

RESOLUTION NO. 2015 - 11 - 01

A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE GREATROCK NORTH WATER AND SANITATION DISTRICT
TO ADOPT THE 2016 BUDGET AND APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the Greatrock North Water and Sanitation District ("District") has appointed the District Accountant to prepare and submit a proposed 2016 budget to the Board at the proper time; and

WHEREAS, the District Accountant has submitted a proposed budget to this Board on or before October 15, 2015, for its consideration; and

WHEREAS, upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place at the office of the District Manager, interested electors of the District were given the opportunity to file or register any objections to the proposed budget, and a public hearing was held on November 3, 2015 at United Power, 500 Cooperative Way, Brighton, Colorado; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, reserve transfers and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution ("TABOR") and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues or were planned to be expended from reserve fund balances so that the budget remains in balance, as required by law.

WHEREAS, the Board of Directors of the District has made provisions 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 provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any inter-fund transfers listed therein, so as not to impair the operations of the District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Greatrock North Water and Sanitation District:

1. That the budget as submitted, amended, and summarized by fund, hereby is approved and adopted as the budget of the Greatrock North Water and Sanitation District for the 2016 fiscal year.

2. That the budget, as hereby approved and adopted, shall be certified by the Secretary of the District to all appropriate agencies and filed in accordance with applicable law, and is made a part of the public records of the District.

3. That the sums set forth as the total expenditures of each fund in the budget attached hereto as **EXHIBIT A** and incorporated herein by reference are hereby appropriated from the revenues of each fund, within each fund, for the purposes stated.

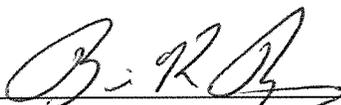
ADOPTED this 3rd day of November, 2015.

GREATROCK NORTH WATER AND
SANITATION DISTRICT, a quasi-
municipal corporation and political
subdivision of the State of Colorado



President

ATTEST:



Brian K. Rogers, Secretary

(SEAL)



EXHIBIT A
(Budget)

GREATROCK NORTH WATER AND SANITATION DISTRICT

2016 Budget Message

Introduction

The 2016 budget was prepared in accordance with the Local Government Budget Law of Colorado. The budget reflects the projected spending plan for the 2016 fiscal year based on available revenues. This budget provides for the annual debt service on the District's general obligation debt as well as the general operation of the District and capital improvements.

The District's 2015 assessed value increased \$1,694,440 to \$12,615,550. The District assessed a total mill levy of 46.840 for taxes to be collected in the 2016 fiscal year with 28.340 mills certified to the General Fund and 18.500 mills certified to the Debt Service Fund.

The District was formed in 1998 for the primary purpose of providing design, financing, acquisition, and construction, of certain infrastructure improvements necessary to provide water and storm sewer services within and outside of the District boundaries.

Budgetary Basis of Accounting

The District uses funds to budget and report on the financial position and results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions. The various funds determine the total District budget. All of the District's funds are considered Governmental Funds and are reported using the current financial resources and the modified accrual basis of accounting. Revenues are recognized when they are measurable and available. Revenues are considered available when they are collectible within the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures, other than the interest on long term obligations, are recorded when the liability is incurred or the long-term obligation paid.

Fund Summaries

The **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, operation and maintenance of the water system, and other expenses related to statutory operations of a local government. The primary source of revenue is from property taxes, specific ownership taxes, service charges, an irrigation lease, and interest income.

The **Debt Service Fund** is used to account for property taxes and other revenues dedicated to pay the fiscal year's debt expense which includes principal payments, interest payments, and administrative costs associated with debt issues. The primary source of revenue comes from property taxes, specific ownership taxes, availability of service fees, and a transfer from the General Fund.

In 2010, the District issued Series 2010 general obligation bonds to partially refund the Series 2007 bonds and to provide funding for capital projects in future years. Below is a consolidated summary of the District's long-term debt.

Summary of Debt Outstanding

Greatrock North Water and Sanitation District

Series 2010 General Obligation Refunding and Improvement Bonds
Series 2007 General Obligation Refunding and Improvement Bonds

Bonds Principal and Interest Maturing in the Year(s) Ending December 31,	Totals		
	Principal	Interest	Total
2016	190,000	238,207	428,207
2017	195,000	230,337	425,337
2018	215,000	222,808	437,808
2019	235,000	214,193	449,193
2020	255,000	204,313	459,313
2021-2025	1,465,000	843,242	2,308,242
2026-2030	2,020,000	445,390	2,465,390
2031-2033	655,000	59,408	714,408
Total	5,230,000	2,457,898	7,687,898

The **Capital Projects Fund** is used to account for revenues and expenditures to complete capital projects such as new improvements and upgrades to existing infrastructure. The primary source of revenue comes from the Series 2007 and 2010 bond issues.

