

**RESOLUTION
TO ADOPT 2024 BUDGET, APPROPRIATE SUMS OF MONEY,
AND AUTHORIZE THE CERTIFICATION OF THE TAX LEVY
CHERRYVALE SANITATION DISTRICT**

A RESOLUTION SUMMARIZING REVENUES AND EXPENDITURES FOR EACH FUND, ADOPTING A BUDGET, LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2024 TO HELP DEFRAID 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 CHERRYVALE SANITATION DISTRICT, ARAPAHOE COUNTY, COLORADO, FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY, 2024, AND ENDING ON THE LAST DAY OF DECEMBER, 2024,

WHEREAS, the Board of Directors of the Cherryvale 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 a designated public office, a public hearing was held on November 14, 2023 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

WHEREAS, the amount of money necessary to balance the budget for general operating purposes from property tax revenue is \$134,752; and

WHEREAS, the Board of Directors finds that it is required to temporarily lower the operating mill levy to render a refund for \$-0-; and

WHEREAS, the amount of money necessary to balance the budget for voter-approved bonds and interest is \$-0-; and

WHEREAS, the amount of money necessary to balance the budget for contractual obligation purposes from property tax revenue as approved by voters from property tax revenue is \$-0-; and

WHEREAS, the amount of money necessary to balance the budget for capital expenditure purposes from property tax revenue as approved by voters or at public hearing is \$-0-; and

WHEREAS, the amount of money necessary to balance the budget for refunds/abatements is \$-0-; and

WHEREAS, the 2023 valuation for assessment for the District as certified by the County Assessor of Arapahoe County is \$13,820,673; and

WHEREAS, through an election the District has eliminated the revenue and expenditure limitations imposed on governmental entities by Article X, Section 20 of the Colorado Constitution and Section 29-1-301, C.R.S., as amended.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CHERRYVALE SANITATION DISTRICT OF ARAPAHOE COUNTY, 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 Cherryvale Sanitation District for calendar year 2024.

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. Levy of General Property Taxes. That the Board of Directors does hereby certify the levy of general property taxes for collection in 2024 as follows:

A. Levy for General Operating and Other Expenses. That for the purposes of meeting all general operating expense of the District during the 2024 budget year, there is hereby levied a tax of 9.750 mills upon each dollar of the total valuation of assessment of all taxable property within the District for the year 2023.

B. Temporary Tax Credit or Rate Reduction. That pursuant to Section 39-1-111.5, C.R.S. for the purposes of effect of a refund for the purposes set forth in Section 20 of Article X of the Colorado Constitution, there is hereby certified a temporary property tax credit or temporary mill levy rate reduction of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2023.

C. Levy for General Obligation Bonds and Interest. That for the purposes of meeting all debt retirement expense of the District during the 2024 budget year, as the funding requirements of the current outstanding general obligation indebtedness is detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2023.

D. Levy for Contractual Obligations. That for the purposes of meeting the contractual obligation expense of the District during the 2024 budget year, as detailed in the following "Certification of Tax Levies," there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2023.

E. Levy for Capital Expenditures. That for the purposes of meeting all capital expenditures of the District during the 2024 budget year pursuant to Section 29-1-301(1.2) or 29-1-302(1.5), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2023.

F. Levy for Refunds/Abatements. That for the purposes of recoupment of refunds/abatements of taxes pursuant to Section 39-10-114(1)(a)(I)(B), C.R.S., there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the boundaries of the District for the year 2023.

Section 5. 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 6. Certification. That the appropriate officers of the District are hereby authorized and directed to certify by December 15, 2023, to the Board of County Commissioners of Arapahoe County, Colorado, the mill levies for the District herein above determined and set, or be authorized and directed to certify to the Board of County Commissioners of County County, Colorado, as herein above determined and set, but as recalculated as needed upon receipt of the final certification of valuation from the County Assessor on or about December 10, 2023 in order to comply with any applicable revenue and other budgetary limits or to implement the intent of the District. That said certification shall be in substantially the form set out and attached hereto and incorporated herein by this reference.

Section 7. 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.

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ADOPTED this 14th day of November, 2023.

CHERRYVALE SANITATION DISTRICT

Andrew Samiano

President

ATTEST:

Brenden Desmond

Legal Counsel

LETTER OF BUDGET TRANSMITTAL

Date: January 16, 2024

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

Attached are the 2024 budget and budget message for CHERRYVALE SANITATION DISTRICT in Arapahoe County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on November 14, 2023. If there are any questions on the budget, please contact:

Haynie & Company
1221 W Mineral Ave UNIT 202, Littleton, CO 80120
Ty Holman
TyH@hayniecpas.com
Tel.: 303/734-4800

I, Andrew Damiano as President of the Cherryvale Sanitation District, hereby certify that the attached is a true and correct copy of the 2024 budget.

