



# Roxborough

Water & Sanitation District

The Roxborough Water & Sanitation District and Plum Valley Heights Subdistrict of the Roxborough Water & Sanitation District Regular Board meeting will be held in the Community Room at the West Metro Fire Station #15 located at 6222 N Roxborough Park Rd, Littleton, CO 80125

This meeting can also be accessed via video conference at **ZOOM Meeting ID: 878 7526 3896 Password: 784798**

Date: Wednesday, June 17, 2026, Time 8:00 am

## Board of Directors

	Term Expiration
Loren McFall, President	5/2027
Dave Bane, Vice President	5/2027
Fran Santagata, Secretary	5/2029
David Thomas, Treasurer	5/2029
Kim DeGrande, Assistant Secretary	5/2029

- I. Call to Order as the Roxborough Water and Sanitation District (RWSD) Board of Directors regular meeting.
- II. Declaration of Quorum/Disclosure of Conflicts of Interest
- III. Public Comment on items not on Agenda

## CONVENE AS THE BOARD OF THE PLUM VALLEY HEIGHTS (PVH) SUBDISTRICT OF THE RWSD

- IV. Consent Agenda
  - a. Approve the Minutes of the Regular Meeting of the PVH Subdistrict which are contained in and part of the Minutes of the Roxborough Water & Sanitation District Minutes for the Regular Meeting on May 20, 2026.
- V. Staff Reports
  - a. General Manager's Report
  - b. Financial Report
- VI. **Board Action Items**
  - a. **Public Hearing on Amendment to 2025 Budget.**
  - b. **Resolution Approving Amendment to 2025 Budget.**
  - c. **Approval of 2025 Audit.**

## ADJOURN AS THE PVH SUBDISTRICT OF RWSD AND RECONVENE AS THE RWSD BOARD

- VII. Consent Agenda
  - a. Approve the Minutes of the Regular Meeting of the RWSD Board on May 20, 2026.
  - b. Ratify Payrolls from May 31, 2026:
  - c. Ratify Payments from May 20, 2026:
  - d. Approve Payments of Claims: Checks:
  - e. Ratify Pay App #4 from QP Services, LLC for \$275,266.00 for the 2026 Roxborough CIPP project.
- VIII. Staff Reports
  - a. General Manager's Report
  - b. Legal Counsel Report
  - c. Director of Operations Report
  - d. Engineering Report / Water Use Graphs
  - e. Financial Report
  - f. Administrative Update
- IX. **Board Action Items:**
  - a. **Public Hearing on Amendment to 2025 Budget.**
  - b. **Resolution Approving Amendment to 2025 Budget.**
  - c. **Approval of 2025 Audit.**
  - d. **Executive Session pursuant to Section 24-6-404(4)(b), C.R.S., to receive legal advice concerning pending O-Line Capacity Agreement Amendment Discussions with Dominion Water and Sanitation District.**
  - e. **Consider Approving the Amended and Restated O-Line Agreement.**



## **GENERAL MANAGER'S REPORT**

# **Plum Valley Heights Subdistrict**

Of

Roxborough Water and Sanitation District

*June 17<sup>th</sup>, 2026*

### **Titan Road Industrial Park**

- Comcast has requested an invoice for the prepayment obligations which included the inclusion fees for the main and sub-districts, the design costs and the past due amount for the feasibility studies and meetings. Their legal team is still reviewing the documents we provided.
- Martin Marrieta set up an ACH account to pay for the invoice we sent them for the meeting we had with them. They have engaged a design engineer to work with them to develop their water service. Mitch has sent them drawings.

### **Plum Valley Heights**

- Zuma Ranch would like to have an in-person meeting to discuss water and her challenges with Sterling Ranch and PVH.

### **McMakin Property**

- No action

### **General**

- No action

# Roxborough Water and Sanitation - PVH Financial Recap April 30, 2026

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## **General Fund**

- Property taxes collected: \$ 51,741
- Specific ownership taxes: \$2,608
- Interest income: \$53
- Professional fees: \$1,000

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
PLUM VALLEY HEIGHTS SUBDISTRICT OF THE  
ROXBOROUGH WATER AND SANITATION DISTRICT**

A RESOLUTION APPROVING AN AMENDMENT TO THE PLUM VALLEY HEIGHTS  
SUBDISTRICT OF THE ROXBOROUGH WATER AND SANITATION DISTRICT'S  
ADOPTED BUDGET FOR FISCAL YEAR 2025

WHEREAS, on November 20, 2024, Plum Valley Heights Subdistrict of the Roxborough Water and Sanitation District (the "Subdistrict") adopted an annual budget for fiscal year 2025 ("2025 Adopted Budget"); and

WHEREAS, the Subdistrict desires to amend its 2025 Adopted Budget to appropriate funds for additional expenditures as set forth herein ("Amendment"); and

WHEREAS, due and proper notice of the date and time of the Subdistrict's hearing on the proposed Amendment to the Subdistrict's 2025 Adopted Budget was published on June 4, 2026 in the *Douglas County News Press and the Canyon Courier*; and

WHEREAS, a public hearing on the proposed Amendment to the 2025 Adopted Budget was opened on Wednesday, June 17, 2026, at a regular meeting of the Board of Directors, at which time any objections of the electors of the Subdistrict were considered.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE PLUM VALLEY HEIGHTS SUBDISTRICT OF THE ROXBOROUGH WATER AND SANITATION DISTRICT AS FOLLOWS:

1. The Board of Directors hereby adopts the amended 2025 budget for its Debt Service Fund as set forth in Exhibit A attached hereto ("Amended 2025 Budget"), which Amended 2025 Budget appropriates additional funds for unanticipated expenditures:

a. Debt Service Fund. Available revenues in the Debt Service Fund are hereby appropriated in the following amount to pay for expenditures and fund transfers identified in the Amended 2025 Budget:

2025 Adopted Budget:	\$ <u>450,220</u>
Amendment to 2025 Adopted Budget:	\$ <u>455,220</u>

2. The adoption of the Amended 2025 Budget reflects a balanced budget as required by State law.

3. This Resolution shall take effect on the date and at the time of its adoption.

ADOPTED THIS 17TH DAY OF JUNE, 2026.

PLUM VALLEY HEIGHTS SUBDISTRICT OF  
THE ROXBOROUGH WATER AND  
SANITATION DISTRICT

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Loren McFall, President

CERTIFICATION OF RESOLUTION

I, Alan D. Pogue, General Counsel for the Plum Valley Heights Subdistrict of the Roxborough Water and Sanitation District (the "Subdistrict"), do hereby certify that the annexed and foregoing Resolution is a true copy from the Records of the proceedings of the Board of said Subdistrict, on file with Icenogle Seaver Pogue, P.C., general counsel to the Subdistrict.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the Subdistrict, this 17th day of June, 2026.

(S E A L)

\_\_\_\_\_  
Alan D. Pogue, General Counsel

**EXHIBIT A**

**AMENDED BUDGET FOR FISCAL YEAR 2025**

**Plum Valley Heights Subdistrict of Roxborough Water and Sanitation District  
Debt Service Fund  
Amended 2025 Budget  
For the Years Ended and Ending December 31, 2025**

	Budget	Amended
	2025	2025
BEGINNING FUNDS AVAILABLE	562,771	562,771
REVENUE		
Investment Income	10,000	10,000
Misc		
Specific Ownership	50,000	50,000
Property Taxes	452,895	452,895
Total Revenue	512,895	512,895
Total Transfers In	0	0
Total Funds Available	1,075,666	1,075,666
EXPENDITURES		
Treasurer Fees	9,000	9,000
Accounting	12,000	12,000
Education	1,000	6,000
Bank charges		
Engineering	2,500	2,500
Legal	2,500	2,500
Principal	236,959	236,959
Interest	186,261	186,261
Total Expenditures	450,220	455,220
Total Exp. Requiring Appropriations	450,220	455,220
Ending Fund Balance	625,446	620,446

Preliminary Draft  
For Discussion Purposes Only  
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**ROXBOROUGH WATER AND**

**SANITATION DISTRICT**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2025**

# Preliminary Draft

## For Discussion Purposes Only

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#### INDEPENDENT AUDITORS' REPORT

Board of Directors  
Roxborough Water and Sanitation District  
Littleton, Colorado

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of Roxborough Water & Sanitation District (District) as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the 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 District, as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the 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 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 the 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' Responsibilities 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 auditors' 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.

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 a 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 the 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 about the 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.

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#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 District's basic financial statements. The budgetary comparison schedules 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 budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Greenwood Village, Colorado

**REPORT DATE**

### Management's Discussion and Analysis

As management of the Roxborough Water & Sanitation District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2025.

#### Financial Highlights

- Assets exceeded liabilities and deferred inflows of resources by \$137,955,811 at the close of the fiscal year.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$13,465,405.
- Total net position increased by \$6,175,422.
- Total cash and investments increased by \$5,653,442 as compared to the prior year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$4,371,976 or 608.18% of total general fund expenditures.
- The district repaid \$1,420,896 of long term debt during the year ended December 31, 2025. The district anticipates repayment of an additional \$1,471,734 of long term debt in 2026.

#### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets, liabilities, and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements distinguish functions of the District that are principally to be supported by ad valorem taxes (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include the financing, construction of, and maintenance of public infrastructure improvements constructed or acquired by the District. The business-type activities of the District include water and sewer facilities construction, maintenance and operations.

The government-wide financial statements can be found on pages 1-3 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories – Governmental Funds and Proprietary Funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The governmental funds use the modified accrual basis of accounting.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for each of the funds - general fund, debt service fund, capital projects fund, and plum valley heights fund - all of which are considered to be major funds. The basic governmental fund financial statements can be found on pages 4-7 of this report.

**Proprietary Funds.** The District maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses enterprise funds to account for its water and sewer operations. These services are reported as business-type activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and sewer operations, which are considered to be major funds of the District.

The proprietary fund financial statements can be found on pages 8-11 of this report.

**Notes to financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 12-25 of this report.

**Required Supplementary Information.** The District adopts an annual appropriated budget for its general fund and the plum valley heights special revenue fund. The budgetary comparison statements for these funds have been provided as required supplementary information to demonstrate compliance with these budgets. The budget statements and notes are found on pages 26-28 of this report.

**Other information.** The report includes individual fund schedules. The budgetary comparison schedules have been provided in this section for the debt service fund, the capital projects fund, the water fund, and the sewer fund to demonstrate compliance with these budgets. The budget statements are found on pages 29-34 of this report.

### Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. The District’s assets exceeded liabilities and deferred inflows of resources by \$137,955,811 at the close of the most recent fiscal year.

	Statements of Net Assets					
	2025			2024		
	Governmental Activities	Business Type Activities	Total	Governmental Activities	Business Type Activities	Total
Current Assets	\$ 15,124,350	\$ 26,088,330	\$ 41,212,680	\$ 15,110,044	\$ 30,186,602	\$ 45,296,646
Capital Assets, net	4,512,190	118,198,465	122,710,655	4,729,448	113,399,363	118,128,811
Total Assets	<u>\$ 19,636,540</u>	<u>\$ 144,286,795</u>	<u>\$ 163,923,335</u>	<u>\$ 19,839,492</u>	<u>\$ 143,585,965</u>	<u>\$ 163,425,457</u>
Current Liabilities	187,942	3,745,538	3,933,480	996,261	6,038,208	7,034,469
Long-Term Obligations	20,281,773	115,067	20,396,840	21,728,594	119,246	21,847,840
Total Liabilities	<u>\$ 20,469,715</u>	<u>\$ 3,860,605</u>	<u>\$ 24,330,320</u>	<u>\$ 22,724,855</u>	<u>\$ 6,157,454</u>	<u>\$ 28,882,309</u>
Deferred Inflows of Resources						
Unavailable revenue - property taxes	1,637,204	0	1,637,204	2,762,759	0	2,762,759
Net Investment in Capital						
Assets	4,512,190	118,198,465	122,710,655	4,729,448	113,269,420	117,998,868
Restricted Net Position	8,614,564	0	8,614,564	8,168,130	0	8,168,130
Unrestricted Net Position	<u>(15,597,133)</u>	<u>22,227,725</u>	<u>6,630,592</u>	<u>(18,545,700)</u>	<u>24,159,091</u>	<u>5,613,391</u>
Total Net Position	<u>\$ (2,470,379)</u>	<u>\$ 140,426,190</u>	<u>\$ 137,955,811</u>	<u>\$ (5,648,122)</u>	<u>\$ 137,428,511</u>	<u>\$ 131,780,389</u>

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Statements of Activities

	2025			2024		
	Governmental Activities	Business Type Activities	Total	Governmental Activities	Business Type Activities	Total
<b>Revenue</b>						
Charges for Services	\$ 0	\$ 9,066,809	\$ 9,066,809	\$ 0	\$ 9,065,984	\$ 9,065,984
Operating Grants	0	102,056	102,056	0	102,159	102,159
Contributions	0	5,919,886	5,919,886	0	5,352,432	5,352,432
Property Taxes	2,763,190	0	2,763,190	2,818,704	0	2,818,704
Specific Ownership Taxes	203,523	0	203,523	190,780	0	190,780
Investment Income	465,219	911,449	1,376,668	543,718	1,353,168	1,896,886
Other	2,818	0	2,818	0	0	0
<b>Total Revenue</b>	<b>\$ 3,434,750</b>	<b>\$ 16,000,200</b>	<b>\$ 19,434,950</b>	<b>\$ 3,553,202</b>	<b>\$ 15,873,743</b>	<b>\$ 19,426,945</b>
<b>Expenses</b>						
General Government	945,789	0	945,789	994,873	0	994,873
Interest on Long-Term Debt	666,905	0	666,905	698,120	0	698,120
Water/Sewer Facilities	0	11,646,834	11,646,834	0	10,523,818	10,523,818
<b>Total Expenses</b>	<b>\$ 1,612,694</b>	<b>\$ 11,646,834</b>	<b>\$ 13,259,528</b>	<b>\$ 1,692,993</b>	<b>\$ 10,523,818</b>	<b>\$ 12,216,811</b>
<b>Total Primary Government Transfers</b>	<b>1,822,056</b>	<b>4,353,366</b>	<b>6,175,422</b>	<b>1,860,209</b>	<b>5,349,925</b>	<b>7,210,134</b>
	<b>1,355,687</b>	<b>(1,355,687)</b>	<b>0</b>	<b>(1,181,051)</b>	<b>1,181,051</b>	<b>0</b>
<b>Change in Net Position</b>	<b>3,177,743</b>	<b>2,997,679</b>	<b>6,175,422</b>	<b>679,158</b>	<b>6,530,976</b>	<b>7,210,134</b>
<b>Net Position Beginning</b>	<b>(5,648,122)</b>	<b>137,428,511</b>	<b>131,780,389</b>	<b>(6,327,280)</b>	<b>130,897,535</b>	<b>124,570,255</b>
<b>Net Position Ending</b>	<b>\$ (2,470,379)</b>	<b>\$ 140,426,190</b>	<b>\$ 137,955,811</b>	<b>\$ (5,648,122)</b>	<b>\$ 137,428,511</b>	<b>\$ 131,780,389</b>

**Governmental activities.** Governmental activities increased the District's net position by \$3,177,743, several highlights are as follows:

- Transfers in and expense reimbursements increased by \$2,536,738.
- Investment Income decreased by \$78,499 due to lower rates and balances in interest bearing accounts.

