | 36,526         | 35,000         | 37,875            | 37,000         | 2,000                         |
| Legal - Backcharge                      | 6,835          | 19,231         | 5,000          | 2,263             | 5,000          | 0                             |
| Technical Advisory Committee (TAC)      | 12,500         | 7,500          | 7,500          | 0                 | 7,500          | 0                             |
| Other                                   | 0              | 0              | 1,000          | 0                 | 1,000          | 0                             |
| <b>SUB-TOTAL</b>                        | <b>580,926</b> | <b>600,241</b> | <b>623,498</b> | <b>606,317</b>    | <b>653,473</b> | <b>29,975</b>                 |
| <b>INSURANCE</b>                        |                |                |                |                   |                |                               |
| Property/Inland Marine                  | 4,100          | 4,822          | 5,000          | 5,201             | 6,240          | 1,240                         |
| General Liability                       | 3,320          | 4,270          | 4,800          | 4,644             | 4,800          | 0                             |
| Directors & Officers / Commercial Crime | 4,620          | 4,620          | 4,750          | 4,620             | 4,750          | 0                             |
| Bonds & Other                           | 195            | 197            | 200            | 197               | 200            | 0                             |
| <b>SUB-TOTAL</b>                        | <b>12,235</b>  | <b>13,909</b>  | <b>14,750</b>  | <b>14,662</b>     | <b>15,990</b>  | <b>1,240</b>                  |



# SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT

## BUDGET - 2019

### EXPENDITURES

|                                     | ACTUAL<br>2016   | ACTUAL<br>2017   | BUDGET<br>2018   | ESTIMATED<br>2018 | BUDGET<br>2019   | CHANGE<br>FROM<br>2018 BUDGET |
|-------------------------------------|------------------|------------------|------------------|-------------------|------------------|-------------------------------|
| <b>OPERATING EXPENSES (cont.)</b>   |                  |                  |                  |                   |                  |                               |
| <b>BUILDING MAINTENANCE</b>         |                  |                  |                  |                   |                  |                               |
| Maintenance                         | 54,996           | 72,113           | 78,900           | 132,645           | 69,000           | (9,900)                       |
| Utilities                           |                  |                  |                  |                   |                  |                               |
| Telephone/Security                  | 13,306           | 13,890           | 14,250           | 13,595            | 15,250           | 1,000                         |
| Gas & Electric                      | 13,701           | 14,440           | 16,000           | 13,650            | 16,000           | 0                             |
| Water & Sewer                       | 1,606            | 1,678            | 2,000            | 2,045             | 2,000            | 0                             |
| <b>SUB-TOTAL</b>                    | <b>83,609</b>    | <b>102,121</b>   | <b>111,150</b>   | <b>161,935</b>    | <b>102,250</b>   | <b>(8,900)</b>                |
| <b>MISCELLANEOUS</b>                |                  |                  |                  |                   |                  |                               |
| Directors Fees                      | 5,600            | 5,600            | 6,000            | 5,900             | 6,000            | 0                             |
| Social Security                     | 428              | 428              | 480              | 451               | 480              |                               |
| Other                               | 1,553            | 1,125            | 1,550            | 660               | 1,550            | 0                             |
| <b>SUB-TOTAL</b>                    | <b>7,581</b>     | <b>7,153</b>     | <b>8,030</b>     | <b>7,011</b>      | <b>8,030</b>     | <b>0</b>                      |
| <b>SUB-TOTAL OPERATING EXPENSES</b> | <b>1,566,534</b> | <b>1,558,029</b> | <b>1,729,028</b> | <b>1,602,075</b>  | <b>1,888,458</b> | <b>159,430</b>                |



# SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT

## BUDGET - 2019

### EXPENDITURES

|  | ACTUAL<br>2016 | ACTUAL<br>2017 | BUDGET<br>2018 | ESTIMATED<br>2018 | BUDGET<br>2019 | CHANGE<br>FROM<br>2018 BUDGET |
|--|----------------|----------------|----------------|-------------------|----------------|-------------------------------|
| <b>CAPITAL EXPENSES</b>                          |                |                |                |                   |                |                               |
| <b>WATER PROJECTS</b>                            |                |                |                |                   |                |                               |
| <b>Replacements &amp; Rehabilitation</b>         |                |                |                |                   |                |                               |
| S. Dudley Way Replacement (CIP-16-1W)            | 25,555         |                |                |                   |                |                               |
| W. Chatfield Ave. Replacement (CIP-17-1W)        |                | 175,147        |                | 24,903            |                |                               |
| Hogback Pump VFD Replacemt (17-2W)               |                | 41,525         |                |                   |                |                               |
| S. Pierson St. Replacement (CIP-18-1W)           |                |                | 206,483        | 227,519           |                |                               |
| S. Wadsworth Blvd. Abandonment (CIP-18-2W)       |                |                | 143,750        | 122,159           |                |                               |
| S. Garland St. Replacement (CIP-19-1W)           |                |                |                |                   | 158,945        |                               |
| S. Holland St. Replacement (CIP-19-2W)           |                |                |                |                   | 52,360         |                               |
| <b>New Facilities</b>                            |                |                |                |                   |                |                               |
| <b>SUB-TOTAL</b>                                 | <b>25,555</b>  | <b>216,672</b> | <b>350,233</b> | <b>374,581</b>    | <b>211,305</b> | <b>(138,928)</b>              |
| <b>SEWER PROJECTS</b>                            |                |                |                |                   |                |                               |
| <b>Replacement &amp; Rehabilitation</b>          |                |                |                |                   |                |                               |
| Garrison Ct. Replacement (CIP-15-2S)             | 13,816         |                |                |                   |                |                               |
| Cooper Pl. Replacement (CIP-15-3S)               | 55,264         |                |                |                   |                |                               |
| Dutch Creek CIPP (CIP-16-1S)                     | 921,948        | 24,207         |                |                   |                |                               |
| W. Chatfield Ave. (CIP-17-1S)                    |                | 4,383          |                | 93,831            |                |                               |
| W. Coal Mine Ave. (CIP-17-2S)                    |                | 59,490         |                |                   |                |                               |
| S.C.A.D.A Comm. and Hardware Upgrade (CIP-18-1E) |                | 16,410         | 129,260        | 116,011           |                |                               |
| W. Parkhill Ave. & S. Garland St. (CIP-18-1S)    |                |                | 187,997        | 126,284           |                |                               |
| Sewer Rehabilitation (CIPP)                      |                |                | 25,000         |                   | 25,000         |                               |
| <b>New Facilities</b>                            |                |                |                |                   |                |                               |
| <b>SUB-TOTAL</b>                                 | <b>991,028</b> | <b>104,490</b> | <b>342,257</b> | <b>336,126</b>    | <b>25,000</b>  | <b>(317,257)</b>              |



# SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT

## BUDGET - 2019

### EXPENDITURES

|  | ACTUAL<br>2016    | ACTUAL<br>2017    | BUDGET<br>2018    | ESTIMATED<br>2018 | BUDGET<br>2019    | CHANGE<br>FROM<br>2018 BUDGET |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------------------|
| <b>CAPITAL EXPENSES (cont)</b>         |                   |                   |                   |                   |                   |                               |
| <b>OFFICE/BUILDING PROJECTS</b>        |                   |                   |                   |                   |                   |                               |
| Xeriscape Garden Shade Structure       |                   |                   | 15,000            | 0                 |                   |                               |
| Artwork                                |                   |                   | 40,000            | 0                 |                   |                               |
| Office/Maintenance Office Improvements | 72,569            | 92,764            | 12,500            | 12,114            | 6,000             |                               |
| Office Parking Lot Rehab               | 67,800            |                   |                   | 0                 |                   |                               |
| <b>SUB-TOTAL</b>                       | <b>140,369</b>    | <b>92,764</b>     | <b>67,500</b>     | <b>12,114</b>     | <b>6,000</b>      | <b>(61,500)</b>               |
|  | <b>0</b>          | <b>0</b>          |                   |                   |                   |                               |
| <b>CONTINGENCY/EMERGENCIES</b>         |                   |                   |                   |                   |                   |                               |
| Emergency Reserve                      |                   |                   | 41,269            |                   | 57,403            |                               |
| Contingency                            |                   |                   | 207,747           |                   | 35,446            |                               |
| <b>SUB-TOTAL</b>                       | <b>0</b>          | <b>0</b>          | <b>249,016</b>    | <b>0</b>          | <b>92,849</b>     | <b>(156,167)</b>              |
| <b>SUB-TOTAL CAPITAL EXPENSES</b>      | <b>1,156,952</b>  | <b>413,926</b>    | <b>1,009,006</b>  | <b>722,821</b>    | <b>335,154</b>    | <b>(673,852)</b>              |
| <b>TOTAL EXPENDITURES</b>              | <b>2,723,486</b>  | <b>1,971,955</b>  | <b>2,738,034</b>  | <b>2,324,896</b>  | <b>2,223,612</b>  | <b>(514,422)</b>              |
| <b>ENDING FUNDS AVAILABLE</b>          | <b>24,892,857</b> | <b>24,614,092</b> | <b>23,127,794</b> | <b>23,831,845</b> | <b>23,521,664</b> |                               |



# **SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT**

## **BUDGET - 2019**

### **PROPERTY TAX COMPUTATION**

| <b>ASSESSED VALUATION</b> | <b>TAX<br/>YEAR<br/>2015</b> | <b>TAX<br/>YEAR<br/>2016</b> | <b>TAX<br/>YEAR<br/>2017</b> | <b>TAX<br/>YEAR<br/>2018</b> |
|---------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| <b>Jefferson County</b>   | 441,839,605                  | 436,931,028                  | 500,708,903                  | 499,311,842                  |
| <b>Arapahoe County</b>    | 68,094,641                   | 70,812,408                   | 82,256,336                   | 86,006,568                   |
| <b>Douglas County</b>     | 15,074,950                   | 15,076,580                   | 16,101,630                   | 16,049,440                   |
| <hr/>                     |                              |                              |                              |                              |
| <b>Total</b>              | 525,009,196                  | 522,820,016                  | 599,066,869                  | 601,367,850                  |
| <br>                      |                              |                              |                              |                              |
| <b>MILL LEVY</b>          |                              |                              |                              |                              |
| Debt Service              | 0.000                        | 0.000                        | 0.000                        | 0.000                        |
| Refunds & Abatements      | 0.000                        | 0.000                        | 0.000                        | 0.000                        |
| General Operations        | 0.000                        | 0.000                        | 0.000                        | 0.000                        |
| <hr/>                     |                              |                              |                              |                              |
| <b>Total</b>              | 0.000                        | 0.000                        | 0.000                        | 0.000                        |



