


LETTER OF BUDGET TRANSMITTAL

Date: January 25, 2023
To: Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

Attached are the 2023 budget and budget message for the NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT Douglas County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on November 22, 2022. If there are any questions on the budget, please contact:

CliftonLarsonAllen LLP
Attn: Matthew Urkoski, District Manager
8390 E. Crescent Parkway, Suite 300
Greenwood Village, CO 80111
Telephone number: 303-779-5710
Matt.urkoski@claconnect.com

I, Matthew Urkoski, District Manager of the Northern Douglas County Water and Sanitation District hereby certify that the attached is a true and correct copy of the 2023 budget.

By: 

Matthew Urkoski, District Manager

NOTICE OF REGULAR MEETING
AND
NOTICE AS TO PUBLIC HEARING RE
PROPOSED 2023 BUDGET AND AMENDED 2022 BUDGET

Colorado Community Media
750 W. Hampden Ave. Suite 225
Englewood, CO 80110

Public Notice

NOTICE AS TO PUBLIC HEARING
RE AMENDED 2022 BUDGET
AND PROPOSED 2023 BUDGET

Northern Douglas County WSD (cla) **
c/o CliftonLarsonAllen LLP
8390 E Crescent Parkway, Suite 300
Greenwood Village CO 80111-2814

NOTICE IS HEREBY GIVEN that a proposed 2023 budget has been submitted to the NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT, for the fiscal year 2023. A copy of such proposed budget has been filed in the office of the accountant, CliftonLarsonAllen LLP, 8390 East Crescent Parkway, Suite 300, Greenwood Village, Colorado, where same is open for public inspection. Such proposed budget will be considered at a regular meeting of the Northern Douglas County Water and Sanitation District to be held at 8:30 a.m. on Tuesday, November 22, 2022. If necessary, an amended 2022 budget will be filed in the office of the accountant and open for inspection for consideration at the regular meeting of the Board. The meeting will be held at 8390 East Crescent Parkway, Suite 300, Greenwood Village, Colorado. To access meeting by Microsoft Teams, visit the District's website at www.ndcwater.org where the meeting notice with link information will be posted or contact the District's legal counsel at svw@svwpc.com for a link to be emailed to you. Any interested elector within the Northern Douglas Water and Sanitation District may inspect the proposed budget and file or register any objections at any time prior to the final adoption of the amended 2022 and proposed 2023 budgets.

AFFIDAVIT OF PUBLICATION

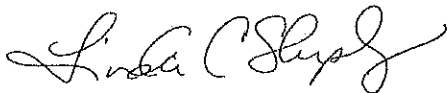
State of Colorado }
County of Douglas } ss

This Affidavit of Publication for the Douglas County News Press, a weekly newspaper, printed and published for the County of Douglas, State of Colorado, hereby certifies that the attached legal notice was published in said newspaper once in each week, for 1 successive week(s), the last of which publication was made 11/17/2022, and that copies of each number of said paper in which said Public Notice was published were delivered by carriers or transmitted by mail to each of the subscribers of said paper, according to their accustomed mode of business in this office.

NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT

By: /s/ Matthew Urkoski
District Manager

Legal Notice No. 944058
First Publication: November 17, 2022
Last Publication: November 17, 2022
Publisher: Douglas County News-Press



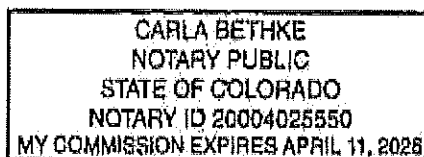
For the Douglas County News-Press

State of Colorado }
County of Arapahoe } ss

The above Affidavit and Certificate of Publication was subscribed and sworn to before me by the above named Linda Shapley, publisher of said newspaper, who is personally known to me to be the identical person in the above certificate on 11/17/2022. Linda Shapley has verified to me that she has adopted an electronic signature to function as her signature on this document.

