

APPLEWOOD SANITATION DISTRICT
Assessed Valuation, Property Tax and Mill Levy Summary

	2021	2022	2023
	ADOPTED BUDGET	ADOPTED BUDGET	ADOPTED BUDGET
ASSESSED VALUATION	\$ 61,143,435	\$ 69,329,000	\$ 81,698,970
General Fund	2.735	2.620	2.555
Abatements	-	-	-
Total Mill Levy	<u>2.735</u>	<u>2.620</u>	<u>2.555</u>
General Fund	\$ 167,228	\$ 181,706	\$ 208,741
Abatements	-	-	-
Total Budgeted Property Taxes	<u><u>\$ 167,228</u></u>	<u><u>\$ 181,706</u></u>	<u><u>\$ 208,741</u></u>

**APPLEWOOD SANITATION DISTRICT
2023 BUDGET - COMBINED FUNDS
MODIFIED ACCRUAL BASIS**

	2023 Budget			
	General Fund	Sanitation Enterprise Fund	Capital Improvements Fund	Combined Total
REVENUES				
<i>Taxes:</i>				
General Property Taxes	\$ 208,741	\$ -	\$ -	\$ 208,741
Specific Ownership Taxes	15,000	-	-	15,000
Other Income - Transfer Fees	5,000	-	-	5,000
<i>Charges for Services:</i>				
Drainlayers Fees	-	1,000	-	1,000
Sewer Service Charges - Residential 2023	-	404,800	-	404,800
Sewer Service Charges - Nonresidential	-	101,558	-	101,558
Sewer Service Charges - Multifamily	-	225,200	-	225,200
Sewer Connection Fees	-	800,000	-	800,000
Sewer Inspection Fees	-	10,000	-	10,000
Inclusion Fees	-	-	-	-
Lien & Collection Fees	-	1,500	-	1,500
Interest Income	-	100	50,000	50,100
Contribution to Line Extension	-	-	125,000	125,000
Total Revenues	228,741	1,544,158	175,000	1,947,899
Other Sources				
Transfers-In from General Fund	-	-	-	-
Transfers-In from Sanitation Fund	-	-	800,000	800,000
Total Other Sources	-	-	800,000	800,000
Total Revenues and Other Uses	228,741	1,544,158	975,000	2,747,899
EXPENDITURES				
<i>Administrative Costs:</i>				
Accounting	40,000	-	-	40,000
Advertising & Legal Publications	500	-	-	500
Audit	6,500	-	-	6,500
Office Rent & Phone, Supplies, Website	4,500	-	-	4,500
Directors Fees	7,000	-	-	7,000
Directors Bond & Insurance Premiums	9,500	-	-	9,500
Election Expense	10,000	-	-	10,000
Engineering Fees	98,500	-	-	98,500
Legal Fees	60,000	-	15,000	75,000
Secretarial Service - Board Meetings	2,100	-	-	2,100
Membership Dues	1,000	-	-	1,000
Miscellaneous	500	500	-	1,000
County Treasurer Collection Fee (3%)	3,200	-	-	3,200
<i>Operating and Maintenance Costs:</i>				
Depreciation	-	40,000	-	40,000
Engineering	-	19,500	-	19,500
Line Maintenance and Video	-	105,000	-	105,000
<i>Sewer Treatment Charges:</i>				
Metro Wastewater	-	271,123	-	271,123
NWLSD (Net)	-	12,600	-	12,600
<i>Capital Improvements:</i>				
Line Extension	-	-	125,000	125,000
Line Renovation and Repair	-	-	1,425,000	1,425,000
Contingency	20,000	20,000	20,000	60,000
Total Expenditures	263,300	468,723	1,585,000	2,317,023
Net Revenues Over Expenditures	(34,559)	1,075,435	(610,000)	430,876

**APPLEWOOD SANITATION DISTRICT
2023 BUDGET - COMBINED FUNDS
MODIFIED ACCRUAL BASIS**

	2023 Budget			
	General Fund	Sanitation Enterprise Fund	Capital Improvements Fund	Combined Total
Other Uses				
Transfer to Emergency Reserves	(500)	-	-	(500)
Transfers-out to Capital Improvements Fund	-	(800,000)	-	(800,000)
Total Other Uses	(500)	(800,000)	-	(800,500)
Net Source (Use) of Funds	(35,059)	275,435	(610,000)	(369,624)
Fund Balances, Beginning of Year	263,104	876,589	1,634,351	2,774,044
Fund Balances, End of Year	\$ 228,045	\$ 1,152,024	\$ 1,024,351	\$ 2,404,420
Estimated Fund Balance - 12/31/2023:				
Restricted For:				
TABOR 3% Emergency Reserve				\$ 8,000
Net Investment-Capital Assets				1,784,302
Capital Improvement Fund				1,024,351
Sanitation Enterprise Fund				1,152,024
General Fund				220,045
Total Fund Balances				<u>\$ 4,188,722</u>

