

**RESOLUTION
TO ADOPT 2022 BUDGET AND APPROPRIATE SUMS OF MONEY
INVERNESS WATER AND SANITATION DISTRICT**

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE INVERNESS WATER AND SANITATION DISTRICT, ARAPAHOE AND DOUGLAS COUNTIES, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2022, AND ENDING ON THE LAST DAY OF DECEMBER, 2022,

WHEREAS, the Board of Directors of the Inverness Water and Sanitation District has authorized its consultants 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 or posted in accordance with the law, said proposed budget was available for inspection by the public at its designated public office, a public hearing was held on December 2, 2021, and interested electors were given the opportunity to file or register any objections to said proposed budget; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues or planned to be expended from reserves or fund balances so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE INVERNESS WATER AND SANITATION DISTRICT OF ARAPAHOE AND DOUGLAS COUNTIES, COLORADO:

Section 1. Adoption of Budget. That the budget as submitted, and attached hereto and incorporated herein by this reference, and if amended, then as amended, is hereby approved and adopted as the budget of the Inverness Water and Sanitation District for calendar year 2022.

Section 2. Budget Revenues. That the estimated revenues for each fund as more specifically set out in the budget attached hereto are accepted and approved.

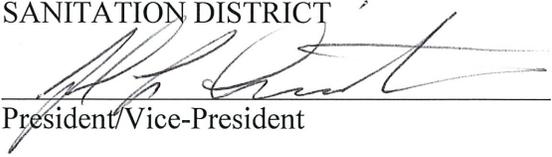
Section 3. 2022 Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.

Section 4. Property Tax and Fiscal Year Spending Limits. That, being fully informed, the Board finds that the foregoing budget does not result in a violation of any applicable property tax or fiscal year spending limitation.

Section 5. 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.

ADOPTED this 2nd day of December, 2021.

INVERNESS WATER AND
SANITATION DISTRICT



President/Vice-President

ATTEST:



Secretary

LETTER OF BUDGET TRANSMITTAL

Date: January 31, 2022

To: Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

Attached are the 2022 budget and budget message for INVERNESS WATER AND SANITATION DISTRICT in Arapahoe and Douglas Counties, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on December 2, 2021. If there are any questions on the budget, please contact

Luis Tovar
Mulhern MRE, Inc.
188 Inverness Drive West, #150
Englewood, CO 80112
Telephone number: (303) 649-9857

I, Luis Toar, General Manager for the Inverness Water and Sanitation District, hereby certify that the attached is a true and correct copy of the 2022 budget.

By: Luis Tovar, General Manager
INVERNESS WATER AND SANITATION
DISTRICT

**INVERNESS WATER AND SANITATION DISTRICT
2022 BUDGET MESSAGE**

The attached 2022 Budget for the Inverness Water and Sanitation District (the “District”), approved by the Board of Directors, includes the budget for the District’s Operating or Enterprise Fund and the budget for the District’s Debt Fund. The Districts used the modified accrual basis of accounting to prepare these budgets.

The District provides the water supply and sanitary sewer services for the residents and businesses within the District. The enterprise fund relies upon customer water and sewer service fees to cover the operating expenses of the District. The District’s budget projects unrestricted end of year Operating Fund balances well in excess of statutory reserve requirements.

The District’s Debt Fund budget reflects property tax revenues from the District’s debt service mill levy adequate to meet the 2022 debt service obligations of the District.

**Inverness Water & Sanitation District
2022 Operating Fund Budget**

	2020 Actual	2021 Projected	2021 Budget	2022 Budget
Operating Revenues				
Water service fees	2,509,266	2,135,406	2,163,000	2,144,826
Sewer service fees	1,123,316	1,169,079	1,215,000	1,168,139
Other revenues	235,787	218,796	231,000	220,000
Total Operating Revenue	3,868,369	3,523,282	3,609,000	3,532,965
Operating expenditures				
Denver water purchases	687,032	798,454	724,000	550,000
WISE water purchase costs	774,279	258,215	700,000	886,000
Utilities	187,287	171,034	170,000	175,000
ACWWA treatment costs	465,736	656,840	650,000	663,000
Repairs and maintenance	379,371	43,095	255,000	200,000
Chemicals, supplies & materials	95,181	127,234	88,000	111,000
Salaries	255,936	257,653	246,000	252,000
Payroll taxes and benefits	84,326	117,772	82,000	84,000
District management	210,000	222,211	210,000	216,000
District operator administration	36,000	36,000	36,000	36,000
District billing & accounting	108,000	108,000	108,000	108,000
Legal & other professional services	54,781	38,606	50,000	50,000
Insurance	57,681	75,964	67,000	78,000
Rent	25,917	30,967	26,000	32,000
Office expenses	62,212	29,775	37,000	30,000
Landscaping & snow removal	26,723	27,325	28,000	28,000
Vehicle expenses	16,834	17,743	18,000	18,000
Other professional, education, administration	20,134	26,105	28,000	27,000
Contingency	-	-	100,000	100,000
Total operating expenditures	3,547,430	3,042,994	3,623,000	3,644,000
Operating revenues less expenditures	320,939	480,288	(14,000)	(111,035)
Non-operating revenues & expenditures				
Tap & development fees	260,238	-	80,000	-
Net investment income	83,000	(2,951)	40,000	4,000
Investment in authority (CCPWA)	6,429	(806,120)	(755,000)	(2,706,229)
Investment in authority (SMSWA-WISE)	(1,745,580)	(37,756)	(215,000)	(372,920)
CCPWA/SMSWA operating costs	(124,567)	(96,200)	(100,000)	(100,000)
Capital expenditures	(1,315,263)	(261,956)	(2,110,000)	(1,740,000)
Other	-	-	-	-
Total non-operating revenues & expenditures	(2,835,743)	(1,204,983)	(3,060,000)	(4,915,149)
Transfers debt fund to operating fund	644,393	145,742	1,058,000	8,735,000
Net operating revenues, expenses & transfers	(1,870,411)	(578,953)	(2,016,000)	3,708,816
Net debt revenues, expenses, & transfers	(787,283)	(672,292)	(756,000)	41,000
Net Operating/Debt Revenue	(2,657,694)	(1,251,245)	(2,772,000)	3,749,816

