

Public Notice



Mt. Crested Butte Water & Sanitation District
Regular Board Meeting Agenda
Tuesday, September 12, 2023, 5:00 p.m.

Please Follow the Link Below:

<https://zoom.us/my/mcbwsdboardmeeting>

Or by Phone Dial: 1-301-715-8592

Meeting ID: 255 390 9337 (press # for participant ID)

Online Password: 8F5HVz

1. Call to Order
2. Citizens Comment Period
 - Citizens may make comments on items NOT scheduled on the agenda. Per Colorado Open Meetings Law, no Board discussion or action will take place until a later date, if necessary. You must sign in before speaking. Comments are limited to three minutes.
3. Approve Meeting Minutes
 - [August 8, 2023](#)
4. [District Manager Report](#)
5. [2022 Draft Audit Discussion](#)
6. [August 2023 Financial Report](#)
7. Legals
8. New/Old Business Before the Board
9. Adjourn

The Board may address individual agenda items at their discretion as necessary to accommodate the needs of the Board and audience.

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**MINUTES OF THE
REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE
MT. CRESTED BUTTE WATER AND SANITATION DISTRICT
August 8, 2023**

Regular Meeting of the Mt. Crested Butte Water and Sanitation District (District) Board of Directors was held at 5:00 pm on Tuesday, **August 8, 2023**, via <https://zoom.us/my/mcbwsdboardmeeting>.

Members of the Board of Directors in attendance at the Regular Board Meeting were as follows:
Nancy Woolf - Chair, Jonathan Ferrell - Treasurer, Nancy Grindlay – Vice Chair, Jenn O'Brien - Board Member
Brian Brown – Board Member was excused from the meeting.

Also present were:

Mike Fabbre - District Manager, Bryan Burks – Wastewater Supervisor, Kent Fulton - Finance Manager/Secretary, Kyle Koelliker - Water Supervisor, Marcus Lock - District's Attorney, Tracy Davenport - Recorder, and members of the public.

Board Meeting Agenda

1. Call to Order

- The regular meeting of the Board of Directors was called to order by Woolf at 5:00 pm and a quorum was present.

2. Citizen Comment Period

- No citizens presented comments.

3. Approve Meeting Minutes

- July 11, 2023

MOTION by Ferrell and seconded by O'Brien to approve the July 11, 2023 regular meeting minutes as submitted. Motion voted in favor.

4. District Manager Report

- Fabbre highlighted a few items and noted that additional items can be seen on the report included in the agenda packet.
- Fabbre reported that the MLP spillway project has been completed. This should be the final phase of construction of the concrete work on the spillway. Biennial inspection by the State Dam Inspector is slated for next year. The buoy system is in place and signage has been installed along the spillway.
- The Whetstone relocation easement project broke ground this week. It was discovered that the main line did not exist in an easement. Negotiations have been made with the homeowner and some agreements are in place. This project entails three new manholes on the Cinnamon/Whetstone main line where the District previously did not have manholes or access to the line. Lock noted that the homeowner was very reasonable to work with.

5. 2022 Draft Audit Discussion

- Fulton reported that the draft audit is very close to completion to present to the Board. Finalizing the manager's discussion and analysis pages. Once this has been completed it will be sent out to the board members.
- At the next board meeting, the Board should be ready to present comments and approve the audit.

6. July 2023 Financial Report

- Fulton reported July water usage and revenue was way up ~~for~~ from the **previous** month of June.
- Consultants AECOM & HDR are for projects in progress.
- Fulton contacted the Town of Crested Butte financial staff as the District still hasn't received an invoice for ATAD or shared project costs for 2023. The District should have an estimate for at least the operational portion of it for the next board meeting.

MOTION by Grindlay and seconded by O'Brien to approve the July 2023 Financial Report. Motion voted in favor.

7. Legals

- Lock reported that he heard from attorney, David Leinsdorf on July 26th saying that the Pristine Point Board had approved the revised agreement that was approved at the District's last meeting. The homeowners of Pristine Point need a 67% favorable vote in order to approve the agreement. The voting is in progress.

8. New/Old Business Before the Board

- There was no new or old business discussed.

9. Executive Session

- Consideration of an executive session to be held pursuant to C.R.S. § 24-6-402(4)(b) and (e)(I), which concern respectively, conferences with the District's counsel for the purpose of receiving legal advice on specific legal questions and determining positions relative to matters that may be subject to negotiations; developing strategy of negotiations; and instructing negotiators, in order to discuss Crescent Lake, the Gothic Trunk Line, and the draft Water Master Plan.
- Fabbre and Lock remained for the Executive Session.

MOTION by Woolf and seconded by Ferrell to move into Executive Session at 5:16 pm. Motion voted in favor.

MOTION by Woolf and seconded by O'Brien to adjourn from Executive Session at 6:49 pm. Motion voted in favor.

10. Discussion with potential action regarding Crescent Lake, the Gothic Trunk Line, and the draft Water Master Plan

- No action taken at this time.

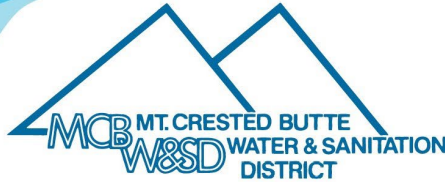
11. Adjourn

MOTION by Woolf and seconded by O'Brien to adjourn the regular board meeting at 6:51 pm. Motion voted in favor.

Draft

Drafted by: Tracy Davenport

Submitted by: Kent Fulton



MEMORANDUM

To: Mt. Crested Butte Water & Sanitation District Board of Directors
From: Mike Fabbre, District Manager
Date: September 7, 2023
Subject: District Manager Report

Meridian Lake Park Reservoir No.1 Pump and Pipeline

The District filed a request to make absolute the 0.17 c.f.s. conditional water right for domestic, irrigation, fire protection, and municipal uses. The request was granted which brings this water right to a total decreed amount of 0.5 c.f.s. absolute. The original appropriations date was December 8, 1995, and the original decreed date was September 2, 1997. The Division Engineer issued a favorable Summary of Consultation for this request on July 18, 2023. No statements of opposition were filed in this case and the period for such filings has expired. In the future, the District will not have to complete a due diligence filing every six years on this water right because all portions of it have been made absolute.

Whetstone Relocate/Easement (202206)

This project has commenced and two out of the three new manholes have passed inspection with the third manhole currently being tested. The re-vegetation on the hillside has been completed and the project will reach substantial completion in the near future. A few un-marked utilities were discovered in the easement when the excavation started which will result in change orders to the project.

Prospect Ridge Development

The District has continued the review process for this development and is working on specifics for the draft feasibility letter. This development will require a new finish storage water tank, pump station, lift station, increased capacity to the wastewater collection system trunk line and a final determination of adequate capacity at the water and wastewater plants. Review of all additional parameters is ongoing.

The Villages Development

The District has continued the review process for this development and is working on specifics for the draft feasibility letter. This development will require a lift station, increased capacity to the wastewater collection system trunk line and a final determination of adequate capacity at the water and wastewater plants. Review of all additional parameters is ongoing.

Application for Inclusion into the District

The District has not received any correspondence from Hunter Ridge LLC, since the technical memorandum report was provided to the applicant.

General Operations

Water Operations August 2023

| | |
|-------------------------------|----------------|
| MCB WTP Production for August | 17.08 MG |
| MCB WTP Production for July | 20.12 MG |
| Peak day of Month: 8/5/2023 | 0.832 MG |
| Average Daily Plant Run Times | 10.0 hours/day |
| Average Daily Flow Total | 0.551 MG/day |
| MLP WTP Production for August | 1.200 MG |
| MLP WTP Production for July | 0.454 MG |
| Peak Day for Month: 8/6/2023 | 0.055 MG |
| Average Daily Plant Run Times | 8.0 hours/day |
| Average Daily Flow Total | 0.038 MG/day |

Significant / Unusual Activities:

- Completed MLP disinfection byproducts and chlorite sampling
- Installed additional signage at the MLP spillway (photo #1)
- Performed maintenance pinning on MCB WTP membrane filters (photo #2)
- All staff participated in safety training from Kennedy Valve for fire hydrant maintenance
- Completed service line inspections and fire flows for new builds
- Pall programmer remoted into MLP WTP filters to resolve minor issues
- Replaced Meters and MXUs
- Completed BPCCC admin and follow-ups
- CBPFD completed annual inspection of the WTP
- Performed numerous locates, LT2 and coliform samples, instrument verification

Major Problem(s):

- Lost MLP tank level due to the hardware in the local display faulting out. Level is currently bypassed to the PLC and working in auto
- Intermittent fire alarm panel comms issues being investigated

Next Month's Major activities:

- Continue PRV stainless steel control piping replacement
- Pick up the new hydro excavation trailer
- Biannual storage tank inspections
- Comprehensive storage tank evaluation to be performed by Maguire Iron
- Prominent chem pump rep on-site to evaluate needs and training
- Schedule annual air compressor service
- Site prep for MLP WTP electrical service repairs



Photo #1



Photo #2

Kyle Koelliker will be attending this meeting to answer any questions

Wastewater Operations August 2023

| | |
|-------------------------------------|-------------|
| Gallons Wastewater Treated August | 5.9 MG |
| Gallons Wastewater Treated July | 8.6 MG |
| Average Treated Wastewater Flow | 0.19 MGD |
| Peak Treated Wastewater Flow | 0.25 MGD |
| Peak Treated Wastewater Date | August 6 |
| Gallons Sludge Hauled to Town of CB | 81,000 gal. |

Significant / Unusual Activities:

- Daily locates
- Powered 3 separate PLCs with portable generators in preparation for automatic transfer switch replacement
- Water Technology Group was on-site to laser align a return activated sludge pump
- Continued work on break room and upper garage bathroom remodel
- Mowed upper and lower lawns at the wastewater facility
- Exercised mobile generator at Overlook lift station
- Dotty's Towing & Repair was on-site to replace air brake actuator on the tanker truck
- Routine collection system jetting 11,843ft (25,686 ft ytd)
- Packaged and shipped nitrate probe to Xylem for warranty work
- Mucked out and repaired airline on aeration basin number 3 (Photo #1)
- Broke ground at 30 Whetstone for new manhole placement (Photo #2)

Major Problem(s):

- Nitrate probe failed in aeration basin #3
- Air brake actuator failed on the tanker truck

Next Month's Major Activities:

- Collection system maintenance
- Automatic transfer switch replacement
- Complete 30 Whetstone project

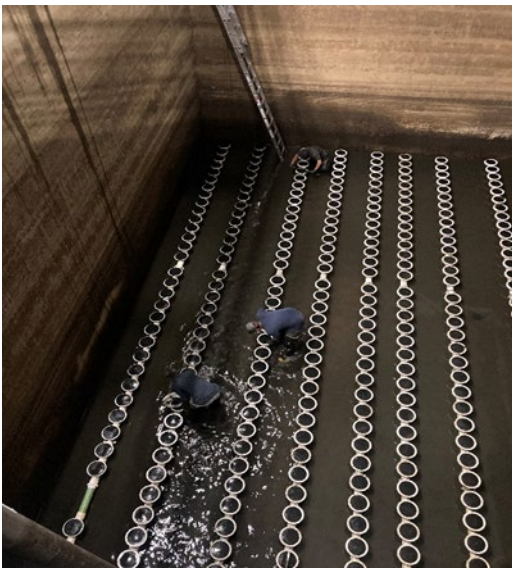


Photo #1



Photo #2

Bryan Burks will be attending the meeting to answer any questions.

General Fund Operations August 2023

| | |
|--|----------|
| Tap Fee Applications Received/Processed/Collected YTD | 16/15/12 |
| # Customers Billed: Utility Fees/Availability of Service | 867/0 |
| Property Title Transfers Processed | 9 |
| Intent to Lien Notices Mailed/Liens Filed/Liens Released | 1/0/2 |

Significant / Unusual Activities:

- Cross training between admin team
- Reviewed and updated accounting systems and processes
- Prepared for documentation requirements of closing out WTP Expansion Project
- Reviewed employee handbook – Working with Rocky Mountain Employers Council
- Monitoring Town of Crested Butte ATAD project for the District financial responsibility
- Working with Colorado procurement office on life cycle retirement policy and vehicle purchase issues.
- Completed internet and phone line audit. Removed fax line, four phone lines, and a cell phone line.
- Closed Direct Pay as a method of receiving payments. Contacted customers who had not converted to the Xpress Bill pay system by the end of the month. 9 accounts remaining.
- Collected lien on property for back payments; Lien outstanding for more than 5+ years.
- Completed 2022 Audit draft internal review.
- Continued filing and cleaning the Map Room and Storage Room.

Major Problem(s):

- None

Next Month's Major activities:

- Accounting Training
- Finish map room/archive storage reorganization

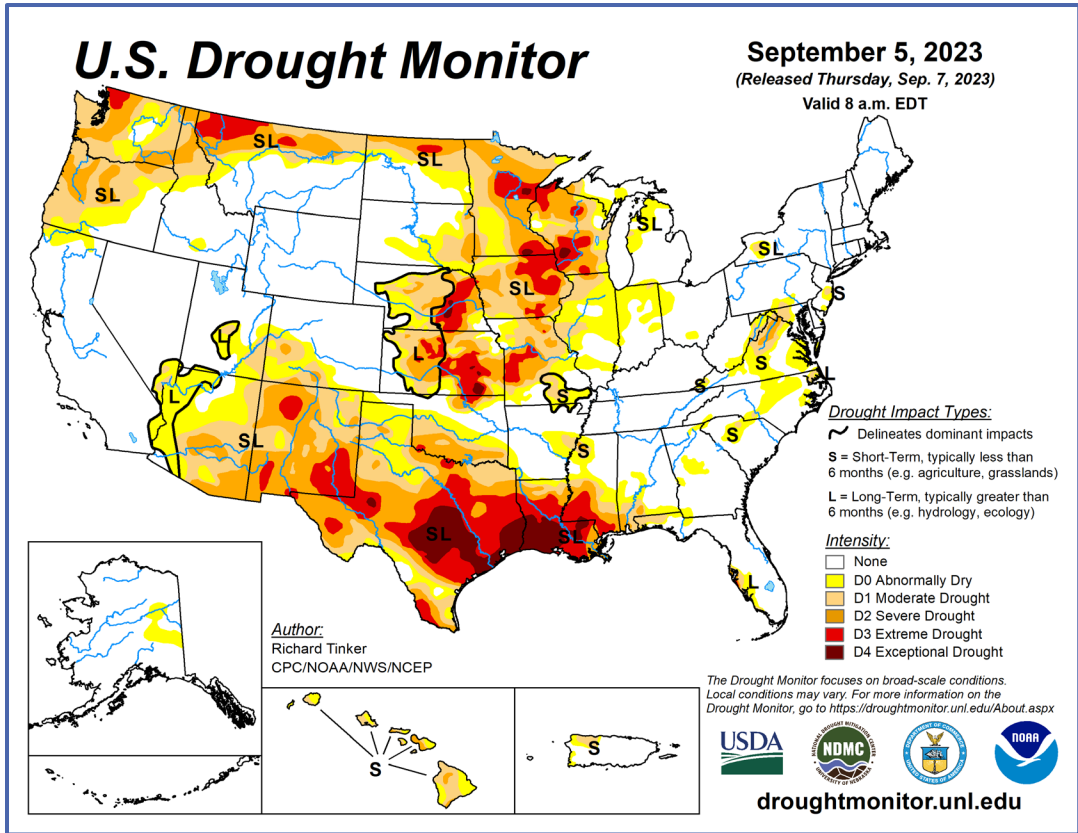
Kent Fulton will be attending the meeting to answer any questions

Stream Flow Information, Snowpack, & Weather

Stream flows from the USGS water resources web interface

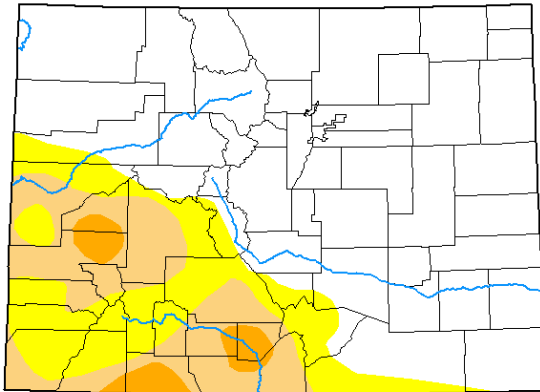
Values below for September 5, 2023

| Stream & Location | Current Flow (CFS) | Mean | Median |
|---|--------------------|------|--------|
| SLATE RIVER ABOVE BAXTER GULCH @HWY 135 NEAR CRESTED BUTTE, CO | 17.1 | 26.0 | 19.0 |
| COAL CREEK ABOVE MCCORMICK DITCH AT CRESTED BUTTE, CO | 6.28 | 3.90 | 2.40 |
| EAST RIVER BELOW CEMENT CREEK NEAR CRESTED BUTTE, CO | 94.5 | 121 | 103 |
| TAYLOR RIVER BELOW TAYLOR PARK RESERVOIR, CO. | 294 | 382 | 289 |
| OHIO CREEK NEAR BALDWIN, CO | 17.8 | 27.0 | 22.0 |
| GUNNISON RIVER NEAR GUNNISON, CO | 467 | 549 | 497 |



U.S. Drought Monitor Colorado

September 5, 2023
(Released Thursday, Sep. 7, 2023)
Valid 8 a.m. EDT



Drought Conditions (Percent Area)

| | None | D0-D4 | D1-D4 | D2-D4 | D3-D4 | D4 |
|---|-------|-------|-------|-------|-------|------|
| Current | 68.94 | 31.06 | 15.77 | 2.77 | 0.00 | 0.00 |
| Last Week 08-29-2023 | 70.68 | 29.32 | 13.97 | 0.93 | 0.00 | 0.00 |
| 3 Months Ago 06-06-2023 | 83.43 | 16.57 | 1.07 | 0.24 | 0.00 | 0.00 |
| Start of Calendar Year 01-03-2023 | 39.97 | 60.03 | 33.83 | 12.28 | 1.91 | 0.01 |
| Start of Water Year 09-27-2022 | 15.46 | 84.54 | 45.65 | 15.47 | 3.73 | 0.57 |
| One Year Ago 09-06-2022 | 15.72 | 84.28 | 46.41 | 16.95 | 3.91 | 0.59 |

Intensity:
 None (White) D2 Severe Drought (Orange)
 D0 Abnormally Dry (Yellow) D3 Extreme Drought (Red)
 D1 Moderate Drought (Light Orange) D4 Exceptional Drought (Dark Red)

