

NOTICE OF BUDGET HEARING

TELLER COUNTY WATER AND SANITATION DISTRICT NO. 1

NOTICE IS HEREBY GIVEN THAT THE PROPOSED BUDGET FOR 2010 HAS BEEN PRESENTED TO THE BOARD OF DIRECTORS OF THE **TELLER COUNTY WATER AND SANITATION DISTRICT NO. 1** AND THAT THIS BUDGET HAS BEEN SCHEDULED FOR A PUBLIC HEARING AT THE REGULARLY SCHEDULED BOARD MEETING TO BE HELD WEDNESDAY, THE 16TH DAY OF DECEMBER 2009, AT 7:00 P.M. AT 400 W MIDLAND, CONF ROOM #220, WOODLAND PARK, CO. THE PROPOSED BUDGET IS OPEN AND WILL BE AVAILABLE FOR INSPECTION AT THE WOODLAND PARK LIBRARY REFERENCE DESK, OR AT OUR WEBSITE WWW.TELLERWATER1.COM AFTER NOVEMBER 18TH. ANY INTERESTED ELECTOR OF THE DISTRICT MAY FILE ANY OBJECTIONS TO THE PROPOSED BUDGET AT ANY TIME PRIOR TO THE FINAL ADOPTION OF THE BUDGET.

William Wallick, PRESIDENT

P. O. Box 578
Woodland Park, CO 80863
Office (719) 687-0761
FAX (719) 687-0677

Teller County Water & Sanitation District # 1

2008
BUDGET

Teller County Water & Sanitation District # 1

December 19, 2007

2008 Budget Message

The District employs a modified accrual basis for accounting.

The District incurs costs for ethylene dibromide (EDB) mitigation. In prior years, the District prepares budgets for anticipated EDB mitigation costs as an inclusion in its Normal Operating Budget. These costs are fully and completely reimbursed by the U.S. Government pursuant to the Section 3 (a) of the August 29, 2001 Settlement Agreement between the District and the U.S. Government. Beginning 2006, these costs have been recorded as an account receivable to avoid distorting the District's Normal Operating Budget thereby facilitating better financial management.

During 2008, the District anticipates outlays for capital improvements on the order of \$262,000 of which the US Forest Service would reimburse \$185,000. These outlays will complete major water production automation and electrical engineering activities and they anticipate the completion of an engineering study to determine if the District should build treatment facilities at Well 11a or take its raw water to the Piute Facility for treatment. The expectation is that the decision will be to take the raw water to the Piute Facility and that the Forest Service will reimburse most if not all of this cost. This project would likely extend over a period of two years.

Craig Parry, Acting President

Attest: _____

Teller County Water & Sanitation District # 1

Memorandum

December 19, 2007

Subject: Adoption of an Operating Budget for calendar/fiscal year 2008.

WHEREAS the Board of Directors met during its regular meeting on December 12, 2007 to review the proposed Operating Budget for 2008; and;

WHEREAS it was decided at this meeting to schedule a public meeting or hearing on December 19, 2007 to finalize an Operating Budget for 2008, and;

WHEREAS a preliminary budget for 2008 was made available for public inspection at the District's offices from October 17, 2007, and;

WHEREAS The Board of Directors met during its regular meeting on December 19, 2007 in a public meeting for which proper notice was given to discuss, finalize and approve an Operating Budget for 2008:

THEREFORE, the Board of Directors hereby unanimously approves the Operating Budget for 2008 dated December 19, 2007, and;

Adopted December 19, 2007

Attest: _____
Craig Parry, Acting President

Attest: _____

Teller County Water & Sanitation District # 1

December 19, 2007

Memorandum

Subject: Budget Appropriation

WHEREAS, the Board of Directors adopted an annual operating budget in accordance with appropriate laws and regulations during a public meeting and budget hearing on December 19, 2007, and;

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget, and;

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues and reserves or fund balances provided in the budget to and for the purposes described below, thereby establishing a limitation on expenditures for the operation of the Teller County Water and Sanitation District # 1.