**APPLEWOOD SANITATION DISTRICT
2023 GENERAL FUND BUDGET
MODIFIED ACCRUAL BASIS**

	2021 ACTUAL	2022 ADOPTED BUDGET	2022 ESTIMATED	2023 ADOPTED BUDGET
REVENUES				
General Property Taxes	\$ 166,185	\$ 181,706	\$ 181,706	\$ 208,741
Specific Ownership Taxes	13,213	13,000	13,500	15,000
Inclusion Fees	1,649	-	3,096	-
Other Income	-	-	-	5,000
Total Revenues	181,047	194,706	198,302	228,741
Other Sources	-	-	-	-
Total Revenues and Other Sources	181,047	194,706	198,302	228,741
EXPENDITURES				
<i>Administrative Costs:</i>				
Accounting	11,130	11,340	35,000	40,000
Advertising & Legal Publications	-	500	500	500
Audit	6,000	6,200	6,300	6,500
Office Expenses	3,197	4,500	4,000	4,500
Directors Fees	6,351	7,000	7,000	7,000
Directors Bond & Insurance Premiums	8,383	9,000	8,000	9,500
Election Expense	-	10,000	-	10,000
Engineering Fees	76,567	80,000	90,000	98,500
Legal Fees	27,243	25,000	55,000	60,000
Secretarial Service - Board Meetings	1,950	1,950	1,200	2,100
Membership Dues	683	800	945	1,000
Miscellaneous	(6)	500	300	500
County Treasurer Collection Fee	2,545	2,800	2,700	3,200
Contingency	-	20,000	-	20,000
Total Expenditures	144,043	179,590	210,945	263,300
Net Revenues Over Expenditures	37,003	15,116	(12,643)	(34,559)
Other Uses				
Transfers-out to Sanitation Fund	(35,000)	(40,000)	(40,000)	-
Transfers-out to TABOR Reserve 3%	-	-	(2,000)	(500)
Total Other Uses	(35,000)	(40,000)	(42,000)	(500)
Net Sources (Uses) of Funds	2,003	(24,884)	(54,643)	(35,059)
Fund Balances, Beginning of Year	315,744	317,882	317,747	263,104
Fund Balances, End of Year	\$ 317,747	\$ 292,998	\$ 263,104	\$ 228,045
FUND BALANCES:				
Restricted For:				
TABOR 3% Emergency Reserve	\$ 5,500	\$ 6,100	\$ 7,500	\$ 8,000
Net Investment-Capital Assets	1,784,302	1,319,359	1,784,302	1,784,302
Capital Improvement Fund	1,404,351	1,560,695	1,634,351	1,024,351
Sanitation Enterprise Fund	858,830	613,410	876,589	1,152,024
General Fund-Unrestricted	317,747	292,998	255,604	220,045
Total Estimated Fund Balances	\$ 4,370,730	\$ 3,792,562	\$ 4,558,346	\$ 4,188,722

**APPLEWOOD SANITATION DISTRICT
2023 SANITATION ENTERPRISE FUND BUDGET
MODIFIED ACCRUAL BASIS**

	2021	2022	2022	2023
	ACTUAL	ADOPTED BUDGET	ESTIMATED	ADOPTED BUDGET
REVENUES				
Drainlayer Fees	\$ 1,150	\$ 1,000	\$ 1,000	\$ 1,000
Sewer Service Charges - Residential 2023	363,940	361,080	365,670	404,800
Sewer Service Charges - Nonresidential	27,648	29,304	29,304	101,558
Sewer Service Charges - Multifamily	47,520	111,600	111,600	225,200
Sewer Connection Fees	47,140	117,750	65,208	800,000
Sewer Inspection Fees	6,200	11,800	8,500	10,000
Lien & Collection Fees	1,130	-	1,650	1,500
Interest Income	103	30	150	100
Other Income	-	-	-	-
Total Revenues	494,831	632,564	583,082	1,544,158
Other Sources				
Transfers-In/Out from General Fund	35,000	40,000	40,000	-
Total Revenues and Other Sources	529,831	672,564	623,082	1,544,158
EXPENDITURES				
<i>Operating and Maintenance Costs:</i>				
Miscellaneous	-	500	100	500
Depreciation	40,329	30,000	40,000	40,000
Engineering	9,427	17,100	11,350	19,500
Line Maintenance and Video	83,957	96,000	76,000	105,000
<i>Sewer Treatment Charges:</i>				
Metro Wastewater	241,803	265,273	265,273	271,123
NWLSD (Net)	12,600	12,600	12,600	12,600
Contingency	-	20,000	-	20,000
Total Expenditures	388,116	441,473	405,323	468,723
Net Revenues Over Expenditures	141,715	231,091	217,759	1,075,435
Other Uses				
Transfers-out to Capital Improvements Fund	(105,000)	-	(200,000)	(800,000)
Total Other Uses	(105,000)	-	(200,000)	(800,000)
Net Sources (Uses) of Funds	36,715	231,091	17,759	275,435
Fund Balances, Beginning of Year	822,115	382,319	858,830	876,589
Fund Balances, End of Year	\$ 858,830	\$ 613,410	\$ 876,589	\$ 1,152,024