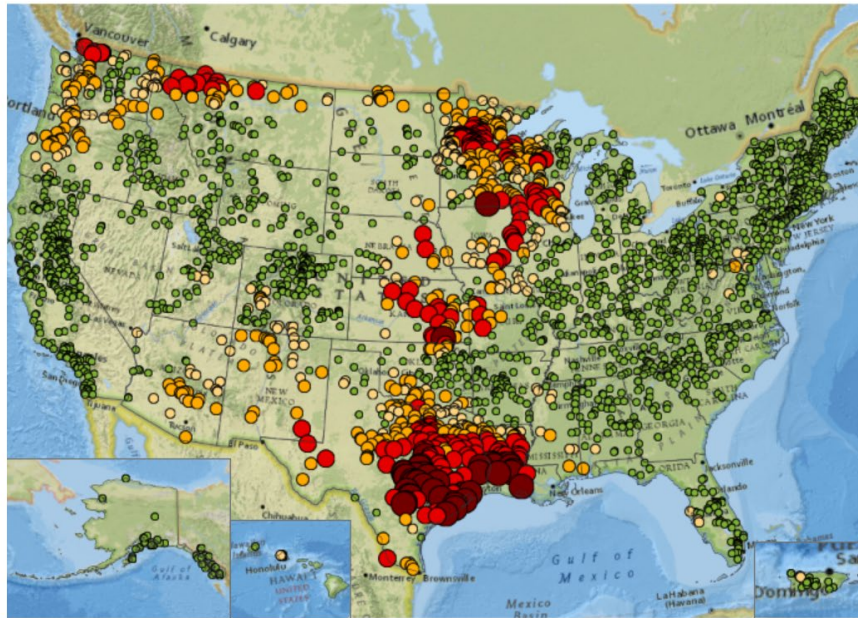
The Drought Monitor focuses on broad-scale conditions. Local conditions may vary. For more information on the Drought Monitor, go to <https://droughtmonitor.unl.edu/About.aspx>

Author:
Richard Tinker
CPC/NOAA/NWS/NCEP



droughtmonitor.unl.edu

Recreation and Tourist Attractions in Drought: Reservoirs



Basemap Sources: National Geographic, Esri, Garmin, HERE, UNEP-WCMC, USGS, NASA, ESA, METI, NRCAN, GEBCO, NOAA, INCREMENT P

Reservoirs in Drought

- Reservoirs Not in Drought
- Reservoirs in D2 - Severe Drought
- Reservoirs in D0 - Abnormally Dry
- Reservoirs in D3 - Extreme Drought
- Reservoirs in D1 - Moderate Drought
- Reservoirs in D4 - Exceptional Drought

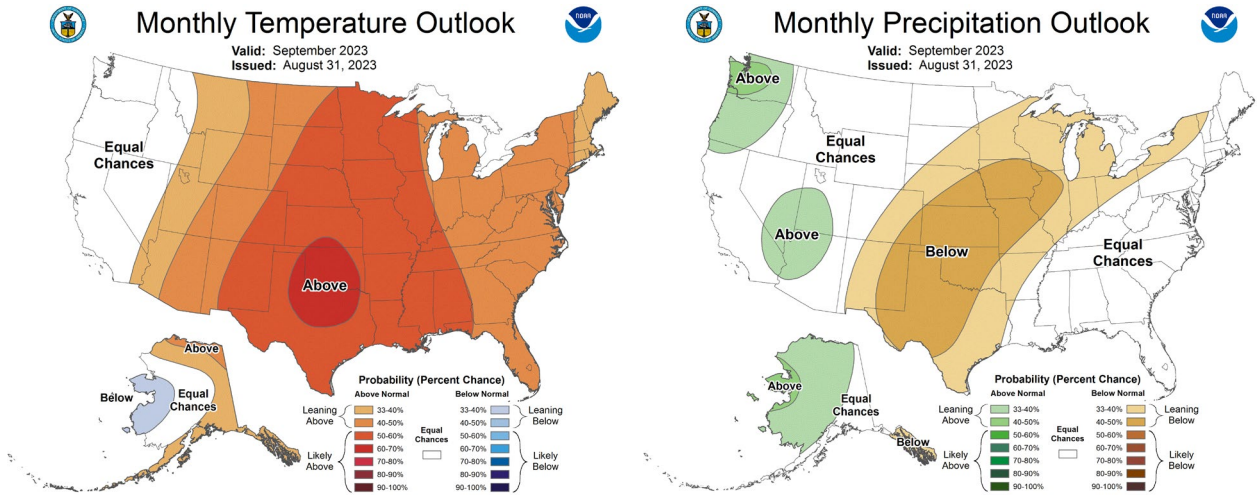
This map shows U.S. reservoirs experiencing drought, according to the current U.S. Drought Monitor. Reservoir data is recorded by the U.S. Geological Survey. Source(s): U.S. Geological Survey, U.S. Drought Monitor

Source(s): U.S. Geological Survey, U.S. Drought Monitor
Updates Weekly: 09/07/23

Drought.gov

Weather

The National Oceanic and Atmospheric Administration (NOAA) one-month outlook for MCBWSD indicates leaning above probability of normal temperatures and leaning below chances of average precipitation with temperatures ranging from 30 to 80 degrees Fahrenheit.



9/5/2023

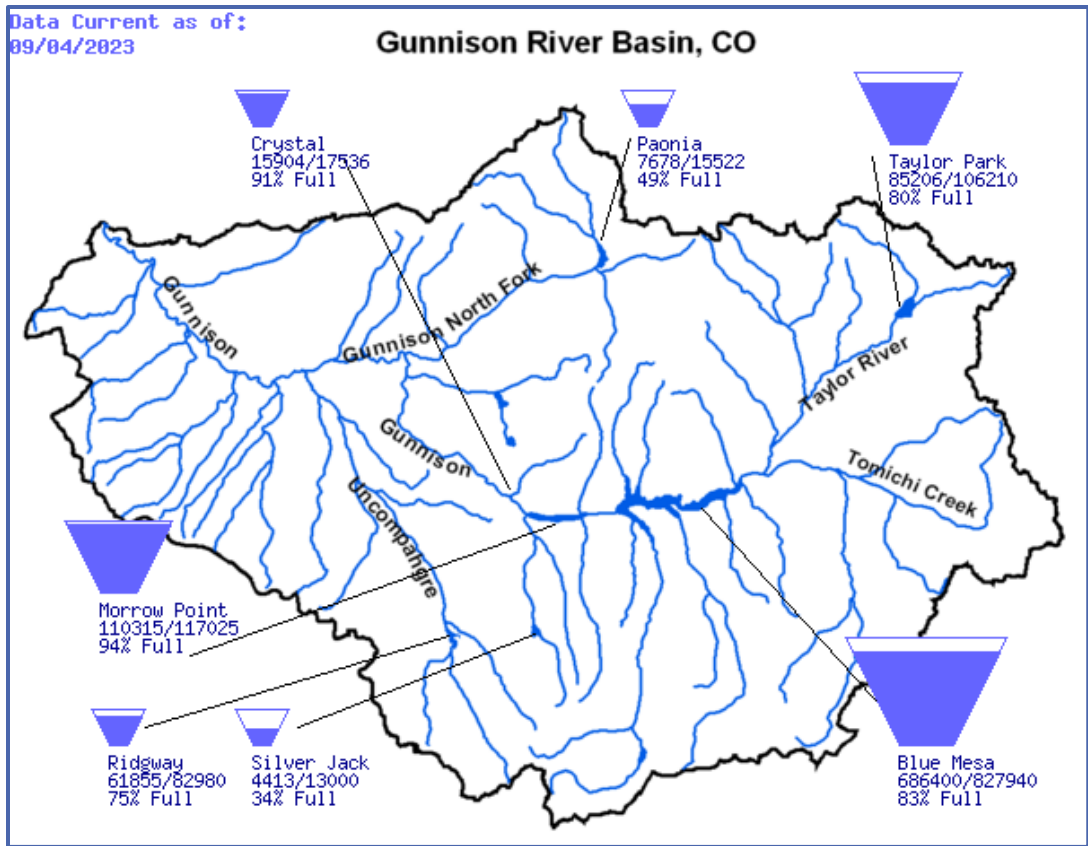
Meridian Lake Park Reservoir No. 1 is currently at 101% of full pool.

Blue Mesa Reservoir is currently at 83% of full pool.
Blue Mesa Reservoir is up 48.33 feet from one year ago, and 16.03 feet below full pool.

Taylor Park Reservoir is currently at 80% of full pool.

Lake Powell is currently at 38% of full pool. Lake Mead is currently at 34% of full pool.

Lake Havasu is currently at 94% of full pool. Flaming Gorge is currently at 90% of full pool.



Colorado SNOTEL Snow/Precipitation Update Report

Based on Mountain Data from NRCS SNOTEL Sites

Provisional data, subject to revision

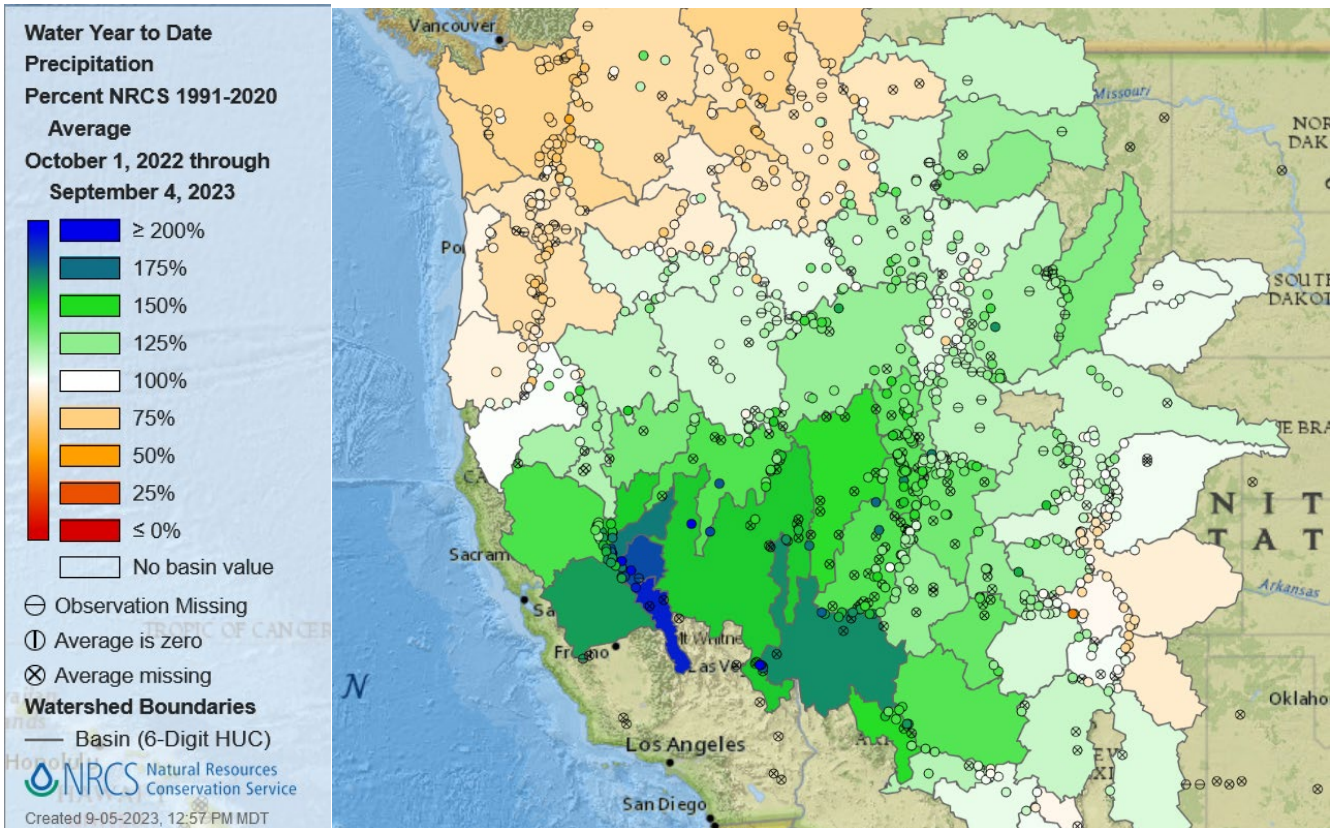
Data based on the first reading of the day (typically 00:00) for Tuesday, September 5, 2023

| Basin Site Name | Elevation (ft) | Snow Depth (in) | Snow Water Equivalent | | | Water Year-to-Date Precipitation | | |
|-----------------------------|----------------|-----------------|-----------------------|---------------------|-------------|----------------------------------|----------------------|--------------|
| | | | Current (in) | Median (in) | % of Median | Current (in) | Average (in) | % of Average |
| GUNNISON RIVER BASIN | | | | | | | | |
| Butte | 10,200 | 0.0 | 0.0 | 0.0 | * | 25.6 | 24.1 | 106 |
| Schofield Pass | 10,653 | 0.0 | 0.0 | 0.0 | * | 52.8 | 44.7 | 118 |
| Park Cone | 9,621 | 0.0 | 0.1 | 0.0 | * | 22.6 | 18.2 | 124 |
| Upper Taylor | 10,717 | 0.0 | -M | 0.0 ₍₁₁₎ | * | 30.4 | 29.7 ₍₁₁₎ | 102 |
| Porphyry Creek | 10,788 | 0.0 | -M | 0.0 | * | -M | 24.9 | * |
| Basin Index (%) | | | * | | | 117 | | |

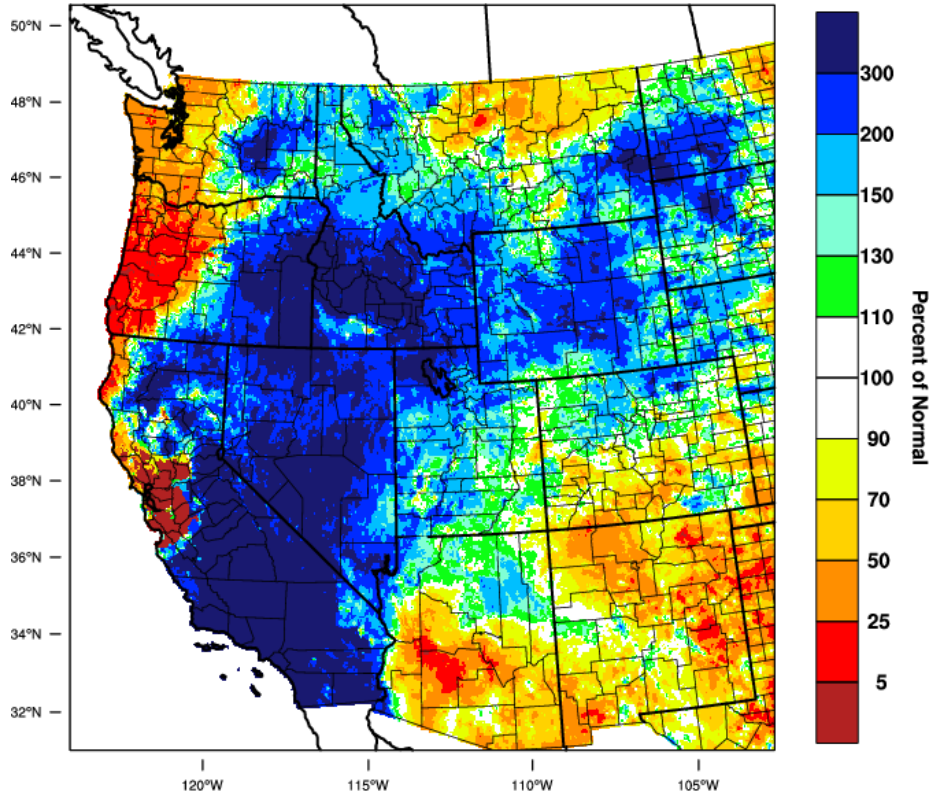
* = Analysis may not provide valid measure of condition

-M = Missing Data

GUNNISON RIVER BASIN consists of 16 SNOTEL sites. Top 5 representative MCBWSD sites listed above.

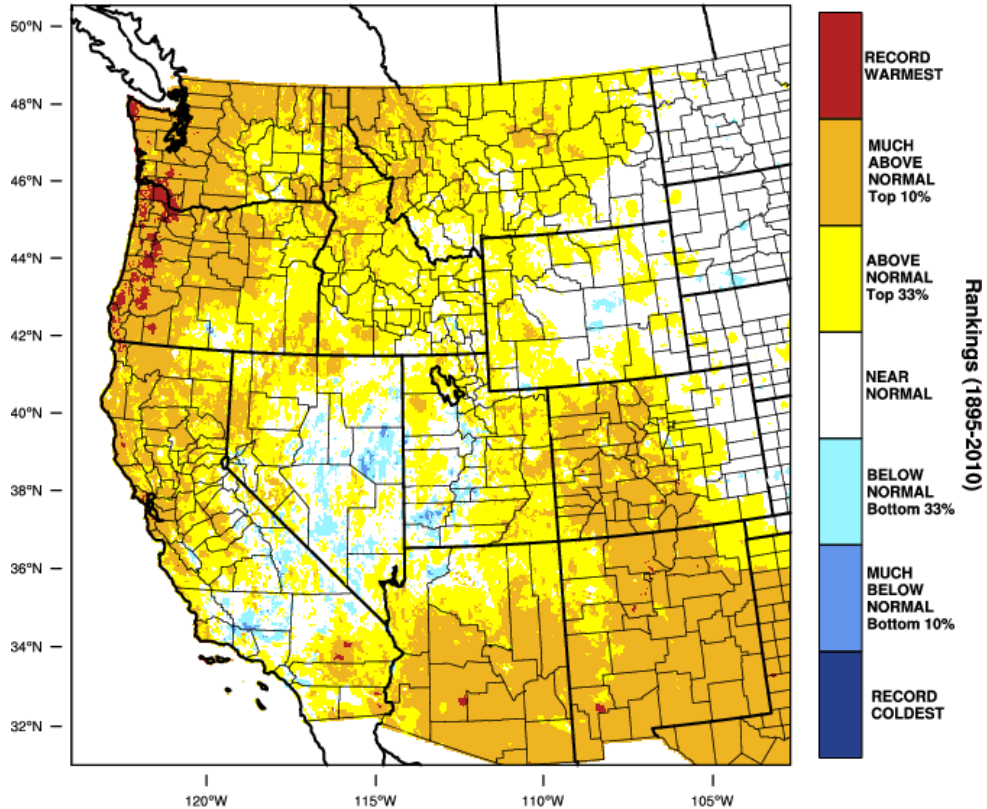


Western United States - Precipitation
August 2023 Percent of 1981-2010 Normal



WestWide Drought Tracker, U Idaho/WRCC Data Source: PRISM (Prelim), created 5 SEP 2023

Western United States - Mean Temperature
August 2023 Percentile



WestWide Drought Tracker, U Idaho/WRCC Data Source: PRISM (Prelim), created 5 SEP 2023

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**MT. CRESTED BUTTE WATER AND SANITATION DISTRICT
MT. CRESTED BUTTE, COLORADO**

**FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT**

**For the Year Ended
December 31, 2022**

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Mt. Crested Butte Water & Sanitation District
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MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

2022 Management's Discussion and Analysis

The Management Discussion and Analysis (MD&A) is designed to provide an easy-to-read discussion of the District's financial condition and operating results and to disclose to the reader important financial activities and issues related to the District's basic operations and mission.