**Business-type activities.** Business-type activities increased the District's net position by \$2,997,679. Some of the key elements of the change in net position are as follows:

- Total operating expenses increased \$1,123,016 or 11% mainly due to increased personnel and operating costs.
- Investment income decreased by \$411,719 due to lower rates and balances in interest bearing accounts.

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#### Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$13,465,405 of which \$4,371,976 constitutes unassigned fund balance, which is available for spending at the governments discretion within the parameters established for each fund.

The general fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$4,371,976 out of a total fund balance of \$4,661,105. In compliance with an amendment to the State Constitution, Article X, Section 20, the district has established an emergency reserve representing 3% of qualifying expenditures.

At December 31, 2025, the emergency reserve was \$63,000.

The debt service fund has a total fund balance of \$8,100,117 all of which is restricted for the repayment of long-term indebtedness. The long-term loans payable as of December 31, 2025 is \$20,281,773.

The capital projects fund has a total balance of \$86,535.

The Plum Valley Heights Fund has a total balance of \$617,648.

**Proprietary funds.** The District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the proprietary funds at the end of the year amounted to \$22,227,725. The total net position of the District's proprietary funds as of December 31, 2025 are \$140,426,190. Other factors concerning the finances of this fund have already been addressed in the discussion of the District's business-type activities.

#### General Fund Budgetary Highlights

The District's total expenditures and transfers for 2025 did not exceed the final budgeted appropriation. The difference between the final budgeted revenue of \$1,807,905 and the actual revenue of \$2,096,861 was \$288,956. The difference between the final budgeted expenditures and transfers of \$1,748,500 and the actual expenditures of \$1,418,861 was \$329,639.

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#### Capital Assets

The District has invested \$122,710,655 in capital assets (net of accumulated depreciation) for its governmental and business-type activities as of December 31, 2025. This investment in capital assets includes water and sewer facilities, water rights and vehicles and equipment. The capital assets are recorded at cost less estimated accumulated depreciation on the financial statement. The district believes the book value of these capital assets is substantially less than the actual replacement costs of these assets. The district uses an estimated replacement cost when calculating and setting their customer billing rates in an effort to provide reserves for future asset replacements. The district maintains a responsibility to provide water and sewer services to their customers and these reserves are necessary to be able to repair and replace these capital assets as needed. The District's engineering consultants estimate the replacement costs for the water system currently would be approximately \$285,000,000 and the estimated replacement costs for the sewer system currently would be \$275,000,000. Should these reserves be insufficient to provide these repairs or replacements, additional rate increases or borrowings would be required by the district.

Additional information on the District's capital assets can be found in note 4 beginning on page 19 of this report.

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### Subject to Change

#### Long-Term Debt

At the end of the current fiscal year, the District had total outstanding governmental long-term debt of \$20,281,773 as follows:

1. \$13,684,593 was related to the Water Enterprise Fund acquisition of a permanent water supply from the City of Aurora. This loan is through the Colorado Water Conservation Board. Payments are annually through December 2044 at an interest rate of 3.25%
2. \$599,440 is related to the District's 2005 Clean Water Revenue Bonds through the Colorado Water Resources and Power Development Authority (2005 CWRPDA) which are due annually through 2026 and pay interest rates of 3.35% semi-annually on February 1 and August 1.
3. Accrued compensated absences accounts for \$8,046 of this amount.
4. \$2,887,751 was related to the 2015 CWRPDA Loan. This loan provided financing for the Plum Valley Heights Subdistrict and was used to secure financing for a pipeline to allow customers to discontinue their use of private wells and non-renewable water. This debt is repaid through mill levies assessed to property owners within the subdistrict. Payments are semi-annually through August 2036 at an interest rate of 2.07%.
5. \$1,830,690 was related to a CWCB Loan related to the purchase of renewable Raw Water for the Subdistrict. Payments are annually through February 2047 at an interest rate of 3.05%.
6. \$1,270,709 was related to a CWCB Loan related to the Ravenna Development Water Infrastructure. Payments are due annually through February 2047 at an interest rate of 3.15%.

The Business Type activities had long-term debt of \$115,067 related to compensated absences.

Additional information on the District's long-term debt can be found in note 5 beginning on page 21 of this report.

# Preliminary Draft For Discussion Purposes Only Subject to Change

## Next Year's Budgets and Rates

### Government funds:

**Property Taxes.** The District's assessed value is projected to increase .74% in 2026. The General Fund Mill Levy is at 2.0 mills. Any revenues not needed for operations will be transferred to reserves. For 2026, the Debt Service Mill Levy will be at .5 mills to avoid generating more revenue than necessary for debt service payments.

**General Fund.** The General Fund budget is projected to decrease 35.84% from \$1,048,500 to \$671,750 for 2026. While many general fund expenses will remain unchanged or be increased slightly for 2026, payroll, taxes, and benefits will decrease 70%.

**Debt Service Fund.** As stated previously, the debt service mill levy will be at .5 mills.

**Capital Projects Fund.** The Capital Projects Fund will be used to track projects either partially or entirely funded by Dominion under the terms of the Wastewater Conveyance Agreement or the Water Treatment Agreement; the replacement of the Rampart Pump Station with Ravenna bond proceeds per the Ravenna Inclusion Agreement.

### Proprietary funds:

**Water Fund.** Water Fund revenues are projected to remain similar to 2025. Water Fund expenses are projected to decrease 27.41 %, because of several large capital projects completion in 2025.

**Sewer Fund.** Sewer Fund revenues are projected to remain similar to 2025. Sewer Fund expenses are expected to increase 24 % for 2026 versus 2025 due to increased capital project expenditures.

### Plum Valley Heights Subdistrict of Roxborough Water and Sanitation District

The District develops a separate budget for the Subdistrict, but we are only using the Debt Service Fund to track the outstanding debt to the Colorado Water Resources and Power Development Authority and the Colorado Water Conservation Board, for NWDC Project construction costs, water, and miscellaneous expenses such as legal and engineering related only to the Subdistrict. All administrative and operating expenses for the Subdistrict are included in the District's budget.

We are limited to collecting no more than \$450,000 in property taxes to service the debt in the Subdistrict Debt Service Fund. The Assessed Value for the Subdistrict increased 13.60% for the year. Due to this increase, the subdistrict reduced their 2026 mill levy from 15.2 mills to 13.4 mills.

Preliminary Draft  
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Subject to Change

**BASIC FINANCIAL STATEMENTS**

Preliminary Draft  
 For Discussion Purposes Only  
 Subject to Change

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF NET POSITION

DECEMBER 31, 2025

	Governmental Activities	Business- Type Activities	Total
<u>Assets</u>			
Cash and investments	\$ 10,951,260	\$ 23,375,542	\$ 34,326,802
Restricted cash	2,508,243	0	2,508,243
Accounts receivable	0	2,629,859	2,629,859
Property taxes receivable	1,637,204	0	1,637,204
Prepaid expenses	27,643	82,929	110,572
Capital assets not being depreciated	18,440	28,441,403	28,459,843
Capital assets, net of accumulated depreciation	4,493,750	89,757,062	94,250,812
<b>Total Assets</b>	<b>19,636,540</b>	<b>144,286,795</b>	<b>163,923,335</b>
<u>Liabilities</u>			
Accounts payable	21,741	318,423	340,164
Unearned revenue	0	3,427,115	3,427,115
Accrued interest payable	166,201	0	166,201
Noncurrent liabilities			
Due within one year	1,471,734	19,178	1,490,912
Due in more than one year	18,810,039	95,889	18,905,928
<b>Total Liabilities</b>	<b>20,469,715</b>	<b>3,860,605</b>	<b>24,330,320</b>
<u>Deferred Inflows of Resources</u>			
Unavailable revenue-property taxes	1,637,204	0	1,637,204
<u>Net Position</u>			
Net investment in capital assets	4,512,190	118,198,465	122,710,655
Restricted	8,614,564	0	8,614,564
Unrestricted	(15,597,133)	22,227,725	6,630,592
<b>Total Net Position (Deficit)</b>	<b>\$ (2,470,379)</b>	<b>\$ 140,426,190</b>	<b>\$ 137,955,811</b>

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

Preliminary Draft  
 For Discussion Purposes Only  
 Subject to Change

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<u>Function/Programs</u>				
<u>Governmental Activities</u>				
General Government	\$ 945,789	\$ 0	\$ 0	\$ 0
Interest on long-term debt	666,905	0	0	0
Total Governmental Activities	<u>1,612,694</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Business-Type Activities</u>				
Water	7,980,619	6,044,207	77,304	4,554,266
Sewer	3,666,215	3,022,602	24,752	1,365,620
Total Business-Type Activities	<u>11,646,834</u>	<u>9,066,809</u>	<u>102,056</u>	<u>5,919,886</u>
Total Primary Government	<u>\$ 13,259,528</u>	<u>\$ 9,066,809</u>	<u>\$ 102,056</u>	<u>\$ 5,919,886</u>

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

Preliminary Draft  
 For Discussion  
 Subject to Change

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF ACTIVITIES (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Net (Expense) Revenues and Changes in Net Position</u>		
	<u>Primary Government</u>		
	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
<u>Function/Programs</u>			
Governmental Activities			
General Government	\$ (945,789)	\$ 0	\$ (945,789)
Interest on long-term debt	(666,905)	0	(666,905)
Total Governmental Activities	<u>(1,612,694)</u>	<u>0</u>	<u>(1,612,694)</u>
Business-Type Activities			
Water	0	2,695,158	2,695,158
Sewer	0	746,759	746,759
Total Business-Type Activities	<u>0</u>	<u>3,441,917</u>	<u>3,441,917</u>
Total Primary Government	<u>(1,612,694)</u>	<u>3,441,917</u>	<u>1,829,223</u>
General Revenues			
Property taxes	2,763,190	0	2,763,190
Specific ownership taxes	203,523	0	203,523
Investment income	465,219	911,449	1,376,668
Miscellaneous income	2,818	0	2,818
Transfers	1,355,687	(1,355,687)	0
Total General Revenues and Transfers	<u>4,790,437</u>	<u>(444,238)</u>	<u>4,346,199</u>
Change in Net Position	3,177,743	2,997,679	6,175,422
Net Position (Deficit), Beginning	<u>(5,648,122)</u>	<u>137,428,511</u>	<u>131,780,389</u>
Net Position (Deficit), Ending	<u>\$ (2,470,379)</u>	<u>\$ 140,426,190</u>	<u>\$ 137,955,811</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2025

	<u>General</u>	<u>Debt Service</u>	<u>Plum Valley Heights</u>	<u>Capital Projects</u>	<u>Total</u>
<u>Assets</u>					
Cash and investments	\$ 4,652,926	\$ 5,591,874	\$ 618,001	\$ 88,459	\$10,951,260
Restricted cash	0	2,508,243	0	0	2,508,243
Property taxes receivable	952,264	238,066	446,874	0	1,637,204
Prepaid items	27,643	0	0	0	27,643
Total Assets	<u>\$ 5,632,833</u>	<u>\$ 8,338,183</u>	<u>\$ 1,064,875</u>	<u>\$ 88,459</u>	<u>\$15,124,350</u>
<u>Liabilities</u>					
Accounts payable	\$ 19,464	\$ 0	\$ 353	\$ 1,924	\$ 21,741
Total Liabilities	<u>19,464</u>	<u>0</u>	<u>353</u>	<u>1,924</u>	<u>21,741</u>
<u>Deferred Inflows of Resources</u>					
Unavailable revenue- property taxes	952,264	238,066	446,874	0	1,637,204
<u>Fund Balances</u>					
Nonspendable:					
Prepaid items	27,643	0	0	0	27,643
Restricted for:					
Emergencies	63,000	0	0	0	63,000
Debt service	0	8,100,117	0	0	8,100,117
Special revenue fund	0	0	617,648	0	617,648
Assigned	198,486	0	0	86,535	285,021
Unassigned	4,371,976	0	0	0	4,371,976
Total Fund Balances	<u>4,661,105</u>	<u>8,100,117</u>	<u>617,648</u>	<u>86,535</u>	<u>13,465,405</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 5,632,833</u>	<u>\$ 8,338,183</u>	<u>\$ 1,064,875</u>	<u>\$ 88,459</u>	<u>\$15,124,350</u>

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

Preliminary Draft  
For Discussion  
Subject to Change

ROXBOROUGH WATER AND SANITATION DISTRICT  
RECONCILIATION OF THE BALANCE SHEET OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION  
DECEMBER 31, 2025

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances of governmental funds	\$ 13,465,405
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. This amount is net of accumulated depreciation of \$1,807,430.	4,512,190
Accrued interest payable.	(166,201)
Long-term liabilities, including related items, including loans payable (\$20,273,183), loan premium (\$544) accrued compensated absences (\$8,046), are not due and payable in the current year and, therefore, are not reported in the funds.	<u>(20,281,773)</u>
Total Net Position (Deficit) of Governmental Activities	<u>\$ (2,470,379)</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>General</u>	<u>Debt Service</u>	<u>Plum Valley Heights</u>	<u>Capital Projects</u>	<u>Total</u>
<u>Revenues</u>					
Property taxes	\$ 1,746,941	\$ 562,803	\$ 453,446	\$ 0	\$ 2,763,190
Specific ownership taxes	127,494	41,074	34,955	0	203,523
Investment income	219,608	228,759	16,852	0	465,219
Miscellaneous income	<u>2,818</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,818</u>
 Total Revenues	 <u>2,096,861</u>	 <u>832,636</u>	 <u>505,253</u>	 <u>0</u>	 <u>3,434,750</u>
<u>Expenditures</u>					
General government	718,861	8,439	27,156	0	754,456
Debt Service					
Principal	0	1,123,937	296,959	0	1,420,896
Interest and fiscal charges	<u>0</u>	<u>558,369</u>	<u>126,261</u>	<u>0</u>	<u>684,630</u>
 Total Expenditures	 <u>718,861</u>	 <u>1,690,745</u>	 <u>450,376</u>	 <u>0</u>	 <u>2,859,982</u>
 Revenues Over (Under) Expenditures	 <u>1,378,000</u>	 <u>(858,109)</u>	 <u>54,877</u>	 <u>0</u>	 <u>574,768</u>
<u>Other Financing Sources (Uses)</u>					
Transfers In	0	1,232,978	0	5,400,000	6,632,978
Transfers Out	<u>(700,000)</u>	<u>0</u>	<u>0</u>	<u>(4,577,291)</u>	<u>(5,277,291)</u>
 Total Other Financing Sources (Uses)	 <u>(700,000)</u>	 <u>1,232,978</u>	 <u>0</u>	 <u>822,709</u>	 <u>1,355,687</u>
 Net Change in Fund Balances	 678,000	 374,869	 54,877	 822,709	 1,930,455
 Fund Balances, Beginning	 <u>3,983,105</u>	 <u>7,725,248</u>	 <u>562,771</u>	 <u>(736,174)</u>	 <u>11,534,950</u>
 Fund Balances, Ending	 <u>\$ 4,661,105</u>	 <u>\$ 8,100,117</u>	 <u>\$ 617,648</u>	 <u>\$ 86,535</u>	 <u>\$13,465,405</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2025

Amounts reported for governmental activities in the statements of activities are different because

Net change in fund balances, total governmental funds	\$ 1,930,455
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Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This amount represents depreciation expense in excess of capital outlay in the current year.

