

WEST JEFFERSON COUNTY METROPOLITAN DISTRICT
ANNUAL BUDGET
FOR THE YEAR ENDING DECEMBER 31, 2024

**WEST JEFFERSON COUNTY METROPOLITAN DISTRICT
2024 WATER BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED
For the Years Ended and Ending December 31,**

	1/26/2024		
	ACTUAL 2022	ESTIMATED 2023	BUDGET 2024
WATER OPERATING REVENUES			
Water Sales	\$ 1,740,817	\$ 1,714,000	\$ 1,800,000
Service Charges	7,076	9,000	9,000
Inspection & Connection	-	10	36,660
Total Water Operating Revenues	1,752,953	1,723,010	1,845,660
WATER OPERATING EXPENDITURES			
Water Purchases	1,740,817	1,714,000	1,800,000
Service Charges	7,076	9,000	9,000
Inspection & Connection	-	10	36,660
Total Water Operating Expenditures	1,752,953	1,723,010	1,845,660
GROSS PROFIT FROM WATER OPERATIONS	-	-	-
WATER CAPITAL REVENUES			
System Development Fees	22,000	14,500	558,500
Inclusion Fees	-	-	295,000
Tap Transfer Fees	2,100	-	-
Total Water Capital Revenues	24,100	14,500	853,500
WATER EXPENDITURES - CAPITAL			
System Development Fees	22,000	14,500	558,500
Inclusion Fees	-	-	295,000
Tap Transfer Fees	2,100	-	-
Total Water Expenditures - Capital	24,100	14,500	853,500
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	-	-
WATER FUNDS AVAILABLE - BEGINNING OF YEAR	-	-	-
WATER FUNDS AVAILABLE - END OF YEAR	\$ -	\$ -	\$ -

**WEST JEFFERSON COUNTY METROPOLITAN DISTRICT
2024 WASTEWATER BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED
For the Years Ended and Ending December 31,**

1/26/2024

	ACTUAL 2022	ESTIMATED 2023	BUDGET 2024
WASTEWATER OPERATING REVENUES			
Treatment Charges - \$40.50 for 2023 & \$43.74 for 2024	\$ 1,116,198	\$ 1,203,000	\$ 1,299,200
- El Rancho - \$56.50 for 2023 & \$61.02 for 2024	153,236	163,800	176,900
Inspection & Connection	636	100	6,000
Interest Income	35,188	95,000	75,000
Availability to Serve	1,500	1,680	1,680
Inclusion Fees	3,500	-	58,000
Miscellaneous Income	5,892	2,000	4,000
Total Wastewater Operating Revenues	1,316,150	1,465,580	1,620,780
WASTEWATER OPERATING EXPENDITURES			
<u>Pretreatment</u>	46,717	47,000	47,000
<u>Collection System</u>			
Repairs, Maintenance and Labor	113,499	165,000	181,000
Inspection & Connection	636	100	6,000
Utilities - Lift Stations	32,535	42,000	46,200
<u>Treatment Plant</u>			
Chemicals	29,553	68,000	75,000
Repairs, Maintenance and Labor	224,217	260,000	286,000
Utilities	149,519	158,000	174,000
Truck Expense	1,090	3,000	2,000
Sludge Disposal	115,631	132,000	146,000
Permits	4,630	5,000	5,000
Lab Analysis, Supplies and Maintenance	1,154	3,000	3,000
Safety and Training	831	1,000	1,000
Bear Creek Watershed Dues	10,190	10,965	12,000
Total Wastewater Operating Expenditures	730,202	895,065	984,200
WASTEWATER EXPENDITURES - ADMINISTRATION			
Accounting	29,674	22,000	30,000
Audit	11,500	7,000	7,500
Miscellaneous	5,679	7,000	12,000
Insurance	17,248	25,000	35,000
Legal	30,792	33,000	35,000
Office Expense	581	1,000	20,000
Billing Expense	23,946	33,000	35,000
Labor and Operating	156,294	165,000	182,000
Elections	321	554	-
Directors' Fees and Payroll Taxes	6,028	6,500	6,500
Building and Improvements	-	-	23,000
Total Wastewater Expenditures - Administration	282,063	300,054	386,000
GROSS PROFIT FROM WASTEWATER OPERATIONS	\$ 303,885	\$ 270,461	\$ 250,580

No assurance provided. See summary of significant assumptions.