The District has two financial categories referred to as business and governmental. The business activities, which include water and wastewater collection and processing, are primarily funded through charges to users. The governmental category primarily collects property taxes and specific ownership taxes. This category accounts for activities to support its operations and debt obligations.

DESCRIPTION OF FINANCIAL STATEMENTS

This annual report consists of three parts - *management's discussion and analysis* (this section), the *basic financial statements (including the accompanying footnotes)*, and *supplementary information*. The *supplementary information* is not a required part of the basic financial statements under generally accepted accounting principles.

The basic financial statements also include *notes* that explain some of the information in the financial statements and provide more detailed data.

Basic Financial Statements

The basic financial statements consist of the Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position, a Statement of Cash Flows, and Notes to the Financial Statements. These statements report information about the District as a whole and include *all* assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private- sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These statements report the District's *net position* and changes in them. The District's net position - the difference between assets and liabilities - is one way to measure the District's financial health, or *financial position*. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating.

HIGHLIGHTS

- At the end of 2022 the Total Assets of the District had decreased by \$964,005 from \$49,710,686 to \$48,746,681. Current Assets from the Business Activities had decreased from \$11,278,648 to \$8,109,957 from the payment of construction costs and the reduction of Current Liabilities for the year.
- Current Liabilities for the business unit decreased by \$1,834,543 to \$826,778. The major portion of the decrease is due to the payment of construction costs for the Water Treatment Plant.
- The Water Treatment Plant was completed at a cost of \$22,452,526 with an additional \$172,293 costs for assets associated with the plant.
- The loan for the construction of the Plant was \$22,459,748. The first payment of principal and interest was paid in 2022. The balance of the principal as of December 31, 2022, was \$22,225,357.

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STATEMENTS OF NET POSITION

The table below provides the perspective on the statement of net position for the two activities of the District and the District as a whole.

| | Governmental Activities | | Business Type Activities | | Totals | |
|----------------------------------|-------------------------|------------------|--------------------------|-------------------|-------------------|-------------------|
| | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
| ASSETS | | | | | | |
| Current or Other Assets | 1,301,155 | 1,100,171 | 8,109,957 | 11,278,648 | 9,411,112 | 12,378,819 |
| Capital Assets | - | - | 39,335,569 | 37,331,867 | 39,335,569 | 37,331,867 |
| Total Assets | 1,301,155 | 1,100,171 | 47,445,526 | 48,610,515 | 48,746,681 | 49,710,686 |
| LIABILITIES | | | | | | |
| Current Liabilities | 127,557 | 67,969 | 826,778 | 1,834,543 | 954,335 | 1,902,512 |
| Noncurrent Liabilities | 28,203 | 23,527 | 21,489,019 | 22,492,820 | 21,517,222 | 22,516,347 |
| Total Liabilities | 155,760 | 91,496 | 22,315,797 | 24,327,363 | 22,471,557 | 24,418,859 |
| DEFERRED INFLOWS | 1,173,598 | 1,032,202 | - | - | 1,173,598 | 1,032,202 |
| NET POSITION | | | | | | |
| Net Investment in Capital Assets | - | - | 18,520,803 | 19,195,066 | 18,520,803 | 19,195,066 |
| Restricted | 23,000 | 43,000 | 611,567 | 683,237 | 634,567 | 726,237 |
| Unrestricted | (51,203) | (66,527) | 5,997,359 | 4,404,849 | 5,946,156 | 4,338,322 |
| Total Net Position | (28,203) | (23,527) | 25,129,729 | 24,283,152 | 25,101,526 | 24,259,625 |

STATEMENT OF ACTIVITIES

The table below shows the change in Net Position for the two activities and the totals for the fiscal years of 2022 and 2021.

| | Governmental Activities | | Business Type Activities | | Totals | |
|-------------------------------|-------------------------|-----------------|--------------------------|-------------------|-------------------|-------------------|
| | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
| PROGRAM REVENUES | | | | | | |
| Operating Revenues | - | 63,585 | 4,874,153 | 3,969,893 | 4,874,153 | 4,033,478 |
| Operating Expenses | (741,206) | (1,094,854) | (4,420,273) | (3,366,256) | (5,161,479) | (4,461,110) |
| Operating Income | (741,206) | (1,031,269) | 453,880 | 603,637 | (287,326) | (427,632) |
| Other Income (Expense) | 737,346 | 1,402,595 | 392,697 | (109,724) | 1,130,043 | 1,292,871 |
| Contributed Capital | - | - | - | - | - | - |
| Change in Net Position | (3,860) | 371,326 | 846,577 | 493,913 | 842,717 | 865,239 |
| Net Position - Beginning | (24,343) | (395,669) | 24,283,152 | 23,789,239 | 24,258,809 | 23,393,570 |
| Net Position - Ending | (28,203) | (24,343) | 25,129,729 | 24,283,152 | 25,101,526 | 24,258,809 |

CAPITAL ASSETS

The table below presents the changes in capital assets for the year 2022.

| CAPITAL ASSETS | <u>Balance 1/1/2022</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance 12/31/2022</u> |
|---|----------------------------|---------------------------|----------------------------|----------------------------|
| Assets Not Being Depreciated | | | | |
| Land | 32,248 | - | - | 32,248 |
| Water Rights | 212,405 | - | - | 212,405 |
| Construction in Progress | <u>21,535,041</u> | <u>155,517</u> | <u>(21,453,255)</u> | <u>237,303</u> |
| Total Assets Not Being Depreciated | 21,779,694 | 155,517 | (21,453,255) | 481,956 |
| Assets Being Depreciated | | | | |
| Buildings and Improvements | 1,463,848 | 136,528 | - | 1,600,376 |
| Treatment Plants | 25,542,992 | 22,641,660 | - | 48,184,652 |
| Collection and Distribution Systems | 6,434,078 | 1,764,292 | - | 8,198,370 |
| Equipment | <u>1,303,701</u> | <u>84,169</u> | <u>-</u> | <u>1,387,870</u> |
| Total Assets Being Depreciated | 34,744,619 | 24,626,649 | - | 59,371,268 |
| Less: Accumulated Depreciation | | | | |
| Buildings and Improvements | (298,185) | (53,153) | - | (351,338) |
| Treatment Plants | (14,149,989) | (953,204) | - | (15,103,193) |
| Collection and Distribution Systems | (3,980,093) | (194,085) | - | (4,174,178) |
| Equipment | <u>(764,178)</u> | <u>(124,768)</u> | <u>-</u> | <u>(888,946)</u> |
| Total Accumulated Depreciation | <u>(19,192,445)</u> | <u>(1,325,210)</u> | <u>-</u> | <u>(20,517,655)</u> |
| Net Capital Assets | <u>37,331,868</u> | <u>23,456,956</u> | <u>(21,453,255)</u> | <u>39,335,569</u> |

DEBT OUTSTANDING

The District in May of 2020 entered into a loan agreement for the construction of a new water treatment plant. As of December 31, 2022, all the costs for the project had been incurred. Principal payments were made during 2022 to reduce the balance of the note with CWRPDA. See Note 4, Long-Term Obligations, in the footnotes to the financial statements.

| DEBT OUTSTANDING | <u>Balance 1/1/2022</u> | <u>Advances</u> | <u>Repayments</u> | <u>Balance 12/31/2022</u> | <u>Due Within One Year</u> | <u>Interest Expense</u> | <u>Accrued Interest</u> |
|-------------------------------------|-------------------------|-----------------|-------------------|---------------------------|----------------------------|-------------------------|-------------------------|
| Governmental-Type Activities | | | | | | | |
| Compensated Absences | 24,343 | 3,860 | | 28,203 | | | |
| Business-Type Activities | | | | | | | |
| 2020 CWRPDA Note Payable | 22,459,748 | | 1,014,267 | 21,445,481 | | 336,592 | 74,695 |
| Compensated Absences | 33,072 | (10,466) | | 43,538 | | | |

ECONOMIC AND OTHER FACTORS

The financial results of the District operations fell in line with the expectations for 2022. The completion of the Water Treatment Plant came in under budget by \$630,715. This will reduce the total amount of the loan principal to be repaid in the future.

Economic influences affecting the District during 2022 are the continued escalation of residential units starts, the costs of building materials and labor, and the rise in property values. The District has seen rising costs in repair parts and outside maintenance costs along with delays in receiving requested parts due to supply chain delays from vendors and suppliers.

Employment continues to be a concern for the District with labor shortages throughout the Gunnison Valley. Property values from 2022 have increased significantly and will have an impact on the property taxes to be collected in future years.

The District continues to strive to provide excellent customer service to the patrons of the District.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the general public with a general overview of the District's finances and to show the district's accountability for the money it receives. If you have any questions regarding this report or need additional financial information, please contact:

Kent Fulton, Finance Manager
Mt. Crested Butte Water & Sanitation District
100 Gothic Road/PO Box 5740
Mt. Crested Butte, CO 81225
Tel: 970-349-7575
www.mcbwsd.com

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FINANCIAL SECTION

Mayberry & Company, LLC

Certified Public Accountants

Member of the American Institute of Certified Public Accountants
Governmental Audit Quality Center
and Private Company Practice Section

Board of Directors
Mt. Crested Butte Water & Sanitation District
Mt. Crested Butte, Colorado

Independent Auditors' Report

Opinion

We have audited the accompanying financial statements of the governmental activities, the business type activities, and each major fund of Mt. Crested Butte Water & Sanitation District, as of and for the year ended December 31, 2022, and the related notes to the financial statements which collectively comprise Mt. Crested Butte Water & Sanitation District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, and each major fund of the Mt. Crested Butte Water & Sanitation District as of December 31, 2022, and the respective changes in financial position and, where applicable, and cash flows, thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are required to be independent of the Mt. Crested Butte Water & Sanitation District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Mt. Crested Butte Water & Sanitation District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Mt. Crested Butte Water & Sanitation District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt Mt. Crested Butte Water & Sanitation District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited the Mt. Crested Butte Water & Sanitation District's 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 20, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2021 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that a management's discussion and analysis, budgetary comparison information, listed in the tables of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Mt. Crested Butte Water & Sanitation District's basic financial statements. The combining nonmajor and individual fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting

and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Mayberry + Company, LLC

Englewood, Colorado
July 5, 2023

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Basic Financial Statements

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MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

STATEMENT OF NET POSITION
DECEMBER 31, 2022

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| | GOVERNMENTAL ACTIVITIES | BUSINESS TYPE ACTIVITIES | TOTAL |
|---|------------------------------------|---|----------------------|
| ASSETS AND DEFERRED OUTFLOWS | | | |
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | | | |
| Cash and Investments | \$ 121,998 | \$ 6,538,322 | \$ 6,660,320 |
| Restricted Cash and Investments | - | 611,567 | 611,567 |
| Receivables | | | |
| Property Tax Receivable | 1,173,598 | - | 1,173,598 |
| Utility Receivable | - | 329,353 | 329,353 |
| Cash with Fiscal Agent | 5,559 | 630,715 | 636,274 |
| Total Current Assets | <u>1,301,155</u> | <u>8,109,957</u> | <u>9,411,112</u> |
| Noncurrent Assets | | | |
| Capital Assets not being Depreciated | - | 481,956 | 481,956 |
| Capital Assets being Depreciated | - | 59,371,268 | 59,371,268 |
| Accumulated Depreciation | - | <u>(20,517,655)</u> | <u>(20,517,655)</u> |
| Total Noncurrent Assets | <u>-</u> | <u>39,335,569</u> | <u>39,335,569</u> |
| TOTAL ASSETS AND DEFERRED OUTFLOWS | <u>\$ 1,301,155</u> | <u>\$ 47,445,526</u> | <u>\$ 48,746,681</u> |
| LIABILITIES, DEFERRED INFLOWS AND NET POSITION | | | |
| LIABILITIES | | | |
| Current Liabilities | | | |
| Accounts Payable | \$ 104,998 | \$ 261,516 | \$ 366,514 |
| Accrued Liabilities | 2,125 | - | 2,125 |
| Accrued Salaries and Benefits | 18,016 | 35,605 | 53,621 |
| Retainage Payable | - | 454,962 | 454,962 |
| Deposits and Escrow | 2,418 | - | 2,418 |
| Accrued Interest Payable | - | <u>74,695</u> | <u>74,695</u> |
| Total Current Liabilities | <u>127,557</u> | <u>826,778</u> | <u>954,335</u> |
| Noncurrent Liabilities | | | |
| Due within one year | - | 1,034,395 | 1,034,395 |
| Due in more than one year | <u>28,203</u> | <u>20,454,624</u> | <u>20,482,827</u> |
| Total Noncurrent Liabilities | <u>28,203</u> | <u>21,489,019</u> | <u>21,517,222</u> |
| TOTAL LIABILITIES | <u>155,760</u> | <u>22,315,797</u> | <u>22,471,557</u> |
| DEFERRED INFLOWS OF FINANCIAL RESOURCES | | | |
| Deferred Property Taxes | <u>1,173,598</u> | <u>-</u> | <u>1,173,598</u> |
| NET POSITION | | | |
| Net Investment in Capital Assets | - | 18,520,803 | 18,520,803 |
| Restricted Net Position | 23,000 | 611,567 | 634,567 |
| Unrestricted Net Position | <u>(51,203)</u> | <u>5,997,359</u> | <u>5,946,156</u> |
| TOTAL NET POSITION | <u>(28,203)</u> | <u>25,129,729</u> | <u>25,101,526</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION | <u>\$ 1,301,155</u> | <u>\$ 47,445,526</u> | <u>\$ 48,746,681</u> |

The accompanying notes are an integral part of these financial statements.

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022**

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| | PROGRAM REVENUES | | |
|---|---------------------|----------------------|---------------------|
| | EXPENSES | CHARGES FOR SERVICES | CAPITAL GRANTS |
| FUNCTIONS/PROGRAMS | | | |
| Government Activities | | | |
| Current: | | | |
| General Government | \$ 741,206 | \$ - | \$ - |
| Business-type Activities | | | |
| Current: | | | |
| Water | 2,088,429 | 1,878,646 | 542,646 |
| Sanitation | <u>2,331,844</u> | <u>1,445,090</u> | <u>1,007,771</u> |
| TOTAL BUSINESS-TYPE ACTIVITIES | <u>4,420,273</u> | <u>3,323,736</u> | <u>1,550,417</u> |
| TOTAL GOVERNMENT | <u>\$ 5,161,479</u> | <u>\$ 3,323,736</u> | <u>\$ 1,550,417</u> |
| GENERAL REVENUES | | | |
| Property Taxes | | | |
| Specific Ownership Taxes | | | |
| Other Taxes | | | |
| Interest Income | | | |
| Gain (Loss) on Disposal of Capital Assets | | | |
| Other Revenue | | | |
| TRANSFERS | | | |
| TOTAL GENERAL REVENUES AND TRANSFERS | | | |
| CHANGE IN NET POSITION | | | |
| NET POSITION - Beginning | | | |
| NET POSITION - Ending | | | |

The accompanying notes are an integral part of the financial statements.

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NET (EXPENSE) REVENUE AND
CHANGES IN NET POSITION

| GOVERNMENT ACTIVITIES | BUSINESS - TYPE ACTIVITES | TOTAL |
|--------------------------|------------------------------|---------------|
| \$ (741,206) | \$ - | \$ (741,206) |
| - | 332,863 | 332,863 |
| - | 121,017 | 121,017 |
| - | 453,880 | 453,880 |
| (741,206) | 453,880 | (287,326) |
| 1,032,317 | - | 1,032,317 |
| 72,943 | - | 72,943 |
| 2,782 | - | 2,782 |
| 25,340 | (18,874) | 6,466 |
| - | 2,800 | 2,800 |
| - | 12,735 | 12,735 |
| (396,036) | 396,036 | - |
| 737,346 | 392,697 | 1,130,043 |
| (3,860) | 846,577 | 842,717 |
| (24,343) | 24,283,152 | 24,258,809 |
| \$ (28,203) | \$ 25,129,729 | \$ 25,101,526 |

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2022
With Comparative Totals for December 31, 2021

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| | General | Total | |
|---|--------------------|--------------------|--------------------|
| | Fund | 2022 | 2021 |
| ASSETS AND DEFERRED OUTFLOWS | | | |
| ASSETS | | | |
| Current Assets | | | |
| Cash and Investments | | | |
| Cash and Investments | \$ 121,998 | \$ 121,998 | \$ 59,996 |
| Receivables | | | |
| Property Tax Receivable | 1,173,598 | 1,173,598 | 1,032,202 |
| Cash with Fiscal Agent | 5,559 | 5,559 | 7,973 |
| TOTAL ASSETS AND DEFERRED OUTFLOWS | <u>\$1,301,155</u> | <u>\$1,301,155</u> | <u>\$1,100,171</u> |
| LIABILITIES, DEFERRED INFLOWS AND NET POSITION | | | |
| LIABILITIES | | | |
| Accounts Payable | \$ 104,998 | \$ 104,998 | \$ 7,291 |
| Accrued Liabilities | 2,125 | 2,125 | 49,496 |
| Accrued Salaries and Benefits | 18,016 | 18,016 | 8,764 |
| Deposits and Escrow | 2,418 | 2,418 | 2,418 |
| Total Current Liabilities | <u>127,557</u> | <u>127,557</u> | <u>67,969</u> |
| DEFERRED INFLOWS OF FINANCIAL RESOURCES | | | |
| Deferred Property Taxes | <u>1,173,598</u> | <u>1,173,598</u> | <u>1,032,202</u> |
| FUND BALANCE | | | |
| Restricted Fund Balance | 23,000 | 23,000 | 43,000 |
| Unassigned Fund Balance | (23,000) | (23,000) | (43,000) |
| TOTAL FUND BALANCE | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE | <u>\$1,301,155</u> | <u>\$1,301,155</u> | <u>\$1,100,171</u> |

The accompanying notes are an integral part of these financial statements.

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

**RECONCILIATION OF GOVERNMENTAL FUND BALANCE
TO GOVERNMENTAL ACTIVITIES NET POSITION**
DECEMBER 31, 2022

Fund Balance - Governmental Funds

\$ -

Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.

Accrued compensated absences

(28,203)

Total Net Position - Governmental Activities

\$ (28,203)

The accompanying notes are an integral part of these financial statements.

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022
With Comparative Totals for the Year Ended December 31, 2021

| | General | TOTAL | |
|--|------------------|------------------|------------------|
| | Fund | 2022 | 2021 |
| REVENUES | | | |
| Taxes | \$ 1,108,042 | \$ 1,108,042 | \$ 1,266,350 |
| Intergovernmental Revenues | - | - | 63,586 |
| Investment Earnings | 25,340 | 25,340 | 1,484 |
| Other Revenues | - | - | 2,454 |
| TOTAL REVENUES | <u>1,133,382</u> | <u>1,133,382</u> | <u>1,333,874</u> |
| EXPENDITURES | | | |
| Current: | | | |
| General Government | 737,346 | 737,346 | 1,085,374 |
| Capital Outlay | - | - | 2,500 |
| Debt Service | - | - | 378,307 |
| TOTAL EXPENDITURES | <u>737,346</u> | <u>737,346</u> | <u>1,466,181</u> |
| REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITUR | 396,036 | 396,036 | (132,307) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers In | - | - | 132,307 |
| Transfers (Out) | (396,036) | (396,036) | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>(396,036)</u> | <u>(396,036)</u> | <u>132,307</u> |
| NET CHANGE IN FUND BALANCE - GAAP BASIS | - | - | - |
| FUND BALANCE, BEGINNING | - | - | - |
| FUND BALANCE, ENDING | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

The accompanying notes are an integral part of these financial statements.

