



October 4, 2022

To: Board of Directors
From: Katie Nicholls, District Manager
RE: 2023 Proposed Budget

Attached is the proposed 2023 budget, it is also available on the website. We will not be reviewing the budget at the October 19th meeting. We will hold our first public hearing to REVIEW the budget on November 16TH, and the public hearing to ADOPT the budget on December 14th, please note this is a week earlier than normal to meet the mill levy certification deadline. A copy of the notice proof is attached. I have outlined some of the areas of note on the budget below:

REVENUE

- The 5% increase to user fees per the 10-year rate study has been applied. The rate will be \$202 per single family equivalent, an increase of \$10.
- Interest earned has been skyrocketing back to normal the last part of 2022 after two years of minimal interest. Interest has been calculated at a higher rate.

EXPENSES

- SDA conference was budgeted at the reduced 3 members attending rate. Two directors attended this year. Costs for the conference have increased.
- 12 board meetings were budgeted.
- 2023 is the first odd year election year, all elections will be odd years starting this year.
- Business insurance was increased by 10% for property and liability based on information provided by the insurer.
- Postage increased mid-year this year and is expected to increase again in January.
- 2023 is an audit year.
- Administrative and operation costs with Three Lakes Water & Sanitation are increasing by July CPI (8.2%) for 2023 per the terms of the Intergovernmental Agreement.
- Mileage has been decreasing due to in-office deposit options.
- Two leaks at \$10,000 plus other repairs were budgeted for repairs and maintenance.
- \$45,000 is the maximum amount this budget will allow to be transferred to reserve to maintain 3+ months of operating expenses in the Enterprise Fund.

**NORTH SHORE WATER DISTRICT
2023 PROPOSED BUDGET**

ENTERPRISE FUND	ACTUALS	ACTUALS	ESTIMATED	ESTIMATED YEAR END		BUDGET	PROPOSED
	2021	THRU SEPT	OCT - DEC 22	2022	Budget Balance	2022	2023
BEGINNING FUND BALANCE	32,215			64,446		68,451	51,616
Operating Revenue							
4005 · Water Use Fees & Late Pymt Pen	100,292	79,565	26,450	106,015	(15)	106,000	112,108
4110 · Ad-Valorem Tax - Admin	2,092	1,521	42	1,563	33	1,596	1,562
4120 · Specific Ownership Tax	127	65	21	86	114	200	200
4130 · Delinquent Tax	469	3	0	3	2	5	5
4300 · Interest Earned	667	1,285	750	2,035	(1,435)	600	2,000
4900 · Miscellaneous Revenue	506	0	300	300	0	300	300
TOTAL OPERATING REVENUE	104,153	82,439	27,563	110,002	(1,301)	108,701	116,175
Non-Operating Revenue							
4090 · User Tap Fees	6,000	6,600	0	6,600	0	6,600	6,600
4010 · Permits - Connection/Inspection	25	25	0	25	0	25	25
4310 · Interest County	1	0	0	0	5	5	5
TOTAL NON-OPERATING REVENUE	6,026	6,625	0	6,625	5	6,630	6,630
TOTAL REVENUE	110,179	89,064	27,563	116,627	(1,296)	115,331	122,805
ADMINISTRATIVE EXPENSES							
5030 · County Treasurer Fees	82	75	2	77	(1)	76	85
5047 · Business Insurance	2,771	1,952	0	1,952	524	2,476	2,147
Director's Fees & Expenses	5,138	4,805	1,615	6,420	3,609	10,029	10,104
5040 · Dues & Fees	20	367	0	367	33	400	400
5042 · Election Expense	0	53	0	53	2,947	3,000	3,000
5055 · Miscellaneous - Administration	50	2,000	100	2,100	0	2,100	100
5061 · Office Supplies	403	395	47	442	(92)	350	450
5060 · Postage/Box Rent	580	132	57	189	91	280	280
5067 · Professional Fees-Legal	0	54	24	78	4,922	5,000	5,000
5068 · Professional Fess - Auditor	10,500	2,620	0	2,620	0	2,620	11,600
5075 · Telephone	2,196	1,519	459	1,978	122	2,100	2,100
5072 · Three Lakes Admin Contract	19,318	13,842	4,614	18,456	0	18,456	19,968
5041 · Mileage Expense	296	153	47	200	230	430	300
TOTAL ADMINISTRATIVE EXPENSES	41,354	27,967	6,965	34,932	12,385	47,317	55,534
OPERATIONS EXPENSES							
5152 · Operations-Misc. Expense	0	0	0	0	50	50	1,000
5043 · Permits & Licenses	100	100	0	100	100	200	200
5191 · Repairs & Maintenance	114	2,145	0	2,145	15,855	18,000	25,000
5192 · Shop Supplies	0	0	0	0	200	200	200
5182 · Three Lakes Operation Contract	25,883	17,541	5,847	23,388	3,000	26,388	28,212
5197 · Utilities	2,981	1,964	735	2,699	661	3,360	3,100
5183 · Water Treatment-Equip/Chemicals	1,948	640	213	853	512	1,365	950
5199 · Water Testing	568	235	105	340	2,660	3,000	3,000
TOTAL OPERATIONS EXPENSES	31,594	22,625	6,900	29,525	23,038	52,563	61,662
TOTAL EXPENDITURES	72,948	50,593	13,865	64,458	35,423	99,880	117,196
NET (Revenue - Expenses)	37,231			52,170		15,451	5,609
Designated Reserve Funds	5,000	0	65,000	65,000	0	65,000	45,000
ENDING FUND BALANCE	64,446			51,616		18,901	12,224
Total Dedicated Reserve Funds	70,000			135,000		135,000	180,000



INTERIM AD DRAFT

This is the proof of your ad scheduled to run in **Middle Park Times** on the dates indicated below. If changes are needed, please contact us prior to deadline at **(970) 887-3334**.

Notice ID: a0hmTa8Zu9ZbkwOmhgxp | **Proof Updated: Oct. 04, 2022 at 08:49am MDT**
Notice Name: 2023 Budget Notice - NSW

This is not an invoice. Below is an estimated price, and it is subject to change. You will receive an invoice with the final price upon invoice creation by the publisher.

FILER	FILING FOR
Katie Nicholls	Middle Park Times
katie@threelakesws.com	
(970) 627-3683	

Columns Wide: 1	Ad Class: Legals
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10/13/2022: Other	12.65
Affidavit Fee	4.00

Subtotal	\$16.65
Tax %	0.00
Processing Fee	\$1.67
Total	\$18.32

**North Shore Water District
Notice of Budget**
(Pursuant to 29-1-106, C.R.S.)

NOTICE is hereby given that a proposed budget has been submitted to the North Shore Water District for the ensuing year of 2023; a copy of such proposed budget has been filed in the office of the Special District, where the same is available for public inspection online. Such proposed budget will be reviewed at a regular meeting of the Board of Directors on November 16, commencing at 6:30 pm. The proposed budget will be adopted at a regular meeting of the Board of Directors on December 14, commencing at 6:30pm.

Any interested elector of the North Shore Water District may inspect the proposed budget and file or register any objections thereto at any time prior to the final adoption of the budget.

Katie Nicholls
Budget Officer
PUBLISHED IN THE MIDDLE PARK TIMES ON THURSDAY, OCTOBER 13, 2022.