

**CHERRY CREEK PROJECT WATER AUTHORITY
ANNUAL BUDGET MESSAGE and BUDGET ASSUMPTIONS
FOR THE YEAR ENDING DECEMBER 31, 2025**

About the Authority and Services Provided: The Cherry Creek Project Water Authority (CCPWA) is a Colorado Title 29 Authority formed in 2005 through intergovernmental agreement between the Inverness Water and Sanitation District, the Pinery Water and Wastewater District and the Cottonwood Water and Sanitation District and the Town of Castle Rock. The Authority was formed in order to purchase and develop water supplies for these four entities from the upper Cherry Creek Basin. Future water production shall be provided to member agencies base on each agency’s participation on projects capital and current operating costs. The Authority is governed by a five member Board of Directors. Each member agency appoints a representative to serve on the Board until such time the agency wishes to appoint a new director.

The Authority used the modified accrual basis of accounting to prepare these budgets.

Revenues: Revenue to sustain the Authority is derived from member assessments under the authority of agreements with each member agency. Some Authority revenue is realized through water sales, interest income and other miscellaneous sources. The Authority has no tax levying authority.

Expenditures: Expenditures fund general operations and capital projects. The Authority has no debt or loans.

Capital Leases: This Authority has no operating or capital leases.

Reserves: The Authority operates primarily on a pay-as-you-go from member assessments. As the Authority does not levy taxes, no TABOR reserve is required. The Authority may have fund balances which are eventually earmarked for expenditures. The Authority generally does not hold member agency money in reserve.

Attachments:

2026 Budget Appropriation Resolution
2026 Budget Detail

RESOLUTION
TO ADOPT 2026 BUDGET, APPROPRIATE SUMS OF MONEY,
AND AUTHORIZE THE CERTIFICATION OF THE TAX LEVY
CHERRY CREEK PROJECT WATER AUTHORITY

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2026 TO HELP DEFRAY THE COSTS OF GOVERNMENT, AND APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE CHERRY CREEK PROJECT WATER AUTHORITY, ARAPAHOE AND DOUGLAS COUNTIES, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2026, AND ENDING ON THE LAST DAY OF DECEMBER, 2026,

WHEREAS, the Board of Directors of the Cherry Creek Project Water Authority 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 Authority 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 a designated public office, a public hearing was held on November 19, 2025 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; and

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CHERRY CREEK PROJECT WATER AUTHORITY 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 Cherry Creek Project Water Authority for calendar year 2026.

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. 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 and mill levies do 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 19th day of November, 2025.

CHERRY CREEK PROJECT WATER
AUTHORITY



President

ATTEST:



Secretary

LETTER OF BUDGET TRANSMITTAL

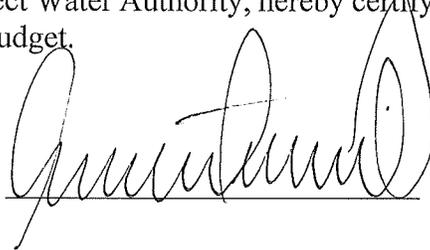
Date: January 19, 2026
To: Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

Attached are the 2026 budget and budget message for CHERRY CREEK PROJECT WATER AUTHORITY in Arapahoe and Douglas Counties, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on November 19, 2025. If there are any questions on the budget, please contact:

Enika Stasko
Mulhern MRE Inc.
58 Inverness Drive East, Suite 100
Englewood, CO 80112
Telephone number: (720) 274-8379

I, Luis Tovar, as President of the Cherry Creek Project Water Authority, hereby certify that the attached is a true and correct copy of the 2026 budget.

By:

A handwritten signature in black ink, appearing to read "Luis Tovar", is written over a horizontal line. The signature is cursive and somewhat stylized.