By: Andrew Damiano

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


**Forecasted Budget and
Accountant's Compilation Report**


Cherryvale Sanitation District


For the Year Ending December 31, 2024



1221 W. Mineral Avenue, Suite 202
Littleton, CO 80120

 303-734-4800

 303-795-3356

 www.HaynieCPAs.com

To the Board of Directors
Cherryvale Sanitation District
Arapahoe County, Colorado

We have compiled the accompanying forecasted budget and forecasted cash flows of Cherryvale Sanitation District for the year ending December 31, 2024, the forecasted 2023 results of operations, and 2022 historical financial statements, in accordance with standards established by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of a forecast information that is the representation of management and does not include evaluation of the support for the assumptions underlying the forecast. We have not examined the forecast and, accordingly, do not express an opinion or any other form of assurance on the accompanying statements or assumptions. Furthermore, there will usually be differences between the forecasted and actual results because events and circumstances frequently do not occur as expected and those differences may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Management has elected to omit the summary of significant accounting policies required by the guidelines for presentation of a forecast established by the American Institute of Certified Public Accountants. If the omitted disclosures were included in the forecast, they might influence the user's conclusions about the District's results of operations for the forecast period. Accordingly, this forecast is not designed for those who are not informed about such matters.

We are not independent with respect to Cherryvale Sanitation District.

Haynie & Company

Littleton, Colorado
January 9, 2024

Cherryvale Sanitation District

Summary of Significant Forecast Assumptions

For the Year Ending December 31, 2024

This financial forecast presents, to the best of management's knowledge and belief, the District's results of operations for the forecast period. Accordingly, the forecast reflects its judgment, as of the date of this forecast, of the expected conditions and its expected course of action. The assumptions disclosed herein are those that management believes are significant to the forecast. There will usually be differences between forecasted and actual results because events and circumstances frequently do not occur as expected and those differences may be material. The comparative historical information for 2022 is extracted from the District's financial statements for those years. Those financial statements should be read for additional information.

Summary of Significant Forecast Assumptions

1. The assessed valuation for 2024 is \$13,820,673 as certified by the Arapahoe County Assessor. A 9.750 mill levy is being assessed to produce \$134,752 of revenue.
2. Assessed valuations and expenses are anticipated to remain consistent for 2024 through 2027.
3. Treasurer's fees expense is computed at approximately 1.5% of property tax revenue.

Cherryvale Sanitation District Budget Message 2024

The 2024 budget for Cherryvale Sanitation District anticipates revenue of \$141,673. The largest component of revenue is property taxes.

Expenditures of \$164,857, which include possible capital outlay that may be needed for repair or replacement of sewer facilities, are budgeted. The largest anticipated expenditure category is capital outlay, followed by maintenance and professional fees.

The modified accrual basis of accounting is used for 2024 budget purposes. Revenue is recognized in the accounting period in which it becomes available and measurable. Expenditures are recognized in the accounting period in which the fund liability is incurred and measurable except for interest on long-term debt, which is recognized when due.

Service to be delivered by the District in 2024 is transmission of sewage to treatment plants for households in the District.

The District electors, at an election held November 1, 2005, voted to exempt the District from article X Section 20 of the Colorado Constitution (the TABOR Amendment). At that election the electors also approved exempting the District from the 5.5% limitation.

**Schedule of Lease-Purchase Agreements
Cherryvale Sanitation District
2024 Budget**

A. The total amount to be expended during the ensuing fiscal year for payment obligations under all lease-purchase agreements involving real property	\$ 0
B. The total maximum payment liability of the local government under all lease-purchase agreements involving real property over the entire terms of such agreements, including all optional renewal terms	\$ 0
C. The total amount to be expended during the ensuing fiscal year for payment obligations under all lease-purchase agreements other than those involving real property	\$ 0
D. The total maximum payment liability of the local government under all lease-purchase agreements other than those involving real property over the entire terms of such agreements, including all optional renewal terms	\$ 0

**CHERRYVALE SANITATION DISTRICT
2024 Forecasted Budget**

	ACTUAL 2022	FORECASTED 2023	FORECASTED 2024
BEGINNING FUNDS AVAILABLE	139,181	196,571	151,054
REVENUE			
TAP FEES			
Water tap fees	-	-	-
Sewer tap fees	-	-	-
SERVICE CHARGES	-	-	-
Interest income	132	150	150
TAXES			
Property - Operations	103,018	102,396	134,752
Specific Ownership	5,177	5,146	6,772
MISCELLANEOUS			
Late charges	-	-	-
Other	-	6,000	-
TOTAL REVENUE	108,327	113,692	141,673
EXPENDITURES			
OPERATIONS & MAINTENANCE			
SEWER			
General O & M	1,506	2,622	2,753
Engineering	-	-	-
Sewer processing	-	-	-
OFFICE EXPENSES			
Director's Fees	-	-	-
Dues and Subscriptions	0	0	0
Contingency/Election	-	0	5,000
PROFESSIONAL & CONSULTING			
Accounting & Audit	3,643	4,412	4,632
Legal	4,101	7,680	8,064
Election	0		
INSURANCE			
General Liability	1,665	2,248	2,360
Bonds & Other Insurance	-	-	-
MISCELLANEOUS			
Treasurers' fees	0	1,536	2,021
Other	22	25	26
CAPITAL OUTLAY	-	100,686	100,000
DEBT SERVICE	40,000	40,000	40,000
SUB-TOTAL	50,937	159,208	164,857
ENDING FUND BALANCE	196,571	151,054	127,870

See accompanying summary of significant assumptions and accountants' report.