20004025550-271099

Carla Bethke
Notary Public
My commission ends April 11, 2026



**NOTICE AS TO PUBLIC HEARING RE
AMENDED 2022 BUDGET AND PROPOSED 2023 BUDGET**

NOTICE IS HEREBY GIVEN that a proposed 2023 budget has been submitted to the **NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT**, for the fiscal year 2023. A copy of such proposed budget has been filed in the office of the accountant, CliftonLarsonAllen LLP, 8390 East Crescent Parkway, Suite 300, Greenwood Village, Colorado, where same is open for public inspection. Such proposed budget will be considered at a regular meeting of the Northern Douglas County Water and Sanitation District to be held at 8:30 a.m. on Tuesday, November 22, 2022. If necessary, an amended 2022 budget will be filed in the office of the accountant and open for inspection for consideration at the regular meeting of the Board. The meeting will be held at 8390 East Crescent Parkway, Suite 300, Greenwood Village, Colorado. To access meeting by Microsoft Teams, visit the District's website at www.ndcwater.org where the meeting notice with link information will be posted or contact the District's legal counsel at svw@svwpc.com for a link to be emailed to you. Any interested elector within the Northern Douglas Water and Sanitation District may inspect the proposed budget and file or register any objections at any time prior to the final adoption of the amended 2022 and proposed 2023 budgets.

NORTHERN DOUGLAS COUNTY WATER
AND SANITATION DISTRICT
By: /s/ Matthew Urkoski
District Manager

Publish in: *Douglas County New-Press*
Publish on: Thursday, November 17, 2022

NOTICE OF REGULAR MEETING
[ATTACH MEETING NOTICE]

NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT

8390 E. Crescent Parkway, Suite 300
Greenwood Village, CO 80111
Phone: 303-779-5710

NOTICE OF REGULAR MEETING/BUDGET HEARING AND AGENDA

DATE: November 22, 2022
TIME: 8:30 a.m.
LOCATION: CliftonLarsonAllen LLP
8390 E. Crescent Parkway, Suite 300
Greenwood Village, CO 80111

**THIS DISTRICT'S BOARD MEETING WILL ALSO BE ACCESSIBLE VIA
VIRTUAL AND CONFERENCE CALL. THERE WILL BE AT LEAST ONE
PERSON PRESENT AT THE PHYSICAL LOCATION POSTED ON THIS NOTICE**

ACCESS: https://teams.microsoft.com/l/meetup-join/19%3ameeting_NTk3NzU5ZWYtNjAzYS00Mjg4LWJmMzctMDZmZTM0MGVhMjcy%40thread.v2/0?context=%7b%22Tid%22%3a%224aaa468e-93ba-4ee3-ab9f-6a247aa3ade0%22%2c%22Oid%22%3a%2278e91a46-bdcc-4fe5-980c-8ff3dcc70755%22%7d

Or call in (audio only)

+1 720-547-5281,,448974328# United States, Denver
Phone Conference ID: 448 974 328#

<u>Board of Directors</u>	<u>Office</u>	<u>Term Expires</u>
Eric Keesen	President	May, 2025
Blair Zimmerman	Vice-President/Asst. Secretary	May, 2025
Kevin Collins	Treasurer	May, 2023
Mike Perlman	Secretary	May, 2023
Vacant	Director	May, 2025

I. ADMINISTRATIVE MATTERS

- A. Call to order and approval of agenda.
- B. Present disclosures of potential conflicts of interest and approve Directors' fees.
- C. Confirm quorum, location of meeting and posting of meeting notices.
- D. Public Comment.

Members of the public may express their views to the Board on matters that affect the District that are otherwise not on the agenda. Comments will be limited to three (3) minutes per person.

- E. Review and consider approval of the minutes of the October 25, 2022 regular Board meeting (enclosure).
- F. Discuss and consider approval of 2023 insurance renewal. Consider adoption of documents needed to obtain or maintain insurance coverage through the Colorado Special Districts Property and Liability Pool and T. Charles Wilson Risk Management and authorize membership in the Special District Association.
- G. Authorize updates to the website to meet the new legislation deadline of January 1, 2023.
- H. Consider adoption of Resolution Calling a Regular Election for Directors on May 2, 2023, appointing the DEO and authorizing the DEO to perform all tasks required for the conduct of a mail ballot election (enclosure).

II. FINANCIAL MATTERS

- A. Review, ratify and approval of claims (enclosure).
- B. Review and consider acceptance of October 31, 2022 Unaudited Financial Statements (enclosure).
- C. Conduct Public Hearing to consider amendment of the 2022 Budget. If necessary, consider adoption of Resolution to Amend the 2022 Budget.
- D. Conduct Public Hearing on the proposed 2023 Budget and consider adoption of Resolution to Adopt the 2023 Budget and Appropriate Sums of Money to Set Mill Levies (enclosures).
- E. Appointment of Board member to sign the DLG-70 Certification of Tax Levies.
- F. Consider approval of Resolution No. 2022-11-___, regarding 2023 Water and Wastewater Fees, Rates and Charges (enclosure).
- G. Consider approval of CliftonLarsonAllen LLP statement(s) of work for 2023 (enclosure).
- H. Review and Approve 2022 Audit Engagement Letter from Wipfli (enclosure).
- I. Other.