	(217,258)
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This amount is the net effect of these differences in the treatment of long-term debt and related items: amortization of loan premium (\$23,133), change in accrued interest payable (\$17,725), and change in compensated absences (\$2,792).

	43,650
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Payments of principal are expenditures in the governmental funds, but they change long-term liabilities in the statement of net position and do not affect the statement of activities.

	<u>1,420,896</u>
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Change in Net Position of Governmental Activities	<u><u>\$ 3,177,743</u></u>
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ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

DECEMBER 31, 2025

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Assets</u>			
Current Assets			
Cash and investments	\$ 8,343,603	\$ 15,031,939	\$ 23,375,542
Accounts receivable	860,756	1,769,103	2,629,859
Prepaid expenses	55,286	27,643	82,929
	<u>9,259,645</u>	<u>16,828,685</u>	<u>26,088,330</u>
Total Current Assets			
Noncurrent Assets			
Capital assets not being depreciated	25,219,566	3,221,837	28,441,403
Capital assets, net	71,705,502	18,051,560	89,757,062
	<u>96,925,068</u>	<u>21,273,397</u>	<u>118,198,465</u>
Total Noncurrent Assets			
Total Assets			
	<u>106,184,713</u>	<u>38,102,082</u>	<u>144,286,795</u>
<u>Liabilities</u>			
Current liabilities			
Accounts payable	188,828	129,595	318,423
Unearned revenue	0	3,427,115	3,427,115
	<u>188,828</u>	<u>3,556,710</u>	<u>3,745,538</u>
Total Current Liabilities			
Noncurrent Liabilities			
Compensated absences - current	11,699	7,479	19,178
Compensated absences - long-term	58,492	37,397	95,889
	<u>70,191</u>	<u>44,876</u>	<u>115,067</u>
Total Noncurrent Liabilities			
Total Liabilities			
	<u>259,019</u>	<u>3,601,586</u>	<u>3,860,605</u>
<u>Net Position</u>			
Net investment in capital assets	96,925,068	21,273,397	118,198,465
Unrestricted	9,000,626	13,227,099	22,227,725
	<u>105,925,694</u>	<u>34,500,496</u>	<u>140,426,190</u>
Total Net Position			

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

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF REVENUES, EXPENSES AND

CHANGES IN FUND NET POSITION

PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Operating Revenues</u>			
Charges for services	\$ 5,307,002	\$ 2,614,932	\$ 7,921,934
Dominion capital lease O-line	0	403,385	403,385
Permit fees	825	825	1,650
Outside treatment	626,089	0	626,089
Inclusion fees	76,657	0	76,657
Miscellaneous income	33,634	3,460	37,094
	<u>6,044,207</u>	<u>3,022,602</u>	<u>9,066,809</u>
<u>Operating Expenses</u>			
Personnel services	1,241,858	412,744	1,654,602
Operations	4,254,019	2,218,849	6,472,868
Depreciation	2,484,742	1,034,622	3,519,364
	<u>7,980,619</u>	<u>3,666,215</u>	<u>11,646,834</u>
Operating Income (Loss)	<u>(1,936,412)</u>	<u>(643,613)</u>	<u>(2,580,025)</u>
<u>Nonoperating Revenues</u>			
Investment Income	236,650	674,799	911,449
Availability Charges	77,304	24,752	102,056
	<u>313,954</u>	<u>699,551</u>	<u>1,013,505</u>
Net Income Before Transfers and Capital Contributions	(1,622,458)	55,938	(1,566,520)
Transfer in	5,005,853	271,438	5,277,291
Transfer out	(4,608,226)	(2,024,752)	(6,632,978)
Capital contributions	4,554,266	1,365,620	5,919,886
	<u>3,329,435</u>	<u>(331,756)</u>	<u>2,997,679</u>
Change in Net Position	3,329,435	(331,756)	2,997,679
Net Position, beginning	<u>102,596,259</u>	<u>34,832,252</u>	<u>137,428,511</u>
Net Position, ending	<u>\$ 105,925,694</u>	<u>\$ 34,500,496</u>	<u>\$ 140,426,190</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Cash Flows from Operating Activities</u>			
Cash received from customers	\$ 3,488,922	\$ 2,074,129	\$ 5,563,051
Cash payments to suppliers	(4,807,050)	(2,115,365)	(6,922,415)
Cash payments to employees	(1,245,032)	(413,749)	(1,658,781)
Other cash received	33,634	3,460	37,094
Net Cash Provided by (Used in) Operating Activities	<u>(2,529,526)</u>	<u>(451,525)</u>	<u>(2,981,051)</u>
<u>Cash Flows from Noncapital Financing Activities</u>			
Transfers from other funds	5,005,853	271,438	5,277,291
Transfers to other funds	(4,608,226)	(2,024,752)	(6,632,978)
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>397,627</u>	<u>(1,753,314)</u>	<u>(1,355,687)</u>
<u>Cash Flows from Capital and Related Financing Activities</u>			
Acquisition and construction of capital assets	(6,735,377)	(1,583,089)	(8,318,466)
Capital charges received	4,554,266	1,891,671	6,445,937
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(2,181,111)</u>	<u>308,582</u>	<u>(1,872,529)</u>
<u>Cash Flows from Investing Activities</u>			
Investment income	236,650	674,799	911,449
Net increase (decrease) in cash and investments	(4,076,360)	(1,221,458)	(5,297,818)
Cash and investments, beginning	12,419,963	16,253,397	28,673,360
Cash and investments, ending	<u>\$ 8,343,603</u>	<u>\$ 15,031,939</u>	<u>\$ 23,375,542</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities			
Operating loss	\$ (1,936,412)	\$ (643,613)	\$ (2,580,025)
Adjustments to reconcile operating loss to net cash provided by operating activities			
Depreciation	2,484,742	1,034,622	3,519,364
Receipt of system availability charges	77,304	24,752	102,056
Changes in assets and liabilities			
Accounts receivable	(247,910)	(969,765)	(1,217,675)
Prepaid Expenses	12,086	6,043	18,129
Accounts payable	(565,117)	97,441	(467,676)
Unearned revenue	(2,351,045)	0	(2,351,045)
Accrued compensated absences	(3,174)	(1,005)	(4,179)
Net Cash Used In Operating Activities	<u>\$ (2,529,526)</u>	<u>\$ (451,525)</u>	<u>\$ (2,981,051)</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Roxborough Water and Sanitation District (the “District”), previously the Roxborough Park Metropolitan District, was formed on January 12, 1972, to provide water, sewer and fire protection services within its boundaries. Effective July 1, 1999, the District’s fire protection services were merged into the West Metro Fire Protection District (the “WMFP”). By intergovernmental agreement, the District conveyed ownership of the fire station and all fire equipment to the WMFP, along with property tax revenues related to these services. The District is governed by a five-member Board of Directors elected by the residents.

The accounting policies of the District conform to generally accepted accounting principles. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the more significant policies.

Reporting Entity

The financial reporting entity consists of the District and organizations for which the District is financially accountable. All funds, organizations, institutions, agencies, departments and offices that are not legally separate are reported as part of the District. In addition, any legally separate organizations for which the District is financially accountable are considered part of the reporting entity. Financial accountability exists if the District appoints a voting majority of the organization’s governing board and is able to impose its will on the organization, or if the organization provides benefits to, or imposes financial burdens on the District. Blended component units are, in substance, part of the primary government’s operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the District.

Based upon the application of this criteria, the District reports Plum Valley Heights as a blended component unit. Colorado State Statutes allow for the formation of subdistricts. Under the statute, subdistricts are independent quasi-municipal corporations, for whom a portion of the District’s Board of Directors constitutes the Plum Valley Heights Board of Directors. In addition, management of the District is also management of the subdistrict and the services provided almost entirely benefit the District. Plum Valley Heights does not prepare separate financial statements.

As a result of an election in November 2016, the water activities of Ravenna Metropolitan District were absorbed by the District. This has resulted in additional properties and customers receiving water services from the District.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District. The effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *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 that are restricted to meeting the operational or capital requirements of a particular function or segment.

Taxes and other items not properly included among program revenues are reported instead as *general revenues*. Internally dedicated resources are reported as general revenues rather than as program revenues.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Separate financial statements are provided for governmental and proprietary funds. Major individual funds are reported as separate columns in the fund financial statements.

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 incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 year or soon enough thereafter to pay liabilities of the current year. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a fund's principal ongoing operations. Operating expenses for enterprise funds 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 nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

In the fund financial statements, the District reports the following major governmental funds.

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund.

The *Debt Service Fund* accounts for resources accumulated for, and payments made on, long-term obligations of the District.

The *Capital Projects Fund* accounts for resources accumulated for, and payments for acquisition, construction or major renovation of capital facilities and other capital assets.

The *Plum Valley Heights Fund* accounts for the activity in the subdistrict of Plum Valley Heights. This fund is reported as a special revenue fund, as the revenues derived from this subdistrict are used to support its operations.

Additionally, the District reports the following major proprietary funds.

The *Water Fund* accounts for the activities associated with the provision of water services.

The *Sewer Fund* accounts for the activities associated with the provision of sewer services.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balances

*Cash and Cash Equivalents* – For purposes of the statement of cash flows, cash and cash equivalents are defined as investments with original maturities of three months or less. Pooled cash and investments are categorized as cash equivalents.

*Receivables* – All receivables are reported at their gross values and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. At December 31, 2025, the District expects to collect all accounts receivable balances.

*Capital Assets* – Capital assets, which include property, plant, equipment, and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and for the proprietary funds in the fund financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at cost or estimated cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the District are depreciated using the straight-line method over the following estimated useful lives.

Collection and Distribution Systems	30-60 years
Vehicles and Equipment	3-15 years

*Deferred Inflows of Resources* – In addition to assets, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time.

Accordingly, the item, *unavailable revenue*, is reported for property taxes levied in the current year but collected for use in the next fiscal period.

*Compensated Absences* – Employees of the District are allowed to accumulate unused vacation and sick time. Employees are limited to 960 hours of accrued sick time and are not allowed to carry more than 100 hours of accrued vacation to the following year.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

*Compensated Absences(continued)* Upon termination of employment from the District, an employee will be compensated for all accrued vacation time and 50% of accrued sick time. Accrued sick time in excess of 960 hours at year end is paid out at 50%. A liability for these compensated absences is accrued when incurred in the government-wide and proprietary fund financial statements.

*Long-Term Debt* – In the government-wide financial statements, and for the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Premiums and discounts are deferred and amortized over the life of the debt using the straight-line method.

In the fund financial statements, governmental funds recognize debt premiums and discounts during the current year. The face amount of debt issued is reported as other financing sources.

Fund Balance

In the governmental fund financial statements, fund balance is composed of five classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent.

The governmental fund types classify fund balances as follows:

*Nonspendable* – Amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

*Restricted* – Amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

*Committed* – Amounts that can be used only for specific purposes, determined by a formal action of the Board of Directors. The Board of Directors is the highest level of decision-making body for the District. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board.

*Assigned* – Amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Only the Board of Directors may assign fund balances for specific purposes.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance (continued)

*Unassigned* – All other spendable amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balance is available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the District has provided otherwise in its commitment or assignment actions.

Net Position

Net position in the government-wide Statement of Net Position is reported as restricted when there are limitations imposed on its use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulators of other governments. At December 31, 2025, the net position of the governmental activities is a deficit of \$2,470,379. This is the result of the governmental funds being responsible for the repayment of loans that were used to finance construction of capital assets which were then transferred to the enterprise funds. As revenues are collected for debt service payments management believes the net position will become positive.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1 and are levied the following 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 them to the District on a monthly basis.

NOTE 2 - CASH AND INVESTMENTS

At December 31, 2025, cash and investments consisted of the following:

Deposits	\$ 10,572,551
Restricted cash	2,508,243
Investments	23,754,251
Total	<u>\$ 36,835,045</u>

Restricted cash is comprised of debt service reserves required by the lender.

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Deposits

The Colorado Public Deposit Protection Act (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 Deposit Insurance Corporation (FDIC) levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution 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.

At December 31, 2025, the District had bank deposits, with a book balance of \$13,080,794 and a bank balance of \$13,467,981, comprised of \$250,000 which was covered by FDIC insurance and the remaining covered by PDPA.

Investments

The District is required to comply with State statutes which specify instruments meeting defined rating, maturity and concentration risk criteria in which local governments may invest. State statutes do not address custodial risk.

The District's investment policy follows State statutes and allows the following investments.

- Obligations of the United States, certain U.S. Agency securities, and the World Bank
- Certain international agency securities
- General obligation and revenue bonds of 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

*Interest Rate Risk* – State statutes limit investments in U.S. Agency securities to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years.

The District has interest rate risk related only to the investment in the Colorado Local Government Liquid Asset Trust (COLOTRUST). At December 31, 2025, COLOTRUST'S Plus+ portfolio had a weighted average maturity of 60 days.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Investments (continued)

*Credit Risk* – State statutes limit investments in U.S. Agency securities to the highest rating issued by two or more nationally recognized statistical rating organizations (NRSROs). State statutes also limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with Rule 2a-7, and either have assets of one billion dollars or the highest rating issued by a NRSRO.