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

**RECONCILIATION OF GOVERNMENTAL FUNDS CHANGE IN FUND BALANCE
TO GOVERNMENTAL ACTIVITIES CHANGE IN NET POSITION**
FOR THE YEAR ENDED DECEMBER 31, 2022

Change in Fund Balance - Governmental Funds

\$ -

Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level

Change in Net Position - Governmental Activities

\$ (3,860)

The accompanying notes are an integral part of these financial statements.

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2022

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| | Business-type Activities | | Total | |
|---|---------------------------------|-------------------|---------------|---------------|
| | Water | Sanitation | | |
| | Fund | Fund | 2022 | 2021 |
| ASSETS AND DEFERRED OUTFLOWS | | | | |
| ASSETS | | | | |
| Current Assets | | | | |
| Cash and Investments | | | | |
| Cash and Investments | \$ 5,090,203 | \$ 1,448,119 | \$ 6,538,322 | \$ 5,860,648 |
| Restricted Cash and Investments | 611,567 | - | 611,567 | 683,237 |
| Receivables | | | | |
| Utility Receivable | 178,455 | 150,898 | 329,353 | 340,631 |
| Cash with Fiscal Agent | 630,715 | - | 630,715 | 4,322,947 |
| Prepaid Expenses | - | - | - | 71,185 |
| Total Current Assets | 6,510,940 | 1,599,017 | 8,109,957 | 11,278,648 |
| Noncurrent Assets | | | | |
| Capital Assets not being depreciated | 354,039 | 127,917 | 481,956 | 21,779,694 |
| Capital Assets being depreciated | 36,131,863 | 23,239,405 | 59,371,268 | 34,744,618 |
| Accumulated Depreciation | (8,031,564) | (12,486,091) | (20,517,655) | (19,192,445) |
| Total Noncurrent Assets | 28,454,338 | 10,881,231 | 39,335,569 | 37,331,867 |
| TOTAL ASSETS AND DEFERRED OUTFLOWS | \$ 34,965,278 | \$ 12,480,248 | \$ 47,445,526 | \$ 48,610,515 |
| LIABILITIES, DEFERRED INFLOWS AND NET POSITION | | | | |
| LIABILITIES | | | | |
| Current Liabilities | | | | |
| Accounts Payable | \$ 216,804 | \$ 44,712 | \$ 261,516 | \$ 883,347 |
| Accrued Salaries and Benefits | 14,198 | 21,407 | 35,605 | 20,680 |
| Retainage Payable | 454,962 | - | 454,962 | 847,487 |
| Accrued Interest Payable | 74,695 | - | 74,695 | 83,029 |
| Total Current Liabilities | 760,659 | 66,119 | 826,778 | 1,834,543 |
| Noncurrent Liabilities | | | | |
| Due within one year | 1,034,395 | - | 1,034,395 | 10,000 |
| Due in more than one year | 20,430,303 | 24,321 | 20,454,624 | 22,482,820 |
| TOTAL LIABILITIES | 22,225,357 | 90,440 | 22,315,797 | 24,327,363 |
| DEFERRED INFLOWS OF FINANCIAL RESOURCES | | | | |
| NET POSITION | | | | |
| Net Investment in Capital Assets | 7,639,572 | 10,881,231 | 18,520,803 | 19,195,066 |
| Restricted Net Position | 611,567 | - | 611,567 | 683,237 |
| Unrestricted Net Position | 4,488,782 | 1,508,577 | 5,997,359 | 4,404,849 |
| TOTAL NET POSITION | 12,739,921 | 12,389,808 | 25,129,729 | 24,283,152 |
| TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSIT | \$ 34,965,278 | \$ 12,480,248 | \$ 47,445,526 | \$ 48,610,515 |

The accompanying notes are an integral part of these financial statements.

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022
With Comparative Totals for the Year Ended December 31, 2021

| | <u>Business-type Activities</u> | | | |
|------------------------------------|--|--------------------------|---------------------|--------------------|
| | <u>Water</u> | <u>Sanitation</u> | <u>Total</u> | |
| | <u>Fund</u> | <u>Fund</u> | <u>2022</u> | <u>2021</u> |
| Operating Revenues | | | | |
| Utility Charges | \$ 1,878,646 | \$ 1,445,090 | \$ 3,323,736 | \$ 3,122,717 |
| Operating Expenses | | | | |
| Personnel Services | 471,971 | 665,711 | 1,137,682 | 957,441 |
| Administrative/Office Expenses | 13,002 | 27,112 | 40,114 | - |
| Insurance | 50,309 | 116,428 | 166,737 | - |
| Operating Supplies | 154,376 | 294,958 | 449,334 | 395,649 |
| Professional Fees | 35,060 | 164,620 | 199,680 | 191,405 |
| Repairs and Maintenance | 215,515 | 151,894 | 367,409 | 309,849 |
| Travel and Training | 2,325 | 8,477 | 10,802 | - |
| Engineering | 16,084 | 10,800 | 26,884 | - |
| Telephone and Utilities | 147,904 | 158,901 | 306,805 | 247,998 |
| Other Operating Expenses | 23,324 | 18,033 | 41,357 | 76 |
| Depreciation Expense | 610,300 | 714,910 | 1,325,210 | 913,008 |
| Total Expenditures | 1,740,170 | 2,331,844 | 4,072,014 | 3,015,426 |
| Operating Income (Loss) | 138,476 | (886,754) | (748,278) | 107,291 |
| Other Income (Expense) | | | | |
| Investment Earnings | (37,928) | 19,054 | (18,874) | (3,654) |
| Other Revenue | 11,775 | 960 | 12,735 | 26,236 |
| Interest Expense | (348,259) | - | (348,259) | (350,830) |
| Gain (Loss) on Disposal of Assets | 2,800 | - | 2,800 | - |
| Total Other Income (Expense) | (371,612) | 20,014 | (351,598) | (328,248) |
| Net Income (Loss) before Transfers | (233,136) | (866,740) | (1,099,876) | (220,957) |
| Transfers | | | | |
| Transfers In/(Out) | 198,018 | 198,018 | 396,036 | (132,306) |
| Net Income (Loss) | (35,118) | (668,722) | (703,840) | (353,263) |
| Contributed Capital | | | | |
| Plant Investment Fees | 542,646 | 1,007,771 | 1,550,417 | 847,176 |
| Change in Net Position | 507,528 | 339,049 | 846,577 | 493,913 |
| Net Position, Beginning | 12,232,393 | 12,050,759 | 24,283,152 | 23,789,239 |
| Net Position, Ending | \$12,739,921 | \$12,389,808 | \$25,129,729 | \$24,283,152 |

The accompanying notes are an integral part of these financial statements.

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

**FOR THE YEAR ENDED DECEMBER 31, 2022
With Comparative Totals for the Year Ended December 31, 2021**

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| | <u>Business-type Activities</u> | | | |
|--|---------------------------------|---------------------|---------------------|-----------------------|
| | <u>Water</u> | <u>Sanitation</u> | <u>Total</u> | |
| | <u>Fund</u> | <u>Fund</u> | <u>2022</u> | <u>2021</u> |
| Cash Flows From Operating Activities: | | | | |
| Cash Received from Customers | \$ 1,884,677 | \$1,450,337 | \$ 3,335,014 | \$ 3,110,209 |
| Cash Paid to Suppliers | (1,173,379) | (999,142) | (2,172,521) | (3,239,606) |
| Cash Paid to and for the Benefit of Employees | (468,206) | (631,333) | (1,099,539) | (953,425) |
| Net Cash Provided by Operating Activities | <u>243,092</u> | <u>(180,138)</u> | <u>62,954</u> | <u>(1,082,822)</u> |
| Cash Flows From Capital and Related Financing Activities: | | | | |
| Tap Fees Received | 542,646 | 1,007,771 | 1,550,417 | 847,176 |
| Debt Principal Payments | (1,014,267) | - | (1,014,267) | (10,000) |
| Interest Payments | (356,592) | - | (356,592) | (351,038) |
| Proceeds of Capital Asset Sales | 2,800 | - | 2,800 | - |
| Acquisition of Capital Assets | (3,369,114) | (352,323) | (3,721,437) | (10,554,208) |
| Cash Flows Used by Capital and Related Financing Activities | <u>(4,194,527)</u> | <u>655,448</u> | <u>(3,539,079)</u> | <u>(10,068,070)</u> |
| Cash Flows (Uses) From Noncapital Financing Activities: | | | | |
| Cash from Other Funds | 198,018 | 198,018 | 396,036 | (132,306) |
| Other Revenues (Expense) | 11,775 | 960 | 12,735 | 26,236 |
| Tax Revenue | 3,692,232 | - | 3,692,232 | 12,244,632 |
| Net Cash Provided (Used) by Noncapital Financing Activities | <u>3,902,025</u> | <u>198,978</u> | <u>4,101,003</u> | <u>12,138,562</u> |
| Cash Flows (Uses) From Investing Activities: | | | | |
| Interest Received | <u>(37,928)</u> | <u>19,054</u> | <u>(18,874)</u> | <u>(3,654)</u> |
| Net Increase (Decrease) in Cash | (87,338) | 693,342 | 606,004 | 984,016 |
| Cash - Beginning | <u>5,789,108</u> | <u>754,777</u> | <u>6,543,885</u> | <u>5,559,869</u> |
| Cash - Ending | <u>\$ 5,701,770</u> | <u>\$1,448,119</u> | <u>\$ 7,149,889</u> | <u>\$ 6,543,885</u> |
| Cash and Investments | | | | |
| Cash and Investments | \$ 5,090,203 | \$1,448,119 | \$ 6,538,322 | \$ 6,138,134 |
| Restricted Cash and Investments | <u>611,567</u> | <u>-</u> | <u>611,567</u> | <u>405,751</u> |
| Total | <u>\$ 5,701,770</u> | <u>\$1,448,119</u> | <u>\$ 7,149,889</u> | <u>\$ 6,543,885</u> |
| Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities: | | | | |
| Operating Income (Loss) | \$ 138,476 | \$ (886,754) | \$ (748,278) | \$ 107,291 |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities: | | | | |
| Depreciation Expense | 610,300 | 714,910 | 1,325,210 | 913,008 |
| Changes in Assets and Liabilities Related to Operations: | | | | |
| (Increase) Decrease in: | | | | |
| Utility Receivable | 6,031 | 5,247 | 11,278 | (12,508) |
| Prepaid Expenses | 2,500 | 68,685 | 71,185 | - |
| (Increase) Decrease in: | | | | |
| Accounts Payable | (519,104) | (102,729) | (621,833) | (2,094,629) |
| Accrued Salaries and Benefits | 6,013 | 8,912 | 14,925 | 3,326 |
| Accrued Compensated Absences | (1,124) | 11,591 | 10,467 | 690 |
| Total Adjustments | <u>104,616</u> | <u>706,616</u> | <u>811,232</u> | <u>(1,190,113)</u> |
| Net Cash Used for Operating Activities | <u>\$ 243,092</u> | <u>\$ (180,138)</u> | <u>\$ 62,954</u> | <u>\$ (1,082,822)</u> |

The accompanying notes are an integral part of these financial statements.

**MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Mt. Crested Butte Water & Sanitation District have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following summary of significant accounting policies is presented to assist the reader in evaluating the District's financial statements.

Reporting Entity

Mt. Crested Butte Water & Sanitation District is a political subdivision of the State of Colorado governed by a board of directors. As required by generally accepted accounting principles, these financial statements present the Mt. Crested Butte Water & Sanitation District (the primary government) and its component units. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable, or other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the District's financial statements to be misleading or incomplete. Based upon the foregoing criteria, there are no component units included in the accompanying financial statements.

Nature of Operations

The District provides water and sanitation services to the residents of the District.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information of the District as a whole. The reporting information includes all of the non-fiduciary activities of the District. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

Revenues that are not classified as program revenues are presented as general revenues. Internal activity has been eliminated within the function for the statement of activities presentation.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of 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.

Property taxes and specific ownership taxes are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

In the fund financial statements, the District reports the following major governmental fund:

General Fund

The General Fund uses the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal sources of revenues are property and specific ownership taxes. Principal expenditures are for District administration.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the District's principal ongoing operations. The principal operating revenues include the District are charges to customers for sales and service. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Enterprise funds are used to account for operations financed and operated similar to businesses using the accrual method of accounting. Enterprise fund revenues are recognized in the period in which they are earned. Expenses are recognized in the period in which they are incurred.

The District reports the following major proprietary funds:

Water and Sanitation Funds

These funds account for the activities related to the offering of the respective services to the District's residents.

**MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets

The District adopts an annual budget for all funds which are all prepared on the modified accrual basis of accounting. The District may authorize supplemental appropriations during the budget year. All budgetary appropriations lapse at year-end.

Colorado statutes provide the following timetable which is followed in the adoption of budgets:

- (1) Submission of the proposed budget to the local governing body by October 15 of each year.
- (2) Certification of mill levies to the Board of County Commissioners by December 15.
- (3) Final adoption of budget and appropriations by December 31 of each year.
- (4) Property taxes are due by April 30 of each year if paid in full, or in two installments due February 28 and June 15 of each year.

Encumbrances

The District does not utilize encumbrance accounting.

Cash and Equivalents

The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments

Investments are stated at fair value based on quoted market values, with the exception of money market funds and external investment pools. These are stated at cost, which is equal to fair value.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received.

Governmental funds report deferred inflows of resources, as further described below in connection with receivables for revenues that are deferred for use during the next fiscal year. At the end of the current year, these receivables consisted of property taxes levied in 2022 and due in 2023.

MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

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NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets

Capital assets, which include land, buildings, vehicles and equipment, are reported in the governmental activities column of the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$25,000 and a useful life of more than five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated or annexed capital assets are recorded at estimated market value at the date of donation or annexation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Depreciation on exhaustible assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position. Depreciation on the remaining capital assets is provided on the straight-line basis over the following estimated useful lives:

| | |
|---------------------------|-------------|
| Plant and lines | 15-40 years |
| Building and improvements | 10-50 years |
| Equipment | 5-15 years |

Deferred Outflows and Inflows of Resources

In addition to assets and liabilities, the statement of net position will sometimes report a separate section for deferred outflows and inflows of resources. These separate financial statement elements, deferred outflows of financial resources and deferred inflows of financial resources, represent a usage or acquisition of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) or inflow of resources (revenue) until a future period. Deferred property taxes are reported as a deferred inflow for both the governmental activities presentation and governmental funds balance sheet.

The unavailable property taxes are deferred and will be recognized as an outflow or inflow of resources in the period that the amounts become recognizable as an expense or available, respectively. Since property tax revenues are collected in arrears during the succeeding year, a receivable and corresponding deferred inflow is recorded at December 31. As the tax is collected in the succeeding year, the deferred inflow is recognized as revenue and the receivable is reduced.

Long-Term Obligation

Long-term debt is reported at face value, net of applicable discounts and deferred charge on refunding. Costs related to the issuance of debt are expensed when incurred. Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statements of net position or as part of the proprietary fund presentation.

**MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Position/Fund Balance

In the government-wide financial statements, net position is either shown as net investment in capital assets, with these assets essentially being nonexpendable; restricted when constraints placed on the net position are externally imposed; or unrestricted.

For the governmental fund presentation, fund balances that are classified as "nonspendable" include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

Amounts are reported as "restricted" when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Directors, reported and at their highest level of action are reported as "committed" fund balance. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

Amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed, are reported as "assigned" fund balance. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

All remaining governmental balances or deficits in the other governmental funds are presented as unassigned.

Net Position/Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance, if allowed under the terms of the restriction. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Program Revenues

Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property Taxes

Property taxes are levied on November 1 and attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on February 28 and June 15. The County Treasurer's office collects property taxes and remits to the District on a monthly basis.

Accumulated Unused Leave/Compensated Absences

The District permits an employee to carry over unused sick leave to the next calendar year. The District will compensate an employee for any unused vacation and compensatory time at their current rate of pay upon termination or resignation. The District does not payout unused sick leave upon termination.

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates that affect amounts reported in the financial statements during the reporting period. Actual results could differ from such estimates.

COMPARATIVE DATA

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read. While we did adjust the prior year's presentation to align with this year presentation the Net Position did not change.

**MT. CRESTED BUTTE WATER & SANITATION DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2022**

DRAFT

NOTE 2: CASH AND INVESTMENTS

The District’s cash and investment balances as of the year ended December 31, 2022 are as follows:

| | |
|-----------------------------------|----------------------------|
| Cash | \$ 2,778,607 |
| Investments | <u>4,493,280</u> |
| Total Cash and Investments | <u>\$ 7,271,887</u> |

These balances are allocated in the financial statements as follows:

| | |
|-----------------------------------|----------------------------|
| Restricted Cash and Investments | \$ 606,463 |
| Unrestricted Cash and Investments | <u>6,665,425</u> |
| Total Cash and Investments | <u>\$ 7,271,887</u> |

DEPOSITS

Custodial Credit Risk - Deposits

In the case of deposits, this is the risk that in the event of bank failure, the government’s deposits may not be returned to it. The District’s deposit policy is in accordance with CRS 11-10.5-101, The Colorado Public Deposit Protection Act (PDPA), which governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels (\$250,000) must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits.

The institution’s internal records identify collateral by depositor and as such, these deposits are considered uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and December 31, 2022, all of the District’s deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

At December 31, 2022 the District's deposits are categorized as follows:

| | Bank Balance | Carrying Balance |
|--|----------------------------|-----------------------------|
| FDIC Insured | \$ 673,844 | \$ 673,844 |
| PDPA Collateralized (not in District's name) | 2,148,134 | 2,104,663 |
| Cash on Hand | - | <u>100</u> |
| Total | <u>\$ 2,821,978</u> | <u>\$ 2,778,607</u> |

**MT. CRESTED BUTTE WATER & SANITATION DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2022**

NOTE 2: CASH AND INVESTMENTS (Continued)

INVESTMENTS

The following are the major categories of assets and liabilities measured at fair value on a recurring basis during the year ended June 30, 2022 using quoted market prices in active markets (Level 1), significant observable inputs for similar assets (Level 2) and significant unobservable inputs (Level 3):

| | <u>Level 2</u> | <u>Uncategorized</u> | <u>Total</u> |
|-------------------|-------------------|----------------------|---------------------|
| U.S. Agencies | \$ 248,119 | \$ - | \$ 248,119 |
| Investment Pools | - | <u>4,245,161</u> | <u>4,245,161</u> |
| Total Investments | <u>\$ 248,119</u> | <u>\$ 4,245,161</u> | <u>\$ 4,493,280</u> |

Following is a description of the valuation methodologies used for assets measured at fair value on a recurring basis:

- **U.S. Agencies:** Valued at Quoted prices for similar assets or liabilities in active markets

The District recognizes transfers between levels in the fair value hierarchy at the end of the reporting period. During 2022, there were no changes in methods or assumptions utilized to derive the fair value of the District’s assets and liabilities.