Emergency Reserve

As required under Article X, Section 20 of the Colorado Constitution, the District has provided for an Emergency Reserve in the amount of 3% of the total fiscal year revenues in the General Fund.

GREATROCK NORTH WATER AND SANITATION DISTRICT
Assessed Value, Property Tax and Mill Levy Information

	2014 Actual	2015 Adopted Budget	2016 Adopted Budget
Assessed Valuation	\$ 10,900,660	\$ 10,921,110	\$ 12,615,550
Mill Levy			
General Fund	28.340	28.340	28.340
Debt Service Fund	18.500	18.500	18.500
Temporary Mill Levy Reduction	-	-	-
Refunds and Abatements	-	-	-
Total Mill Levy	<u>46.840</u>	<u>46.840</u>	<u>46.840</u>
Property Taxes			
General Fund	\$ 308,925	\$ 309,504	\$ 357,525
Debt Service Fund	201,662	202,041	233,388
Temporary Mill Levy Reduction	-	-	-
Refunds and Abatements	-	-	-
Actual/Budgeted Property Taxes	<u>\$ 510,587</u>	<u>\$ 511,545</u>	<u>\$ 590,913</u>

GREATROCK NORTH WATER AND SANITATION DISTRICT

GENERAL FUND

2016 Adopted Budget

with 2014 Actual, 2015 Budget, and 2015 Estimated Budget

	2014 YTD Actual	2015 Adopted Budget	2015 Estimated Budget	2016 Adopted Budget
BEGINNING FUND BALANCE	\$ 1,067,758	\$ 1,141,299	\$ 1,148,012	\$ 1,144,618
REVENUE				
Property Tax Revenue	308,925	309,504	309,504	357,525
Specific Ownership Taxes	24,491	18,570	25,970	25,027
Service Charges-Greatrock	147,599	146,509	158,565	151,031
Service Charges-Rocking Horse	102,335	107,399	113,666	107,530
Service Charges-Box Elder	138,233	146,074	171,954	152,318
Inspection Fees	3,651	-	6,000	-
Interest Income	1,633	1,500	1,800	1,500
Grant Revenue	868	-	-	-
Other Income	4,654	-	6,200	-
Box Elder-Wtr Lease Irrigation	7,500	7,500	7,500	7,500
Total Revenue	739,889	737,056	801,159	802,431
Total Funds Available	1,807,648	1,878,355	1,949,171	1,947,049
EXPENDITURES				
Administration				
Accounting	19,412	22,880	16,514	23,220
District Management	64,042	64,480	64,480	65,450
Water Rights Dev-Legal	24,335	70,000	56,237	70,000
Water Rights Dev - Eng.	46,829	27,500	51,864	36,000
Engineering-Administration	24,068	21,150	16,817	22,208
Audit	7,070	8,500	8,500	7,500
Director's Fees	6,100	6,500	6,500	6,500
Utility Billing	14,267	15,000	15,000	19,200
Website Dev & Maintenance	289	1,000	1,000	1,000
Insurance/SDA	15,879	17,100	16,323	18,118
Legal	52,574	65,900	56,145	59,750
Litigation	1,500	-	-	-
Statutory Compliance	238	-	-	-
Elections	9,287	-	-	10,000
Legal Publication/Election	19	-	-	-
Miscellaneous Expense	12,053	14,300	14,300	14,000
Payroll Taxes	467	497	497	497
Treasurer's Fees	4,641	4,643	4,643	5,363
Sub-Total Administration	303,068	339,450	328,820	358,806
Operations				
Rules and Regulations	-	3,000	3,000	1,000
Project Mgmt/Oper Admin	3,078	7,840	2,759	3,920
Engineering-Operations	7,863	24,090	24,790	28,509
Utilities	32,658	35,000	35,682	35,000
Plant Supplies	7,160	5,000	5,000	8,000