# **SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT**

## **BUDGET - 2019**

### **PROPERTY TAX COMPUTATION**

| <b>ASSESSED VALUATION</b>      | <b>TAX<br/>YEAR<br/>2015</b> | <b>TAX<br/>YEAR<br/>2016</b> | <b>TAX<br/>YEAR<br/>2017</b> | <b>TAX<br/>YEAR<br/>2018</b> |
|--------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| <b>PROPERTY TAXES ASSESSED</b> |                              |                              |                              |                              |
| <b>Jefferson County</b>        |                              |                              |                              |                              |
| Debt Service                   | 0                            | 0                            | 0                            | 0                            |
| Refunds & Abatements           | 0                            | 0                            | 0                            | 0                            |
| General Operations             | 0                            | 0                            | 0                            | 0                            |
| <b>Arapahoe County</b>         |                              |                              |                              |                              |
| Debt Service                   | 0                            | 0                            | 0                            | 0                            |
| Refunds & Abatements           | 0                            | 0                            | 0                            | 0                            |
| General Operations             | 0                            | 0                            | 0                            | 0                            |
| <b>Douglas County</b>          |                              |                              |                              |                              |
| Debt Service                   | 0                            | 0                            | 0                            | 0                            |
| Refunds & Abatements           | 0                            | 0                            | 0                            | 0                            |
| General Operations             | 0                            | 0                            | 0                            | 0                            |
| <b>Total Tax Assessed</b>      |                              |                              |                              |                              |
| Debt Service                   | 0                            | 0                            | 0                            | 0                            |
| Refunds & Abatements           | 0                            | 0                            | 0                            | 0                            |
| General Operations             | 0                            | 0                            | 0                            | 0                            |
| <b>Total</b>                   | 0                            | 0                            | 0                            | 0                            |



# **SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT**

## **BUDGET - 2019**

### **EXHIBIT A SUMMARY OF EXPENDITURES**

|   | <b>ACTUAL<br/>2016</b> | <b>ACTUAL<br/>2017</b> | <b>BUDGET<br/>2018</b> | <b>ESTIMATED<br/>2018</b> | <b>BUDGET<br/>2019</b> | <b>CHANGE<br/>FROM<br/>2018 BUDGET</b> |
|---|------------------------|------------------------|------------------------|---------------------------|------------------------|--|
| <b>OPERATING EXPENSES</b>                             |                        |                        |                        |                           |                        |  |
| Water (Schedule I)                                    | 1,518,082              | 1,546,178              | 1,594,200              | 1,562,829                 | 1,729,380              | 135,180                                |
| Sewer (Schedule I)                                    | 1,143,205              | 1,077,377              | 1,164,350              | 1,030,102                 | 1,168,210              | 3,860                                  |
| Administration (Schedule I)                           | 643,940                | 675,728                | 694,998                | 669,887                   | 728,973                | 33,975                                 |
| Other Operating Expenses (Schedule I)                 | 103,425                | 123,183                | 133,930                | 183,608                   | 126,270                | (7,660)                                |
| <b>EXPENDITURES NOT REQUIRING FUNDS</b>               |                        |                        |                        |                           |                        |  |
| Depreciation & Amortization                           | 1,842,117              | 1,864,437              | 1,858,450              | 1,844,350                 | 1,864,375              | 5,925                                  |
| <b>ADDITIONAL EXPENDITURES REQUIRING FUNDS</b>        |                        |                        |                        |                           |                        |  |
| Water Projects  | 25,555                 | 216,672                | 350,233                | 374,581                   | 211,305                | (138,928)                              |
| Sewer Projects  | 991,028                | 104,490                | 342,257                | 336,126                   | 25,000                 | (317,257)                              |
| Office/Building Projects                              | 140,369                | 92,764                 | 67,500                 | 12,114                    | 6,000                  | (61,500)                               |
| Emergencies   | 0                      | 0                      | 249,016                | 0                         | 92,849                 | (156,167)                              |
| <b>OPERATING EXPENDITURES REQUIRING APPROPRIATION</b> | <b>2,723,486</b>       | <b>1,971,955</b>       | <b>2,738,034</b>       | <b>2,324,896</b>          | <b>2,223,612</b>       | <b>(514,422)</b>                       |



# SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT

## BUDGET - 2019

### EXHIBIT A - SCHEDULE I OPERATING EXPENSES

|                                 | ACTUAL<br>2016   | ACTUAL<br>2017   | BUDGET<br>2018   | ESTIMATED<br>2018 | BUDGET<br>2019   | CHANGE<br>FROM<br>2018 BUDGET |
|---------------------------------|------------------|------------------|------------------|-------------------|------------------|-------------------------------|
| <b>WATER</b>                    |                  |                  |                  |                   |                  |                               |
| Water - Operation & Maintenance | 309,700          | 339,853          | 329,600          | 313,252           | 386,015          | 56,415                        |
| Water - Contract Maintenance    |                  |                  |                  |                   |                  |                               |
| Emergency                       | 95,789           | 90,137           | 100,000          | 34,850            | 100,000          | 0                             |
| Remedial                        | 59,065           | 64,091           | 105,000          | 164,075           | 187,000          | 82,000                        |
| Hogback Pump Station            |                  |                  |                  |                   |                  |                               |
| General                         | 7,409            | 8,606            | 11,500           | 8,450             | 11,500           | 0                             |
| Telemetry                       | 3,030            | 1,892            | 1,950            | 1,920             | 1,950            | 0                             |
| Utilities                       | 21,005           | 25,011           | 27,500           | 22,625            | 27,500           | 0                             |
| Engineering - Water             | 3,168            | 686              | 5,000            | 719               | 5,000            | 0                             |
| Engineering - GIS               | 17,865           | 12,093           | 7,500            | 14,560            | 7,500            | 0                             |
| Engineering - Backcharge        | 2,155            | 3,147            | 3,000            | 983               | 1,500            | (1,500)                       |
| Utility Notification            | 4,242            | 4,689            | 4,650            | 5,345             | 5,500            | 850                           |
| Depreciation & Amortization     | 994,654          | 995,973          | 998,500          | 996,050           | 995,915          | (2,585)                       |
| <b>TOTAL</b>                    | <b>1,518,082</b> | <b>1,546,178</b> | <b>1,594,200</b> | <b>1,562,829</b>  | <b>1,729,380</b> | <b>135,180</b>                |
| <b>SEWER</b>                    |                  |                  |                  |                   |                  |                               |
| Sewer - Operation & Maintenance | 307,955          | 251,195          | 273,000          | 216,730           | 273,000          | 0                             |
| Sewer - Contract Maintenance    |                  |                  |                  |                   |                  |                               |
| Emergency                       | 0                | 0                | 20,000           | 0                 | 20,000           | 0                             |
| Remedial                        | 4,885            | 2,123            | 50,000           | 0                 | 50,000           | 0                             |
| Sewer Flow Meters               |                  |                  |                  |                   |                  |                               |
| General                         | 8,182            | 3,694            | 5,000            | 0                 | 5,000            | 0                             |
| Telemetry                       | 11,586           | 5,923            | 6,000            | 5,995             | 6,000            | 0                             |
| Utilities                       | 1,495            | 1,407            | 1,750            | 1,505             | 1,750            | 0                             |
| Engineering - Sewer             | 391              | 129              | 5,000            | 254               | 5,000            | 0                             |
| Engineering - GIS               | 17,865           | 12,093           | 7,500            | 14,560            | 7,500            | 0                             |
| General Office Administration   | 2,155            | 3,147            | 3,000            | 983               | 1,500            | (1,500)                       |
| Utility Notification            | 4,242            | 4,689            | 4,650            | 5,345             | 5,500            | 850                           |
| Depreciation & Amortization     | 784,449          | 792,977          | 788,450          | 784,730           | 792,960          | 4,510                         |
| <b>TOTAL</b>                    | <b>1,143,205</b> | <b>1,077,377</b> | <b>1,164,350</b> | <b>1,030,102</b>  | <b>1,168,210</b> | <b>3,860</b>                  |



# SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT

## BUDGET - 2019

### EXHIBIT A - SCHEDULE I OPERATING EXPENSES

|                                    | ACTUAL<br>2016 | ACTUAL<br>2017 | BUDGET<br>2018 | ESTIMATED<br>2018 | BUDGET<br>2019 | CHANGE<br>FROM<br>2018 BUDGET |
|------------------------------------|----------------|----------------|----------------|-------------------|----------------|-------------------------------|
| <b>ADMINISTRATION</b>              |                |                |                |                   |                |                               |
| General Office Administration      |                |                |                |                   |                |                               |
| Administration                     | 468,895        | 483,598        | 493,500        | 492,400           | 547,020        | 53,520                        |
| Office Supplies & Expense          | 1,735          | 2,037          | 2,000          | 1,720             | 2,000          | 0                             |
| Dues                               | 2,079          | 1,488          | 2,000          | 1,740             | 2,000          | 0                             |
| Election                           | 132            | 0              | 2,500          | 105               | 0              | (2,500)                       |
| DWD collection fee                 | 13,653         | 13,653         | 13,653         | 13,653            | 13,653         | 0                             |
| Public Relations                   |                |                |                |                   |                |                               |
| Newsletters                        | 32,320         | 30,230         | 35,000         | 30,054            | 31,600         | (3,400)                       |
| Website / Other                    | 423            | 440            | 20,145         | 20,837            | 500            | (19,645)                      |
| Legal Notices                      | 76             | 138            | 200            | 120               | 200            | 0                             |
| Professional & Consulting          |                |                |                |                   |                |                               |
| Audit                              | 5,250          | 5,400          | 6,000          | 5,550             | 6,000          | 0                             |
| Legal - General                    | 37,028         | 36,526         | 35,000         | 37,875            | 37,000         | 2,000                         |
| Legal - Backcharge                 | 6,835          | 19,231         | 5,000          | 2,263             | 5,000          | 0                             |
| Technical Advisory Committee (TAC) | 12,500         | 7,500          | 7,500          | 0                 | 7,500          | 0                             |
| Other                              | 0              | 0              | 1,000          | 0                 | 1,000          | 0                             |
| Depreciation                       | 63,014         | 75,487         | 71,500         | 63,570            | 75,500         | 4,000                         |
| <b>TOTAL</b>                       | <b>643,940</b> | <b>675,728</b> | <b>694,998</b> | <b>669,887</b>    | <b>728,973</b> | <b>33,975</b>                 |
| <b>BUILDING MAINTENANCE</b>        |                |                |                |                   |                |                               |
| Maintenance                        | 54,996         | 72,113         | 78,900         | 132,645           | 69,000         | (9,900)                       |
| Utilities                          |                |                |                |                   |                |                               |
| Telephone/Security                 | 13,306         | 13,890         | 14,250         | 13,595            | 15,250         | 1,000                         |
| Gas & Electric                     | 13,701         | 14,440         | 16,000         | 13,650            | 16,000         | 0                             |
| Water & Sewer                      | 1,606          | 1,678          | 2,000          | 2,045             | 2,000          | 0                             |
| <b>TOTAL</b>                       | <b>83,609</b>  | <b>102,121</b> | <b>111,150</b> | <b>161,935</b>    | <b>102,250</b> | <b>(8,900)</b>                |



# **SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT**

## **BUDGET - 2019**

### **EXHIBIT A - SCHEDULE I OPERATING EXPENSES**

|   | <b>ACTUAL<br/>2016</b> | <b>ACTUAL<br/>2017</b> | <b>BUDGET<br/>2018</b> | <b>ESTIMATED<br/>2018</b> | <b>BUDGET<br/>2019</b> | <b>CHANGE<br/>FROM<br/>2018 BUDGET</b> |
|---|------------------------|------------------------|------------------------|---------------------------|------------------------|--|
| <b>INSURANCE</b>                        |                        |                        |                        |                           |                        |  |
| Property/Inland Marine                  | 4,100                  | 4,822                  | 5,000                  | 5,201                     | 6,240                  | 1,240                                  |
| General Liability                       | 3,320                  | 4,270                  | 4,800                  | 4,644                     | 4,800                  | 0                                      |
| Directors & Officers / Commercial Crime | 4,620                  | 4,620                  | 4,750                  | 4,620                     | 4,750                  | 0                                      |
| Bonds & Other                           | 195                    | 197                    | 200                    | 197                       | 200                    | 0                                      |
| <b>TOTAL</b>                            | <b>12,235</b>          | <b>13,909</b>          | <b>14,750</b>          | <b>14,662</b>             | <b>15,990</b>          | <b>1,240</b>                           |
| <b>MISCELLANEOUS</b>                    |                        |                        |                        |                           |                        |  |
| Directors Fees                          | 5,600                  | 5,600                  | 6,000                  | 5,900                     | 6,000                  | 0                                      |
| Social Security                         | 428                    | 428                    | 480                    | 451                       | 480                    | 0                                      |
| Other                                   | 1,553                  | 1,125                  | 1,550                  | 660                       | 1,550                  | 0                                      |
| <b>TOTAL</b>                            | <b>7,581</b>           | <b>7,153</b>           | <b>8,030</b>           | <b>7,011</b>              | <b>8,030</b>           | <b>0</b>                               |
| <b>TOTAL OPERATING EXPENSES</b>         | <b>3,408,651</b>       | <b>3,422,466</b>       | <b>3,587,478</b>       | <b>3,446,425</b>          | <b>3,752,833</b>       | <b>165,355</b>                         |