The District has invested in securities offered through Peak Investment Management Services, as custodian of the District’s Bond Redemption Fund investments. These amounts are held for repayment of the District’s outstanding debt. The custodian's internal records identify the investments owned on behalf of the District. The District has also restricted other funds as shown above.

During the year ended December 31, 2022, the District invested funds in the Colostrust. As an investment pool, it operates under the Colorado Revised Statutes (24-75-701) and are overseen by the Colorado Securities Commissioner. It invests in securities that are specified by Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). The pools operate similar to a 2a-7-like money market fund with a share value equal to \$1.00, approximating market value, and a maximum weighted average maturity of 60 days. These funds are rated AAAM by the Standard and Poor’s Corporation. The balance of this investment at December 31, 2022 was \$4,172,162.

Credit Risk

Colorado statutes specify which instruments units of local government may invest, which include:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of the U.S. local government entities
- Bankers’ acceptances of certain banks
- Commercial paper
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts

MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

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NOTE 2: CASH AND INVESTMENTS (Continued)

INVESTMENTS (Continued)

The District’s investment policy limits its investments to those allowed by Colorado Revised Statute 24-75-601.1 as described above.

Concentration of Credit Risk

The District places no limit on the amount that may be invested in any one issuer.

Interest Rate Risk

Colorado Statutes require that no investment may have a maturity in excess of five years from the date of purchase unless authorized by the local board. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, other than those contained in state statutes.

Custodial Credit Risk – Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2022, the District did not have any investments requiring safekeeping.

RESTRICTED CASH

The District has restricted cash as follows:

| | |
|-----------------------------------|----------------------------|
| Restricted Cash and Investments | \$ 606,463 |
| Unrestricted Cash and Investments | 6,665,425 |
| Total Cash and Investments | <u>\$ 7,271,887</u> |

MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

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NOTE 3: CAPITAL ASSETS

Changes in business-type activities capital assets for the year ended December 31, 2022 was as follows:

| | Balance 1/1/22 | Additions | Deletions | Balance 12/31/22 |
|-------------------------------------|----------------------------|----------------------------|----------------------------|-----------------------------|
| Business - Type Activities: | | | | |
| Assets not being depreciated | | | | |
| Land | \$ 32,248 | \$ - | \$ - | \$ 32,248 |
| Water Rights | 212,405 | - | - | 212,405 |
| Construction in Progress | <u>21,535,041</u> | <u>155,517</u> | <u>21,453,255</u> | <u>237,303</u> |
| Total assets not being depreciated | <u>21,779,694</u> | <u>155,517</u> | <u>21,453,255</u> | <u>481,956</u> |
| Assets being depreciated | | | | |
| Buildings and Improvements | 1,463,848 | 136,528 | - | 1,600,376 |
| Treatment plants | 25,542,992 | 22,641,660 | - | 48,184,652 |
| Collection and distribution systems | 6,434,078 | 1,764,292 | - | 8,198,370 |
| Equipment | <u>1,303,701</u> | <u>84,169</u> | - | <u>1,387,870</u> |
| Total assets being depreciated | <u>34,744,619</u> | <u>24,626,649</u> | - | <u>59,371,268</u> |
| Less: Accumulated depreciation | | | | |
| Buildings and Improvements | (298,185) | (53,153) | - | (351,338) |
| Treatment plants | (14,149,989) | (953,204) | - | (15,103,193) |
| Collection and distribution systems | (3,980,093) | (194,085) | - | (4,174,178) |
| Equipment | <u>(764,178)</u> | <u>(124,768)</u> | - | <u>(888,946)</u> |
| Total accumulated depreciation | <u>(19,192,445)</u> | <u>(1,325,210)</u> | - | <u>(20,517,655)</u> |
| Net Capital Assets | <u>\$37,331,868</u> | <u>\$23,456,956</u> | <u>\$21,453,255</u> | <u>\$39,335,569</u> |

Depreciation is allocated to the District's operations as follows:

| | |
|-----------------|----------------------------|
| Water Fund | \$ 610,300 |
| Sanitation Fund | <u>714,910</u> |
| Total | <u>\$ 1,325,210</u> |

MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

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NOTE 4: LONG-TERM OBLIGATIONS

The following is a schedule of changes in debt for the year ended December 31, 2022:

| | <u>Balance</u> <u>1/1/22</u> | <u>Advances</u> | <u>Repayments</u> | <u>Balance</u> <u>12/31/22</u> | <u>Due Within</u> <u>One Year</u> | <u>Interest</u> <u>Expense</u> | <u>Accrued</u> <u>Interest</u> |
|----------------------------------|---------------------------------|---------------------------|----------------------------|-----------------------------------|--------------------------------------|-----------------------------------|-----------------------------------|
| <u>Governmental Activities:</u> | | | | | | | |
| Compensated Absences | \$ 24,343 | \$ (3,860) | \$ - | \$ 28,203 | \$ - | \$ - | \$ - |
| <u>Business-type Activities:</u> | | | | | | | |
| 2020 CWRPDA Note Payable | 22,459,748 | - | 1,014,267 | 21,445,481 | 1,034,395 | 348,259 | 74,695 |
| Compensated Absences | 33,072 | (10,466) | - | 43,538 | - | - | - |
| Total Obligations | <u>\$ 22,517,163</u> | <u>\$ (14,326)</u> | <u>\$ 1,014,267</u> | <u>\$ 21,517,222</u> | <u>\$ 1,034,395</u> | <u>\$ 348,259</u> | <u>\$ 74,695</u> |

In May 2020, the District entered into a 20-year loan agreement with Colorado Water Resource and Power Development Authority (CWRPDA) for debt not to exceed \$22,474,478 (and \$23,175,000 as the total funds available to be drawn and spent on the project - \$630,715 undrawn at year end). The net effective interest rate of the loan is 1.29%. The proceeds of this debt are to be used for a Water Treatment Plant Expansion Project to be completed in May 2022. Although the proceeds of the CWRPDA loan are being used for improvements to the District’s water treatment functions, the Loan Agreement provides that repayment of the Loan is an obligation of both the Water and Wastewater Enterprise Funds of the District, payable from all legally available sources of those District Enterprises and is therefore reported as a noncurrent obligation of business-type activities. Loan payments are due semi-annually on February 1 and August 1. Semi-annual principal payments for this loan commenced August 1, 2021 in the amount of \$112,833 and the final payment will be due August 1, 2040. Debt service payments are made by the Enterprise Funds. The loan requires a three-month operations and maintenance reserve based on budgeted enterprise operating expenses or \$373,426. The District has restricted cash in the Water Fund for this purpose.

Scheduled payments on the loan are as follows:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|----------------------|---------------------|----------------------|
| 2023 | \$ 1,034,395 | \$ 336,592 | \$ 1,370,987 |
| 2024 | 1,056,275 | 317,092 | 1,373,367 |
| 2025 | 1,073,001 | 298,092 | 1,371,093 |
| 2026 | 1,090,070 | 280,092 | 1,370,162 |
| 2027 | 1,106,408 | 262,842 | 1,369,250 |
| 2028-2032 | 5,780,728 | 1,076,885 | 6,857,613 |
| 2033-2037 | 6,297,415 | 557,501 | 6,854,916 |
| 2038-2040 | 4,007,189 | 102,442 | 4,109,631 |
| Total | <u>\$ 21,445,481</u> | <u>\$ 3,231,538</u> | <u>\$ 24,677,019</u> |

**MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

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NOTE 5: PENSION PLANS

The District is a member of the Colorado Retirement Association (CRA), which offers a defined contribution plan. Required contributions are established by the governing board of the Association.

Under a defined contribution plan the benefits a participant will receive depend solely on the amount contributed to the participant's account plus the investment returns of those contributions.

Participation is mandatory for all employees after one year of employment. Eligible employees contribute five percent (5%) of their base pay, which is matched by the District. The plan has a five year vesting period and is distributed upon the employee's termination or retirement. For 2021, the District amended the plan to allow an for an additional employer matching contribution of up to a 3% match of employee contributions to a separate I.R.C. Section 457 plan also managed by CRA (maximum 8% employer contributions).

During the fiscal years 2022, 2021 and 2020, the District's required contributions were \$51,343, \$47,007, and \$41,428. Covered payroll was which was 5%, 5% and 5% of covered payroll totaling \$1,033,519, \$940,140, and \$828,556, respectively. Total payroll for the years ending December 31, 2022, 2021 and 2020 was \$1,101,239, \$996,522, and \$939,611, on the cash basis, respectively.

During 2021, the District authorized an additional, up to 3%, match of employee contributions to a separate I.R.C. Section 457 plan also managed by CRA. Employee contributions to the 457 plan totaled \$60,011 for the fiscal year.

NOTE 6: FUND BALANCE RESERVATIONS/APPROPRIATIONS

Emergency Reserve

On November 3, 1992, the voters of Colorado approved Amendment 1, commonly known as the TABOR Amendment, which adds a new Section 20 to Article X of the Colorado Constitution. TABOR contains tax, spending, revenue and debt limitations, which apply to the State of Colorado, all local governments, and special districts.

The District's financial activity for the year ended December 31, 2022 will provide the basis for calculation of future limitations adjusted for allowable increases tied to inflation and local growth. Subsequent to December 31, 2022, revenue in excess of the District's "spending limit" must be refunded unless voters approve the retention of such excess revenue. TABOR generally requires voter approval for any new tax, tax increases, and new debt.

**MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

NOTE 6: FUND BALANCE RESERVATIONS / APPROPRIATIONS (Continued)

Emergency Reserve (Continued)

At a November 4, 1997 election, the electors of the District authorized the District to collect, retain and expend the full amount of the revenues from all sources during 1997, as well as the full amount of all revenues generated by all sources for each subsequent year. This election authorized the spending of such revenues in each year without limitation under Article X, Section 20 of the Colorado Constitution.

TABOR is extremely complex and subject to interpretation. Ultimate implementation may depend upon litigation and legislative guidance.

The Article requires an emergency reserve be set aside for 2022 in the amount of 3% or more of its fiscal year spending. At December 31, 2022, the District has restricted the following for emergencies based on the General Fund activity that is subject to the amendment:

| | |
|--------------|-----------------|
| General Fund | <u>\$23,000</u> |
|--------------|-----------------|

The District believes it is in compliance with the provisions of the TABOR Amendment.

CWRPDA Restrictions

The District has established both the Operations and Maintenance reserve and the optional Rate Stabilization reserve as outlined in the 2020 CWRPDA loan agreement. The balances in these accounts are as noted in Note 2 with regards to Restricted Cash and as computed in Note 11 relating to the Rate Stabilization reserve.

NOTE 7: RISK MANAGEMENT

The District carries insurance coverage for all foreseeable risks of loss. These include, but are not necessarily limited to, worker's compensation, property and liability, bond, and errors and omissions.

The District carries liability, property and bond coverage through commercial insurance carriers. Risk of loss is transferred to these carriers.

The District has not materially changed its coverage from previous years. Based on the lack of previous loss occurrences, the District has not recorded any liability for unpaid claims at December 31, 2022.

MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

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NOTE 8: INTERNAL TRANSFERS

The District reports administrative activities in the General Fund, funded through a general operating mill levy with supplemental transfers from the Water and Sanitation Funds to cover operating expenses, or to those funds if taxes exceed administrative expenses. The operating mill levy is allocated equally against Water and Sanitation Fund administrative costs with the District tracking administrative costs separately for both activities. For the fiscal year, the District transferred excess taxes of \$198,018 from the General Fund to both the Water and Sanitation Funds.

NOTE 9: DEFICIT NET POSITION AND FUND BALANCE

As of December 31, 2022, the District had a deficit unassigned fund balance of \$(23,000) in the General Fund due to the requirement to the restricted equity related to the emergency reserve requirements of TABOR as described in Note 6. As the District intends to balance administrative costs reported in the General Fund through transfers to and from the Water and Sanitation Funds, this deficit is anticipated to continue. Should the District be required to utilize the emergency reserve required by TABOR, additional transfers can be made from the other operating funds.

The District has a deficit net position of \$(28,203) in the Governmental Activities specifically related to the inclusion of accrued compensated absences related to administrative employees. The deficit related to the accrued compensated absences is expected to continue with minor adjustment.

NOTE 10: CONSTRUCTION COMMITMENTS

The District has open construction commitments of \$1,936,131 with Moltz Construction, Inc. related to the Water Treatment Plant expansion project as of year-end.

MT. CRESTED BUTTE WATER & SANITATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

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NOTE 11: RATE MAINTENANCE

The 2020 Colorado Water Resources and Power Development Authority loan agreement requires that Net Revenues shall represent a sum equal to 110% of the amount necessary to pay when due the principal and interest on the loan and any parity debt coming due. During 2021, the District established a Rate Stabilization reserve account of \$280,000. In order to meet debt coverage, the District utilized \$41,859 of this reserve for the 2022 fiscal year.

| | |
|--------------------------------------|--------------------|
| Charges for Services | \$ 1,878,646 |
| Plant Investment Fees | 542,646 |
| Operating Transfers (Property Taxes) | 198,018 |
| Investment Earnings | (37,928) |
| Other Revenue | 11,775 |
| Gain (Loss) on Disposal of Assets | <u>2,800</u> |
| Gross Revenue | <u>2,595,957</u> |
| | |
| Operating Expenses | (1,740,171) |
| Add Back: Depreciation | <u>610,300</u> |
| Net Operating Expenses | <u>(1,129,871)</u> |
| | |
| Net Revenue | 1,466,086 |
| | |
| Debt Service: | |
| 2020 CWRPDA Loan | 1,370,859 |
| 110 % Coverage | <u>1,507,945</u> |
| | |
| Excess (Under) Coverage | (41,859) |
| | |
| Beginning Rate Stabilization | <u>280,000</u> |
| Ending Rate Stabilization | <u>\$ 238,141</u> |

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Required Supplementary Information

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

BUDGETARY COMPARISON SCHEDULE

General Fund

FOR THE YEAR ENDED DECEMBER 31, 2022

With Comparative Totals for the Year Ended December 31, 2021

| | 2022 | | Variance With Final Budget | 2021 Actual |
|--|-------------------------------|------------------|----------------------------------|------------------|
| | Original & Final Budget | Actual | | |
| REVENUES | | | | |
| Taxes | | | | |
| Property Taxes | \$1,025,983 | \$1,032,317 | \$ 6,334 | \$1,174,023 |
| Specific Ownership Taxes | - | 72,943 | 72,943 | 89,603 |
| Other Taxes | - | 2,782 | 2,782 | 2,724 |
| Total Tax Revenue | 1,025,983 | 1,108,042 | 82,059 | 1,266,350 |
| Intergovernmental Revenues | | | | |
| Federal Grants | - | - | - | 63,586 |
| Investment Earnings | 8,000 | 25,340 | 17,340 | 1,484 |
| Other Revenues | | | | |
| Other Miscellaneous Revenue | - | - | - | 2,454 |
| TOTAL REVENUES | <u>1,033,983</u> | <u>1,133,382</u> | <u>99,399</u> | <u>1,333,874</u> |
| EXPENDITURES | | | | |
| General Government | | | | |
| Personnel Services | 581,095 | 494,426 | (86,669) | 570,056 |
| Fuel and Automotive | 1,200 | 1,983 | (783) | 46,472 |
| Insurance | 25,000 | 23,780 | 1,220 | 81,642 |
| Professional Fees | 100,500 | 90,718 | 9,782 | 167,523 |
| Repairs and Maintenance | 2,000 | 1,734 | 266 | 1,555 |
| Supplies | 41,500 | 45,742 | (4,242) | 92,481 |
| Telephone and Utilities | 12,000 | 12,772 | (772) | 21,582 |
| Travel and Training | 2,500 | 3,669 | (1,169) | 9,381 |
| Other Expenses | 60,500 | 62,522 | (2,022) | 94,682 |
| Total General Government | 826,295 | 737,346 | (84,389) | 1,085,374 |
| Capital Outlay | | | | |
| General Government Capital Outlay | 50,000 | - | 50,000 | 2,500 |
| Debt Service | | | | |
| Principal | - | - | - | 361,364 |
| Interest | - | - | - | 16,943 |
| Total Debt Service | - | - | - | 378,307 |
| TOTAL EXPENDITURES | <u>876,295</u> | <u>737,346</u> | <u>(34,389)</u> | <u>1,466,181</u> |
| REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES | 157,688 | 396,036 | 65,010 | (132,307) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers In (net) | - | - | - | 132,307 |
| Transfers (Out) | 207,688 | (396,036) | 188,348 | - |
| TOTAL OTHER FINANCING SOURCES (USES) | <u>207,688</u> | <u>(396,036)</u> | <u>188,348</u> | <u>132,307</u> |
| NET CHANGE IN FUND BALANCE - BUDGET BASIS | <u>\$ 365,376</u> | - | <u>\$ 253,358</u> | - |
| FUND BALANCE, BEGINNING | - | - | - | - |
| FUND BALANCE, ENDING | - | <u>\$ -</u> | - | <u>\$ -</u> |

See accompanying Independent Auditors' Report.