*Local Government Investment Pools* – At December 31, 2025, the District had \$23,754,251 invested in COLOTRUST, an investment vehicle established by State statute for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces the requirements of creating and operating COLOTRUST. COLOTRUST operate similarly to a money market fund and each share is equal in value to \$1.00. Investments of COLOTRUST are limited to those allowed by State statutes.

A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian’s internal records identify the investments owned by the participating governments. COLOTRUST are rated AAAM by Standard and Poor’s and is measured at net asset value (NAV). There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

NOTE 3 - INTERFUND BALANCES AND TRANSACTIONS

<u>Transfer out</u>	<u>Amount</u>	<u>Transfer in</u>	<u>Amount</u>
General Fund	\$ 700,000	Debt Service Fund	\$ 1,232,978
Capital Projects Fund	4,577,291	Capital Projects Fund	5,400,000
Water Fund	4,608,226	Water Fund	5,005,853
Sewer Fund	2,024,752	Sewer Fund	271,438
	<u>\$ 11,910,269</u>		<u>\$ 11,910,269</u>

Availability charges collected by the Water and Sewer Funds are required by State statute to be used for debt service and are transferred to the Debt Service Fund. The transfers from the General Fund to the Water and Sewer Funds were determined during the budget process. Transfers from the Debt Service Fund to Plum Valley Heights relate to debt service payments.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 4 - CAPITAL ASSETS

	Balance 12/31/24	Additions	Deletions	Balance 12/31/25
<u>Governmental-Type Activities</u>				
Capital assets, not being depreciated:				
Easements	\$ 18,440	\$ 0	\$ 0	\$ 18,440
Capital assets, being depreciated:				
Infrastructure	6,074,963	0	0	6,074,963
Furniture and equipment	226,217	0	0	226,217
Total being depreciated	6,301,180	0	0	6,301,180
Less accumulated depreciation:	(1,590,172)	(217,258)	0	(1,807,430)
Total being depreciated, net	4,711,008	(217,258)	0	4,493,750
Governmental-Type Activities Capital Assets, Net	<u>\$ 4,729,448</u>	<u>\$ (217,258)</u>	<u>\$ 0</u>	<u>\$ 4,512,190</u>
	Balance 12/31/24	Additions	Deletions	Balance 12/31/25
<u>Business-Type Activities</u>				
Capital assets, not being depreciated:				
Land	\$ 204,511	\$ 0	\$ 0	\$ 204,511
Tap fees	27,928,095	0	0	27,928,095
Construction in progress	5,277,930	168,164	5,137,297	308,797
Total not being depreciated	33,410,536	168,164	5,137,297	28,441,403
Capital assets, being depreciated:				
Land improvements	5,514	0	0	5,514
Collections and distribution	119,221,418	7,951,256	(5,137,297)	132,309,971
Vehicles and equipment	1,592,902	199,046	0	1,791,948
Total being depreciated	120,819,834	8,150,302	(5,137,297)	134,107,433
Less accumulated depreciation:				
Land improvements	(5,514)	0	0	(5,514)
Collections and distribution	(39,925,310)	(3,395,870)	0	(43,321,180)
Vehicles and equipment	(900,183)	(123,494)	0	(1,023,677)
Total accumulated depreciation	(40,831,007)	(3,519,364)	0	(44,350,371)
Total capital assets, being depreciated, net	79,988,827	4,630,938	(5,137,297)	89,757,062
Business-Type Activities Capital Assets, Net	<u>\$ 113,399,363</u>	<u>\$ 4,799,102</u>	<u>\$ 0</u>	<u>\$ 118,198,465</u>

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 4 - CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to programs of the District as follows during the year ended December 31, 2025:

Governmental activities	
General Government	\$ <u>217,258</u>
Business-type activities	
Water	\$ 2,484,742
Sewer	<u>1,034,622</u>
Total	<u>\$ 3,519,364</u>

NOTE 5 - LONG-TERM DEBT

Governmental Activities

Following is a summary of long-term debt transactions of the governmental activities for the year ended December 31, 2025:

	<u>Balance 12/31/24</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/25</u>	<u>Due Within One Year</u>
<u>Governmental-Type Activities:</u>					
2005 CWRPDA Loan	\$ 1,167,123	\$ 0	\$ 567,683	\$ 599,440	\$ 599,440
Loan Premium	23,677	0	23,133	544	0
2014 CWCB Loan	14,199,744	0	515,151	13,684,593	531,893
2015 CWCB-Raw Water Loan	1,888,537	0	57,847	1,830,690	59,611
2015 CWRPDA Loan	3,126,863	0	239,112	2,887,751	237,051
2019 CWCB Loan	1,311,812	0	41,103	1,270,709	42,398
Compensated absences	10,838	0	2,792	8,046	1,341
Total	<u>\$21,728,594</u>	<u>\$ 0</u>	<u>\$ 1,446,821</u>	<u>\$20,281,773</u>	<u>\$1,471,734</u>

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

2005 Clean Water Revenue Bonds were issued by the Colorado Water Resources and Power Development Authority and proceeds were loaned to the District to finance a sewer pipeline and two pump stations. Principal and interest payments are due semi-annually on February 1 and August 1, through 2026. Interest accrues at the rate of 3.35% per annum.

2014 Colorado Water Conservation Board Note was entered into in November 2014. The loan proceeds were used to purchase a permanent water supply from the City of Aurora by the enterprise funds. Principal and interest payments are due annually on December 1 through 2044. Interest accrues at the rate of 3.25% per annum.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 5 - LONG-TERM DEBT (CONTINUED)

During 2015, the District entered into a loan agreement with the Colorado Water Conservation Board for the Raw Water Supply Project to obtain a renewable subdistrict water supply and allow customers to discontinue their current use of private wells and non-renewable water. The total loan amount is \$2,248,260 payable over 30 years at an interest rate of 3.05%. Interest and loan fees are due when the project is completed. The loan matures February 2047.

2015 Clean Water Revenue Bonds were issued by the Colorado Water Resources and Power Development Authority and proceeds were loaned to the District to finance the Plum Valley Heights water pipeline. Principal and interest payments are due semi-annually on February 1 and August 1, through 2036. Interest accrues at the rate of 2.07% per annum.

2019 Colorado Water Conservation Board Note was entered into in January 2019. The loan proceeds received were used for the Ravenna development interconnect. Principal and interest payments are due annually on February 1 through 2047. Interest accrues at the rate of 3.15% per annum.

Future payments for the outstanding debt, which has a maturity schedule, are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,470,393	\$ 687,577	\$ 2,157,970
2027	895,802	636,451	1,532,253
2028	920,618	584,810	1,505,428
2029	941,762	561,913	1,503,675
2030	972,653	538,331	1,510,984
2031-2035	5,340,044	2,230,597	7,570,641
2036-2040	4,931,886	1,395,331	6,327,217
2041-2045	4,465,356	600,602	5,065,958
2046-2047	334,669	30,790	365,459
Total	<u>\$20,273,183</u>	<u>\$ 7,266,402</u>	<u>\$ 27,539,585</u>

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 5 - LONG-TERM DEBT (CONTINUED)

Following are the long-term debt transactions of the business-type activities for the year ended December 31, 2025:

	<u>Balance 12/31/24</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/25</u>	<u>Due Within One Year</u>
<u>Business-Type Activities</u>					
Accrued compensated absences	<u>\$ 119,246</u>	<u>\$ -</u>	<u>\$ 4,179</u>	<u>\$ 115,067</u>	<u>\$ 19,178</u>

NOTE 6 - PUBLIC ENTITY RISK POOL

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the District is a member of the Colorado Special Districts Property and Liability Pool (the Pool). The Pool is an organization created by intergovernmental agreement to provide property, liability, public officials' liability, boiler and machinery and workers compensation coverage to its members. The District pays annual premiums to the Pool for liability, property, and public officials' liability coverage.

In the event aggregated losses incurred by the Pool exceeded amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds which the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula.

The purposes of the Pool are to provide members defined liability, property, and workers compensation coverages and to assist members in preventing and reducing losses and injuries to property and to persons or property which might result in claims being made against members of the Pool, their employees and officers.

It is the intent of the members of the Pool to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of the Pool against stated liability of loss, to the limit of the financial resources of the Pool.

It is also the intent of the members to have the Pool provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of the Pool shall be at all times dedicated to the exclusive benefit of its members. The Pool is a separate legal entity and the District does not approve budgets nor does it have the ability to significantly affect the operations of the Pool. Settled claims have not exceeded coverage in any of the past three fiscal years.

NOTE 7 - RETIREMENT COMMITMENTS

Profit Sharing Plan

The District has established a profit sharing pension plan on behalf of all District employees. The contribution requirements of plan participants and the District are established and may be amended by the Board of Directors. All employees are eligible to participate in the plan upon employment, and become fully vested after five years of service. Forfeitures are used to offset current contributions. There were no forfeitures during 2025.

The District may contribute up to 15% of each participating employee's compensation. During the year ended December 31, 2025, the District contributed \$166,359 to the Plan. All contributions are deposited to the individual employee's self-directed accounts and the District has no further fiduciary responsibility for the plan assets.

Deferred Compensation Plan

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all District employees and permits them to defer a portion of their salary until future years. All plan investments are held in trust for the exclusive benefit of the employees. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

Section 105 Plan

During 2025, the District adopted an employer-funded health reimbursement arrangement (HRA) established under Internal Revenue Code Section 105 (the "Plan"). The Plan is sponsored by the District and provides reimbursement of eligible medical expenses for eligible employees in accordance with the Plan document and related governing provisions. Benefits are provided through individual reimbursement accounts established for participants; however, those accounts are notional bookkeeping accounts that track HRA dollars allocated by the employer and do not represent separately invested assets. Benefits under the Plan are limited to eligible medical expenses available to active employees.

The Plan is unfunded and operates on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria for reporting plan assets under Governmental Accounting Standards Board guidance applicable to other postemployment benefit arrangements. Accordingly, benefit reimbursements are paid from current employer resources as claims are approved and become due.

NOTE 8 - COMMITMENTS AND CONTINGENCIES

Tabor Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20 (the “Amendment”) which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local government. The Amendment is complex and subject to judicial interpretation. The District believes it is in compliance with the requirements of the Amendment.

In November 2001, the District electors allowed the District to spend the full proceeds of any taxes, fees, charges, grants, rates, tolls or any other revenues collected in fiscal year 2000 and in all subsequent fiscal years without regard to any limitation contained in the Amendment. In November 2014, the Subdistrict electors also allowed Plum Valley Heights to spend the full proceeds of any taxes, fees, charges, grants, rates, tolls or any other revenues collected in fiscal year 2014 and in all subsequent fiscal years without regard to any limitation contained in the Amendment.

The District has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2025, the emergency reserve of \$63,000 was reported as a restriction of fund balances and in the government wide statements.

Other Commitments and Contingencies

The District has entered into a contract to purchase sewer treatment services from the City of Littleton, Colorado. This City is treating all wastewater of the District. The contract is irrevocable by the District as long as bonds to finance the City’s treatment plant are still outstanding.

During 2020, the District entered into an intergovernmental agreement (IGA) with Dominion Water and Sanitation District (Dominion) for the temporary use of and acquisition of capacity in the District’s wastewater conveyance system. Pursuant to the IGA, Dominion is required to pay the District (1) an annual payment of \$150,000 and up to \$400,000 dependent on the number of Dominion equivalent residential unit (EQR) connections, (2) an operations fee of twenty dollars per month per EQR connection, and (3) an annual capital improvements fee of \$1,000,000 through the year ended December 31, 2021 and an additional \$1,000,000 depending on the number of EQR connections, up to a total of \$5,000,000. As of December 31, 2025, the District had \$1,000,000 in capital improvements fees included in accounts receivable and expected to be paid in 2026. Total capital improvement payments received since inception of the IGA through December 31, 2025 was \$5,000,000. Receipts of these funds are included in unearned revenue until the District incurs construction costs pursuant to the IGA. The IGA is effective until December 31, 2028.

Preliminary Draft  
For Discussion Purposes Only  
Subject to Change

REQUIRED SUPPLEMENTARY INFORMATION

Preliminary Draft  
 For Discussion Purposes Only  
 Subject to Change

ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original and Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>			
Property taxes	\$ 1,616,905	\$ 1,746,941	\$ 130,036
Specific ownership taxes	120,000	127,494	7,494
Investment income	70,000	219,608	149,608
Miscellaneous income	1,000	2,818	1,818
Total Revenues	<u>1,807,905</u>	<u>2,096,861</u>	<u>288,956</u>
<u>Expenditures</u>			
Salaries and benefits	370,000	172,510	197,490
Accounting and audit	66,500	66,400	100
Contract labor	10,000	0	10,000
Director fees	8,000	8,000	0
Election expense	30,000	36,611	(6,611)
Education	30,000	17,235	12,765
Engineering	40,000	8,235	31,765
Insurance	30,000	37,166	(7,166)
Legal fees	25,000	12,714	12,286
Miscellaneous	10,000	21,039	(11,039)
Office expense	40,000	55,132	(15,132)
Permits, dues and subscriptions	50,000	19,619	30,381
Rent	5,000	5,387	(387)
Repairs and maintenance	205,000	229,647	(24,647)
Treasurer fees	45,000	26,198	18,802
Utilities	2,000	1,990	10
Vehicle expense	5,000	978	4,022
Bank charges	2,000	0	2,000
Capital outlay	75,000	0	75,000
Total Expenditures	<u>1,048,500</u>	<u>718,861</u>	<u>329,639</u>
Excess of Revenues Over Expenditures	759,405	1,378,000	618,595
<u>Other Financing Sources (Uses)</u>			
Transfers out	<u>(700,000)</u>	<u>(700,000)</u>	<u>0</u>
Net Change in Fund Balances	<u>\$ 59,405</u>	678,000	<u>\$ 618,595</u>
Fund Balances, Beginning		<u>3,983,105</u>	
Fund Balances, Ending		<u>\$ 4,661,105</u>	

See the accompanying Independent Auditors' Report.

ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
PLUM VALLEY HEIGHTS  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>				
Property taxes	\$ 452,895	\$ 452,895	\$ 453,446	\$ 551
Specific ownership taxes	50,000	50,000	34,955	(15,045)
Investment income	10,000	10,000	16,852	6,852
Total Revenues	512,895	512,895	505,253	(7,642)
 <u>Expenditures</u>				
Accounting and audit	12,000	12,000	12,000	0
Education	1,000	6,000	5,057	943
Engineering	2,500	2,500	0	2,500
Legal fees	2,500	2,500	3,340	(840)
Treasurer fees	9,000	9,000	6,759	2,241
Debt Service:				0
Principal	236,959	236,959	296,959	(60,000)
Interest	186,261	186,261	126,261	60,000
Total Expenditures	450,220	455,220	450,376	4,844
Excess of Revenues Over Expenditures	62,675	57,675	54,877	(2,798)
Net Change in Fund Balances	\$ 62,675	\$ 57,675	54,877	\$ (2,798)
Fund Balances, Beginning			562,771	
Fund Balances, Ending			\$ 617,648	

See the accompanying Independent Auditors' Report.

NOTE 1 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets

Budgets are legally adopted for all funds of the District. Budgets for the General and Debt Service Funds, Capital Projects, and Plum Valley Heights are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the proprietary funds are presented on a non-GAAP budgetary basis. Capital outlay and debt principal are budgeted as expenditures, and depreciation is not budgeted.

The District follows these procedures in establishing the budgetary data reflected in the financial statements.

- In October, District management submits to the Board of Directors a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted in November to obtain taxpayer comments.
- Prior to December 31, the budget is legally enacted through passage of a resolution.
- District management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Board of Directors.
- All appropriations lapse at year end. Colorado governments may not exceed budgeted appropriations at the fund level.

Preliminary Draft  
For Discussion Purposes Only  
Subject to Change

SUPPLEMENTARY INFORMATION

Preliminary Draft  
 For Discussion Purposes Only  
 Subject to Change

ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
CAPITAL PROJECTS FUND  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original and Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>			
Dominion reimbursements	\$ 861,500	\$ 0	\$ (861,500)
Ravenna phase 3/4	2,360,000	0	(2,360,000)
Total Revenues	<u>3,221,500</u>	<u>0</u>	<u>(3,221,500)</u>
<u>Expenditures</u>			
Capital Outlay	<u>3,815,000</u>	<u>0</u>	<u>3,815,000</u>
Total Expenditures	<u>3,815,000</u>	<u>0</u>	<u>3,815,000</u>
Excess of Revenues Over (Under) Expenditures	<u>(593,500)</u>	<u>0</u>	<u>593,500</u>
Other Financing Sources (Uses)			
Transfers in	593,500	5,400,000	4,806,500
Transfers out	<u>0</u>	<u>(4,577,291)</u>	<u>(4,577,291)</u>
Total other financing sources	593,500	822,709	229,209
Net Change in Fund Balances	<u>\$ 0</u>	822,709	<u>\$ 822,709</u>
Fund Balances, Beginning		<u>(736,174)</u>	
Fund Balances, Ending		<u>\$ 86,535</u>	

See the accompanying Independent Auditors' Report.

Preliminary Draft  
 For Discussion Purposes Only  
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ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues</u>			
Property taxes	\$ 692,959	\$ 562,803	\$ (130,156)
Specific ownership taxes	80,000	41,074	(38,926)
Investment income	25,000	228,759	203,759
Total Revenues	<u>797,959</u>	<u>832,636</u>	<u>34,677</u>
 <u>Expenditures</u>			
Treasurers fees	15,000	8,439	6,561
Debt Service			
Principal	978,096	1,123,937	(145,841)
Interest	764,728	558,369	206,359
Total Expenditures	<u>1,757,824</u>	<u>1,690,745</u>	<u>67,079</u>
Excess of Revenues Over Expenditures	(959,865)	(858,109)	101,756
 Other Financing Sources (Uses)			
Transfers in	<u>1,252,000</u>	<u>1,232,978</u>	<u>(19,022)</u>
Total other financing sources	1,252,000	1,232,978	(19,022)
Net Change in Fund Balances	<u>\$ 292,135</u>	374,869	<u>\$ 82,734</u>
Fund Balances, Beginning		<u>7,725,248</u>	
Fund Balances, Ending		<u>\$ 8,100,117</u>	

See the accompanying Independent Auditors' Report.

ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE NON GAAP BASIS  
WATER FUND  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original and Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>			
Charges for services	\$ 3,200,000	\$ 5,307,002	\$ 2,107,002
Permit fees	1,200	825	(375)
Other water sales	330,000	626,089	296,089
Miscellaneous	77,200	33,634	(43,566)
Capital charges	1,116,808	1,274,880	158,072
Dominion distribution operations	2,303,875	691,737	(1,612,138)
Inclusion fees	50,000	76,657	26,657
Reimbursements	20,000	252,295	232,295
System development charges	525,000	2,335,354	1,810,354
Investment income	200,000	236,650	36,650
Availability charges	120,000	77,304	(42,696)
Ravenna bond proceeds	3,196,997	0	(3,196,997)
Transfers in	500,000	5,005,853	4,505,853
Total Revenues	<u>11,641,080</u>	<u>15,918,280</u>	<u>4,277,200</u>
<u>Expenditures</u>			
Accounting and audit	97,500	66,000	31,500
Permits, dues and subscriptions	30,000	35,364	(5,364)
Contract labor	70,000	38,724	31,276
Education	90,000	43,694	46,306
Engineering	550,000	116,694	433,306
GIS and asset management	75,000	17,105	57,895
Insurance	75,000	74,853	147
Lab and test fees	45,000	22,374	22,626
Legal fees	112,500	45,562	66,938
Meter expense	50,000	74,544	(24,544)
Miscellaneous	30,000	181,112	(151,112)
Office expense	60,000	33,475	26,525
Operating supplies	350,000	173,099	176,901
Payroll, taxes and benefits	1,500,000	1,241,858	258,142
Repairs and maintenance	725,000	696,847	28,153
Safety Equipment	12,000	3,544	8,456
Utilities	555,000	366,422	188,578
Vehicle expense	25,000	15,887	9,113
Dominion	100,000	0	100,000
Water cost	2,200,000	2,245,844	(45,844)
Capital outlay	13,360,000	6,735,375	6,624,625
Conservation rebates	5,000	2,875	2,125
Transfers out	1,156,808	4,608,226	(3,451,418)
Total Expenditures	<u>21,273,808</u>	<u>16,839,478</u>	<u>4,434,330</u>
Change in Net Position, Budgetary Basis	<u>\$ (9,632,728)</u>	<u>(921,198)</u>	<u>\$ (157,130)</u>

See the accompanying Independent Auditors' Report.

Preliminary Draft  
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ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE NON GAAP BASIS  
WATER FUND (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2025

Reconciliation to GAAP Basis	
Capital outlay	\$ 6,735,375
Depreciation	<u>(2,484,742)</u>
Change in net position, GAAP Basis	3,329,435
Net position, beginning	<u>102,596,259</u>
Net position, ending	<u>\$ 105,925,694</u>

See the accompanying Independent Auditors' Report.

ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE NON GAAP BASIS  
SEWER FUND

FOR THE YEAR ENDED DECEMBER 31, 2025

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>				
Charges for services	\$ 1,800,000	\$ 1,800,000	\$ 2,164,786	\$ 364,786
Charges for services-Lockheed				
Martin Agreement	300,000	300,000	450,146	150,146
Dominion capital lease O-line	1,000,000	1,000,000	403,385	(596,615)
Dominion sewer conveyance	650,000	650,000	716,240	66,240
Permit fees	33,000	33,000	825	(32,175)
Miscellaneous income (loss)	20,000	20,000	3,460	(16,540)
Investment income	200,000	200,000	674,799	474,799
Availability charges	40,000	40,000	24,752	(15,248)
System development charges	200,000	200,000	12,079	(187,921)
Dominion sewer services	50,000	50,000	474,355	424,355
Capital - surcharges	160,000	160,000	162,946	2,946
Transfer in	200,000	200,000	271,438	71,438
Total Revenues	<u>4,653,000</u>	<u>4,653,000</u>	<u>5,359,211</u>	<u>706,211</u>
<u>Expenditures</u>				
Accounting and audit	31,500	31,500	33,000	(1,500)
Contract labor	30,000	30,000	38,834	(8,834)
Dominion expense	0	0	13,110	(13,110)
Education	30,000	30,000	19,886	10,114
Engineering	125,000	125,000	62,621	62,379
GIS and asset management	25,000	25,000	6,448	18,552
Insurance	30,000	30,000	37,166	(7,166)
Lab and test fees	1,000	1,000	-	1,000
Legal fees	15,000	15,000	18,456	(3,456)
Miscellaneous	1,000	1,000	543	457
Littleton service fees	1,100,000	1,500,000	1,454,525	45,475
Office expense	18,000	18,000	27,025	(9,025)
Operating supplies	145,000	145,000	132,234	12,766
Permits, dues and subscriptions	10,000	10,000	23,023	(13,023)
Payroll, taxes and benefits	480,000	480,000	412,744	67,256
Water costs	0	0	9,372	
Repairs and maintenance	150,000	150,000	210,633	(60,633)
Safety Equipment	2,000	2,000	2,215	(215)
Utilities	100,000	100,000	118,147	(18,147)
Vehicle expense	2,000	2,000	11,611	(9,611)
Capital outlay	2,215,000	4,000,000	1,583,091	2,416,909
Transfer out	633,500	633,500	2,024,752	(1,391,252)
Total Expenditures	<u>5,144,000</u>	<u>7,329,000</u>	<u>6,239,436</u>	<u>1,098,936</u>
Change in Net Position, Budgetary Basis	<u>\$ (491,000)</u>	<u>\$ (2,676,000)</u>	(880,225)	<u>\$ 1,805,147</u>

See the accompanying Independent Auditors' Report.

Preliminary Draft  
For Discussion Purposes Only  
Subject to Change

ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE NON GAAP BASIS  
SEWER FUND (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2025

Reconciliation to GAAP Basis	
Capital outlay	\$ 1,583,091
Depreciation	<u>(1,034,622)</u>
Change in net position, GAAP Basis	(331,756)
Net position, beginning	<u>34,832,252</u>
Net position, ending	<u>\$ 34,500,496</u>

See the accompanying Independent Auditors' Report.

# APPLICATION AND CERTIFICATE FOR PAYMENT

## --Summary Sheet--Unit Price Contract--

**TO:** Roxborough Water & Sanitation District  
8383 Waterton Rd, Littleton CO 80125  
Attn: Mitch Stroehlein

**PROJECT:**  
Project 2026 Roxborough CIPP

**APPLICATION NO.:** (#4)

**SUBMITTAL DATE:** 6/1/2026

**OWNER:**  
Roxborough Water & Sanitation  
8383 Waterton Rd, Littleton, CO 80125

**CONTRACTOR:**  
QP Services, LLC.  
12503 E Euclid, Ste 220  
Centennial, CO 80111

**PERIOD FROM:** 0501/2026

**TO:** 5/31/2026

**TASK (ACCT.) NO.:** (#)

CHANGE ORDER SUMMARY:		
Net total from Previous Application:		<u>\$20,605.65</u>
Approved this Period:		
NO.	DATE	AMOUNT (+/-)
		\$0.00
(CO#2)	5/14/2026	\$142,250.00
(CO#)		\$0.00
Total CO's to Date		\$162,855.65

CONTRACT STATUS:	
Notice to Proceed Date	January 14, 2026
Substantial Completion Date	
Final Completion Date	
% Complete (Time) (\$s)	0%      67%

Application is made for Payment as indicated below and on the attached Continuation Sheets, in accordance with the Contract Documents:	
Original Contract Amount . . . . .	\$997,900.00
Total Change Orders to Date. . . . .	<u>\$162,855.65</u>
<b>Current Contract Amount. . . . .</b>	<b>\$1,160,755.65</b>
Gross Amount Due. . . . .	\$777,171.65 0
Less 0% Retainage*. . . . .	\$0.00
Amount Due to Date. . . . .	\$777,171.65
Less Previous Payments . . . . .	<u>\$501,905.65</u>
<b>AMOUNT DUE THIS APPLICATION:</b>	<b>\$275,266.00</b>
*Value of securities currently deposited if provided in lieu of retainage. . . . .	\$0.00

For Owner Use Only

**ACCOMPANYING DOCUMENTATION:**

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**CONTRACTORS CERTIFICATION:**

The undersigned Contractor certifies that: (1) all previous progress payments received from Owner on account of Work done under the Contract referenced above have been applied to discharge in full all obligations of Contractor incurred in connection with Work covered by prior Applications for Payment; (2) title to all Work, materials and equipment incorporated in said Work or otherwise listed in or covered by this Application for Payment will pass to Owner at time of payment free and clear of all liens, claims, security interest and encumbrances (except such as are covered by Bond acceptable to Owner indemnifying Owner against any such lien, claim, security interest or encumbrances); and 3) all Work covered by this Application for Payment is in accordance with the Contract Documents and not defective as that term is defined in the Contract Documents.