# **SOUTHWEST METROPOLITAN WATER & SANITATION DISTRICT**

## **BUDGET - 2019**

### **EXHIBIT B**

#### **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 2016

\$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 2016

\$0.00



**SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT**  
**Ten Year Financial Plan**  
**2019-2028**

|  | ACTUAL            | ESTIMATED         | BUDGETED          |                   |                   |                   |                   |                   |                   |                   |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
|  | 2017              | 2018              | 2019              | 2020              | 2021              | 2022              | 2023              | 2024              | 2025              | 2026              | 2027              | 2028              |
| <b>BEGINNING FUNDS AVAILABLE</b>               | <b>24,892,857</b> | <b>24,614,092</b> | <b>23,831,845</b> | <b>23,521,664</b> | <b>22,870,384</b> | <b>23,147,737</b> | <b>23,242,927</b> | <b>23,504,393</b> | <b>23,711,462</b> | <b>23,779,512</b> | <b>23,660,862</b> | <b>23,467,856</b> |
| <b>REVENUE</b>                                 |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Operating Revenue                              |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Property taxes General Revenue (Exhibit 1)     | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 |
| Property taxes Debt Service (Exhibit 1)        | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 |
| Specific ownership taxes                       | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 |
| Service Fees                                   | 534,707           | 895,440           | 1,253,616         | 1,433,660         | 1,436,350         | 1,439,040         | 1,442,780         | 1,445,180         | 1,447,580         | 1,449,020         | 1,449,020         | 1,449,020         |
| Tap administrative fees                        | 75                | 2,100             | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 |
| Sewer contract fees                            | 15,000            | 15,000            | 15,000            | 15,000            | 15,000            | 15,000            | 15,000            | 15,000            | 15,000            | 15,000            | 15,000            | 15,000            |
| Office lease                                   | 79,803            | 51,200            | 32,175            | 33,462            | 34,800            | 36,192            | 37,640            | 39,146            | 40,712            | 42,340            | 44,034            | 45,795            |
| Investment Income (2019@2.0%+.25%/yr max 3.0%) | 359,832           | 497,832           | 476,640           | 529,237           | 571,760           | 636,563           | 697,288           | 705,132           | 711,344           | 713,385           | 709,826           | 704,036           |
| Other  | 16,315            | 26,200            | 10,000            | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 |
| Total Operating Revenue                        | <b>1,005,732</b>  | <b>1,487,772</b>  | <b>1,787,431</b>  | <b>2,011,359</b>  | <b>2,057,910</b>  | <b>2,126,795</b>  | <b>2,192,708</b>  | <b>2,204,458</b>  | <b>2,214,635</b>  | <b>2,219,745</b>  | <b>2,217,880</b>  | <b>2,213,851</b>  |
| Development Revenue                            |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Water tap fees                                 | 366,000           | 0                 | 70,000            | 196,000           | 196,000           | 273,000           | 175,000           | 175,000           | 105,000           | 0                 | 0                 | 0                 |
| Sewer tap fees                                 | 96,689            | 4,377             | 11,000            | 30,800            | 30,800            | 42,900            | 27,500            | 27,500            | 16,500            | 0                 | 0                 | 0                 |
| Annexation fees                                | 157,500           | 0                 |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Plan Review / Inspection Fees                  | 67,269            | 50,500            | 45,000            |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Contingency addback                            |                   |                   |                   | 92,849            |                   |                   |                   |                   |                   |                   |                   |                   |
| Bond Proceeds                                  |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Total Development Revenue                      | <b>687,458</b>    | <b>54,877</b>     | <b>126,000</b>    | <b>319,649</b>    | <b>226,800</b>    | <b>315,900</b>    | <b>202,500</b>    | <b>202,500</b>    | <b>121,500</b>    | <b>0</b>          | <b>0</b>          | <b>0</b>          |
| <b>TOTAL REVENUE</b>                           | <b>1,693,190</b>  | <b>1,542,649</b>  | <b>1,913,431</b>  | <b>2,331,008</b>  | <b>2,284,710</b>  | <b>2,442,695</b>  | <b>2,395,208</b>  | <b>2,406,958</b>  | <b>2,336,135</b>  | <b>2,219,745</b>  | <b>2,217,880</b>  | <b>2,213,851</b>  |
| <b>EXPENDITURES</b>                            |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Operations - Enterprise                        |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Operations & Maintenance (2020 @ 3.1%)         | 834,605           | 812,150           | 1,108,715         | 1,143,085         | 1,178,521         | 1,215,055         | 1,252,722         | 1,291,556         | 1,331,594         | 1,372,874         | 1,415,433         | 1,459,311         |
| General & Administrative                       | 723,424           | 789,925           | 779,743           | 803,915           | 828,836           | 854,530           | 881,021           | 908,332           | 936,491           | 965,522           | 995,453           | 1,026,312         |
| Total Operations                               | <b>1,558,029</b>  | <b>1,602,075</b>  | <b>1,888,458</b>  | <b>1,947,000</b>  | <b>2,007,357</b>  | <b>2,069,585</b>  | <b>2,133,742</b>  | <b>2,199,888</b>  | <b>2,268,085</b>  | <b>2,338,396</b>  | <b>2,410,886</b>  | <b>2,485,623</b>  |
| Short Term Capital Outlay (Exhibit 2)          |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Other  | 92,764            | 12,114            | 6,000             | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 |
| Contingency/Emergency Reserve                  | 0                 | 0                 | 92,849            | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 |
| Total Short Term Capital Outlay                | <b>92,764</b>     | <b>12,114</b>     | <b>98,849</b>     | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          |
| Total Short Term Capital Outlay + Operations   | <b>1,650,793</b>  | <b>1,614,189</b>  | <b>1,987,307</b>  | <b>1,947,000</b>  | <b>2,007,357</b>  | <b>2,069,585</b>  | <b>2,133,742</b>  | <b>2,199,888</b>  | <b>2,268,085</b>  | <b>2,338,396</b>  | <b>2,410,886</b>  | <b>2,485,623</b>  |
| Long Term Capital Outlay (Exhibit 2)           |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Water  | 216,672           | 374,581           | 211,305           | 1,035,288         | 0                 | 277,920           | 0                 | 0                 | 0                 | 0                 | 0                 | 407,385           |
| Sewer  | 104,490           | 336,126           | 25,000            | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 | 0                 |
| Total Long Term Capital Outlay                 | <b>321,162</b>    | <b>710,707</b>    | <b>236,305</b>    | <b>1,035,288</b>  | <b>0</b>          | <b>277,920</b>    | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>407,385</b>    |
| Debt Service (Exhibit 1)                       |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Principal payments                             |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Interest payments                              |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |                   |
| Total Debt Service                             | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          | <b>0</b>          |
| <b>TOTAL EXPENSES</b>                          | <b>1,971,955</b>  | <b>2,324,896</b>  | <b>2,223,612</b>  | <b>2,982,288</b>  | <b>2,007,357</b>  | <b>2,347,505</b>  | <b>2,133,742</b>  | <b>2,199,888</b>  | <b>2,268,085</b>  | <b>2,338,396</b>  | <b>2,410,886</b>  | <b>2,893,008</b>  |
| Annual Surplus/(deficit)                       | <b>-278,765</b>   | <b>-782,247</b>   | <b>-310,181</b>   | <b>-651,280</b>   | <b>277,353</b>    | <b>95,190</b>     | <b>261,466</b>    | <b>207,069</b>    | <b>68,051</b>     | <b>-118,650</b>   | <b>-193,006</b>   | <b>-679,158</b>   |
| <b>ENDING FUNDS AVAILABLE</b>                  | <b>24,614,092</b> | <b>23,831,845</b> | <b>23,521,664</b> | <b>22,870,384</b> | <b>23,147,737</b> | <b>23,242,927</b> | <b>23,504,393</b> | <b>23,711,462</b> | <b>23,779,512</b> | <b>23,660,862</b> | <b>23,467,856</b> | <b>22,788,698</b> |



**SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT**  
**Ten Year Financial Plan**  
**2019-2028**

**EXHIBIT 1 PROPERTY TAX REVENUE**

|   | <b>ACTUAL</b>      | <b>ESTIMATED</b>   |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | <b><u>2017</u></b> | <b><u>2018</u></b> | <b><u>2019</u></b> | <b><u>2020</u></b> | <b><u>2021</u></b> | <b><u>2022</u></b> | <b><u>2023</u></b> | <b><u>2024</u></b> | <b><u>2025</u></b> | <b><u>2026</u></b> | <b><u>2027</u></b> | <b><u>2028</u></b> |
| <b>Assessed Valuation</b>                                   |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |
| Taps Sold   | 44                 | 0                  | 10                 | 28                 | 28                 | 39                 | 25                 | 25                 | 15                 | 0                  | 0                  | 0                  |
| Total Taps  | 18,391             | 18,435             | 18,435             | 18,445             | 18,473             | 18,501             | 18,540             | 18,565             | 18,590             | 18,605             | 18,605             | 18,605             |
| Assessed Value per Tap<br>(5 % - 2020, +6% every even year) | 28,428             | 32,496             | 32,621             | 34,252             | 34,252             | 36,307             | 36,307             | 38,486             | 38,486             | 40,795             | 40,795             | 43,242             |
| New Assessed Value  | 1,250,834          | 0                  | 326,210            | 959,057            | 959,057            | 1,415,979          | 907,679            | 962,140            | 577,284            | 0                  | 0                  | 0                  |
| Assessed Value  | 522,820,016        | 599,066,869        | 601,367,850        | 631,778,763        | 632,737,820        | 671,718,689        | 673,134,668        | 714,484,888        | 715,447,028        | 758,985,770        | 758,985,770        | 804,524,916        |
| <b>General Operations</b>                                   |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |
| Assessed Valuation  | 522,820,016        | 599,066,869        | 601,367,850        | 631,778,763        | 632,737,820        | 671,718,689        | 673,134,668        | 714,484,888        | 715,447,028        | 758,985,770        | 758,985,770        | 804,524,916        |
| General Operating Mill Levy+Abateme                         | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              |
| General Operating Property Tax                              | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  |
| Debt Service Mill Levy                                      | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              | 0.000              |
| Debt Service Property Tax                                   | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  |
| <b>Service Fees</b>   |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |                    |
| Water Taps  | 14,865             | 14,924             | 14,924             | 14,934             | 14,962             | 14,990             | 15,029             | 15,054             | 15,079             | 15,094             | 15,094             | 15,094             |
| Service Fee   | 36.00              | 60.00              | 84.00              | 96.00              | 96.00              | 96.00              | 96.00              | 96.00              | 96.00              | 96.00              | 96.00              | 96.00              |
|   | 535,140            | 895,440            | 1,253,616          | 1,433,664          | 1,436,352          | 1,439,040          | 1,442,784          | 1,445,184          | 1,447,584          | 1,449,024          | 1,449,024          | 1,449,024          |