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Other Supplementary Information

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
BUDGET AND ACTUAL

Water Fund

FOR THE YEAR ENDED DECEMBER 31, 2022

With Comparative Totals for the Year Ended December 31, 2021

| | 2022 | | Variance | 2021 |
|--|---------------------|----------------------|-----------------------|----------------------|
| | Final | Actual | with Final | Actual |
| | Budget | Budget | Budget | Actual |
| Operating Revenues | | | | |
| Utility Charges | \$ 1,881,029 | \$ 1,878,646 | \$ (2,383) | \$ 1,765,409 |
| Operating Expenses | | | | |
| Personnel Services | 589,611 | 471,971 | 117,640 | 463,914 |
| Administrative/Office Expenses | 8,000 | 13,002 | (5,002) | - |
| Insurance | 40,000 | 50,309 | (10,309) | - |
| Operating Supplies | 196,500 | 154,376 | 42,124 | 141,818 |
| Professional Fees | 112,250 | 35,060 | 77,190 | 17,078 |
| Repairs and Maintenance | 104,000 | 215,515 | (111,515) | 169,753 |
| Travel and Training | - | 2,325 | (2,325) | - |
| Engineering | 12,000 | 16,084 | (4,084) | - |
| Telephone and Utilities | 146,000 | 147,904 | (1,904) | 108,878 |
| Other Operating Expenses | 12,750 | 23,324 | (10,574) | 76 |
| Other Capital Outlay | <u>6,556,556</u> | <u>2,976,590</u> | <u>3,579,966</u> | <u>10,854,479</u> |
| Total Expenditures | <u>7,777,667</u> | <u>4,106,460</u> | <u>3,671,207</u> | <u>11,755,996</u> |
| Operating Income (Loss) | <u>(5,896,638)</u> | <u>(2,227,814)</u> | <u>3,668,824</u> | <u>(9,990,587)</u> |
| Other Income (Expense) | | | | |
| Investment Earnings | - | (37,928) | (37,928) | (4,081) |
| Other Revenue | 25,000 | 11,775 | (13,225) | 24,271 |
| Debt Service | <u>(1,370,859)</u> | <u>(1,362,526)</u> | <u>8,333</u> | <u>(360,830)</u> |
| Total Other Income (Expense) | <u>4,994,141</u> | <u>(1,385,879)</u> | <u>(6,380,020)</u> | <u>(340,640)</u> |
| Net Income (Loss) before Transfers | (902,497) | (3,613,693) | (2,711,196) | (10,331,227) |
| Transfers | | | | |
| Transfers In/(Out) | <u>103,844</u> | <u>198,018</u> | <u>94,174</u> | <u>27,185</u> |
| Net Income (Loss), Budget Basis | (798,653) | (3,415,675) | (2,617,022) | (10,304,042) |
| Contributed Capital | | | | |
| Plant Investment Fees | <u>175,000</u> | <u>542,646</u> | <u>367,646</u> | <u>269,236</u> |
| Change in Net Position (Budget Basis) | <u>\$ (623,653)</u> | <u>(2,873,029)</u> | <u>\$ (2,249,376)</u> | <u>(10,034,806)</u> |
| Budget to GAAP Reconciliation | | | | |
| Principal Paid | | 1,014,267 | | 10,000 |
| Depreciation Expense | | (610,300) | | (248,103) |
| Capital Outlay | | <u>2,976,590</u> | | <u>10,854,479</u> |
| Change in Net Position - GAAP Basis | | 507,528 | | 581,570 |
| Net Position, Beginning | | <u>12,232,393</u> | | <u>11,650,823</u> |
| Net Position, Ending | | <u>\$ 12,739,921</u> | | <u>\$ 12,232,393</u> |

See accompanying Independent Auditors' Report.

MT. CRESTED BUTTE WATER AND SANITATION DISTRICT

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

BUDGET AND ACTUAL

Sanitation Fund

FOR THE YEAR ENDED DECEMBER 31, 2022

With Comparative Totals for the Year Ended December 31, 2021

| | 2022 | | Variance with Final Budget | 2021 |
|---|-------------------------|---------------------|---|---------------------|
| | Final Budget | Actual | | Actual |
| Operating Revenues | | | | |
| Utility Charges | \$1,384,002 | \$ 1,445,090 | \$ 61,088 | \$ 1,357,308 |
| Operating Expenses | | | | |
| Personnel Services | 607,837 | 665,712 | (57,875) | 493,527 |
| Administrative/Office Expenses | 9,000 | 27,112 | (18,112) | - |
| Insurance | 40,000 | 116,428 | (76,428) | - |
| Operating Supplies | 299,000 | 294,957 | 4,043 | 253,831 |
| Professional Fees | 272,500 | 164,620 | 107,880 | 174,327 |
| Repairs and Maintenance | 129,000 | 151,894 | (22,894) | 140,096 |
| Travel and Training | - | 8,477 | (8,477) | - |
| Engineering | 7,000 | 10,800 | (3,800) | - |
| Telephone and Utilities | 137,000 | 158,901 | (21,901) | 139,120 |
| Other Operating Expenses | 10,500 | 18,033 | (7,533) | - |
| Other Capital Outlay | <u>1,244,000</u> | <u>352,322</u> | <u>891,678</u> | <u>210,027</u> |
| Total Expenditures | <u>2,755,837</u> | <u>1,969,256</u> | <u>786,581</u> | <u>1,410,928</u> |
| Operating Income (Loss) | <u>(1,371,835)</u> | <u>(524,166)</u> | <u>847,669</u> | <u>(53,620)</u> |
| Other Income (Expense) | | | | |
| Investment Earnings | - | 19,054 | 19,054 | 427 |
| Other Revenue | <u>2,000</u> | <u>960</u> | <u>(1,040)</u> | <u>1,965</u> |
| Total Other Income (Expense) | <u>2,000</u> | <u>20,014</u> | <u>18,014</u> | <u>2,392</u> |
| Net Income (Loss) before Transfers & Contribution | (1,369,835) | (504,152) | 865,683 | (51,228) |
| Transfers | | | | |
| Transfers In/(Out) | <u>103,844</u> | <u>198,018</u> | <u>94,174</u> | <u>(159,491)</u> |
| Net Income (Loss), Budget Basis | (1,265,991) | (306,134) | 959,857 | (210,719) |
| Contributed Capital | | | | |
| Plant Investment Fees | <u>325,000</u> | <u>1,007,771</u> | <u>682,771</u> | <u>577,940</u> |
| Change in Net Position (Budget Basis) | <u>\$ (940,991)</u> | <u>701,637</u> | <u>\$1,642,628</u> | <u>367,221</u> |
| Budget to GAAP Reconciliation | | | | |
| Depreciation Expense | | (714,910) | | (664,905) |
| Capital Outlay | | <u>352,322</u> | | <u>210,027</u> |
| Change in Net Position - GAAP Basis | | 339,049 | | (87,657) |
| Net Position, Beginning | | <u>12,050,759</u> | | <u>12,138,416</u> |
| Net Position, Ending | | <u>\$12,389,808</u> | | <u>\$12,050,759</u> |

See accompanying Independent Auditors' Report.

MT CRESTED BUTTE WATER & SANITATION DISTRICT

2023 FINANCIAL RESULTS
August 2023

| | Actual Month | | | | | | | 2023 Budget | | | | | YTD Percent of 2023 Budget |
|--|-------------------|--------------------|-----------------|-------------------|-----|---------------------|---------------------|---------------------|------------------|---------------------|---|---------------|----------------------------|
| | Water Fund | Wastewater Fund | General Fund | Month Total | YTD | Actual | Water Fund | Wastewater Fund | General Fund | Total 2023 Budget | | | |
| | | | | | | | | | | | | | |
| Revenues | | | | | | | | | | | | | |
| Property Taxes | \$ - | \$ - | \$ 50,599 | \$ 50,599 | | 1,191,518 | \$ 117,268 | \$ 117,268 | \$ 938,146 | \$ 1,172,682 | | 101.61% | |
| Transfers In/(Out) | - | - | - | - | - | - | - | - | - | - | - | 0.00% | |
| Tap Fees | 31,448 | 54,358 | - | 85,806 | | 777,856 | 175,000 | 325,000 | - | 500,000 | | 155.57% | |
| User Fees | 208,057 | 119,148 | - | 327,205 | | 2,235,962 | 1,870,440 | 1,401,939 | - | 3,272,379 | | 68.33% | |
| Availability of Service Fees | - | - | - | - | - | 93,740 | 89,321 | 102,375 | - | 191,696 | | 48.90% | |
| Interest Income | 5,551 | - | 16,322 | 21,873 | | 147,988 | - | - | 50,000 | 50,000 | | 295.98% | |
| Miscellaneous/Other Income | 10,380 | 105 | - | 10,485 | | 28,087 | 25,000 | 2,000 | - | 27,000 | | 104.03% | |
| MLP Surcharge | 4,316 | - | - | 4,316 | | 47,586 | 77,000 | - | - | 77,000 | | 61.80% | |
| Transfer from GF Rate Stabilization Fund | - | - | - | - | - | - | 170,000 | 170,000 | 340,000 | 680,000 | | 0.00% | |
| TOTAL REVENUES | 259,751 | 173,612 | 66,922 | 500,285 | | 4,522,738 | 2,524,029 | 2,118,582 | 1,328,146 | 5,970,757 | | 75.75% | |
| | | | | | | | | | | | | | |
| | | | | | | | | | | | | | |
| Operating Expenditures | | | | | | | | | | | | | |
| Chemicals | \$ 19,405 | \$ - | \$ - | \$ 19,405 | | 44,405 | \$ 53,000 | \$ 12,000 | \$ - | \$ 65,000 | | 68.31% | |
| Laboratory | 1,554 | 6,374 | - | 7,927 | | 43,781 | 25,000 | 90,000 | - | 115,000 | | 38.07% | |
| Operating Equipment/Supplies | 7,763 | 691 | - | 8,454 | | 65,393 | 65,000 | 50,000 | - | 115,000 | | 56.86% | |
| Safety Equipment | 401 | 3,288 | - | 3,689 | | 11,888 | 7,000 | 7,000 | - | 14,000 | | 84.92% | |
| Uniforms | 103 | 402 | - | 505 | | 2,703 | 3,500 | 3,500 | - | 7,000 | | 38.62% | |
| Outside Services | 1,089 | 148 | - | 1,237 | | 13,983 | 2,500 | 26,000 | - | 28,500 | | 49.06% | |
| Repairs & Maintenance | 6,205 | 60,899 | - | 67,104 | | 161,892 | 157,000 | 152,500 | - | 309,500 | | 52.31% | |
| Utilities | 9,456 | 8,496 | - | 17,952 | | 179,874 | 150,000 | 150,000 | - | 300,000 | | 59.96% | |
| ATAD Sludge TCB | - | 62,184 | - | 62,184 | | 62,184 | - | 140,000 | - | 140,000 | | 44.42% | |
| MLP Operations | 8,639 | 693 | - | 9,332 | | 96,988 | 60,000 | 2,000 | - | 62,000 | | 156.43% | |
| Legal | 623 | - | 2,702 | 3,325 | | 38,499 | 60,000 | 35,000 | 50,000 | 145,000 | | 26.55% | |
| Consultants | 5,746 | 750 | - | 6,496 | | 84,340 | 168,000 | 115,000 | 35,000 | 318,000 | | 26.52% | |
| Water Grant | - | - | - | - | | 2,000 | 2,000 | - | - | 2,000 | | 100.00% | |
| Fuel/Vehicle Expense | 631 | 2,630 | 148 | 3,410 | | 42,247 | 20,000 | 24,000 | 1,800 | 45,800 | | 92.24% | |
| Office Admin | 6,293 | 14,101 | 8,119 | 28,513 | | 231,456 | 105,000 | 105,000 | 180,000 | 390,000 | | 59.35% | |
| Salaries, Taxes & Benefits | 42,802 | 61,106 | 53,042 | 156,950 | | 1,227,750 | 615,702 | 712,187 | 634,893 | 1,962,782 | | 62.55% | |
| County Treasurer Fees | - | - | 1,371 | 1,371 | | 34,394 | - | - | 38,000 | 38,000 | | 90.51% | |
| GF Transfers Out to Enterprise Funds | - | - | - | - | | - | - | - | 340,000 | 340,000 | | 0.00% | |
| TOTAL OPERATING EXPENDITURES | 110,709 | 221,764 | 65,383 | 397,855 | | 2,343,778 | 1,493,702 | 1,624,187 | 1,279,693 | 4,397,581 | | 53.30% | |
| NET OPERATING RESULTS | \$ 149,043 | \$ (48,152) | \$ 1,539 | \$ 102,429 | | \$ 2,178,960 | \$ 1,030,328 | \$ 494,395 | \$ 48,453 | \$ 1,573,176 | | 66.67% | |
| | | | | | | | | | | | | | |
| Capital Expenditures | | | | | | | | | | | | | |
| Capital Improvements-General | \$ - | \$ 3,468 | \$ - | \$ 3,468 | | 7,363 | \$ 1,505,897 | \$ 827,771 | \$ - | \$ 2,333,668 | | | |
| Capital Improvements-MLP Dam | 70,066 | - | - | 70,066 | | 73,040 | - | - | - | 0 | | | |
| CWRPDA Loan Draws | - | - | - | - | | (679,924) | 1,301,897 | - | - | 1,301,897 | | | |
| NET CAPITAL EXPENDITURES | \$ 70,066 | \$ 3,468 | \$ - | \$ 73,533 | | \$ (599,521) | \$ 204,000 | \$ 827,771 | \$ - | \$ 1,031,771 | | | |
| | | | | | | | | | | | | | |
| Debt Service Expenditures | | | | | | | | | | | | | |
| Bond Principal, Interest & Fees | - | - | - | - | | 1,370,987 | 1,370,959 | - | - | 1,370,959 | | | |
| TOTAL ALL EXPENDITURES | 180,775 | 225,231 | 65,383 | 471,389 | | 3,115,244 | 3,068,661 | 2,451,958 | 1,279,693 | 6,800,311 | | | |
| NET EXCESS(DEFICIT) OF REV/EXP | \$ 78,977 | \$ (51,620) | \$ 1,539 | \$ 28,896 | | \$ 1,407,493 | \$ (544,631) | \$ (333,376) | \$ 48,453 | \$ (829,554) | | | |

Monthly Statement of Cash Flow

Starting date

| |
|----------|
| 1/1/2023 |
|----------|

 Cash balance alert minimum

| |
|-----------|
| 2,000,000 |
|-----------|

| | 2023 BUDGET | Jan-23 | Feb-23 | Mar-23 | Apr-23 | May-23 | Jun-23 | Jul-23 | Aug-23 | Sep-23 | Oct-23 | Nov-23 | Dec-23 | Total |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Unrestricted Cash | \$ 5,445,443 | \$ 5,445,443 | \$ 4,666,627 | 4,775,222 | 5,165,780 | 5,950,842 | 6,017,999 | 6,103,841 | 5,862,770 | 5,961,283 | 5,961,283 | 5,961,283 | 5,961,283 | |
| REVENUE | | Jan-23 | Feb-23 | Mar-23 | Apr-23 | May-23 | Jun-23 | Jul-23 | Aug-23 | Sep-23 | Oct-23 | Nov-23 | Dec-23 | Total |
| PROPERTY TAXES | \$ 1,172,682 | \$ 5,559 | \$ 114,598 | \$ 345,266 | \$ 155,765 | \$ 242,597 | \$ 94,733 | \$ 182,400 | \$ 50,599 | | | | | \$ 1,191,517 |
| TAP FEES | 500,000 | 2,321 | - | 85,993 | 102,468 | 253,307 | 65,158 | 182,804 | 85,806 | | | | | 777,857 |
| USER FEES | 3,272,379 | 263,128 | 264,816 | 264,425 | 255,745 | 256,135 | 274,185 | 330,445 | 327,205 | | | | | 2,236,084 |
| AVAIL SERVICE FEES | 191,696 | | | 47,119 | (128) | (46) | 46,795 | - | - | | | | | 93,740 |
| INTEREST INCOME | 50,000 | 16,623 | 15,619 | 17,814 | 17,950 | 19,060 | 18,964 | 20,085 | 21,873 | | | | | 147,988 |
| MISC INCOME | 27,000 | 840 | 414 | 567 | 510 | 2,353 | 4,627 | 4,430 | 10,485 | | | | | 24,226 |
| MLP SURCHARGE | 77,000 | 4,316 | 4,316 | 10,845 | 4,316 | 4,316 | 10,845 | 4,316 | 4,316 | | | | | 47,586 |
| RELEASE from RESTRICTED | 340,000 | - | - | - | - | - | - | - | - | | | | | - |
| TOTAL CASH INFLOW | 5,630,757 | 292,787 | 399,763 | 772,029 | 536,626 | 777,722 | 515,307 | 724,480 | 500,284 | - | - | - | - | 4,518,998 |
| EXPENDITURES | | Jan-23 | Feb-23 | Mar-23 | Apr-23 | May-23 | Jun-23 | Jul-23 | Aug-23 | Sep-23 | Oct-23 | Nov-23 | Dec-23 | Total |
| CHEMICALS | 65,000 | 4,510 | - | 6,643 | - | 3,877 | 9,969 | - | 19,405 | | | | | 44,404 |
| LABORATORY | 115,000 | 3,457 | 5,493 | 7,657 | 2,469 | 9,816 | 6,161 | 1,466 | 7,927 | | | | | 44,446 |
| OPERATING EQUIP / SUPPLIES | 115,000 | 1,053 | 9,169 | 17,275 | 4,030 | 13,255 | 4,487 | 7,672 | 8,454 | | | | | 65,395 |
| SAFETY | 14,000 | - | 831 | 3,309 | 1,968 | 1,721 | 94 | 276 | 3,689 | | | | | 11,888 |
| UNIFORMS | 7,000 | - | 299 | 237 | 686 | 385 | 522 | 68 | 505 | | | | | 2,702 |
| OUTSIDE SERVICES | 28,500 | 81 | 1,520 | 6,734 | 552 | 298 | 1,219 | 2,903 | 1,237 | | | | | 14,544 |
| R&M | 309,000 | 2,449 | 2,466 | 7,733 | 27,690 | 12,701 | 8,738 | 33,012 | 67,104 | | | | | 161,893 |
| UTILITIES | 300,000 | - | 34,147 | 32,232 | 31,210 | 24,667 | 20,322 | 19,345 | 17,952 | | | | | 179,875 |
| ATAD SLUDGE | 140,000 | - | - | - | - | - | - | - | 62,184 | | | | | 62,184 |
| MLP OPERATIONS | 62,000 | 159 | 7,199 | 12,569 | 22,332 | 7,435 | 25,516 | 11,782 | 9,332 | | | | | 96,324 |
| LEGAL | 145,000 | 39 | 9,194 | 5,161 | 5,414 | 7,341 | 6,493 | 1,532 | 3,325 | | | | | 38,499 |
| CONSULTANTS | 318,000 | - | 4,943 | 4,302 | 17,426 | 9,040 | 12,660 | 31,222 | 6,496 | | | | | 86,089 |
| WATER GRANT | 2,000 | - | - | 2,000 | - | - | - | - | - | | | | | 2,000 |
| VEHICLES / FUEL | 45,800 | 205 | 13,913 | 11,022 | 3,895 | 3,999 | 3,946 | 1,858 | 3,410 | | | | | 42,248 |
| OFFICE ADMIN | 390,000 | 27,120 | 32,305 | 25,453 | 21,841 | 32,683 | 36,707 | 21,846 | 28,513 | | | | | 226,468 |
| SALARIES / BENEFITS | 1,963,282 | 160,211 | 150,231 | 142,762 | 145,108 | 150,194 | 149,328 | 145,178 | 156,950 | | | | | 1,199,962 |
| BOND EXPENDITURES | 1,370,859 | - | - | - | - | - | - | - | - | | | | | - |
| CTY TREASURER FEES | 38,000 | - | 3,320 | 10,176 | 4,503 | 7,131 | 2,645 | 5,247 | 1,371 | | | | | 34,393 |
| SUBTOTAL CASH PAID OUT | 5,428,441 | 199,284 | 275,030 | 295,265 | 289,124 | 284,543 | 288,807 | 283,407 | 397,854 | - | - | - | - | 2,313,314 |
| CAPITAL IMPROVEMENTS-MCB | 2,129,668 | | | 3,895 | - | - | 59,550 | | 3,468 | | | | | 66,913 |
| CAPITAL IMPROVEMENTS-MLP | - | | | | | | | 2,975 | 70,066 | | | | | 73,041 |
| CWRPDA Loan Draws | 1,301,978 | | | | 679,924 | | | | | | | | | 679,924 |
| NET CAP EX | 827,690 | | | 3,895 | (679,924) | | 59,550 | | 73,534 | | | | | (539,970) |
| CWRPDA Loan Payments | | 685,494 | | | | | | 685,493 | | | | | | |
| Change in Equity | (625,374) | (591,991) | 124,733 | 472,869 | 927,426 | 493,179 | 166,950 | 441,073 | 28,896 | - | - | - | - | 2,745,654 |
| Change in Accruals 12/31/22 to Current Month | | (186,825) | (16,138) | (82,311) | (142,364) | (426,022) | (81,108) | (682,144) | 69,617 | | | | | (1,547,296) |
| Unrestricted Cash on hand (end of month) | \$ 5,445,443 | \$ 4,666,627 | \$ 4,775,222 | \$ 5,165,780 | \$ 5,950,842 | \$ 6,017,999 | \$ 6,103,841 | \$ 5,862,770 | \$ 5,961,283 | \$ 5,961,283 | \$ 5,961,283 | \$ 5,961,283 | \$ 5,961,283 | |