**APPLEWOOD SANITATION DISTRICT
2023 CAPITAL IMPROVEMENTS FUND BUDGET
MODIFIED ACCRUAL BASIS**

	2021 ACTUAL	2022 ADOPTED BUDGET	2022 ESTIMATED	2023 ADOPTED BUDGET
REVENUES				
Contribution to Line Extension	\$ 186,156	\$ 215,000	\$ 125,000	\$ 125,000
Interest Income	1,227	1,000	50,000	50,000
Total Revenues	187,382	216,000	175,000	175,000
Other Sources				
Transfers-In from Sanitation Fund	105,000	-	200,000	800,000
Total Other Sources	105,000	-	200,000	800,000
Total Revenues and Other Sources	292,382	216,000	375,000	975,000
EXPENDITURES				
Legal Fees	12,384	15,000	5,000	15,000
Line Extensions	-	200,000	125,000	125,000
Line Renovation	-	580,000	15,000	1,425,000
Contingency	-	20,000	-	20,000
Total Expenditures	12,384	815,000	145,000	1,585,000
Net Sources (Uses) of Funds	279,998	(599,000)	230,000	(610,000)
Fund Balances, Beginning of Year	1,588,695	2,159,695	1,404,351	1,634,351
Transfer to Net Investments-Capital Assets	(464,342)	-	-	-
Fund Balances, End of Year	\$ 1,404,351	\$ 1,560,695	\$ 1,634,351	\$ 1,024,351

**APPLEWOOD SANITATION DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Applewood Sanitation District, (the "District") was formed in 1958 for the purpose of providing sewage collection and transmission services. The District provides service to over 1,000 connecting taps located in the District's service area in Jefferson County, Colorado. The District contracts with Metro Water Recovery for all sewage treatment services.

The 2023 budget was prepared in accordance with the Local Budget Law of Colorado. The budget reflects the projected spending plan for the 2023 fiscal year based on anticipated revenues. This budget provides for the general operation of the District, the collection and treatment of sewage, and the capital improvements to the sanitary collection system.

The District's 2022 net assessed value increased 18% to \$81,698,970 for the 2023 budget year. The District's net mill levy decreased to 2.555 mills, in accordance with the TABOR amendment to the Colorado Constitution. The District's net mill levy is expected to generate approximately \$208,741 of property tax revenue.

Budgetary Basis of Accounting

The District uses funds to budget and report on its financial position and results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain functions. The various funds determine the total District's budget.

The District's general fund and capital improvement fund are considered governmental funds and are reported using the economic resources focus and the modified accrual basis of accounting. Property taxes are recognized as revenues in the year for which they are levied.

The District's sanitation enterprise fund is prepared under the full accrual basis of accounting. Revenues are recorded when earned and expenses recorded when the liability is incurred, regardless of the timing of the related cash flows.

Fund Summaries

General Fund is used to account for resources traditionally associated with government such as property taxes, specific ownership tax and expenditures which include district administration, legal services, and other expenditures related to statutory operations of a local government. The general fund's primary sources of revenue are property taxes and specific ownership taxes.

Sanitation Enterprise Fund accounts for the operations that are financed and operated in a manner similar to private business enterprise, where the intent is that costs of providing services to the public on a continuing basis be financed primarily through a combination of user fees and charges. The District contracts for repair and maintenance services. Maintenance and repairs have been estimated by the District's engineer. The estimated expenditures include periodic cleaning and general maintenance of sanitary sewer collection system.

Capital Improvement Fund accounts for the capital assets and improvements of the District. The capital improvement fund receives transfers from the general fund and sanitation enterprise fund, to accumulate and fund additions, replacements and improvements to the District's sanitary sewer system. Capital expenditures include estimated repairs and improvements determined by sewer system monitoring programs overseen by the District engineer.

**APPLEWOOD SANITATION DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debt Service

The District does not currently have any outstanding indebtedness and does not currently anticipate any borrowings during 2023.

Lease Purchase Transactions

The District is not a party to any lease purchase agreements, nor does it contemplate entering any lease purchase transactions in 2023.

Emergency Reserve

As required by Section 20 of Article X of the Colorado Constitution ("TABOR"), the District has provided for an emergency reserve equal to 3% of the total fiscal year spending of the general fund.