III. MANAGER MATTERS

- A. Review and Consider Resolution Regarding Extension of Turf Replacement Program (enclosure).

- B. Follow up Regarding Communications with Copeland Condo HOA (enclosure).
- C. Other.

IV. LEGAL MATTERS

- A. Review and Consider Approval of the 2023 Annual Administrative Resolution (enclosure).
- B. Update regarding Acceptance of Rock Canyon Project Water and Sewer Public Improvements.
- C. Consider appointment of Thomas Cisek to the Board of Directors (enclosure).
- D. Other.

V. ENGINEER MATTERS

- A. Engineering Information Reports (enclosure).
- B. Discuss status master meter replacements.
- C. Other.

VI. DIRECTOR MATTERS

- A. Discuss Need for December 27, 2022 Special meeting and whether to cancel.

VII. OTHER BUSINESS

- A. Other.

VIII. ADJOURNMENT

The next regular meeting is scheduled for Tuesday, December 27, 2022 at 8:30 a.m. location Virtual via Microsoft Teams with one person at the offices of CliftonLarsonAllen LLP, 8390 E. Crescent Parkway, Suite 300, Greenwood Village, Colorado 80111.

Thereupon, Director Collins introduced and moved the adoption of the following Resolution:

RESOLUTION

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR COLLECTION IN THE YEAR 2023 TO HELP DEFRAID THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO EACH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT, DOUGLAS COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2023, AND ENDING ON THE LAST DAY OF DECEMBER, 2023.

WHEREAS, the Board of Directors of the Northern Douglas County Water and Sanitation District has authorized its budget officer to prepare and submit a proposed budget to said governing body at the proper time; and

WHEREAS, the proposed budget has been submitted to the Board of Directors of the District for its consideration; and

WHEREAS, upon due and proper notice, published in accordance with law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on November 22, 2022, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, the budget being adopted by the Board has been prepared based on the best information available to the Board regarding the effects of Article X, Section 20 of the Colorado Constitution; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT OF DOUGLAS COUNTY, COLORADO:

Section 1. Summary of 2023 Revenues and 2023 Expenditures. That the estimated revenues and expenditures for each fund for fiscal year 2023, as more specifically set forth in the budget attached hereto, are accepted and approved.

Section 2. Adoption of Budget. That the budget as submitted, amended and attached hereto and incorporated herein is approved and adopted as the budget of the Northern Douglas County Water and Sanitation District for fiscal year 2023.

Section 3. 2023 Levy of General Property Taxes. That the foregoing budget indicated that the amount of money necessary to balance the budget for the General Fund for operating expenses from property tax revenue is \$ 1,269,807, that the 2022 valuation for assessment, as certified by the Douglas County Assessor, is \$ 99,157,170. That for the purposes of meeting all general operating expenses of the District during the 2023 budget year, there is hereby levied a tax of 12.806 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2022.

Section 4. 2023 Levy of Debt Retirement Expenses. That the foregoing budget indicated that the amount of money necessary to balance the budget for the Debt Service Fund for debt retirement expense from property tax revenue is \$0 and that the 2022 valuation for assessment, as certified by the Douglas County Assessor, is \$ 99,157,170. That for the purposes of meeting all debt retirement expenses of the District during the 2023 budget year, there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2022.

Section 5. Certification to County Commissioners. That the Secretary or Assistant Secretary of the District or its designee, is hereby authorized and directed to immediately certify to the County Commissioners of Douglas County, the mill levy for the District hereinabove

determined and set forth on the Certification of Tax Levies for Non-School Governments attached hereto.

Section 6. Appropriations. That the amounts set forth as expenditures and balances remaining, as specifically allocated in the budget attached hereto, are hereby appropriated from the revenue of each fund, to each fund, for the purposes stated and no other.

Section 7. Budget Certification. That the budget shall be certified by the Secretary or Assistant Secretary of the District, and made a part of the public records of the Northern Douglas County Water and Sanitation District.

The foregoing Resolution was seconded by Director Keesen.

RESOLUTION APPROVED AND ADOPTED THIS 22ND DAY OF NOVEMBER, 2022.