2023 Water Fund Capital Projects Summary

| Activity# | Project Name | Start Date | Completion Date | | | | | | | | | | | | | | |
|-----------|---------------------------|---|-----------------------------------|---|--------------------|-------------------------|--------------|-------------------------|--------------|---------------------------------|-----------------------------------|-----------------------|------------------------------|---|---|--|--|
| 102001 | WTP Expansion | 5/1/2020 | 6/1/2023 | | | | | | | | | | | | | | |
| | 102001 | Current Total Project Estimate/Approved Budget | Project Costs Through 2022 | Project Life Costs Remaining at 12.31.22 | 2023 Budget | Q1 2023 Incurred | Costs | Q2 2023 Incurred | Costs | July 2023 Costs Incurred | August 2023 Costs Incurred | 2023 YTD Costs | Remaining 2023 Budget | Total Historical Project Costs to Date | Remaining Project Budget to Date | | |
| 01 | Project Management | \$ 1,400,000 | \$ 1,272,121 | \$ 127,879 | \$ - | \$ 3,895 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,895 | \$ (3,895) | \$ 1,276,016 | \$ 123,984 | | |
| 02 | Engineering | 1,200,000 | 1,354,605 | (154,605) | - | - | - | - | - | - | - | - | - | 1,354,605 | (154,605) | | |
| 03 | Construction | 17,850,000 | 19,304,577 | (1,454,577) | - | - | - | - | - | - | - | - | - | 19,304,577 | (1,454,577) | | |
| 04 | Contingencies | 2,400,000 | 275,420 | 2,124,580 | 1,301,897 | - | - | - | - | - | - | - | 1,301,897 | 275,420 | 2,124,580 | | |
| 05 | Legal | 50,000 | 32,524 | 17,476 | - | - | - | - | - | - | - | - | - | 32,524 | 17,476 | | |
| 07 | Paid Directly by District | - | 24,837 | (24,837) | - | - | - | - | - | - | - | - | - | 24,837 | (24,837) | | |
| 08 | Permits | 275,000 | 284,710 | (9,710) | - | - | - | - | - | - | - | - | - | 284,710 | (9,710) | | |
| | Total Project: | 23,175,000 | 22,548,793 | 626,206 | 1,301,897 | 3,895 | - | - | - | - | - | 3,895 | 1,298,002 | 22,552,689 | 622,311 | | |

| Project Name | | | | | | | | | | | | | | | |
|--------------|------------------------|---|-----------------------------------|---|--------------------|-------------------------|--------------|-------------------------|--------------|---------------------------------|-----------------------------------|-----------------------|------------------------------|---|--|
| 102301 | MLP Reservoir Spillway | | | | | | | | | | | | | | |
| | 102301 | Current Total Project Estimate/Approved Budget | Project Costs Through 2022 | Project Life Costs Remaining at 12.31.22 | 2023 Budget | Q1 2023 Incurred | Costs | Q2 2023 Incurred | Costs | July 2023 Costs Incurred | August 2023 Costs Incurred | 2023 YTD Costs | Remaining 2023 Budget | Total Historical Project Costs to Date | |
| 01 | Project management | - | - | - | 10,000 | - | - | - | - | 2,975 | 2,171 | 5,145 | 4,855 | 5,145 | |
| 03 | Construction | - | - | - | 59,000 | - | - | - | - | - | 67,895 | 67,895 | (8,895) | 67,895 | |
| | Total Project: | - | - | - | 69,000 | - | - | - | - | 2,975 | 70,066 | 73,040 | (4,040) | 73,040 | |

| Project Name | | | | | | | | | | | | | | | |
|--------------|-----------------------|---|-----------------------------------|---|--------------------|-------------------------|--------------|-------------------------|---------------|---------------------------------|-----------------------------------|-----------------------|------------------------------|---|--|
| 102302 | Truck | | | | | | | | | | | | | | |
| | 102302 | Current Total Project Estimate/Approved Budget | Project Costs Through 2022 | Project Life Costs Remaining at 12.31.22 | 2023 Budget | Q1 2023 Incurred | Costs | Q2 2023 Incurred | Costs | July 2023 Costs Incurred | August 2023 Costs Incurred | 2023 YTD Costs | Remaining 2023 Budget | Total Historical Project Costs to Date | |
| 06 | Purchase | - | - | - | 55,000 | - | - | - | 59,550 | - | - | 59,550 | (4,550) | 59,550 | |
| | Total Project: | - | - | - | 55,000 | - | - | - | 59,550 | - | - | 59,550 | (4,550) | 59,550 | |

| Project Name | | | | | | | | | | | | | | | |
|--------------|-------------------------|---|-----------------------------------|---|--------------------|-------------------------|--------------|-------------------------|--------------|---------------------------------|-----------------------------------|-----------------------|------------------------------|---|--|
| 102303 | Hydro Excavator Trailer | | | | | | | | | | | | | | |
| | 102303 | Current Total Project Estimate/Approved Budget | Project Costs Through 2022 | Project Life Costs Remaining at 12.31.22 | 2023 Budget | Q1 2023 Incurred | Costs | Q2 2023 Incurred | Costs | July 2023 Costs Incurred | August 2023 Costs Incurred | 2023 YTD Costs | Remaining 2023 Budget | Total Historical Project Costs to Date | |
| 06 | Purchase | - | - | - | 45,000 | - | - | - | - | - | - | - | 45,000 | - | |
| | Total Project: | - | - | - | 45,000 | - | - | - | - | - | - | - | 45,000 | - | |

| Project Name | | | | | | | | | | | | | | | |
|--------------|-------------------------------|---|-----------------------------------|---|--------------------|-------------------------|--------------|-------------------------|--------------|---------------------------------|-----------------------------------|-----------------------|------------------------------|---|--|
| 102304 | Fire Hydrant Pressure Sensors | | | | | | | | | | | | | | |
| | 102304 | Current Total Project Estimate/Approved Budget | Project Costs Through 2022 | Project Life Costs Remaining at 12.31.22 | 2023 Budget | Q1 2023 Incurred | Costs | Q2 2023 Incurred | Costs | July 2023 Costs Incurred | August 2023 Costs Incurred | 2023 YTD Costs | Remaining 2023 Budget | Total Historical Project Costs to Date | |
| 06 | Purchase | - | - | - | 35,000 | - | - | - | - | - | - | - | 35,000 | - | |
| | Total Project: | - | - | - | 35,000 | - | - | - | - | - | - | - | 35,000 | - | |

| | | | | | | | | | | | |
|-------------------|----------------------|----------------------|-------------------|---------------------|-----------------|------------------|-----------------|------------------|-------------------|---------------------|----------------------|
| Total YTD: | \$ 23,175,000 | \$ 22,548,793 | \$ 626,206 | \$ 1,505,897 | \$ 3,895 | \$ 59,550 | \$ 2,975 | \$ 70,066 | \$ 136,486 | \$ 1,369,411 | \$ 22,685,279 |
|-------------------|----------------------|----------------------|-------------------|---------------------|-----------------|------------------|-----------------|------------------|-------------------|---------------------|----------------------|

2023 Wastewater Fund Capital Projects Summary

| Activity# | Project Name | Start Date | Completion Date | | | | | | | | | | |
|----------------------|---------------------------------------|---|--|--|-------------|------------------------|------------------------|--------------------------|----------------------------|----------------|-----------------------|--|-------------------------|
| 202004 | ATAD IGA Share | 1/1/2020 | 12/31/2024 | | | | | | | | | | |
| | 202004 | Current Total Project Estimate through 2023 | Anticipated Project Costs Through 2022 | Project Life Costs Remaining at 12.31.22 | 2023 Budget | Q1 2023 Costs Incurred | Q2 2023 Costs Incurred | July 2023 Costs Incurred | August 2023 Costs Incurred | 2023 YTD Costs | Remaining 2023 Budget | Total Historical Project Costs to Date | 2024 Anticipated Budget |
| 06 | Purchase Paid to Town of CB per IGA | \$ 1,500,000 | \$ 162,458 | \$ 1,337,542 | \$ 668,771 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 668,771 | \$ 162,458 | \$ 668,771 |
| | Total Project: | 1,500,000 | 162,458 | 1,337,542 | 668,771 | - | - | - | - | - | 668,771 | 162,458 | 668,771 |
| 202206 | Whetstone Relocate/Easement | | | | | | | | | | | | |
| | 202206 | Current Total Project Estimate | Project Costs Through 2022 | Project Life Costs Remaining at 12.31.22 | 2023 Budget | Q1 2023 Costs Incurred | Q2 2023 Costs Incurred | July 2023 Costs Incurred | August 2023 Costs Incurred | 2023 YTD Costs | Remaining 2023 Budget | Total Historical Project Costs to Date | |
| 02 | Engineering | - | - | - | 10,000 | - | - | - | - | - | 10,000 | - | - |
| 03 | Construction | - | - | - | 60,000 | - | - | - | 2,450 | 2,450 | 57,550 | - | - |
| 05 | Legal | - | - | - | 5,000 | - | - | - | 1,018 | 1,018 | 3,983 | - | - |
| | Total Project: | - | - | - | 75,000 | - | - | - | 3,468 | 3,468 | 71,533 | - | - |
| 202301 | I&I for 2023 | | | | | | | | | | | | |
| | 202301 | Current Total Project Estimate | Project Costs Through 2022 | Project Life Costs Remaining at 12.31.22 | 2023 Budget | Q1 2023 Costs Incurred | Q2 2023 Costs Incurred | July 2023 Costs Incurred | August 2023 Costs Incurred | 2023 YTD Costs | Remaining 2023 Budget | Total Historical Project Costs to Date | |
| 03 | Construction | 59,000 | - | - | 59,000 | - | - | - | - | - | 59,000 | - | - |
| | Total Project: | 59,000 | - | - | 59,000 | - | - | - | - | - | 59,000 | - | - |
| 202302 | Backup Pump Mixed Liquor Return (MLR) | | | | | | | | | | | | |
| | 202302 | Current Total Project Estimate | Project Costs Through 2022 | Project Life Costs Remaining at 12.31.22 | 2023 Budget | Q1 2023 Costs Incurred | Q2 2023 Costs Incurred | July 2023 Costs Incurred | August 2023 Costs Incurred | 2023 YTD Costs | Remaining 2023 Budget | Total Historical Project Costs to Date | |
| 06 | Purchase | - | - | - | 25,000 | - | - | - | - | - | 25,000 | - | - |
| | Total Project: | - | - | - | 25,000 | - | - | - | - | - | 25,000 | - | - |
| Total Budget: | | \$ 1,559,000 | \$ 162,458 | \$ 1,337,542 | \$ 827,771 | \$ - | \$ - | \$ - | \$ 3,468 | \$ 3,468 | \$ 824,304 | \$ 162,458.00 | |

Water Fund Consulting Summary

| Activity# | 2023 Budget | | Q1 | Q2 | July | August | YTD | Remaining Budget |
|-----------|-------------------|---------------------------|-----------------|------------------|------------------|-----------------|------------------|------------------|
| | Plan | Vendor-Project | | | | | | |
| 102330 | \$ 20,000 | General | \$ 3,856 | \$ 14,313 | \$ 5,300 | \$ - | \$ 23,469 | \$ (3,469) |
| 102331 | 10,000 | LRE-Water Rights | - | 1,329 | - | - | 1,329 | 8,672 |
| 102332 | 5,000 | Alpine Environmental | - | - | - | - | - | 5,000 |
| 102333 | 10,000 | Carollo - Monitoring | - | - | - | - | - | 10,000 |
| 102334 | 10,000 | Carollo - MLP Water Color | 249 | 9,407 | - | - | 9,656 | 344 |
| 102335 | 108,000 | AECOM | 3,436 | 11,572 | 24,175 | 5,746 | 44,929 | 63,071 |
| 102336 | 5,000 | HDR | - | 1,933 | - | - | 1,933 | 3,068 |
| 102337 | | | | | | | | - |
| | \$ 168,000 | | \$ 7,541 | \$ 38,553 | \$ 29,475 | \$ 5,746 | \$ 81,314 | \$ 86,686 |

Wastewater Fund Consulting Summary

| Activity# | 2023 Budget | | Q1 | Q2 | July | August | YTD | Remaining Budget |
|-----------|-------------------|----------------------|-----------------|---------------|-------------|---------------|-----------------|-------------------|
| | Plan | Vendor-Project | | | | | | |
| 202330 | \$ 25,000 | General | \$ - | \$ - | \$ - | \$ 750 | \$ 750 | \$ 24,250 |
| 202331 | 5,000 | LRE Water | - | - | - | - | - | 5,000 |
| 202332 | 10,000 | Alpine Environmental | - | - | - | - | - | 10,000 |
| 202333 | 50,000 | Carollo Engineers | 1,704 | 573 | - | - | 2,276 | 47,724 |
| 202334 | 25,000 | Pinyon Environmental | - | - | - | - | - | 25,000 |
| 202335 | | | | | | | | - |
| | \$ 115,000 | | \$ 1,704 | \$ 573 | \$ - | \$ 750 | \$ 3,026 | \$ 111,974 |

General Fund Consulting Summary

| Activity# | 2023 Budget | | Q1 | Q2 | July | August | YTD | Remaining Budget |
|-----------|------------------|-----------------|-------------|-------------|-------------|-------------|-------------|------------------|
| | Plan | Vendor-Project | | | | | | |
| 902330 | \$ 10,000 | General | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 10,000 |
| 902331 | \$ 25,000 | Position Search | - | - | - | - | - | \$ 25,000 |
| 902332 | | | | | | | - | \$ - |
| | \$ 35,000 | | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 35,000 |

Water Fund Repair & Maintenance Expenditures

| 2023 Budget | | | | | | | | | |
|--------------------------|-------------------------------|------------------------------------|-------------------------|-------------------------|-------------------------|------------------------|--------------------------|-------------------------|--|
| Activity# | Plan | Project | Q1 | Q2 | July | August | YTD | Remaining Budget | |
| 102340 | \$ 20,000 | General | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 20,000 | |
| 102341 | 20,000 | Crack Seal/Asphalt | - | 1,386 | 5,286 | - | 6,672 | 13,328 | |
| 102342 | 20,000 | MLP WTP Electrical Service Repairs | - | - | - | - | - | 20,000 | |
| 102343 | 7,000 | Paint Hydrants | - | - | - | - | - | 7,000 | |
| 102344 | | | | | | | - | - | |
| <u>\$ 67,000</u> | | | <u>\$ -</u> | <u>\$ 1,386</u> | <u>\$ 5,286</u> | <u>\$ -</u> | <u>\$ 6,672</u> | <u>\$ 60,328</u> | |
| \$ 90,000 | General Repairs | | \$ 14,145 | \$ 69,481 | \$ 13,232 | \$ 6,205 | \$ 103,062 | \$ (13,062) | |
| <u>\$ 157,000</u> | Total Repairs and Maintenance | | <u>\$ 14,145</u> | <u>\$ 70,867</u> | <u>\$ 18,518</u> | <u>\$ 6,205</u> | <u>\$ 109,735</u> | <u>\$ 47,265</u> | |

Wastewater Fund Repair & Maintenance Expenditures

| 2023 Budget | | | | | | | | | |
|-----------------------------|-------------------------------|------------------------------------|------------------------|-------------------------|-------------------------|----------------------------|--------------------------|-------------------------|--|
| Activity# | Plan | Project | Q1 | Q2 | July | August | YTD | Remaining Budget | |
| 202340 | \$ 20,000 | General | \$ - | \$ - | \$ - | \$ - | \$ - | 20,000 | |
| 202341 | 20,000 | Crack Seal/Asphalt | - | - | - | 16,096 | 16,096.00 | 3,904 | |
| 202342 | 7,500 | Upgrade Aeration Basin Piping | - | - | - | - | - | 7,500 | |
| 202343 | 7,500 | Backup Heat for Headworks Building | - | - | 6,217 | - | 6,217 | 1,283 | |
| 202344 | 7,500 | Concrete Staining | - | - | - | - | - | 7,500 | |
| 202345 | | | | | | | - | - | |
| <u>\$ 62,500</u> | | | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 6,217</u> | <u>\$ 16,096</u> | <u>\$ 22,313</u> | <u>\$ 40,187</u> | |
| \$ 90,000 | General Repairs | | \$ 7,236 | \$ 20,858 | \$ 11,366 | \$ 44,803 | \$ 84,264 | \$ 5,736 | |
| <u>\$ 152,500.00</u> | Total Repairs and Maintenance | | <u>\$ 7,236</u> | <u>\$ 20,858</u> | <u>\$ 17,584</u> | <u>\$ 60,898.92</u> | <u>\$ 106,577</u> | <u>\$ 45,923</u> | |

Water Fund Legal Expenditures

| 2023 Budget | | | | | | | | |
|------------------|-----------|--------------|-----------------|-------|---------------|---------------|------------------|------------------|
| Activity# | Plan | Project | Q1 | Q2 | July | August | YTD | Remaining Budget |
| 102350 | \$ 10,000 | General | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 10,000 |
| 102351 | 10,000 | Water Rights | 1,120 | 7,283 | 160 | 623 | 9,186 | 814 |
| 102352 | 40,000 | Long Lake | 875 | 1,961 | - | - | 2,836 | 37,164 |
| 102353 | | | | | | | - | - |
| | | | | | | | | - |
| \$ 60,000 | | | \$ 1,995 | | \$ 160 | \$ 623 | \$ 12,022 | \$ 47,978 |

Wastewater Fund Legal Expenditures

| 2023 Budget | | | | | | | | |
|------------------|-----------|------------------|-------------|------|-------------|-------------|-------------|------------------|
| Activity# | Plan | Project | Q1 | Q2 | July | August | YTD | Remaining Budget |
| 202350 | \$ 20,000 | General | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 20,000 |
| 202351 | 15,000 | Discharge Permit | - | - | - | - | - | 15,000 |
| 202352 | | | | | | | | - |
| | | | | | | | | - |
| \$ 35,000 | | | \$ - | | \$ - | \$ - | \$ - | \$ 35,000 |