By: \_\_\_\_\_ Title: Director of Operations Date: 1-Jun  
(CONTRACTOR)

**OWNER APPROVAL:**

By: \_\_\_\_\_, Owner Project Manager Date: \_\_\_\_\_  
Roxborough Water & Sanitation



2026 CIPP Roxborough

MASTER

SHOT #	SEG #	USMH	DSMH	MAP PAGE	PLAN DIA	MATERIAL	PLAN LENGTH	FIELD LENGTH (LF)	Variance (LF)	# TAPS	Jet/CCTV DATE	CIPP Install Date	MHs	COMMENTS
1	1	MH_DB2-4	MH_DB2-3	1	8	VCP	211	202	-9.4		2.5	4/13/2026	64	
2	4	MH_DB2-1.2	MH_DB2-1.1	1	8	VCP	126	122	-4.1		2.6	3/10/2026		
2	100	MH_DB2-1.1	MH_DB2-1	1	8	VCP	101	92	-8.6		2.6	3/10/2026	49.5	
3	5	MH_DB2-1	MH_DB2		8	VCP	127	122	-4.8		2.9	3/9/2026	49.5	
4	2	MH_DB3-2	MH_DB3-1		8	VCP	229	223	-5.9		2.9	3/13/2026		
4	3	MH_DB3-1	MH_DB3		8	VCP	261	255	-5.6		2.9	3/13/2026		
5	6	MH_DB3	MH_DB2		8	VCP	228	223	-4.7		2.9	3/11/2026	81.5	
6	9	MH_DB-7	MH_DB-6		8	VCP	375	362	-12.8		2.6	3/19/2023		
7	10	MH_DB-6	MH_DB-5		8	VCP	106	99	-6.8		2.6	4/2/2026		
8	8	MH_DB-5	MH_DB-4		8	VCP	400	384	-16.2		2.6	3/17/2026		
8	7	MH_DB-4	MH_DB3		8	VCP	309	298	-11.3		2.9	3/27/2028		
9	11	MH_BG-9.11	MH_BG-9.1		8	VCP	331	328	-3		2.9	3/19/269		
10	12	MH_BG-9.2	MH_BG-9.1		8	VCP	270	267	-2.9		2.9	3/25/2026		
11	13	MH_BG-9.1	MH_BG-9		8	VCP	54	50	-4		2.9	4/1/2026		
12	14	MH_BG-8	MH_BG-7		8	VCP	254	248	-6.3		2.9	3/30/2026		
12	15	MH_BG-7	MH_BG-7		8	VCP	361	361	0		2.9	3/26/2026		
13	30	MH-BA-24	MH-BA-23		8	VCP	125	121	-4.3		2.12	4/16/2026		
14	16	MH_BG-5.2	MH_BG-5.1		8	VCP	159	154	-4.8		2.9	3/24/2026		
15	17	MH_BG-5.1	MH_BG-5		8	VCP	281	272	-9.2		2.9	4/2/2026		
16	28	MH_BA24.2	MH_BA24.1		8	VCP	253	255	1.6			4/8/2026		
17	29	MH_BA-24.1	MH_BA-24		8	VCP	179	175	-4.5		2.12	4/2/2026		
18	27	MH_BA-25	MH-BA-24		8	VCP	259	259	0		2.11	4/3/2026		
19	24	MH_BA-19.1	MH_BA-19		8	VCP	267	258	-9		2.1	4/16/2026		
20	26	MH_BA-20	MH_BA-19		8	VCP	275	260	-15.5		2.1	4/10/2026		
20	25	MH_BA-19	MH_BA-18		8	VCP	221	213	-8.2		2.1	4/10/2026		
21	18	MH_BG-4	MH_BG-3		8	VCP	272	265	-6.8		2.9	4/20/2026		
22	19	MH_BG-3.1	MH_BG-3		8	VCP	130	124	-6.2		2.1	4/14/2026		
22	20	MH_BG-3	MH_BG-2		8	VCP	170	158	-12.4		2.1	4/14/2026		
23	21	MH_BG-2	MH_BG-1		8	VCP	277	264	-13.2		2.1	4/15/2026		
24	22	MH_BG-1.2	MH_BG-1.1		8	VCP	169	152	-17.2		2.1	4/9/2026		
25	23	MH_BG-1.1	MH_BG-1		8	VCP	163	156	-6.6		2.1	4/21/2026		
25	35	MH_BJ-14	MH_BJ-13		8	VCP	82	78.2	-3.8			4/22/2026		
26	31	MH_BA-23	MH-BA-22		8	VCP	400	393	-6.7		2.12	4/6/2026		
27	32	MH_BJ-14.3	MH_BJ-14.2		8	VCP	260	252	-8		2.1	4/21/2026		
28	33	MH_BJ-16	MH_BJ-15		8	VCP	249	242	-6.7		2.11	4/23/2026		
28	34	MH_BJ-15	MH_BJ-14		8	VCP	304	294	-9.9			4/22/2026		
30	38	MH_BJ-11.1A	MH_BJ-11.1		8	VCP	97	93	-3.8			4/24/2026		
30	39	MH_BJ-11.1	MH_BJ-11		8	VCP	156	135	-21.4			4/24/2026		MSA: LINER 134.6; Need reversal
31	40	MH_BJ-11	MH_BJ-10		8	VCP	190	182	-7.9			5/1/2026		
31	41	MH_BJ-10	MH_BJ-9		8	VCP	58	54	-3.8			5/1/2026		
32	36	MH_BJ-10.2	MH_BJ-10-1		8	VCP	273	273	0			5/13/2026		Msa liner 131; Rev 132.7
32	37	MH_BJ-10-1	MH_BJ-10		8	VCP	105	105	0			5/13/2026		
33	42	MH_BJ-9	MH_BJ-8		8	VCP	70	63	-6.6		2.11	4/30/2026		
33	43	MH_BJ-8	MH_BJ-7		8	VCP	97	93	-4		2.11	4/28/2026		
33	44	MH_BJ-7	MH_BJ-6		8	VCP	133	123	-10.5		2.11	4/28/2026		
34	45	MH_BJ-7.1	MH_BJ-7		8	VCP	255	248	-7.5		2.11	4/30/2026		
35	46	MH_AD-7	MH-AD-6		8	VCP	202	228	26		2.12	5/8/2026		
37	55	MH_AA-6	MH-AA-5		8	VCP	297	304	7		2.12	5/4/2026		
37	56	MH_AA-5	MH-AA-3		8	VCP	151	147.3	-3.7		2.12	5/4/2026		
38	53	MH_AA-8	MH-AA-7		8	VCP	248	244.3	-3.7		2.12	5/7/2026		
38	54	MH_AA-7	MH-AA-6		8	VCP	202	195.5	-6.5		2.12	5/7/2026		
39	49	MH_BJ-3	MH_BJ-2		8	VCP	290	284.7	-5.3		2.12	5/14/2026		scheduled
42	52	MH_AC-7	MH-AC-6		8	VCP	185	180	-5.4		2.12	4/29/2026		
43	48	MH_AD-4	MH-AD-3		8	VCP	174	170	-4.1		2.12	5/8/2026		scheduled
45	57	MH_BA-12.1	MH_BA-12		8	VCP	23	34	11.1		2.16	5/8/2026		scheduled
44	58	MH_BA-12	MH_BA-11.1.0		8	VCP	71	69	-2		2.16	5/11/2026		scheduled
44	59	MH_BA-11.1	MH_BA-11.1.0		8	VCP	146	135.4	-10.6		2.16	5/11/2026		No intermediate MH, 1 SS segment
46	65	MH_D-1	MH-1A		10	VCP	61	61	0		2.16	5/12/2026		scheduled
49	88	MH_BB-12A.1	MH_BB-12		8	VCP	174	169.2	-4.8		2.17	5/14/2026		scheduled
50	87	MH_BB-12A	MH_BB-12		10	VCP	200	198	-2		2.17	5/19/2026		scheduled
50	86	MH_BB-12	MH_BB-11A		10	VCP	222	219	-3		2.17	5/19/2026		scheduled
52	96	MH_BD-3.2	MH_BD-3.1		8	VCP	385	385	0		2.16	5/20/2026		scheduled
52	93	MH_BD-3.1	MH_BD-3		8	VCP	179	175.4	-3.6		2.16	5/20/2026		scheduled
54	77	MH_BD-1.1	MH_BD-1		8	VCP	174	170	-4			5/22/2026		scheduled
55	78	MH_BB-11A	MH_BB-11		10	VCP	118	116	-2		2.17	5/12/2026		scheduled
56	80	MH_BD-2	MH_BD-1		8	VCP	86	83	-3		2.17	05.22.26		scheduled
62	70	MH_BB-9.1	MH_BB-9		8	VCP	170	166.2	-3.8		2.18	5/26/2026		scheduled
64	76	MH_BB-8.5	MH_BB-8.4		8	VCP	211	210	-1			5/21/2026		scheduled
64	75	MH_BB-8.4	MH_BB-8.3		8	VCP	213	209	-4			5/21/2026		scheduled
69	67	MH_BC-4	MH_BC-3		8	VCP	192	289	97		2.16	5/26/2026		scheduled
70	66	MH_BC-3	MH_BC-2		8	VCP	117	216	99		2.16	5/28/2026		scheduled
70	65	MH_BC-2	MH_BC-1		8	VCP	170	168	-2		2.17	5/28/2026		scheduled
40	50	MH-BJ-2	MH-BJ-1		8	VCP	95	92	-3.1		2.12	4/23/2026		

# General Manager's Report

June 17<sup>th</sup>, 2026

## Projects

- Still waiting for CORE Electric to complete the removal of the electrical power pole that remains in the easement for the raw water line on Ketcham's property that fed the old raw water pump station. They are in the design phase, however communication on progress has gotten progressively worse. I'll continue to reach out.
- We are in the design phase of a waterline replacement project on Village Circle West. This neighborhood has shown increased mainline breaks over the years, and we'll design this year and replace next year. Preliminary soil analysis shows very corrosive soil as the culprit.
- We are working on a couple of capital projects including a generator at the T-Vault, bulk fuel storage at the water plant and back-up batteries for critical distribution panels at the WTP.

## Potential Inclusions / Updates

- No updates from The Chatfield Commercial Property.

## Dominion Water & Sanitation District

- The O-Line 4<sup>th</sup> draft is in DWSD's court for review; they are eager to execute.
- Reminder; DWSD would like to host a dinner with the RWSD board for all of those who will be attending SDA this year. It is on September 15-17, as you all know lodging goes fast and booking is already open. Follow this link to book <https://www.sdaco.org/2025-conference> . I've heard from two board members so far, if you don't plan to attend SDA please let me know.

## Public Outreach/Opportunities

- We are tracking drought surcharges and Lisa will report on them later, but we are showing a 20% reduction as required by Aurora.
- The Spring Garden in the box have sold out, Slow the Flow and Rain Sensors have more interest than available and will likely sell out soon as appointments are made. The Fall Garden in a Box coupon's will be available at the end of this month; we'll have about 7-15 additional coupons available. Another successful year of conservation efforts.
- The blood drive is June 29<sup>th</sup>, there is a banner on the website with a QR code if you'd like to sign up.
- Summer help has started and is doing a great job so far, 1 of the 4 helpers has already quit due to some pre-existing knee issues.
- The joint presentation with Douglas County OEM & Aurora Water focused on our District's capabilities during emergencies went very well and there were lots of good questions fielded from the participants.

# LEGAL COUNSEL

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## REPORT

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## Water Plant

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In May, the plant was operational for 29 days with an average plant production of **1.5** MGD and a max day of **3.3** million gallons.

Filter run improvements have stalled since the initial skimming of the top layer of anthracite media. Operators will continue with replacement of the top four inches of media as recommended.

WTP generators are ready to commission the dual fuel conversions. Once the lift station gas meter is complete, all generators will be commissioned with a load bank test to set the natural gas feed.

InflexionPoint has begun building a new SCADA system on a more modern platform. Operators will be working closely with programmers to ensure the final product is more useful for all operators. InflexionPoint will replace Browns Hill for SCADA support following implementation of the new platform.

This year's Rotork valve actuators have been delivered. Installation will be coordinated with contractors. These actuators will replace original Keystone actuators that have been faulting.

Replacement pH sensors for the entire plant have been ordered. The old sensors were unreliable and expensive to maintain.

Flow from Castle Rock to DWSD has returned, providing significant relief in operations.

May production was **42.6** million gallons of treated water, **13** million gallons of that was for Sterling Ranch.

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## Lift Stations

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Flow Equalization Basin is in service following successful testing; however, after completion, Browns Hill expressed concerns over a level transmitter in the basin which will require further testing and coordination with DWSD.

A small generator is being added to the Transition Vault to power the PLC during power outages. Without PLC communications, the valves cannot open on their own and pumps fault at Roxborough Lift Station.

Force main air vac parts have been ordered. Full replacement air vacs did not offer significant improvements in design. This will also save over \$300,000 in the budget. The Field Department is working on a maintenance program to ensure proper function following initial rebuilds.

## June's Operations Report

All four grinders for Waterton and Roxborough lift stations have been delivered. Operators will attempt to install themselves.

Force main pigging was completed in the first week of June. One line at Waterton Lift Station was not cleaned due to a blockage of grit. Operators will attempt to clear this blockage and flush when DES is onsite to catch the grit before pushing it to Roxborough Lift Station. All Roxborough operators helped with pigging. In the future, this will be done in house.



May saw **30** million gallons of sewage pumped to Littleton-Englewood. Approximately **10.1** million was conveyed for Sterling Ranch.

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### Field

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The field had **202** locates for the month of May.

QPS is nearly complete with annual sewer lining. One homeowner was upset about not being able to flush while lining was done on their section of sewer. He later accused QPS of backing into his car, filing a report with Douglas County Sheriff. QPS has trackers and cameras on all vehicles, which proved none of their vehicles hit this homeowner's car. QPS also had a camera stuck in a sewer main requiring that section to be dug up in another homeowner's yard. Landscaping was restored exactly how it was before digging. Final costs are projected under budget, so additional lines are being quoted to get a head start on next year.

## June's Operations Report

Annual valve turning in the park continues.

Redline completed repairs to a hillside off Sumac that was damaged due to flushing two years ago.

Annual sewer jetting and TVing have begun. This year includes Village Circle East and the Chatfields.

**MEMORANDUM**

TO: Roxborough Water and Sanitation District  
Board of Directors

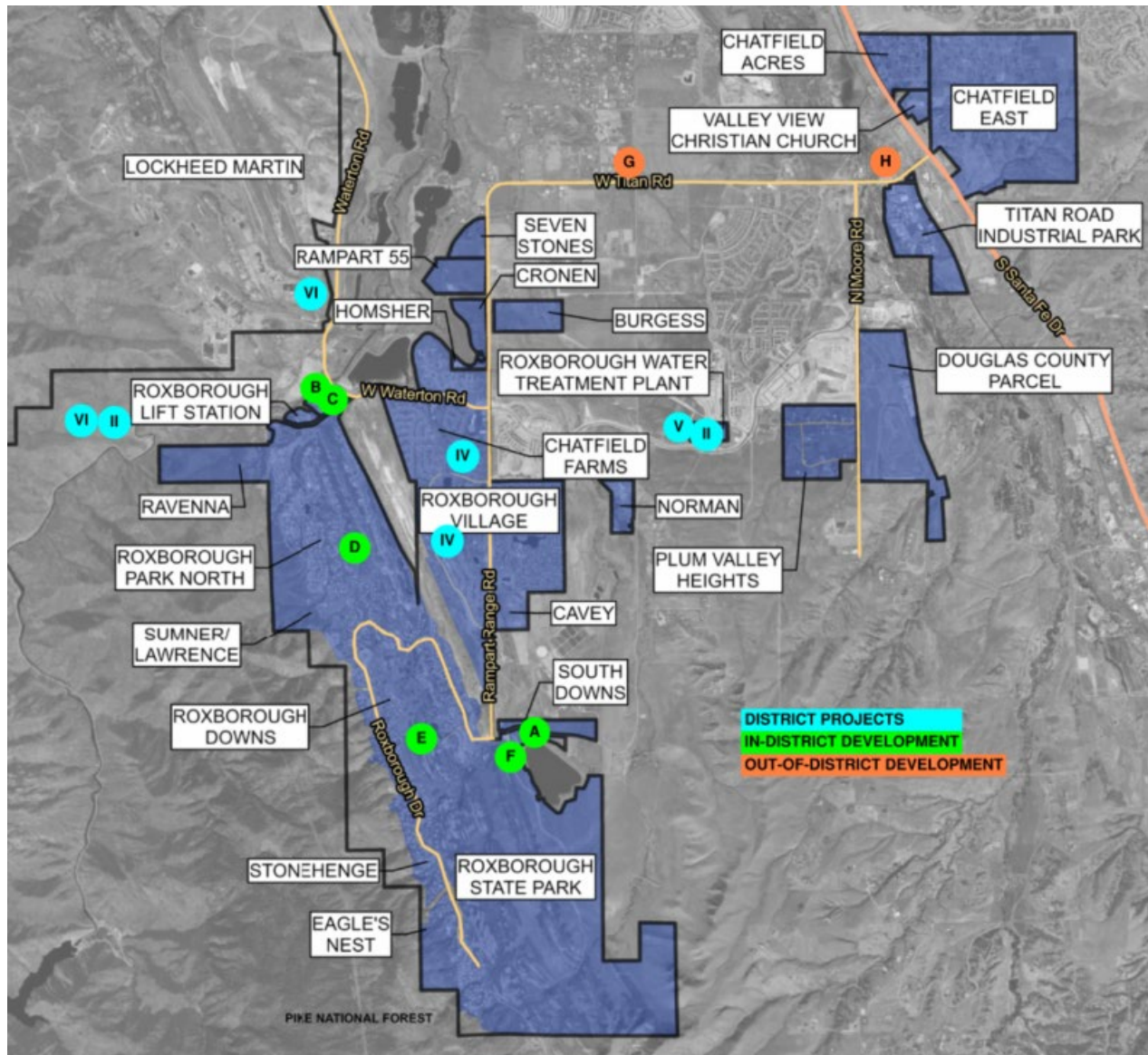
FROM: TST Infrastructure  
Michael Gerstner