GREATROCK NORTH WATER AND SANITATION DISTRICT

GENERAL FUND

2016 Adopted Budget

with 2014 Actual, 2015 Budget, and 2015 Estimated Budget

	2014 YTD Actual	2015 Adopted Budget	2015 Estimated Budget	2016 Adopted Budget
Testing and Reporting	6,064	4,500	6,013	7,000
Distribution Sys Mntc	38,647	36,802	45,000	26,902
Equipment and Tools	196	1,000	3,500	3,800
Operator Services	47,656	54,977	48,093	54,084
Water Meters	3,364	2,000	5,400	5,400
Facility Maintenance & Repair	117,486	49,720	37,359	34,520
Communications Services/SCADA	675	-	-	-
Meter Reading	10,089	8,362	8,439	8,500
Generator Preventative Mntc	4,528	4,000	4,000	2,800
Electrical Prev. Mntc. Program	3,485	-	-	-
Concentrate Disposal	5,456	5,000	20,000	5,000
RHF& GRN Wtr Tnk Landscape Imp	10,970	-	-	-
Locates	3,193	2,000	8,698	9,000
Capital Repair & Replacement	-	265,149	18,000	295,848
Emergency Reserves	-	56,351	-	24,073
Sub-Total Operations	302,568	564,791	275,733	553,356
Total Expenditures	605,636	904,241	604,553	912,162
Transfers and Other Uses				
Transfer to Debt Service	54,000	200,000	200,000	160,000
Total Expenditures Requiring Appropriation	659,636	1,104,241	804,553	1,072,162
Debt Service	638,166	638,166	638,166	478,166
Undesignated	509,846	135,948	506,452	396,721
ENDING FUND BALANCE	\$ 1,148,012	\$ 774,114	\$ 1,144,618	\$ 874,887

GREATROCK NORTH WATER AND SANITATION DISTRICT

DEBT SERVICE FUND

2016 Adopted Budget

with 2014 Actual, 2015 Adopted Budget, and 2015 Estimated Budget

	2014 Actual	2015 Adopted Budget	2015 Estimated Budget	2016 Adopted Budget
BEGINNING FUND BALANCE	\$ 3,490	\$ 7,432	\$ 16,570	\$ 16,642
REVENUE				
Property Tax Revenue	202,210	202,041	202,041	233,388
Specific Ownership Taxes	15,988	12,122	16,952	16,337
Available of Service Fees	14,880	14,700	14,880	14,880
Interest Income	138	25	200	100
Transfer from General Fund	54,000	200,000	200,000	160,000
Total Revenue	287,216	428,888	434,073	424,705
Total Funds Available	290,706	436,320	450,643	441,347
EXPENDITURES				
Bond Principal-2007 GO	-	125,000	125,000	135,000
Bond Interest-2007 GO	141,408	141,408	141,408	136,157
Bonds Principal-2010 GO	25,000	55,000	55,000	55,000
Bond Interest-2010 GO	104,188	103,562	103,563	102,050
Paying Agent Fees	350	500	500	500
Legal	163	500	500	500
Arbitrage compliance	-	4,500	4,500	2,000
Treasurer's Fees	3,029	3,031	3,031	3,501
Contingency	-	500	499	500
Total Expenditures	274,137	434,001	434,001	435,208
Appropriation	274,137	434,001	434,001	435,208
ENDING FUND BALANCE	\$ 16,570	\$ 2,319	\$ 16,642	\$ 6,139

GREATROCK NORTH WATER AND SANITATION DISTRICT

CAPITAL PROJECTS FUND

2016 Adopted Budget

with 2014 Actual, 2015 Adopted Budget, and 2015 Estimated Budget

	2014 YTD Actual	2015 Adopted Budget	2015 Estimated Budget	2016 Adopted Budget
BEGINNING FUND BALANCE	\$ 345,543	\$ 346,043	\$ 341,851	\$ 322,121
REVENUE				
Interest Income	516	500	500	-
Total Revenue	516	500	500	-
Total Funds Available	346,058	346,543	342,351	322,121
EXPENDITURES				
Legal	-	500	1,200	3,000
Greatrock North Pump Station	4,208	207,000	19,030	187,970
Water Rights Acquisition Costs	-	139,043	-	-
Total Expenditures	4,208	346,543	20,230	190,970
Total Expenditures Requiring Appropriation	4,208	346,543	20,230	190,970
ENDING FUND BALANCE	\$ 341,851	\$ -	\$ 322,121	\$ 131,151

CERTIFICATION:

I, Brian K. Rogers, hereby certify that I am the duly appointed Secretary of the Greatrock North Water and Sanitation District, and that the foregoing is a true and correct copy of the budget for the budget year 2016, duly adopted at a meeting of the Board of Directors of the Greatrock North Water and Sanitation District held on November 3, 2015.