**WEST JEFFERSON COUNTY METROPOLITAN DISTRICT
2024 WASTEWATER BUDGET
WITH 2022 ACTUAL AND 2023 ESTIMATED
For the Years Ended and Ending December 31,**

1/26/2024

	ACTUAL 2022	ESTIMATED 2023	BUDGET 2024
WASTEWATER CAPITAL REVENUES			
System Development Fees	\$ 20,000	\$ -	\$ 560,000
Capital Project Fee	-	-	165,000
Tap Transfer Fees	8,000	-	-
Grants	1,322	989	1,000
CWRPDA Loan Proceeds	181,308	10,000	-
Development Review	3,500	4,000	7,500
Miscellaneous	35,000	-	50,000
Total Wastewater Capital Revenues	<u>249,130</u>	<u>14,989</u>	<u>783,500</u>
WASTEWATER EXPENDITURES - DEBT SERVICE			
CWRPDA Loan Payment	109,224	109,224	109,224
Total Wastewater Expenditures - Debt Service	<u>109,224</u>	<u>109,224</u>	<u>109,224</u>
WASTEWATER EXPENDITURES - CAPITAL			
Sewer Line Replacement	12,243	-	-
Pebble Beach Lane Sewer Main	-	-	100,000
West Jeff Driveway Sewer Main	-	-	150,000
Engineering for WW Treatment Facility Design	118,747	1,383	-
WWTP Upgrade Standards Aeration Basin	2,399,382	-	-
Miscellaneous	19,548	50,000	50,000
Baldy Lift Station Pumps and Flow Meter	128,162	91,000	-
Process Control	-	-	25,000
Headworks	-	-	145,000
Stainless Steel Gate Valves	-	-	45,000
Tertiary Filter	168,916	-	30,000
Development Review	25,083	7,000	7,500
BioSolids Dewatering	-	19,000	-
Standards and Specs	-	-	18,000
UV Building	-	-	20,000
Lift Station HMI Replacements	-	-	15,000
WWTP Equipment	-	-	25,000
Total Wastewater Expenditures - Capital	<u>2,872,081</u>	<u>168,383</u>	<u>630,500</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,428,290)	7,843	294,356
WASTEWATER FUNDS AVAILABLE - BEGINNING OF YEAR	<u>4,228,825</u>	<u>1,800,535</u>	<u>1,808,378</u>
WASTEWATER FUNDS AVAILABLE - END OF YEAR	<u>\$ 1,800,535</u>	<u>\$ 1,808,378</u>	<u>\$ 2,102,734</u>
RESERVES			
O&M Reserve	\$ 1,400,000	\$ 1,400,000	\$ 1,400,000
Available for Capital Reserve	400,535	408,378	702,734
TOTAL RESERVES	<u>\$ 1,800,535</u>	<u>\$ 1,808,378</u>	<u>\$ 2,102,734</u>

No assurance provided. See summary of significant assumptions.

**WEST JEFFERSON COUNTY METROPOLITAN DISTRICT
2024 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

West Jefferson County Metropolitan District (District), is a Colorado Special District organized and existing pursuant to the provisions of the "Special District Act", Title 32, C.R.S., and its governmental functions are subject to the provisions of Article X, Section 20, of the Colorado Constitution. The District shall have all rights, powers, and authorities, and may provide all services authorized by law, of a metropolitan district as set forth in Article 1, Title 32, C.R.S., except for fire and park and recreation services, unless otherwise determined by subsequent orders of the Board of Directors of the Consolidated District and the Court. The District provides water and sanitation services.

The District purchases water and water service from the Evergreen Metropolitan District (EMD). The District processes sewage for the former Bergen Park Metropolitan District, Wah Keeney Park Water and Sanitation District, and El Rancho Metropolitan District. In addition, the District has a contract with the EMD to manage the sewage portion of the District.

The District is a consolidation of four districts: Wah Keeney Park Water and Sanitation District, Bergen Park Metropolitan District, El Rancho Metropolitan District, and West Jefferson County Metropolitan District. The consolidation between Bergen Park Metropolitan District and West Jefferson County Metropolitan District became effective July 1, 1998. The consolidation between Wah Keeney Park Water and Sanitation District and West Jefferson County Metropolitan District became effective July 1, 2002. The consolidation between El Rancho Metropolitan District and West Jefferson County Metropolitan District became effective January 1, 2014.

Based upon budget projections for water and wastewater operations for the year, less than ten percent of the revenue necessary to operate and provide water and wastewater services within the District will be in the form of grants from state and local government.

All other requirements of "enterprise" status, as that term is defined in Article X, Section 20, of the Colorado Constitution, will be met during the year by the water and wastewater operations of the District. The water and wastewater functions of the District shall be considered an enterprise during the year and shall be operated in accordance with the requirement of such status, as set forth in Article X, Section 20, of the Colorado Constitution, and Section 37-4.5-101, et seq., C.R.S.

On May 2, 2000, the District's voters authorized the District to collect, retain and spend each year all revenue from all sources without regard to any limitations under TABOR and any other law. As a result of this voter approved revenue change and because the District had not assessed a property tax mill levy for many years, the Board approved the elimination of its general (government) fund as of January 1, 2000. The general fund beginning reserve balance as of January 1, 2000 was transferred to the wastewater fund. The intent of the District is to operate solely as an Enterprise.