SUBJECT: Engineering Status Report

DATE: June 10, 2026

**I. DEVELOPMENT PROJECTS**

- A. Berkeley Homes – Construction of water and sewer lines has not started. A meeting occurred with the developer and the developer indicated no immediate plans to proceed with development. (No Change)
- B. Ravenna Maintenance Facility – Plans resubmitted April 27, 2026 were reviewed and all comments have been addressed. License agreements for water mains in Denver Water Caretaker Road are in progress. (No Change)
- C. Ravenna 8-Lots near Roxborough Lift Station – The plans were approved. Pending Ravenna Maintenance Facility for construction. (No Change)
- D. Ravenna 4-Lots near Ravenna Tank – The second set of plans were reviewed and comments returned May 1, 2026. Met with Ravenna Engineer May 27<sup>th</sup> to review comment questions.
- E. Pomeroy – Received District formation approval from Douglas County for infrastructure. Pending developer lawsuit for immediate possession to move forward. (No Change)
- F. Roxborough State Park – The plans were approved. (No Change)
- G. Chatfield Commercial Center – Review of response for eReferral for rezoning of lot to Light Industrial. (No Change)
- H. Comcast – Meetings with Comcast on next steps were completed the cost estimate was updated. (No Change)



## II. LIFT STATION AND WTP GENERATOR NATURAL GAS CONVERSION

The lift station gas meter is pending installation and the conversion is ready for startup in progress at the Lift Station, pending Xcel. (No Change)

The Xcel gas line has been upsized and meter installed, and the gas service line installed to the Generator at the WTP. Pending startup once gas line is completed at the lift station.

## III. MASTER PLAN UPDATE

Master Plan EQR historical evaluation of water use, and sewer flow evaluations are completed and planning numbers has been prepared. The Master Plan draft is in progress. The Service Area section is drafted, the Water and Wastewater system sections are in progress.

## IV. 2027 ROXBOROUGH VILLAGE WATERLINE REPLACEMENT

Survey for site is completed. The Geotechnical field investigation and report is completed and Cathodic lab work and reports are in progress. The drawing file setup is in progress.

## V. WTP DIESEL STORAGE AND BACKUP POWER SUPPLY/BATTERY BANK EVALUATION

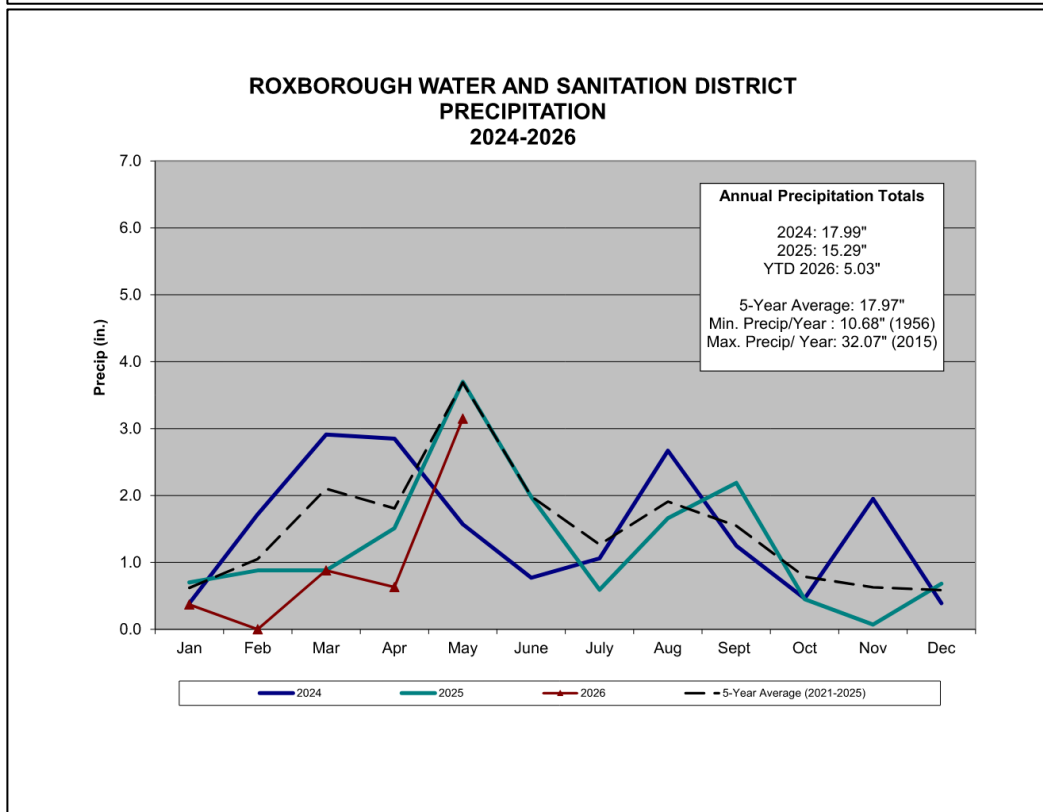
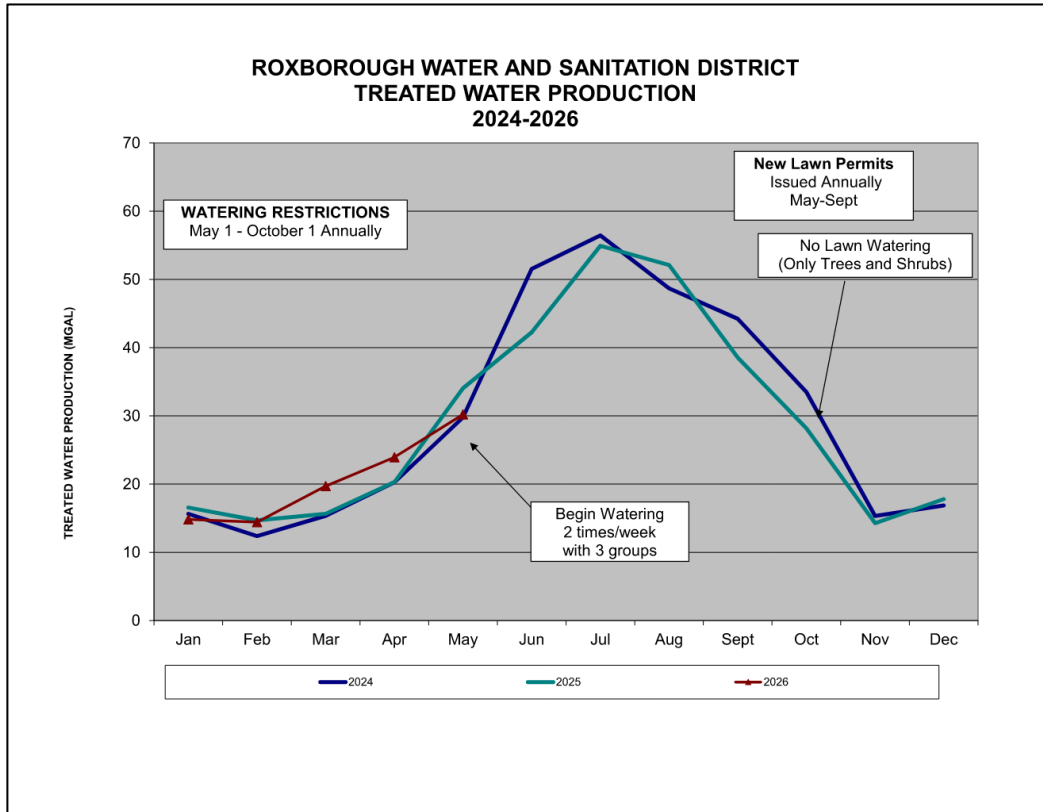
A diesel tank quote has been obtained and is pending updates to meet fire code requirements.

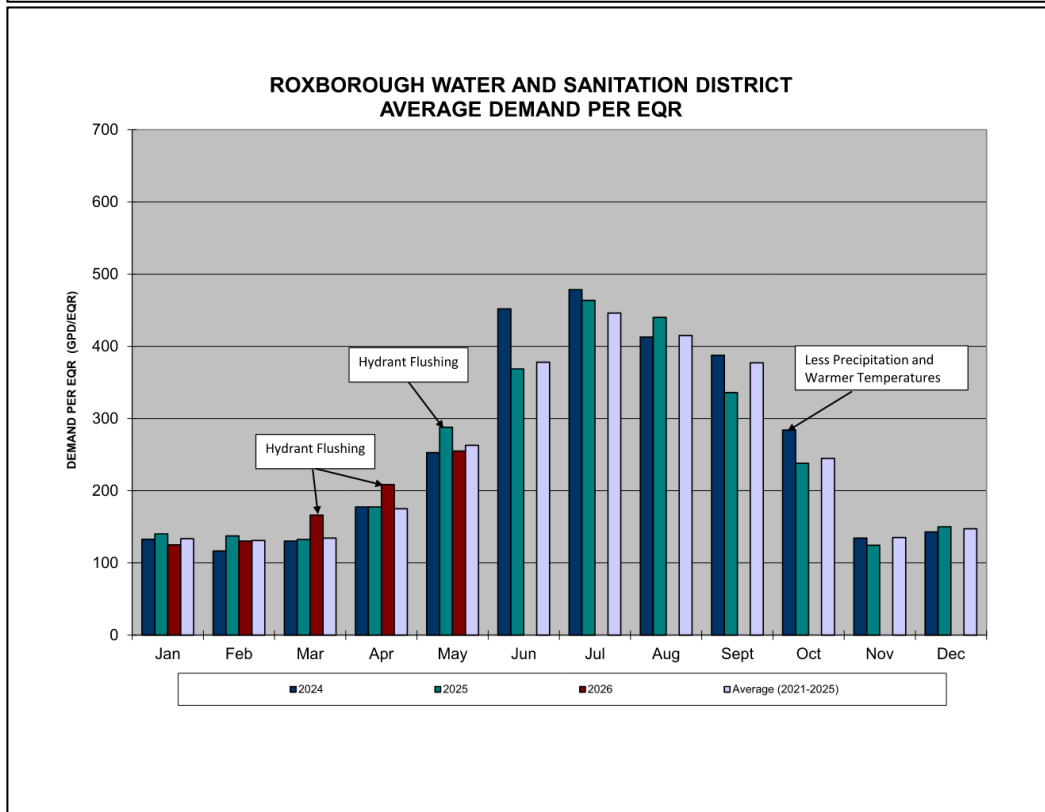
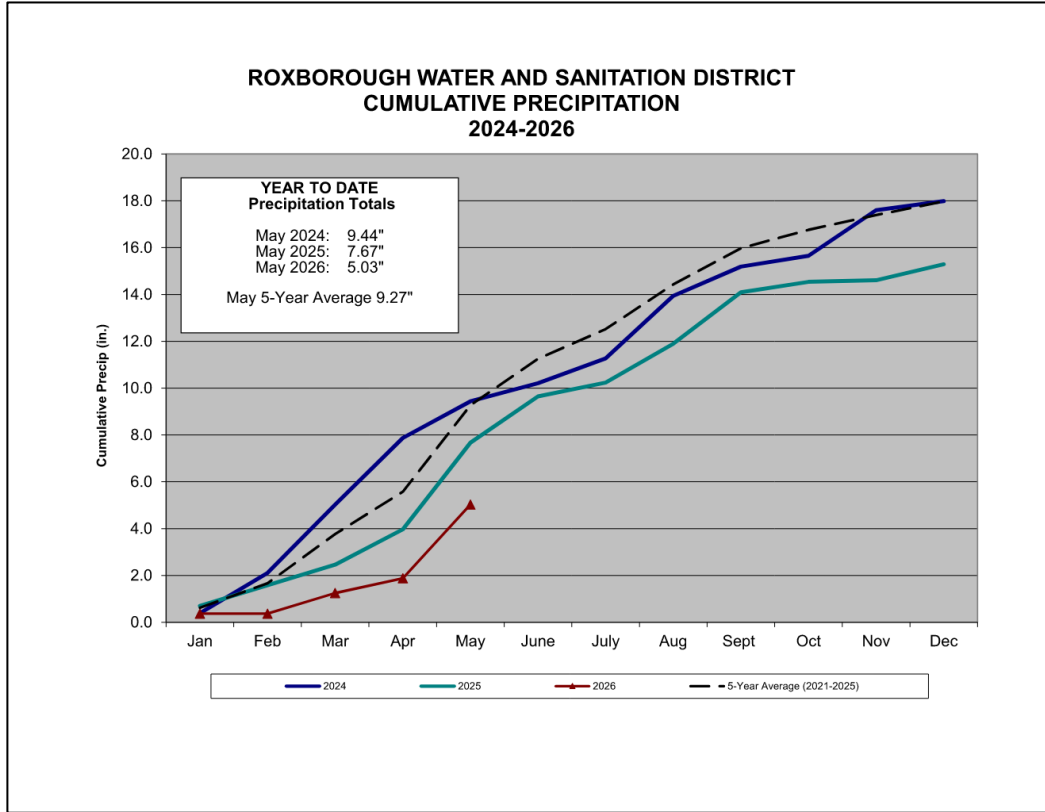
A site walk was conducted to evaluate necessary equipment to power during a power outage. A powering schedule has been prepared and a power study is in progress.