ATTACH COPY OF THE ADOPTED BUDGET AND
THE CERTIFICATION OF TAX LEVIES

Cherry Creek Project Water Authority (CCPWA)
2026 FINAL APPROVED BUDGET

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GENERAL OPERATING FUND	2024 Actual	2025 Budget	'25 YTD July	Proj Aug-Dec	'25 Proj	2026 Budget
Beginning Balance	197,092	84,672			84,672	632,340
Income						
10130 Water Revenue	329,790	310,000	124,753	50,000	174,753	220,000
30607 Crop/Grazing Fees	-	10,000	5,871	5,000	10,871	10,000
30901 Misc Income	-	-	-	100,000	100,000	-
31015 Interest Income	6,361	-	6,144	-	6,144	3,000
42400 Transfer in from CIP Phase 2 (Wells)	-	-	200,000	329,307	529,307	-
Total Income	336,151	320,000	336,767	484,307	821,074	233,000
Expense						
50000 Facilities & Equipment						
51200 Electricity	168,804	250,000	72,332	75,000	147,332	175,000
51300 Repairs & Maintenance	11,962	30,000	1,348	5,000	6,348	10,000
Total 50000 Facilities & Equip	180,766	280,000	73,680	80,000	153,680	185,000
60000 Administration & Operations						
60100 Management	47,136	25,000	10,552	7,537	18,089	20,000
60200 Legal	20,804	30,000	9,683	6,916	16,599	30,000
60300 Legal - Water Rights	29,600	30,000	4,264	3,045	7,309	25,000
60340 Operations	62,995	30,000	9,505	6,789	16,294	25,000
60350 Augmentation Plan Accounting	14,708	7,500	7,457	5,327	12,784	12,500
60400 Engineering	2,125	5,000	-	3,000	3,000	10,000
60500 Insurance	58,715	30,000	20,923	-	20,925	25,000
60600 Membership Dues	1,238	1,500	1,014	725	1,739	1,500
60800 Accounting Fees	20,000	12,000	7,000	5,000	12,000	12,500
60850 Bank Fees	1,300	1,500	911	650	1,561	1,500
60900 Audit Fees	6,750	7,500	-	7,500	7,500	7,500
61000 General & Admin	2,433	2,000	1,124	803	1,927	2,000
Total 60000 Admin & Operations	267,805	182,000	72,432	47,292	119,727	172,500
Total Expense	448,571	462,000	146,112	127,292	273,407	357,500
Annual Net	(112,420)	(142,000)	190,655	357,015	547,668	(124,500)
Ending Fund Balance	84,672	(57,328)			632,340	507,840

Cherry Creek Project Water Authority (CCPWA)

2026 FINAL APPROVED BUDGET

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RESERVOIR & PS OPERATING FUND	2024 Actual	2025 Budget	'25 YTD July	Proj Aug-Dec	'25 Proj	2026 Budget
Beginning Fund Balance		0			0	97,394
Income						
40101 General Assessments		25,000	-	-	-	90,000
14000 Walker Delivery Revenue		150,000	4,610	5,000	9,610	42,000
31015 Interest Income		-	649	-	649	-
42300 Transfer in from CIP Phase 1		131,558	108,944	93,948	202,892	-
Total Income		306,558	114,203	98,948	213,151	132,000
Expense						
50000 Facilities & Equipment						
51200 Electricity		150,000	7,137	10,000	17,137	25,000
51300 Repairs & Maintenance		50,000	10,900	1,600	12,500	10,000
Total 50000 Facilities & Equip		200,000	18,037	11,600	29,637	35,000
60000 Administration and Operations						
60100 Management		5,000	4,933	2,500	7,433	7,500
60500 Insurance		60,000	58,944	-	58,944	60,000
60340 Operations		30,000	8,235	5,000	13,235	15,000
60350 Augmentation Plan Accounting		7,500	4,008	2,500	6,508	7,500
Total 60000 Admin and Ops		102,500	76,120	10,000	86,120	90,000
Total Expense		302,500	94,157	21,600	115,757	125,000
Annual Net		-	4,058	20,046	97,394	7,000
Ending Fund Balance		-	4,058		97,394	104,394

CIP-GENERAL FUND	2024 Actual	2025 Budget	'25 YTD July	Proj Aug-Dec	'25 Proj	2026 Budget
Beginning Balance	48,642	43,876			43,876	60,316
Income						
21002 Capital General Assmt	-	15,000	-	-	-	25,000
31015 Interest Income	3,892	-	3,321	-	3,321	-
42500 Trasfer in from CIP Phase 3	-	-	-	13,118	13,118	-
Total Income	3,892	15,000	3,321	13,118	16,439	25,000
Expense						
51300 Repair and Maintenance	-	20,000	-	-	-	20,000
51700 Well Inspection and Rehabilitation	-	-	-	-	-	45,000
70010 Modeling	8,658	10,000	-	-	-	-
70050 Master Plan	-	10,000	-	-	-	-
70055 Modeling and Planning	-	5,000	-	-	-	-
Total Expense	8,658	45,000	-	-	-	65,000
Annual Net	(4,766)	(30,000)	3,321	13,118	16,439	(40,000)
Ending Fund Balance	43,876	13,876			60,316	20,316