[Remainder of Page Intentionally Left Blank]

Northern Douglas County Water and Sanitation District
2023 Budget Resolution
Signature Page

NORTHERN DOUGLAS COUNTY WATER AND
SANITATION DISTRICT

By: DocuSigned by:
Eric Keesen
DDC7885D2D5D48D...
Eric Keesen, President

ATTEST:

By: DocuSigned by:
Michael Perlman
A0E72A524B51445...
Secretary or Assistant Secretary

STATE OF COLORADO
COUNTY OF DOUGLAS
NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT

I, Michael Perlman, certify that I am a Director and the duly elected and qualified Secretary or Assistant Secretary of the Northern Douglas County Water and Sanitation District, and that the foregoing constitute a true and correct copy of the record of proceedings of the Board of Directors of said District, adopted at a regular meeting of the Board of Directors of the Northern Douglas County Water and Sanitation District held on November 22, 2022, Greenwood Village, Colorado, as recorded in the official record of the proceedings of the District, insofar as said proceedings relate to the budget hearing for fiscal year 2023; that said proceedings were duly had and taken; that the meeting was duly held; and that the persons were in attendance at the meeting as therein shown.

IN WITNESS WHEREOF, I have hereunto subscribed my name and affixed the official seal of the District this 22nd day of November, 2022.

DocuSigned by:
Michael Perlman
A0E72A524B51445...
Secretary or Assistant Secretary

EXHIBIT A

**BUDGET DOCUMENT
AND
BUDGET MESSAGE**

NORTHERN DOUGLAS COUNTY WATER & SANITATION DISTRICT
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2023

NORTHERN DOUGLAS COUNTY WATER & SANITATION DISTRICT
ENTERPRISE FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,

1/7/2023

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
BEGINNING FUNDS AVAILABLE	\$ 22,179,974	\$ 22,983,501	\$ 24,347,805
REVENUE			
Property taxes	1,137,791	1,241,834	1,269,807
Specific ownership tax	110,643	112,764	114,283
Net investment income	(183,494)	97,650	100,000
Administration fees	123,702	-	-
Sewer service fees	951,463	1,005,000	1,134,000
Water service fees	2,220,908	2,285,000	2,485,000
Tap and option fees	1,254,145	-	-
Contributed capital	-	-	808,000
Developer review fees	20,000	-	20,000
Other income	5,535	6,000	35,000
Total revenue	<u>5,640,693</u>	<u>4,748,248</u>	<u>5,966,090</u>
Total funds available	<u>27,820,667</u>	<u>27,731,749</u>	<u>30,313,895</u>
EXPENDITURES			
General and administrative			
Accounting	87,481	80,000	103,000
Auditing	4,750	5,000	5,500
Banking & processing fees	19,578	28,500	30,000
Bad debt expense	15,000	-	-
County Treasurer's fee	17,083	18,628	19,047
Directors' fees	1,800	4,600	4,800
Dues and membership	6,238	1,500	7,500
Insurance and bonds	34,228	30,120	46,000
District management	91,627	96,000	110,000
District management - capital	10,854	-	50,000
Engineering	132,233	177,000	140,000
Engineering - Capital	20,698	-	100,000
Engineering - EPA requirement	25,587	-	-
Engineering - Development review	26,664	17,800	20,000
Election	-	1,011	20,000
Legal	36,215	46,000	57,000
Legal - Capital	-	-	30,000
Miscellaneous	1,975	2,600	3,000
Payroll taxes	138	575	600
Web page development	3,378	5,000	5,000
Contingency	-	-	45,953
Operations and maintenance			
Sewer charges	652,838	686,000	775,000
Water charges	1,840,502	1,786,000	2,083,000
Utilities	3,747	800	1,100
GIS Mapping	-	-	25,000
Meter purchases / install	44,750	76,000	20,000
Master meter replacement	-	-	835,000
Retail meter replacement	269,236	-	30,000
Backflow preventors	-	-	1,250,000
Meter reading & billing	105,439	100,000	145,000
Repairs, unscheduled	43,190	49,500	50,000
Maintenance, scheduled	57,275	-	-
Operator responsible charge	-	17,100	24,000
Turf conversion program	-	-	15,000
Sewer maintenance, scheduled	16,792	6,000	30,000
Sewer maintenance, unscheduled	-	-	50,000
Water Maintenance, scheduled	13,140	50,957	60,000
Water maintenance, unscheduled	-	11,000	75,000
BFP device retrofit - Shadow Canyons	-	43,608	-
BFP device testing	585	1,785	14,000
Facility locates, 811 charges	-	40,860	24,000
Contributed facilities	-	-	808,000
Purchased capacity - Centennial	1,254,145	-	-
Total expenditures	<u>4,837,166</u>	<u>3,383,944</u>	<u>7,111,500</u>
Total expenditures and transfers out requiring appropriation	<u>4,837,166</u>	<u>3,383,944</u>	<u>7,111,500</u>
ENDING FUND BALANCE	<u>\$ 22,983,501</u>	<u>\$ 24,347,805</u>	<u>\$ 23,202,395</u>
EMERGENCY RESERVE	\$ 131,000	\$ 143,000	\$ 155,000
BOARD DESIGNATED RESERVE	-	-	243,625
CAPITAL IMPROVEMENT RESERVE	18,000,000	18,800,000	19,600,000
TOTAL RESERVE	<u>\$ 18,131,000</u>	<u>\$ 18,943,000</u>	<u>\$ 19,998,625</u>

