

RESOLUTION
TO ADOPT 2020 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, 2020, AND ENDING ON THE LAST DAY OF DECEMBER, 2020,

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 5, 2019, 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 2020.

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.

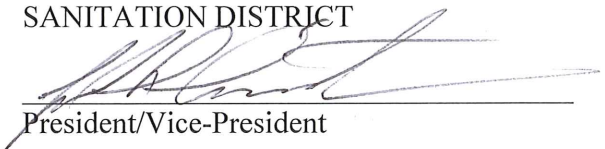
Section 3. 2020 Budget Expenditures. That the estimated expenditures for each fund as more specifically set out in the budget attached hereto are accepted and approved.

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 5th day of December, 2019.

INVERNESS WATER AND
SANITATION DISTRICT



President/Vice-President

ATTEST:



Secretary

ATTACH COPY OF THE ADOPTED BUDGET

LETTER OF BUDGET TRANSMITTAL


Date: December 19, 2019

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

Attached are the 2020 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 5, 2019. If there are any questions on the budget, please contact

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

I, Randall S. Warren, General Manager for the Inverness Water and Sanitation District, hereby certify that the attached is a true and correct copy of the 2020 budget.

By: 
Randall S. Warren, General Manager

INVERNESS WATER AND SANITATION DISTRICT 2020 BUDGET MESSAGE

The attached 2020 Budget for the Inverness Water and Sanitation District (the “District”), approved by the Board of Directors, includes a combined District budget and separate detail budgets for the general fund and the debt fund. The budgetary basis of accounting used is modified accrual.

The District provides the water supply and sanitary sewer services for the residents and businesses within the District. The budget is divided into two funds, the Operations Fund and the Debt Fund.

The District’s general fund budget includes estimated water and sewer service fees and other revenues of \$3,532,000, total operating expenditures of \$3,521,000. The District’s Operating Fund budget includes estimated capital expenditures of \$2,390,000.

The debt fund budget includes estimated property taxes of \$1,525,178 generated from a 4.50 mill levy on the District’s assessed value of \$338,928,229.

**Inverness Water & Sanitation District
2020 Operating Fund Budget**

	2018 Actual	2019 Projected	2019 Budget	2020 Budget
Operating Revenues				
Water service fees	1,811,370	1,824,293	1,854,000	1,945,000
Sewer service fees	1,171,174	1,295,439	1,231,000	1,321,000
Other revenues	218,701	257,965	217,000	266,000
Total Operating Revenue	3,201,245	3,377,697	3,302,000	3,532,000
Operating expenditures				
Denver water purchases	683,999	744,803	700,000	700,000
WISE water purchase costs	353,396	372,310	450,000	600,000
Utilities	226,076	202,433	190,000	190,000
ACWWA treatment costs	712,224	729,322	749,000	744,000
Repairs and maintenance	205,832	192,719	250,000	200,000
Chemicals, supplies & materials	160,011	76,516	96,000	119,000
Salaries	239,674	212,682	210,000	234,000
Payroll taxes and benefits	77,981	65,565	68,000	77,000
District management	375,363	201,796	202,000	210,000
District operator administration	-	48,000	48,000	36,000
District billing & accounting	7,947	96,000	96,000	108,000
Legal & other professional services	51,185	45,994	51,000	51,000
Insurance	58,324	63,645	61,000	65,000
Rent	25,440	27,172	26,000	30,000
Office expenses	40,996	34,154	29,000	35,000
Landscaping & snow removal	18,393	20,919	19,000	21,000
Vehicle expenses	21,181	15,678	20,000	16,000
Other professional, education, administration	-	34,392	10,000	35,000
Contingency	-	-	50,000	50,000
Total operating expenditures	3,258,021	3,184,100	3,325,000	3,521,000
Operating revenues less expenditures	(56,776)	193,597	(23,000)	11,000
Non-operating revenues & expenditures				
Tap & development fees	368,043	342,552	200,000	191,000
CCPWA Gain on Sale	-	1,844,194	-	-
Net investment income	145,709	133,723	100,000	100,000
Investment in authority (CCPWA)	(284,056)	(127,584)	(100,000)	(2,977,059)
Investment in authority (SMSWA-WISE)	-	(384,742)	-	(2,296,138)
CWCB Loan Proceeds	-	-	400,000	-
Re-invest CCPWA Gain on sale	-	(1,844,194)	-	-
CCPWA/SMSWA operating costs	(129,728)	(83,707)	(32,000)	(96,000)
Capital expenditures	(1,344,610)	(417,218)	(2,000,000)	(2,390,000)
Other	-	-	-	-
Total non-operating revenues & expenditures	(1,244,642)	(536,977)	(1,432,000)	(7,468,197)
Transfers debt fund to operating fund	-	0	-	1,704,000
Net operating revenues, expenses & transfers	(1,301,418)	(343,380)	(1,455,000)	(5,753,197)
Net debt revenues, expenses, & transfers	1,910	1,039,315	737,065	(732,000)
Funds balance beginning of year	7,689,451	6,389,943	6,389,943	7,085,878
Funds balance end of year	6,389,943	7,085,878	5,672,008	600,681