Inverness Water & Sanitation District
2022 Debt Fund Budget

	2020	2021	2021	2022
	Actual	Projected	Budget	Budget
Revenues				
Property taxes	1,414,762	1,444,428	1,542,000	1,588,000
Tax equivalent fees	214,639	267,989	217,000	230,000
Specific ownership	124,912	138,360	135,000	152,000
Loan proceeds	644,393	145,742	1,078,000	8,735,000
Other revenues	-	-	-	-
Total fund revenues	2,398,706	1,996,519	2,972,000	10,705,000
Expenditures				
2012 issue interest	214,425	87,833	88,000	34,000
2012 issue required principal	2,210,000	2,260,000	2,260,000	1,415,000
2012 issue prepaid principal	-	-	-	-
Colo Conservation Loan interest	-	56,197	109,000	107,000
Colo Conservation Loan principal	92,897	93,350	96,000	170,000
Colo Conservation Loan fees	-	-	20,000	-
County Treasurer fees	24,274	25,690	27,000	28,000
Bond Issuance Cost	-	-	-	125,000
Other expenses/contingency	-	-	50,000	50,000
Total fund expenses	2,541,596	2,523,069	2,650,000	1,929,000
Transfers to enterprise fund	644,393	145,742	1,078,000	8,735,000
Revenues over(under) expenditures & transfers	(787,283)	(672,292)	(756,000)	41,000

**INVERNESS WATER AND SANITATION DISTRICT
2022 RESOLUTION TO SET MILL LEVIES**

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2021, TO HELP DEFRAID THE COSTS OF GOVERNMENT FOR THE INVERNESS WATER AND SANITATION DISTRICT, ARAPAHOE AND DOUGLAS COUNTIES, COLORADO, FOR THE 2020 BUDGET YEAR.

WHEREAS, the Board of Directors of the Inverness Water And Sanitation District (the "District") has adopted the annual budget in accordance with Local Government Budget Law on December 2, 2021; and

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is \$ -0-; and

WHEREAS, the amount of money necessary to balance the budget for voter approved bonds and interest is \$ 1,588,000; and

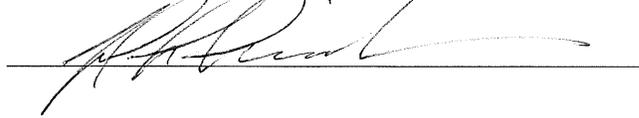
WHEREAS, the 2022 valuation for assessment for the District as certified by the Arapahoe and Douglas County Assessors is \$ 348,431,664.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE INVERNESS WATER AND SANITATION DISTRICT, ARAPAHOE AND DOUGLAS COUNTIES, COLORADO:

1. That for the purpose of meeting general operating expenses of the District during the 2022 budget year, there is hereby levied a tax of -0- mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2021.
2. That for the purpose of meeting payments for bonds and interest of the District during the 2022 budget year, there is hereby levied a tax of 4.500 mills upon each dollar of the total valuation assessment of all taxable property fully included within the District for the year 2021.
3. That Luis Tovar, District Manager, is hereby authorized and directed to certify to the County Commissioners of Arapahoe and Douglas Counties, Colorado, the mill levies for the District as herein above determined and set.
4. The District expects the assessed value and total revenue to change nominally upon final certification and authorizes the District Manager to incorporate these changes on the County Mill Levy Certification.

The foregoing resolution was approved and adopted by a unanimous vote of the District's Board of Directors on December 2, 2021.

INVERNESS WATER AND SANITATION DISTRICT

A handwritten signature in black ink is written over a horizontal line. The signature is cursive and appears to be "A. H. ...".