By:  _____
Secretary

RESOLUTION NO. 2015 - 11 - 02

A RESOLUTION OF THE BOARD OF DIRECTORS
OF THE GREATROCK NORTH WATER AND SANITATION DISTRICT
TO SET MILL LEVIES

WHEREAS, the Board of Directors of the Greatrock North Water and Sanitation District (“District”) has adopted the 2016 annual budget in accordance with the Local Government Budget Law on November 3, 2015; and

WHEREAS, the adopted budget is attached to the Resolution of the Board of Directors to Adopt the 2016 Budget and Appropriate Sums of Money, and such budget is incorporated herein by this reference; and

WHEREAS, the amount of money necessary to balance the budget for general fund expenses from property tax revenue is identified in the budget; and

WHEREAS, the amount of money necessary to balance the budget for debt service fund expenses from property tax revenue is identified in the budget; and

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Greatrock North Water and Sanitation District:

1. That for the purposes of meeting all general fund expenses of the District during the 2016 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

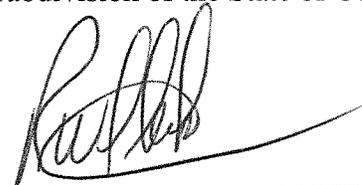
2. That for the purposes of meeting all debt service fund expenses of the District during the 2016 budget year, the District determined to levy mills upon each dollar of the total valuation for assessment of all taxable property within the District, as set forth in the budget, to raise the required revenue.

3. That the District Accountant of the District is hereby authorized and directed to immediately certify to the Board of County Commissioners of Adams County, Colorado, the mill levies for the District as set forth in the District’s Certification of Tax Levies (attached hereto as **EXHIBIT A** and incorporated herein by reference), recalculated as needed upon receipt of the final certification of valuation from the County Assessor in order to comply with any applicable revenue and other budgetary limits.

[Signatures on Following Page]

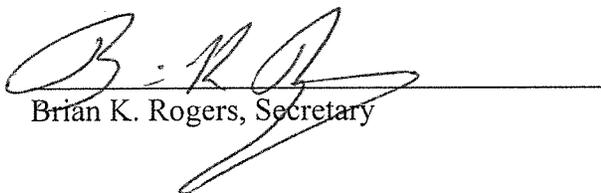
ADOPTED this 3rd day of November, 2015.

GREATROCK NORTH WATER AND
SANITATION DISTRICT, a quasi-
municipal corporation and political
subdivision of the State of Colorado



Robert W. Fleck, President

ATTEST:



Brian K. Rogers, Secretary

(SEAL)



EXHIBIT A
(Certification of Tax Levies)

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Adams County, Colorado.

On behalf of the Greatrock North Water and Sanitation District,
(taxing entity)^A

the Board of Directors
(governing body)^B

of the Greatrock North Water and Sanitation District
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 12,615,550 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: \$ 12,615,550 (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)
USE VALUE FROM FINAL CERTIFICATION OF VALUATION PROVIDED BY ASSESSOR NO LATER THAN DECEMBER 10

Submitted: 12/15/2015 for budget/fiscal year 2016.
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY²	REVENUE²
1. General Operating Expenses ^H	<u>28.340</u> mills	\$ <u>357,525</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< <u> </u> > mills	\$ < <u> </u> >
SUBTOTAL FOR GENERAL OPERATING:	<u>28.340</u> mills	\$ <u>357,525</u>
3. General Obligation Bonds and Interest ^J	<u>18.500</u> mills	\$ <u>233,388</u>
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]	<u>46.840</u> mills	\$ <u>590,913</u>

Contact person: (print) Lisa Johnson Daytime phone: (303) 987-0835
Signed: Title: District Accountant

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) 864-7720.

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: | \$4,420,000 General Obligation Refunding and Improvement Bonds |
| | Series: | 2007 |
| | Date of Issue: | June 21, 2007 |
| | Coupon Rate: | 4.490% |
| | Maturity Date: | December 1, 2033 |
| | Levy: | 11.840 |
| | Revenue: | \$149,368 |
| | | |
| 2. | Purpose of Issue: | \$2,230,000 General Obligation Refunding and Improvement Bonds |
| | Series: | 2010 |
| | Date of Issue: | December 1, 2010 |
| | Coupon Rate: | 2.25%-5.00% |
| | Maturity Date: | December 1, 2030 |
| | Levy: | 6.660 |
| | Revenue: | \$84,020 |

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.