**SOUTHWEST METROPOLITAN WATER AND SANITATION DISTRICT**  
**Ten Year Financial Plan**  
**2019-2028**

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

|                                      | <u>ACTUAL</u>  | <u>ESTIMATED</u> | <u>BUDGETED</u> |                  |             |                |             |             |             |             |             |                |
|--------------------------------------|----------------|------------------|-----------------|------------------|-------------|----------------|-------------|-------------|-------------|-------------|-------------|----------------|
|                                      | <u>2017</u>    | <u>2018</u>      | <u>2019</u>     | <u>2020</u>      | <u>2021</u> | <u>2022</u>    | <u>2023</u> | <u>2024</u> | <u>2025</u> | <u>2026</u> | <u>2027</u> | <u>2028</u>    |
| <b>WATER</b>                         |                |                  |                 |                  |             |                |             |             |             |             |             |                |
| W. Chatfield Ave. Replacemt - 17-1W  | 175,147        | 24,903           |                 |                  |             |                |             |             |             |             |             |                |
| Hogback Pump VFD Replacemt - 17-2W   | 41,525         |                  |                 |                  |             |                |             |             |             |             |             |                |
| S. Pierson St. Replacemt - 18-1W     |                | 227,519          |                 |                  |             |                |             |             |             |             |             |                |
| S. Wadsworth Blvd. Replacemt - 18-2W |                | 122,159          |                 |                  |             |                |             |             |             |             |             |                |
| S. Garland St. Replacemt - 19-1W     |                |                  | 158,945         |                  |             |                |             |             |             |             |             |                |
| S. Holland St. Replacemt - 19-2W     |                |                  | 52,360          |                  |             |                |             |             |             |             |             |                |
| S. Polo Rodge Dr. Replacemt - 20-1W  |                |                  |                 | 149,523          |             |                |             |             |             |             |             |                |
| S. Kipling St. Replacemt - 20-2W     |                |                  |                 | 885,765          |             |                |             |             |             |             |             |                |
| W. Walden Ave. Replacemt - 22-1W     |                |                  |                 |                  |             | 155,848        |             |             |             |             |             |                |
| S. Holland Wy. Replacemt - 22-2W     |                |                  |                 |                  |             | 122,072        |             |             |             |             |             |                |
| S. Hoyt Ct. Replacemt - 28-1W        |                |                  |                 |                  |             |                |             |             |             |             |             | 132,888        |
| Old Coal Mine Rd. Replacemt - 28-2W  |                |                  |                 |                  |             |                |             |             |             |             |             | 111,345        |
| W. Brittany Dr. Replacemt - 28-3W    |                |                  |                 |                  |             |                |             |             |             |             |             | 95,854         |
| 9525 W. Coal Mine Ave. Repl. - 28-4W |                |                  |                 |                  |             |                |             |             |             |             |             | 67,298         |
| Additional Capital Water Projects    |                |                  |                 |                  |             |                |             |             |             |             |             |                |
| <b>TOTAL WATER</b>                   | <b>216,672</b> | <b>374,581</b>   | <b>211,305</b>  | <b>1,035,288</b> | <b>0</b>    | <b>277,920</b> | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>407,385</b> |
| <b>SEWER</b>                         |                |                  |                 |                  |             |                |             |             |             |             |             |                |
| Dutch Creek Interceptor CIPP - 16-1S | 24,207         |                  |                 |                  |             |                |             |             |             |             |             |                |
| W. Chatfield Ave. CIPP - 17-1S       | 4,383          | 93,831           |                 |                  |             |                |             |             |             |             |             |                |
| W. Coal Mine Ave. CIPP - 17-2S       | 59,490         |                  |                 |                  |             |                |             |             |             |             |             |                |
| W. Parkhill Ave. Replacemt - 18-1S   |                | 126,284          |                 |                  |             |                |             |             |             |             |             |                |
| Sewer Rehabilitation (CIPP)          |                |                  | 25,000          |                  |             |                |             |             |             |             |             |                |
| Additional Capital Sewer Projects    |                |                  |                 |                  |             |                |             |             |             |             |             |                |
| <b>TOTAL SEWER</b>                   | <b>88,080</b>  | <b>220,115</b>   | <b>25,000</b>   | <b>0</b>         | <b>0</b>    | <b>0</b>       | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>       |
| <b>OTHER CAPITAL</b>                 | <b>109,174</b> | <b>128,125</b>   | <b>196,760</b>  | <b>0</b>         | <b>0</b>    | <b>0</b>       | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>       |
| <b>CONTINGENCY/EMERGENCY RESERVE</b> |                |                  | <b>92,849</b>   |                  |             |                |             |             |             |             |             |                |
| <b>TOTAL CAPITAL</b>                 | <b>413,926</b> | <b>722,821</b>   | <b>525,914</b>  | <b>1,035,288</b> | <b>0</b>    | <b>277,920</b> | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>0</b>    | <b>407,385</b> |