No assurance is provided. See summary of significant assumptions.

**NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT
PROPERTY TAX SUMMARY INFORMATION
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED
For the Years Ended and Ending December 31,**

1/7/2023

	ACTUAL 2021	ESTIMATED 2022	BUDGET 2023
ASSESSED VALUATION			
Residential	\$ 61,679,620	\$ 66,202,470	\$ 64,933,410
Commercial	11,422,360	11,902,310	11,904,600
Industrial	11,472,250	12,510,360	15,735,100
Vacant Land	448,110	1,385,100	1,367,480
Natural Resources	510	510	510
Personal Property	4,135,060	4,615,650	4,780,670
State Assessed	432,700	449,100	435,400
Certified Assessed Value	<u>\$ 89,590,610</u>	<u>\$ 97,065,500</u>	<u>\$ 99,157,170</u>
MILL LEVY			
General	12.806	12.806	12.806
Total mill levy	<u>12.806</u>	<u>12.806</u>	<u>12.806</u>
PROPERTY TAXES			
General	\$ 1,147,297	\$ 1,243,021	\$ 1,269,807
Levied property taxes	1,147,297	1,243,021	1,269,807
Adjustments to actual/rounding	122	-	-
Refunds and abatements	(9,628)	(1,187)	-
Budgeted property taxes	<u>\$ 1,137,791</u>	<u>\$ 1,241,834</u>	<u>\$ 1,269,807</u>
BUDGETED PROPERTY TAXES			
General	<u>\$ 1,137,791</u>	<u>\$ 1,241,834</u>	<u>\$ 1,269,807</u>
	<u>\$ 1,137,791</u>	<u>\$ 1,241,834</u>	<u>\$ 1,269,807</u>

No assurance is provided. See summary of significant assumptions.

**NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The District was formed to provide water and sewer service to properties in the service area of the District. The District's service area is located in Douglas County, Colorado. The District entered into an Extended Service Area (ESA) Agreement dated May 3, 1989, with Centennial Water and Sanitation District (Centennial) to provide water supply and water and sewage treatment to an area that currently constitutes the majority of the District. The term of the agreement is to May 2039 and may be extended. Upon payment of tap fees for capacity in its water supply and water and sewage treatment facilities, Centennial provides services to the District and bills the District for water delivered based on metered usage at rates not to exceed 200% of the rates charged by Centennial to Highlands Ranch Districts. Centennial has approval rights over the area to be included within the Centennial Service area, the location of points of connection to its system, and the number of taps available for service. In this regard, Centennial's commitment to provide taps is on a "when, as and if available" basis. The District agreed to use Centennial as its sole source of water supply within the service area of the ESA agreement and adopt the same standards as Centennial within the Centennial Service Area. The District bills its customers directly.

On November 2, 1993, the electors of the District approved an exemption of the collection, retention and spending of non-property tax revenues from the Tabor Amendment.

On November 7, 1995, the electors of the District approved an annual increase in property taxes of \$137,000 for 1996 and an exemption of the collection, retention, and spending of property taxes with a total operations mill levy up to 25 mills.

The District has no employees and all operations and administrative functions are contracted.

The District prepares its budget on the modified accrual basis of accounting, in accordance with requirements of Colorado Revised Statutes C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. For financial statement reporting purposes in accordance with generally accepted accounting principles (GAAP), the District uses the accrual method of accounting. Under GAAP, capital expenditures are recorded as assets, and depreciation on fixed assets is recognized as an operating expense. For budget reporting, capital expenditures are reported as expenditures, and depreciation is not recognized. To distinguish the difference in reporting, for budget reporting the District uses "Funds Available" which is defined as current assets less current liabilities, in lieu of fund balance for GAAP reporting.

**NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Revenues

Property Taxes

Property taxes are levied by the District's Board of Directors. The levy is based on assessed valuations determined by the County Assessor generally as of January 1 of each year. The levy is normally set by December 15 by certification to the County Commissioners to put the tax lien on the individual properties as of January 1 of the following year. The County Treasurer collects the determined taxes during the ensuing calendar year. The taxes are payable by April or, if in equal installments, at the taxpayer's election, in February and June. Delinquent taxpayers are notified in August and generally sales of the tax liens on delinquent properties are held in November or December. The County Treasurer remits the taxes collected monthly to the District.

The calculation of the taxes levied is displayed on the Property Tax Summary page of the budget using the adopted mill levy imposed by the District.

Specific Ownership Taxes

Specific ownership taxes are set by the State and collected by the County Treasurer, primarily on vehicle licensing within the County as a whole. The specific ownership taxes are allocated by the County Treasurer to all taxing entities within the County. The budget assumes that the District's share will be equal to approximately 9% of the property taxes collected.

Net Investment Income

Interest to be earned on the District's available funds has been estimated based on prior year's interest earnings.

Service Fees

Water service and usage fees revenues are anticipated to increase in 2023 in response to Centennial's proposed rate increases to the District. Water charge expenditures for 2023 are expected to increase by approximately 5% as a result of Centennial's proposed rate increases to the District for 2023.

Sewer service and usage fees revenues are anticipated to increase in 2023. Since the majority of users have billings based on winter water usage, the District does not expect significant variances in usage from year to year.

Sewer charge expenditures for 2023 are expected to increase by approximately 7% as a result of Centennial's proposed rate increases to the District for 2023.

**NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures

Operating Expenses

The majority of the District's operating expenditures are paid to Centennial for water provided and sewage treatment, both of which are metered. Additional preventative maintenance and unscheduled repairs have been budgeted.

Administrative Expenses

Administrative expenses have been assumed to be at a level consistent with 2022 services.

Capital Expenditures

The District anticipates improvements including the replacement of 17 master meters and the addition of backflow preventers for each master meter.

County Treasurer's Fees

County Treasurer's fees have been computed at 1.5% of property tax collections.

Debt and Leases

The District has no outstanding debt nor any capital or operating leases.

Reserves

Emergency Reserve

The District has provided for an emergency reserve equal to at least 3% of fiscal year spending for 2023 as defined under the TABOR Amendment. Such emergency reserve is an integral part of Ending Funds Available.

This information is an integral part of the accompanying budget.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of DOUGLAS COUNTY, Colorado.

On behalf of the NORTHERN DOUGLAS COUNTY WATER & SANITATION DISTRICT,
(taxing entity)^A

the BOARD OF DIRECTORS
(governing body)^B

of the NORTHERN DOUGLAS COUNTY WATER & SANITATION DISTRICT
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 99,157,170 assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: \$ 99,157,170 (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)
USE VALUE FROM FINAL CERTIFICATION OF VALUATION PROVIDED BY ASSESSOR NO LATER THAN DECEMBER 10

Submitted: 12/02/2022 for budget/fiscal year 2023.
(no later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>12.806</u> mills	\$ <u>1,269,807</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	12.806 mills	\$ 1,269,807
3. General Obligation Bonds and Interest ^J	_____ mills	\$ _____
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	12.806 mills	\$ 1,269,807

Contact person: Daytime
(print) Kevin Collins phone: (303) 779-5710
Signed: Kevin Collins Title: Board Member
DocuSigned by: 0AE947A93A584D4...

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 864-7720.

¹ If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.
² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's **FINAL** certification of valuation).

CERTIFICATION OF TAX LEVIES, continued

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.). Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:

BONDS^J:

1. Purpose of Issue: _____
 Series: _____
 Date of Issue: _____
 Coupon Rate: _____
 Maturity Date: _____
 Levy: _____
 Revenue: _____

2. Purpose of Issue: _____
 Series: _____
 Date of Issue: _____
 Coupon Rate: _____
 Maturity Date: _____
 Levy: _____
 Revenue: _____

CONTRACTS^K:

3. Purpose of Contract: _____
 Title: _____
 Date: _____
 Principal Amount: _____
 Maturity Date: _____
 Levy: _____
 Revenue: _____

4. Purpose of Contract: _____
 Title: _____
 Date: _____
 Principal Amount: _____
 Maturity Date: _____
 Levy: _____
 Revenue: _____

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.