**Inverness Water & Sanitation District
2020 Debt Fund Budget**

	2018	2019	2019	2020
	Actual	Projected	Budget	Budget
Revenues				
Property taxes	1,554,524	1,510,380	1,529,000	1,550,000
Tax equivalent fees	175,947	188,349	188,000	215,000
Specific ownership	131,558	131,028	139,000	134,000
Loan proceeds	-	-	-	1,704,000
Other revenues	-	-	-	-
Total fund revenues	1,862,029	1,829,756	1,856,000	3,603,000
Expenditures				
2012 issue interest	200,865	152,363	155,000	141,000
2012 issue required principal	480,000	490,000	490,000	2,210,000
2012 issue prepaid principal	900,000	-	300,000	-
Colo Conservation Loan interest	131,353	46,818	60,000	93,000
Colo Conservation Loan principal	124,541	74,364	40,000	93,000
Colo Conservation Loan fees	-	4,276	-	19,000
County Treasurer fees	23,360	22,621	22,935	24,000
Paying agent fees	-	-	1,000	1,000
Other expenses/contingency	-	-	50,000	50,000
Total fund expenses	1,860,119	790,442	1,118,935	2,631,000
Transfers to enterprise fund	-	-	-	1,704,000
Revenues over(under) expenditures & transfers	1,910	1,039,315	737,065	(732,000)
Beginning of period fund balance	910,249	912,159	912,159	1,951,474
End of period fund balance	912,159	1,951,474	1,649,224	1,219,474

Property Tax Detail:	2018	2019	2019	2020
Base District Assessed Values:				
Arapahoe County	206,160,905	208,676,755	208,676,755	231,054,559
Douglas County	115,485,070	110,208,860	110,208,860	107,873,670
Total Base District	321,645,975	318,885,615	318,885,615	338,928,229
Mill Levy	4.750	4.750	4.750	4.500
Calculated property taxes	1,527,818	1,514,707	1,514,707	1,525,177
Arapahoe North (sewer only)	15,016,751	13,613,453	13,613,453	15,296,590
Sewer only mill levy	2.190	2.190	2.190	2.070
	32,887	29,813	29,813	31,664
Total calculated taxes	1,560,705	1,544,520	1,544,520	1,556,841

**INVERNESS WATER AND SANITATION DISTRICT
2020 RESOLUTION TO SET MILL LEVIES**

A RESOLUTION LEVYING PROPERTY TAXES FOR THE YEAR 2019, 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 5, 2019; 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 \$ 1,525,178; and

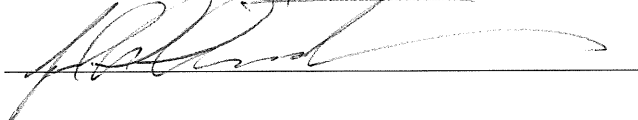
WHEREAS, the 2020 valuation for assessment for the District as certified by the Arapahoe and Douglas County Assessors is \$ 338,928,229.

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 2020 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 2019.
2. That for the purpose of meeting payments for bonds and interest of the District during the 2020 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 2019.
3. That Randall Warren, 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 5, 2019.

INVERNESS WATER AND SANITATION DISTRICT

A handwritten signature in black ink, appearing to be "R. L. ...", is written over a solid horizontal line.