

**CHERRY HILLS SANITATION DISTRICT**

**BUDGET**

**January 1 to December 31, 2023**

	Actual Prior Year <u>2021</u>	Estimated Current Year <u>2022</u>	Budget <u>2023</u>
<b>BEGINNING BALANCE</b>	<b>\$ 767,427</b>	<b>\$ 865,470</b>	<b>\$ 945,320</b>
<b>OPERATING REVENUE:</b>			
Wastewater Charges:			
Active tap charges	908,092	925,000	996,000 (1)
Readiness-to-serve charges	1,359	1,400	1,600
Penalties	4,956	5,000	3,800
<b>NON-OPERATING REVENUE:</b>			
Interest Earned	353	250	300 (2)
Tap Sales	--	--	-- (3)
Reimbursed Expenses (Net)	<u>380</u>	<u>100</u>	<u>300 (4)</u>
<b>TOTAL REVENUE</b>	<b><u>915,140</u></b>	<b><u>931,750</u></b>	<b><u>1,002,000</u></b>
<b>TOTAL AVAILABLE RESOURCES</b>	<b><u>1,682,567</u></b>	<b><u>1,797,220</u></b>	<b><u>1,947,320</u></b>

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**BUDGET**

**January 1 to December 31, 2023**

	<u>Actual Prior Year 2021</u>	<u>Estimated Current Year 2022</u>	<u>Budget 2023</u>
<b>EXPENDITURES:</b>			
Wastewater Collection & Transmission:			
Wastewater Lift Stations	11,057	12,000	13,500 (5)
Construction/Equipment	--	6,000	14,000 (6)
Processing Charges	432,211	435,000	452,000 (7)
Maintenance/Engineering	19,195	26,000	30,000 (8)
Staffing Costs:			
Auto	13,096	10,500	20,000
Wages	163,677	173,000	194,000 (9)
Payroll Taxes	15,597	16,000	19,400
Workers Compensation	3,357	3,500	5,000
Health Benefits	13,280	14,000	15,000 (10)
Property Lease	14,400	14,400	14,400 (11)
Administration:			
Contract/Board	95,650	99,500	100,500 (12)
Supplies & Expenses	18,245	16,500	19,000
Professional Fees	10,321	11,500	18,000
Insurance	7,011	9,000	11,500
Other:			
Contingency Provision	--	5,000	15,000
<b>TOTAL EXPENDITURES</b>	<u><b>817,097</b></u>	<u><b>851,900</b></u>	<u><b>941,300</b></u>
<b>ENDING BALANCE</b>	<u><b>\$865,470</b></u>	<u><b>\$945,320</b></u>	<u><b>\$1,006,020</b></u> (13)

## CHERRY HILLS SANITATION DISTRICT

### BUDGET COMMENTS

- (1) **Active tap charges** – Present 2022 rates of \$133.00/qtr for non-lift station taps and \$150.00/qtr for lift station/North Fort Collins taps are continued for the first quarter of 2022. Beginning in April 2023 a \$13/tap/qtr. increase for non-lift station taps and \$15/tap/qtr. for lift taps is proposed to offset increased processing charges.
- (2) **Interest earned** – Investment return @ modest rates.
- (3) **Tap sales** – There are no anticipated tap sales for 2023.
- (4) **Reimbursed Expenses** -- Expenses netted against expected revenues.
- (5) **Lift stations** – Includes utility and telephone expenses.
- (6) **Construction/Equipment** – All construction projects were completed in 2021. There are no current plans for new construction projects in 2022. Laptop purchase, two new alarm stations, and two new pumps totaling \$14,000, and various equipment is needed in 2023.
- (7) **Processing Charges** -- The City has proposed a 4.0% rate increase in 2023 for Cherry Hills Sanitation District.
- (8) **Maintenance** -- \$27,000 expected for costs of outside services, pipe and repair materials.
- (9) **Staff salaries** – suggested 12.0%, which is 8.7% COLA and 3.3% merit increases.
- (10) **Benefits** -- Estimated cost of health coverage @ 2022 level plus 8%.
- (11) **Property lease** -- Annualized cost at \$1,200/month.
- (12) **Administrative salaries** -- At 2022 level for administration. Directors' fees at \$500/mtg x 13 mtgs.
- (13) **Ending Fund Balance** -- Approximates 12 months of budgetary expenditures as a reserve. This amount is approximately 47% of property, plant and equipment at original cost if construction problems arise. Also, this amount would approximate the cost to replace a lift station if it were to fail.