The District prepares its budget on the modified accrual basis of accounting in accordance with the 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.

**WEST JEFFERSON COUNTY METROPOLITAN DISTRICT
2024 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided (Continued)

The District is governed by a five-member Board of Directors. The members of the Board are elected for staggered three-year terms.

The District has no employees; management and billing for the District is accomplished under contract with the EMD.

Revenues

Wastewater Treatment Charges

This account includes revenue from all sewage service rendered to the District customers in the West Jefferson and El Rancho boundaries.

Flat rate structure:

2023 West Jefferson rate - \$40.50 per equivalent unit per month
2023 El Rancho rate - \$56.50 per equivalent unit per month
2024 West Jefferson rate - \$43.74 per equivalent unit per month
2024 El Rancho rate - \$61.02 per equivalent unit per month

Commercial accounts are subject to a monthly pretreatment surcharge if appropriate.

Inspection and Connection Fees

The District charges its customers for the costs and expenses of tapping into the main lines.

Interest Income

Interest earned on the District's available funds has been estimated based on current interest earnings.

System Development Fees (SDF)

Tap fees charged customers for connecting to the System.

Water Revenue and Expenditures

The District does not derive any revenue in excess of expenditures from the water system. Fees charged to District customers equals the fees charged by the EMD for service rendered.

Expenditures

Administrative Expenditures

Expenses incurred in administering the District. Each budget reflects its proportionate share of administration expenditures.

**WEST JEFFERSON COUNTY METROPOLITAN DISTRICT
2024 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures (Continued)

Wastewater Operating Expenditures

These expenditures represent the costs incurred in the operation of (1) the outfall sewer lines, collection sewers and sewer pumping expenses; (2) the cost of materials, and expenses incurred in the general operation of the wastewater treatment plant except for solids processing; and (3) the cost of materials used and expenses incurred in processing treatment plant sludge and disposal or manufacture of related by-products.

Debt Service

Interest and principal payments on the District's various long-term obligations are being paid based upon the Schedules of Debt Service Requirements to Maturity.

Capital Outlay

Capital projects include the cost of sewer mains, lift stations, equipment, system improvements and plant upgrades.

Debt and Leases

Water Pollution Control Revolving Fund (WPCRF) Loan

The District entered into a loan agreement with the Colorado Water Resources and Power Development Authority (CWRDPA) on January 29, 2021 for the purpose of financing the wastewater treatment facility improvement project. The principal amount of the loan is \$3,000,000 and has an interest rate of 0.5% annually, if the finally constructed project is certified by the Water Quality Control Division (WQCD) as a Green Project; 2.5% if the finally constructed project is not certified by the WQCD as a Green Project. The loan is maturing in 30 year and is payable semi-annually on May 1 and November 1 of each year beginning November 1, 2021.

The District has no capital or operating leases for 2024.

Reserves

Operation and Maintenance Reserve

Pursuant to the WPCRF loan agreement, the District shall maintain an operation and maintenance reserve in an amount equal to three months of operation and maintenance expenses, excluding depreciation, of the wastewater fund's annual budget for the current fiscal year.

This information is an integral part of the budget.

**WEST JEFFERSON COUNTY METROPOLITAN DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

Wastewater
Loan No. W21F446
Colorado Water Resources and
Power Development Authority
Water Pollution Control Revolving Fund
Green Project Reserve Direct Loan
Series 2021
Rate of 0.50%
Principal and Interest Payable
May 1 and November 1

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 95,328	\$ 13,896	\$ 109,224
2025	95,805	13,419	109,224
2026	96,284	12,939	109,223
2027	96,766	12,457	109,223
2028	97,251	11,973	109,224
2029	97,738	11,486	109,224
2030	98,227	10,997	109,224
2031	98,719	10,505	109,224
2032	99,213	10,011	109,224
2033	99,710	9,514	109,224
2034	100,209	9,015	109,224
2035	100,711	8,513	109,224
2036	101,215	8,009	109,224
2037	101,721	7,502	109,223
2038	102,231	6,993	109,224
2039	102,742	6,481	109,223
2040	103,257	5,967	109,224
2041	103,774	5,450	109,224
2042	104,293	4,930	109,223
2043	104,815	4,408	109,223
2044	105,340	3,884	109,224
2045	105,867	3,356	109,223
2046	106,398	2,826	109,224
2047	106,930	2,294	109,224
2048	107,465	1,758	109,223
2049	108,003	1,220	109,223
2050	108,544	680	109,224
2051	54,477	137	54,614
Total	<u>\$ 2,803,033</u>	<u>\$ 200,620</u>	<u>\$ 3,003,653</u>

No assurance provided. See summary of significant assumptions.