NOW, THEREFORE, be it resolved by the Board of Directors of the Teller County Water and Sanitation District # 1 of Colorado:

That the following sums are hereby appropriated from revenue, reserves and/or fund balances for the purposes stated:

1. Current Operating Expenses	\$155,050
2. Capital Improvements	\$77,000
Total Appropriation	\$232,050

Adopted this 19 day of December 19, 2007

Craig Parry, Acting President

Attest: _____

Teller County Water & Sanitation District No. 1
Budget for 2008

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Anticipated Resources January 1, 2007

Cash & Savings	\$79,807	1
Accounts Receivable & Prepaid Expenses	\$0	2
Less, Current Liabilities	(\$16,000)	3
Add, Net Fixed Assets	\$262,793	4
Total Resources/Fund Balance	\$326,600	5

Operating Budget

Operating Revenue	Budget	
Water Sales	\$112,800	6
Sewer Sales	\$53,611	7
Late fees	\$5,800	8
Other Operating Revenues	\$0	9
Subtotal Operating Revenue	\$172,211	10

Non-Operating Revenue

Interest Income	\$2,000	11
Tap fees	\$0	12
Capital Development Fund	\$24,480	13
Other Non-Operating Revenues	\$0	14
Subtotal Non-Operating Revenue	\$26,480	15
Total Revenues	\$198,691	16

Cost of Sales

Utilities - electricity & gas	\$25,000	17
System Repairs/Maintenance/Supplies	\$25,000	18
Sewer Disposal Charge	\$48,228	19
System Operator & Field Staff	\$17,000	20
Water Testing	\$1,000	21
Regulatory Costs (utility locates, other)	\$500	22
Subtotal Cost of Sales	\$116,728	23

General & Administrative Expenses

Advertising/Printing/Postage	\$300	24
Audit - accounting	\$2,200	25
Directors Compensation	\$6,000	26
Elections	\$0	27
Insurance - property, liability, other	\$2,700	28
Legal Services	\$8,000	29
Office Services - rent, bookkeeping, supplies	\$26,000	30
Staff Salaries & Benefits	\$8,000	31
Bank Charges	\$0	32
Other G&A	\$50	33
Subtotal G&A	\$53,250	34
Total, CoS + G&A	\$169,978	35

Net Operating Income (Loss) **\$28,714** 36

Teller County Water & Sanitation District No. 1
Budget for 2008

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Extraordinary Expenses & Income

(An Account Receivable, USDA, Forest Service)

EDB Mitigation Expenses

Utilities - electricity & gas	\$1,000	37
System Operator & Staff	\$1,000	38
System Repairs/Maintenance/Supplies	\$10,000	39
Water Testing	\$3,000	40
Consulting Fees	\$2,000	41
Other EDB	\$1,000	42
Total EDB Mitigation Expenses	\$18,000	43
Less, US Forest Service EDB Reimbursement	(\$18,000)	44
Net EDB Mitigation Costs	\$0	45

Capital Projects Budget

1. Well #11-- piping raw water to Piute Facility	\$210,000	46
2. Engineering Master Planning	\$25,000	47
3. Other/Unanticipated Capital Improvements	\$10,000	48
Subtotal Project Budget	\$245,000	49
Less, USDA/FS Capital Project Reimbursements		
1. Well #11 - piping raw water to Piute Facility	\$176,208	50
2. Engineering Master Planning	\$10,000	51
Subtotal USFS Reimbursements	\$186,208	52
Less, Grant for Engineering Master Planning	\$15,000	53
Net Capital Projects	\$43,792	54

Total Resources, Carried Forward plus Revenues	\$525,291	55
Total Expenses - Operations & Capital Development	\$213,770	56
Estimated Resources/Fund Balance, December 31, 2005	\$311,521	57

Reserve for Emergencies @ 3% of Total Expenses	\$6,413	58
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