PROPERTY TAXES	TAX YEAR 2022	TAX YEAR 2023	TAX YEAR 2024
MILL LEVY			
General Operations - Arapahoe	0.009750	0.009750	0.009750
Tax Credits	0.000000	0.000000	0.000000
Abatements	0.000000	0.000000	0.000000
Debt Service	0.000000	0.000000	0.000000
TOTAL MILL LEVY	<u>0.009750</u>	<u>0.009750</u>	<u>0.009750</u>
ASSESSED VALUATION			
Arapahoe County	10,565,963	10,502,182	13,820,673
	-	-	-
TOTAL	<u>10,565,963</u>	<u>10,502,182</u>	<u>13,820,673</u>
PROPERTY TAX REVENUE			
General Operations	103,018	102,396	134,752
Tax Credits	-	-	-
Abatements	-	-	-
Debt Service	-	-	-
Total Property Taxes	<u>103,018</u>	<u>102,396</u>	<u>134,752</u>

See accompanying summary of significant assumptions and accountants' report.

CHERRYVALE SANITATION DISTRICT
Cash Flow Forecast
For the years ended

	Actual 12/31/2022	Forecasted 12/31/2023	Forecasted 12/31/2024	Forecasted 12/31/2025	Forecasted 12/31/2026	Forecasted 12/31/2027
Revenue						
Interest income	132	150	150	200	200	200
Miscellaneous	-	6,000	-	-	-	-
Property taxes	103,018	102,396	134,752	136,099	137,460	138,835
Specific ownership	5,177	5,146	6,772	6,839	6,908	6,977
Total Revenue	<u>108,327</u>	<u>113,692</u>	<u>141,673</u>	<u>143,139</u>	<u>144,568</u>	<u>146,012</u>
Expenditures						
Sewer Processing	-	-	-	-	-	-
Publications	-	-	-	-	-	-
Bank Charges	22	25	26	27	28	29
Office expense	-	-	-	-	-	-
Accounting & Dist Mgmt.	3,643	4,412	4,632	4,771	4,914	5,062
Insurance	1,665	2,248	2,360	2,431	2,504	2,579
Treasurers' fees	-	1,536	2,021	2,082	2,144	2,209
Contingency/Election	-	-	5,000	5,000	5,000	5,000
Repairs and maintenance	1,506	2,622	2,753	2,836	2,921	3,008
Legal	4,101	7,680	8,064	8,306	8,555	8,812
Capital outlay	-	100,686	100,000	100,000	100,000	100,000
Debt service	40,000	40,000	40,000	40,000	-	-
Total Expenditures	<u>50,937</u>	<u>159,208</u>	<u>164,857</u>	<u>165,453</u>	<u>126,066</u>	<u>126,698</u>
Net Income	57,390	(45,517)	(23,184)	(22,314)	18,502	19,313
Beginning funds	139,181	196,571	151,054	127,870	105,556	124,058
Ending funds	<u>196,571</u>	<u>151,054</u>	<u>127,870</u>	<u>105,556</u>	<u>124,058</u>	<u>143,371</u>

See accompanying summaries of significant assumptions and accountant's report

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Arapahoe County, Colorado.

On behalf of the Cherryvale Sanitation District,
(taxing entity)^A

the Board of Directors
(governing body)^B

of the Sanitation District
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 13,820,673 assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: \$ 13,820,673 (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

Submitted: 1/8/2024 for budget/fiscal year 2024
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE
1. General Operating Expenses ^H	9.750 mills	\$ 134,752
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	9.750 mills	\$ 134,752
3. General Obligation Bonds and Interest ^J	mills	\$
4. Contractual Obligations ^K	mills	\$
5. Capital Expenditures ^L	mills	\$
6. Refunds/Abatements ^M	mills	\$
7. Other ^N (specify): _____	mills	\$
_____	mills	\$
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	9.750 mills	\$134,752

Contact person: (print) Andrew Damiano Daytime phone: 303-902-2564
Signed:  Title: President

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 866-2156.

¹ If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.
² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).

CERTIFICATION OF TAX LEVIES, continued

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.). Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:

BONDS^j:

1. Purpose of Issue: _____
Series: _____
Date of Issue: _____
Coupon Rate: _____
Maturity Date: _____
Levy: _____
Revenue: _____

2. Purpose of Issue: _____
Series: _____
Date of Issue: _____
Coupon Rate: _____
Maturity Date: _____
Levy: _____
Revenue: _____

CONTRACTS^k:

3. Purpose of Contract: _____
Title: _____
Date: _____
Principal Amount: _____
Maturity Date: _____
Levy: _____
Revenue: _____

4. Purpose of Contract: _____
Title: _____
Date: _____
Principal Amount: _____
Maturity Date: _____
Levy: _____
Revenue: _____

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.