**Cherry Creek Project Water Authority (CCPWA)
2026 FINAL APPROVED BUDGET**

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CIP PHASE 1 WALKER RESVR FUND	2024 Actual	2025 Budget	'25 YTD July	Proj Aug-Dec	'25 Proj	2026 Budget
Beginning Balance	2,002,303	110,948			110,948	0
Income						
21003 Capital Assmt - WR Phase 1	400,000	650,000	-	-	-	-
30505 Grant Revenue	32,921	250,000	-	93,550	93,550	-
30901 Misc Income	8,055	-	-	-	-	-
31015 Interest Income	74,734	-	7,954	-	7,954	-
30950 Insurance Proceed	1,564,921	-	-	-	-	-
Total Income	2,080,630	900,000	7,954	93,550	101,504	-
Expense						
70100 Walker Pit-Storage	2,386,767	900,000	8,642	-	8,642	-
51300 Repairs and Maintenance	1,577,296	-	-	-	-	-
51500 Operation - WR Facilities	7,922	-	-	-	-	-
62000 Refund to Membership	-	-	-	-	-	-
92500 Transfer out to Res and PS Op Fund	-	131,558	108,944	94,866	203,810	-
Total Expense	3,971,985	1,031,558	117,586	94,866	212,453	-
Annual Net	(1,891,355)	(131,558)	(109,632)	(1,316)	(110,948)	-
Ending Fund Balance	110,948	(20,610)			0	0

CIP PHASE 1B - WALKER RES EXP FUND	2024 Actual	2025 Budget	'25 YTD July	Proj Aug-Dec	'25 Proj	2026 Budget
Beginning Balance						0
Income						
21006 Capital Assmt - WR Phase 1B						100,000
Total Income						100,000
Expense						
73100 Walker Res Expansion						100,000
Total Expense						100,000
Annual Net						-
Ending Fund Balance						0

Cherry Creek Project Water Authority (CCPWA)
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CIP PHASE 2 LOCAL WELLS FUND	2024 Actual	2025 Budget	'25 YTD July	Proj Aug-Dec	'25 Proj	2026 Budget
Beginning Balance	1,061,803	469,007			469,007	0
Income						
21004 Capital Assmt Local Wells Phase 2	1,650,000	-	-	-	-	-
31015 Interest Income	48,256	-	4,905	3,504	8,409	-
30505 Grant Revenue	-	-	-	103,700	103,700	-
Total Income	1,698,256	-	4,905	107,204	112,109	-
Expense						
71200 Raw Water Coll Pipeline	902,713	-	-	-	-	-
71300 Walker Reservoir Wells	1,388,339	-	51,808	-	51,808	-
92100 Transfer OUT to General Fund	-	-	200,000	329,307	529,307	-
Total Expense	2,291,052	-	251,808	329,307	581,115	-
Annual Net	(592,796)	-	(246,903)	(222,103)	(469,006)	-
Ending Fund Balance	469,007	469,007			0	0

CIP PHASE 3 STEPHENS FUND	2024 Actual	2025 Budget	'25 YTD July	Proj Aug-Dec	'25 Proj	2026 Budget
Beginning Balance	12,407	12,786			12,786	0
Income						
21005 Capital Assmt Stephens Well Phase 3	-	-	-	-	-	-
31015 Interest Income	379	-	332	-	332	-
42100 Transfer in from GF	-	-	-	-	-	-
Total Income	379	-	332	-	332	-
Expense						
71500 Stephens Raw Water Coll Lines	-	-	-	-	-	-
71700 Stephens Deep Well	-	-	-	-	-	-
92600 Transfer out to CIP General Fund	-	-	-	-	13,118	-
Total Expense	-	-	-	-	13,118	-
Annual Net	379	-	332	-	(12,786)	-
Ending Fund Balance	12,786	12,786			0	0

**Cherry Creek Project Water Authority (CCPWA)
2026 FINAL APPROVED BUDGET**

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CONSOLIDATED INCOME & EXPENSE - ALL FUNDS SUMMARY						
	<u>2024 Actual</u>	<u>2025 Budget</u>	<u>'25 YTD July</u>	<u>Proj Aug-Dec</u>	<u>'25 Proj</u>	<u>2026 Budget</u>
Income						
Water & Other Revenue	2,069,308	570,000	353,280	698,179	1,051,458	233,000
Assessments	2,050,000	665,000	-	-	-	25,000
Sub Total	4,119,308	1,235,000	353,280	698,179	1,051,458	258,000
Expense						
Operating	448,571	462,000	146,112	127,292	273,407	357,500
Capital	6,271,695	1,076,558	369,394	424,173	806,685	65,000
Sub Total	6,720,266	1,538,558	515,506	551,466	1,080,092	422,500

CONSOLIDATED FUND BALANCES				
	<u>2024 Actual</u>	<u>2025 Budget</u>	<u>'25 Proj</u>	<u>2026 Budget</u>
Starting Fund Balance	3,322,248		721,290	692,656
Income	4,119,308	1,235,000	1,051,458	258,000
Expense	6,720,266	1,538,558	1,080,092	422,500
Annual Net	(2,600,958)	(303,558)	(28,634)	(164,500)
Ending Fund Balance	721,290		692,656	528,156