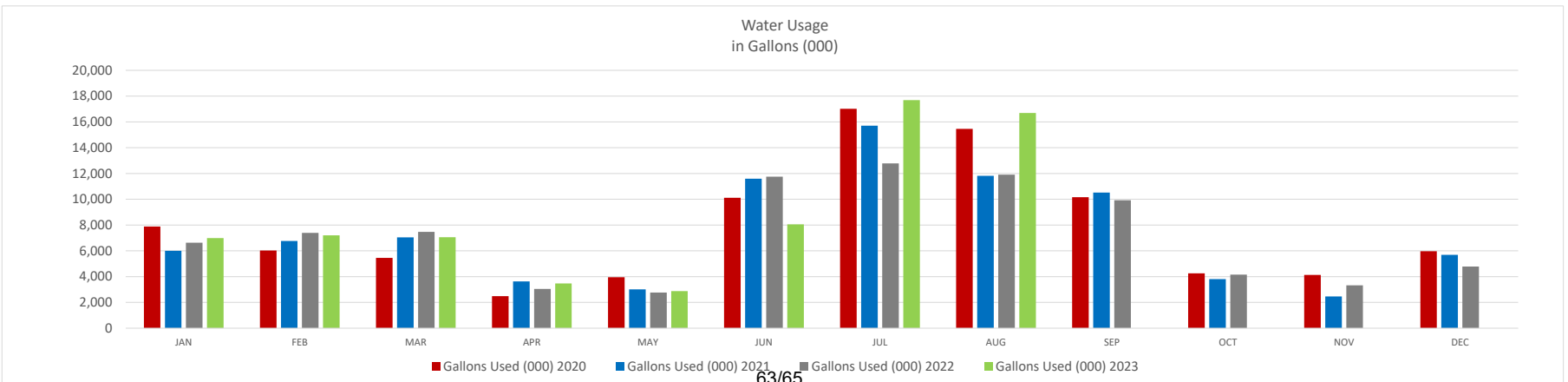
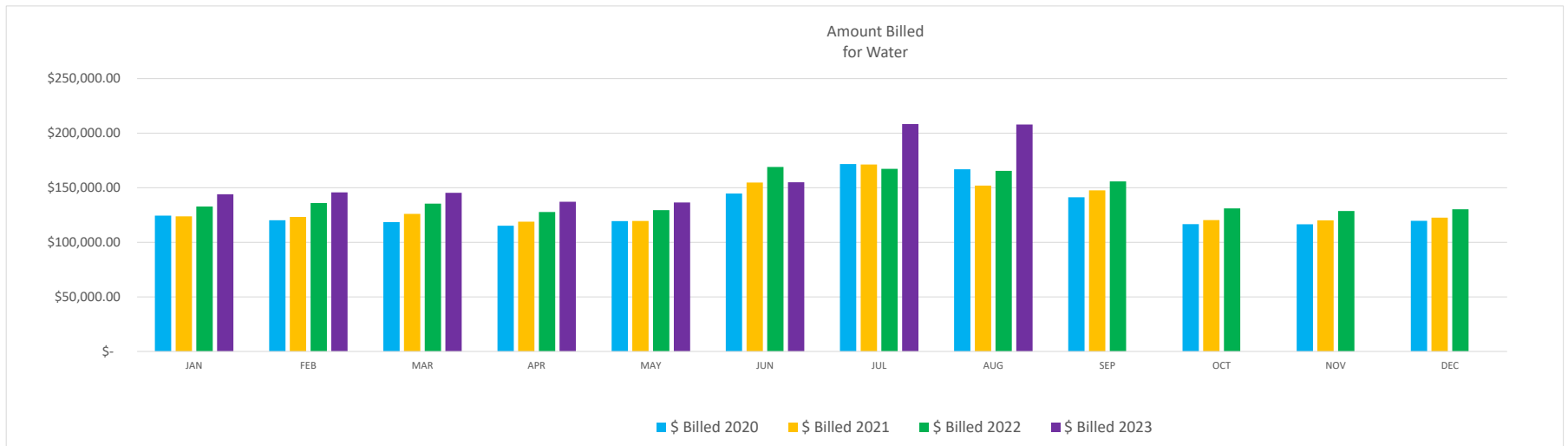
General Fund Legal Expenditures

| 2023 Budget | | | | | | | | |
|------------------|-----------|-------------------|------------------|----------|-----------------|-----------------|------------------|------------------|
| Activity# | Plan | Project | Q1 | Q2 | July | August | YTD | Remaining Budget |
| 902350 | \$ 30,000 | General | \$ 6,368 | \$ 9,542 | \$ 1,263 | \$ 1,687 | \$ 18,859 | \$ 11,141 |
| 902351 | 20,000 | MLPC Negotiations | 6,031 | 462 | 110 | 1,015 | 7,618 | 12,382 |
| 902352 | | | | | | | | - |
| | | | | | | | | - |
| \$ 50,000 | | | \$ 12,398 | | \$ 1,373 | \$ 2,702 | \$ 26,477 | \$ 23,523 |

MT CRESTED BUTTE WATER & SANITATION DISTRICT

Water Billing: \$ and Gallons(000)

| | \$ Billed 2020 | \$ Billed 2021 | \$ Billed 2022 | \$ Billed 2023 | | Gallons Used (000) 2020 | Gallons Used (000) 2021 | Gallons Used (000) 2022 | Gallons Used (000) 2023 | \$ +/- 2021-2020 | \$ +/- 2022-2021 | \$ +/- 2023-2022 |
|-----|-----------------|-----------------|-----------------|-----------------|-----|-------------------------|-------------------------|-------------------------|-------------------------|------------------|------------------|------------------|
| JAN | \$ 124,440.26 | \$ 123,763.96 | \$ 132,850.21 | \$ 144,088.07 | JAN | 7,884 | 6,008 | 6,627 | 6,993 | \$ (676.30) | \$ 9,086.25 | \$ 11,237.86 |
| FEB | 120,200.86 | 123,331.00 | 135,950.03 | 145,777.33 | FEB | 6,021 | 6,770 | 7,387 | 7,204 | 3,130.14 | 12,619.03 | 9,827.30 |
| MAR | 118,489.03 | 126,026.75 | 135,478.37 | 145,385.27 | MAR | 5,454 | 7,043 | 7,467 | 7,052 | 7,537.72 | 9,451.62 | 9,906.90 |
| APR | 115,239.84 | 118,923.50 | 127,769.41 | 137,174.97 | APR | 2,489 | 3,632 | 3,050 | 3,475 | 3,683.66 | 8,845.91 | 9,405.56 |
| MAY | 119,467.62 | 119,506.85 | 129,465.28 | 136,517.64 | MAY | 3,955 | 3,013 | 2,770 | 2,876 | 39.23 | 9,958.43 | \$ 7,052.36 |
| JUN | 144,753.66 | 154,760.91 | 169,098.95 | 155,036.55 | JUN | 10,114 | 11,590 | 11,753 | 8,053 | 10,007.25 | 14,338.04 | \$ (14,062.40) |
| JUL | 171,743.28 | 171,345.23 | 167,289.71 | 208,339.96 | JUL | 17,016 | 15,709 | 12,785 | 17,686 | (398.05) | (4,055.52) | \$ 41,050.25 |
| AUG | 166,956.17 | 151,927.65 | 165,487.77 | 207,934.20 | AUG | 15,460 | 11,813 | 11,905 | 16,691 | (15,028.52) | 13,560.12 | \$ 42,446.43 |
| SEP | 141,276.01 | 147,634.10 | 155,882.29 | | SEP | 10,158 | 10,519 | 9,923 | 0 | 6,358.09 | 8,248.19 | |
| OCT | 116,601.74 | 120,369.91 | 131,117.77 | | OCT | 4,256 | 3,809 | 4,151 | 0 | 3,768.17 | 10,747.86 | |
| NOV | 116,550.05 | 120,081.93 | 128,730.12 | | NOV | 4,132 | 2,463 | 3,325 | 0 | 3,531.88 | 8,648.19 | |
| DEC | 119,720.34 | 122,656.95 | 130,350.05 | | DEC | 5,966 | 5,685 | 4,782 | 0 | 2,936.61 | 7,693.10 | |
| | \$ 1,575,438.86 | \$ 1,600,328.74 | \$ 1,709,469.96 | \$ 1,280,253.99 | | 92,905 | 88,054 | 85,925 | 70,030 | \$ 24,889.88 | \$ 109,141.22 | \$ 116,864.26 |



August 2023 Cash Expenditure Report

| Date | Check Number | Payee or Description | Check Amount | Check |
|-----------|--------------|---|--------------|--|
| 8/2/2023 | 8022301 | COLORADO STATE TAXES | 3,656.00 | PAYROLL EXPENSE |
| 8/2/2023 | 8022302 | CRA 401a | 6,081.57 | PAYROLL EXPENSE |
| 8/2/2023 | 8022303 | CRA 457b | 2,309.54 | PAYROLL EXPENSE |
| 8/2/2023 | 8022304 | FEDERAL WITHHOLDING TAXES | 13,882.02 | PAYROLL EXPENSE |
| 8/2/2023 | 8022305 | CO EMPLOYER BENEFIT TRUST CEBT | 31,490.87 | EMPLOYEE INSURANCE |
| 8/3/2023 | 92201 | DIRECT DEPOSIT TOTAL | 33,253.85 | PAYROLL EXPENSE |
| 8/7/2023 | 1 | ACH MAINT FEES CBOC MISC W & WW - NOW | 116.60 | |
| 8/10/2023 | 17869 | PAYROLL CHECK | 1,858.74 | PAYROLL EXPENSE |
| 8/11/2023 | 17870 | ACZ LABORATORIES, INC | 651.75 | |
| 8/11/2023 | 17871 | AECOM TECHNICAL SERVICES, INC | 7,916.69 | MLP DAM CAP IMP 10230101 \$2,170.69, CONSULTANTS 102335 \$5,746.00 |
| 8/11/2023 | 17872 | AMAZON CAPITAL SERVICES | 1,054.86 | OFFICE EXP, OP SUPPLIES, SAFETY, EDUCATION, LAB SUPPLIES |
| 8/11/2023 | 17873 | ATMOS ENERGY | 615.25 | |
| 8/11/2023 | 17874 | CARQUEST - MONTY'S AUTO PARTS | 308.38 | |
| 8/11/2023 | 17875 | CASELLE, INC. | 1,045.00 | IT SERVICES |
| 8/11/2023 | 17876 | CITY OF GUNNISON | 170.00 | |
| 8/11/2023 | 17877 | COLORADO ANALYTICAL LAB, INC. | 631.00 | |
| 8/11/2023 | 17878 | CRESTED BUTTE ACE HARDWARE | 834.36 | |
| 8/11/2023 | 17879 | CRESTED BUTTE NEWS INC | 441.00 | |
| 8/11/2023 | 17880 | CUMMINS SALES AND SERVICE | 4,212.95 | REPAIR & MAINT |
| 8/11/2023 | 17881 | DANA KEPNER COMPANY | 6,429.24 | OP SUPPLIES |
| 8/11/2023 | 17882 | DOTTYS REPAIR | 790.46 | |
| 8/11/2023 | 17883 | DUFFORD, WALDECK, MILBURN & KROHN, LLP | 623.00 | LEGALS 102351 |
| 8/11/2023 | 17884 | ENERGY LABORATORIES, INC. | 1,088.00 | LAB - SAMPLING |
| 8/11/2023 | 17885 | FERGUSON ENTERPRISES INC #109 | 270.39 | |
| 8/11/2023 | 17886 | FULLMER'S ACE HARDWARE CO INC | 89.99 | |
| 8/11/2023 | 17887 | GRAINGER | 400.89 | |
| 8/11/2023 | 17888 | GUNNISON COUNTY ELECTRIC ASSOC | 18,886.46 | UTILITIES |
| 8/11/2023 | 17889 | HACH COMPANY | 2,421.30 | LAB |
| 8/11/2023 | 17890 | IDEXX DISTRIBUTION, INC. | 52.00 | |
| 8/11/2023 | 17891 | KEEP IT GREEN LANDSCAPE DESIGN | 556.00 | |
| 8/11/2023 | 17892 | LAW OF THE ROCKIES, LLC | 3,693.86 | LEGALS 902350 \$1,660.93, 902351 \$1,015.43, WW CAP IMP LEGALS 20220605 \$1,017.50 |
| 8/11/2023 | 17893 | NALCO | 11,204.79 | CHEMICALS |
| 8/11/2023 | 17894 | NATIVE LANDSCAPES MANAGEMENT&CONSULTING | 315.00 | |
| 8/11/2023 | 17895 | PAPER-CLIP LLC | 101.59 | |
| 8/11/2023 | 17896 | PARISH OIL CO., INC. | 582.41 | |
| 8/11/2023 | 17897 | PROFESSIONAL DOCUMENT SOLUTION, INC. | 75.93 | |
| 8/11/2023 | 17898 | RESTRUCTION, A DIVISION OF STRUCTURAL | 67,895.00 | MLP DAM CAP IMP 10230103 |
| 8/11/2023 | 17899 | ROCKY HIGH CLEANING SERVICES | 560.00 | |
| 8/11/2023 | 17900 | SEACREST GROUP | 2,380.00 | LAB - SAMPLING |
| 8/11/2023 | 17901 | SEALCO INCORPORATED | 16,096.00 | REPAIR & MAINT 202341 |
| 8/11/2023 | 17902 | SIGN GUYS & GAL! INC. | 168.00 | |
| 8/11/2023 | 17903 | SPECTRUM - CHARTER COMMUNICATIONS | 182.97 | |
| 8/11/2023 | 17904 | STANFORD COMPUTER & TECHNICAL SERVICES | 1,600.00 | IT EQUIPMENT & IT SERVICES |
| 8/11/2023 | 17905 | TREATMENT TECHNOLOGY | 12,712.76 | CHEMICALS |
| 8/11/2023 | 17906 | TUCK COMMUNICATION SERVICES, INC. | 613.75 | |

August 2023 Cash Expenditure Report

| Date | Check Number | Payee or Description | Check Amount | Check |
|-----------|--------------|--|-----------------------------|---|
| 8/11/2023 | 17907 | USA BLUE BOOK | 3,493.73 | LAB & SAFETY |
| 8/11/2023 | 17908 | UTILITY NOTIFICATION CNTR CO | 78.69 | |
| 8/11/2023 | 17909 | WASTE MANAGEMENT CORPORATE SER, INC | 312.65 | |
| 8/11/2023 | 8112301 | FERRELL, JONATHAN D. | 100.00 | |
| 8/11/2023 | 8112302 | GRINDLAY, NANCY R. | 100.00 | |
| 8/11/2023 | 8112303 | O'BRIEN, JENNIFER | 100.00 | |
| 8/11/2023 | 8112304 | WOOLF, NANCY C. | 100.00 | |
| 8/11/2023 | 8112305 | CENTURYLINK | 765.22 | |
| 8/11/2023 | 8112306 | UPS | 108.26 | |
| 8/11/2023 | 8112307 | WRIGHT EXPRESS FLEET SVC | 1,952.14 | FUEL |
| 8/11/2023 | 8112308 | XTREAMINTERNET | 318.00 | |
| 8/16/2023 | 17910 | PAYROLL CHECK | 3,906.11 | PAYROLL EXPENSE |
| 8/16/2023 | 8152301 | CRA 401a | 5,875.50 | PAYROLL EXPENSE |
| 8/16/2023 | 8152302 | CRA 457b | 2,309.54 | PAYROLL EXPENSE |
| 8/16/2023 | 8152303 | FEDERAL WITHHOLDING TAXES | 19,329.97 | PAYROLL EXPENSE |
| 8/17/2023 | 92202 | DIRECT DEPOSIT TOTAL | 37,953.61 | PAYROLL EXPENSE |
| 8/17/2023 | 8172330 | ELAN FINANCIAL SERVICES | 2,581.51 | IT SERVICES, OFFICE EXP, OP SUPPLIES, EDUCATION, PHONES, SAFETY, REPAIR & MAINT, TRAVEL |
| 8/24/2023 | 17911 | AMAZON CAPITAL SERVICES | 209.97 | |
| 8/24/2023 | 17912 | CABELA'S LLC/BASS PRO LLC | 295.36 | |
| 8/24/2023 | 17913 | COLORADO DEPT OF PUBLIC HEALTH | 7,604.00 | PERMITS |
| 8/24/2023 | 17914 | CONSOLIDATED ELECTRICAL DISTRIBUTORS | 302.53 | |
| 8/24/2023 | 17915 | DOVE GRAPHICS | 125.00 | |
| 8/24/2023 | 17916 | GRAND JUNCTION WINWATER CO. | 1,199.85 | |
| 8/24/2023 | 17917 | GUNNISON CO CLERK & RECORDER | 26.00 | LEGALS 902350 |
| 8/24/2023 | 17918 | GUNNISON COUNTY ELECTRIC ASSOC | 2,450.00 | WW CAP IMP 20220603 |
| 8/24/2023 | 17919 | HACH COMPANY | 396.00 | |
| 8/24/2023 | 17920 | HDR, INC. | 3,151.25 | CONSULTANTS 202330 \$750.00, DEVELOPER DEPOSITS \$2,401.25 |
| 8/24/2023 | 17921 | PITNEY BOWES GLOBAL FINANCIAL SERV. | 164.55 | |
| 8/24/2023 | 17922 | ROCKY MOUNTAIN FRAMES & TROPHIES | 168.58 | |
| 8/24/2023 | 17923 | SANDSTROM, EVAN | 152.06 | TRAVEL REIMB |
| 8/24/2023 | 17924 | STANFORD COMPUTER & TECHNICAL SERVICES | 360.00 | |
| 8/24/2023 | 17925 | TUCK COMMUNICATION SERVICES, INC. | 327.25 | |
| 8/24/2023 | 8242301 | SPECTRUM - CHARTER COMMUNICATIONS | 239.97 | |
| 8/24/2023 | 8242302 | UPS | 106.06 | |
| 8/24/2023 | 8242303 | VERIZON WIRELESS | 452.96 | |
| 8/30/2023 | 17926 | CONVERGINT TECHNOLOGIES LLC | 846.00 | |
| 8/30/2023 | 17927 | EC ELECTRIC, INC. | 43,000.00 | REPAIR & MAINT |
| 8/30/2023 | 17928 | FULTON, KENT | 46.00 | ADMIN LUNCH REIMB |
| 8/30/2023 | 17929 | GRAND JUNCTION WINWATER CO. | 2,288.74 | REPAIR & MAINT |
| 8/30/2023 | 17930 | PENDLETON, KYLE | 111.00 | TRAVEL REIMB |
| 8/31/2023 | 17931 | TOWN OF CRESTED BUTTE | 62,184.00 | OUTSIDE SERVICES - ATAD FOR QUARTERS 1 & 2 |
| | | | <u>\$ 465,912.28</u> | |