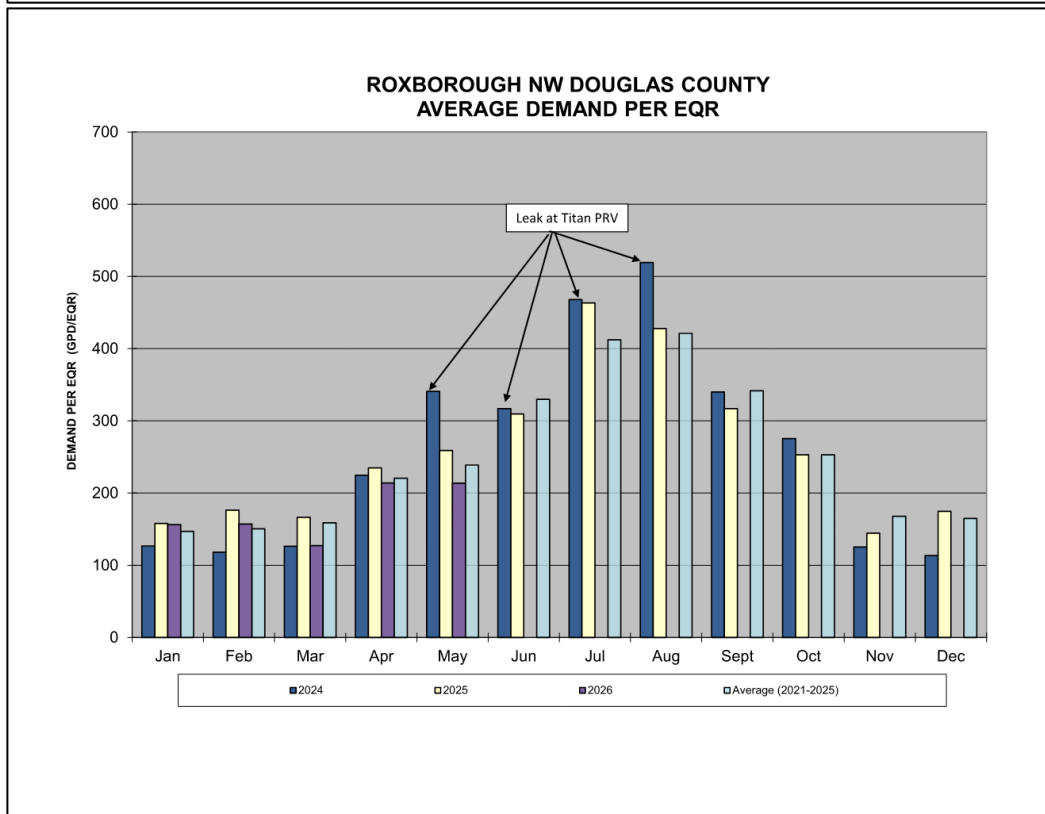
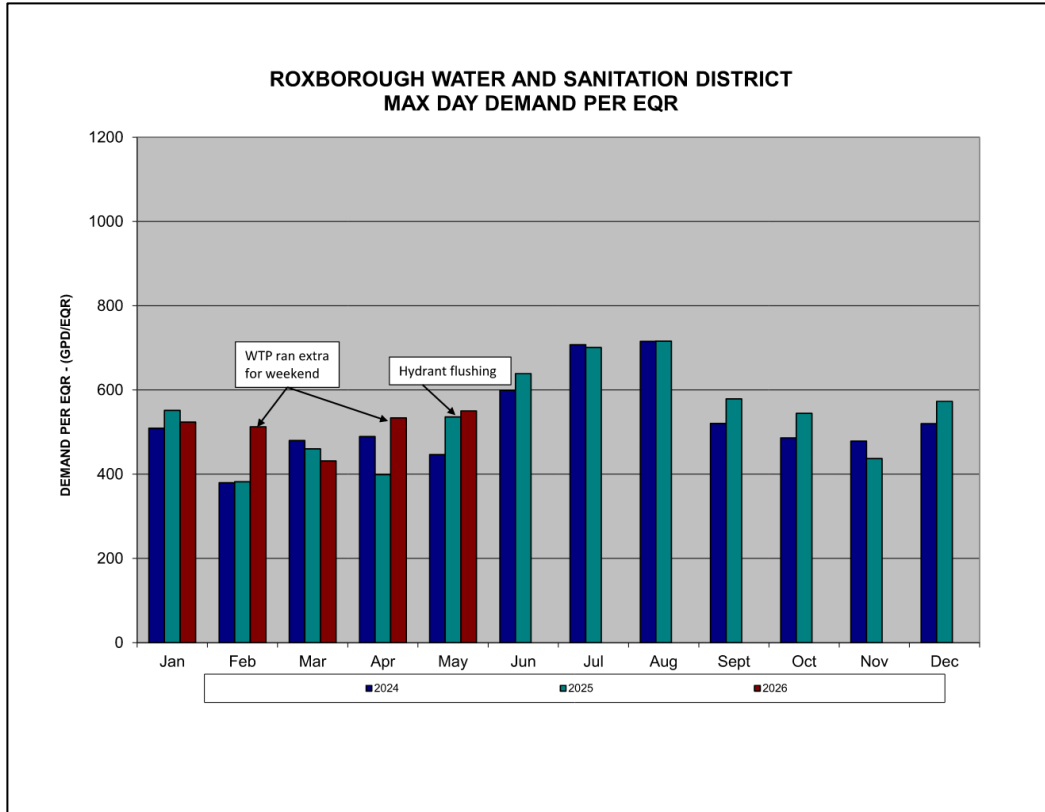
## VI. FORCEMAIN CLEANING

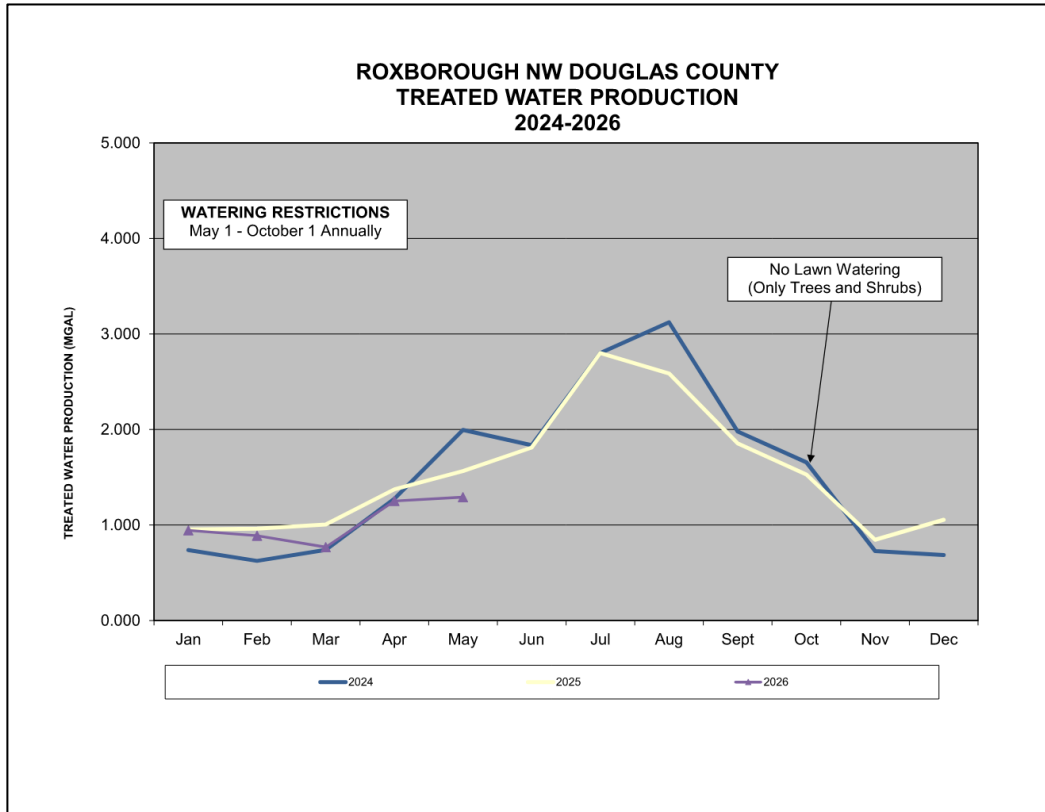
The forcemain cleaning has been completed.

VII. WATER GRAPHS









# Roxborough Water and Sanitation Financial Recap April 30, 2026

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## General Fund

- Property taxes collected: \$35 449
- Specific ownership taxes: \$ 4,875
- Repairs expense: \$ 19,138 including \$ 9,734 to ADG and \$ 4,772 to Initial. IT
- Office expense includes \$ 3,022 to Jet Print and Mail and \$ 1,458 to Silver Cloud Mgmt

## Debt Service Fund

- Property taxes collected: \$ 11,420
- Specific ownership taxes: \$1,570
- Transfers in (Debt Surcharge): \$94,244

Collected \$ 26,042 of Avail. Of Service Charges

## Water Fund - Treatment

- Service charges billed: \$ 322,246
- Dominion WTP Operations income: \$ 54,030
- Capital surcharges collected: \$94,244
- Ravenna monthly SDC: \$27,605
- Repairs expense includes \$17,157 to \$ 9,765 to BFI Foothills, \$ 6,331 to Browns Hill

## Water Fund - Distribution

- Water costs: \$171,488
- Capital projects: Includes \$ 32,964 to Repmasters

## **Sewer Fund**

- Service charges: \$185,688
- Lockheed Martin charges: \$38,291
- Dominion Sewer Conveyance income: \$64,620
- Paid \$ 32,228 to New York Blower and \$ 241,850 to QPS

## **Capital Fund**

- Dominion System Improvements: \$488
- Flow Equalization Basin: \$210,056

## **Interest Income Recap**

- Interest income: \$106,841
- Wells Fargo rate: 3.53973
- Colotrust rate: 3.7663%

ROXBOROUGH WATER & SANITATION DISTRICT  
FINANCIAL STATEMENTS  
April 30, 2026

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**Roxborough Water and Sanitation District  
Balance Sheet by Class**

As of April 30, 2026

	1-General Fund	2-Debt Service	3-Water-Treatment	4-Sewer	5-Capital Fund	6-Water- Distribution	7-Plum Valley Heights	TOTAL
<b>ASSETS</b>								
<b>Current Assets</b>								
<b>Checking/Savings</b>								
1105 Wells Fargo Checking	162,977.98	5,374,641.05	43,659,926.20	2,152,558.93	127,151.65	-41,092,655.41	315,219.00	10,699,819.40
1125-Wells Fargo Savings	0.00	0.00	0.00	0.00	0.00	0.00	228,635.57	228,635.57
1139 -WF Ravenna	0.00	0.00	3,196,997.18	0.00	0.00	0.00	0.00	3,196,997.18
1150-Investment in Colotrust	4,584,951.96	2,921,845.75	2,470,589.67	11,524,012.76	0.00	0.00	0.00	21,501,400.14
1155- Colotrust Bond Fund	0.00	0.00	427,851.50	593,899.71	0.00	0.00	0.00	1,021,751.21
1160 -System Develop Colo Trust	0.00	0.00	0.00	1,175,653.18	0.00	0.00	0.00	1,175,653.18
<b>Total Checking/Savings</b>	4,747,929.94	8,296,486.80	49,755,364.55	15,446,124.58	127,151.65	-41,092,655.41	543,854.57	37,824,256.68
<b>Other Current Assets</b>								
1300-A/R Service	0.00	0.00	761,676.97	371,815.95	0.00	0.00	0.00	1,133,492.92
1310-A/R Availability	0.00	0.00	24,234.08	7,893.66	0.00	0.00	0.00	32,127.74
1350- A/R Taxes	952,264.00	238,066.00	0.00	0.00	0.00	0.00	446,874.00	1,637,204.00
1356-Due From NWDC Inclusion	0.00	0.00	13,772.30	0.00	0.00	0.00	0.00	13,772.30
1366 Due Club at Ravenna	0.00	0.00	14,792.80	0.00	0.00	0.00	0.00	14,792.80
1370- Due From Others	0.00	0.00	43,688.24	0.00	0.00	0.00	0.00	43,688.24
1390- Due from Dominion	0.00	0.00	1,795.10	1,000,818.03	0.00	0.00	0.00	1,002,613.13
1400- Prepaid Insurance	18,431.25	0.00	18,431.25	18,431.25	0.00	18,431.25	0.00	73,725.00
<b>Total Other Current Assets</b>	970,695.25	238,066.00	878,390.74	1,398,958.89	0.00	18,431.25	446,874.00	3,951,416.13
<b>Total Current Assets</b>	5,718,625.19	8,534,552.80	50,633,755.29	16,845,083.47	127,151.65	-41,074,224.16	990,728.57	41,775,672.81
<b>Fixed Assets</b>								
1500- Capital Assets	0.00	0.00	111,539,760.32	38,122,190.45	0.00	3,616,884.00	0.00	153,278,834.77
1550- Accumulated Depreciation	0.00	0.00	-25,378,519.00	-18,693,002.00	0.00	0.00	0.00	-44,071,521.00
<b>Total Fixed Assets</b>	0.00	0.00	86,161,241.32	19,429,188.45	0.00	3,616,884.00	0.00	109,207,313.77
<b>TOTAL ASSETS</b>	<b>5,718,625.19</b>	<b>8,534,552.80</b>	<b>136,794,996.61</b>	<b>36,274,271.92</b>	<b>127,151.65</b>	<b>-37,457,340.16</b>	<b>990,728.57</b>	<b>150,982,986.58</b>
<b>LIABILITIES &amp; EQUITY</b>								
<b>Liabilities</b>								
<b>Current Liabilities</b>								
<b>Accounts Payable</b>								
2000- Accounts Payable	4,320.50	0.00	6,785.07	13,774.25	682.50	164,786.70	1,090.00	191,439.02
<b>Total Accounts Payable</b>	4,320.50	0.00	6,785.07	13,774.25	682.50	164,786.70	1,090.00	191,439.02
<b>Other Current Liabilities</b>								
2015 Accrued Vac/ Sick Leave	0.00	0.00	34,520.29	44,876.37	0.00	35,670.96	0.00	115,067.62
2060 - Deferred Taxes	952,264.00	238,066.00	0.00	0.00	0.00	0.00	446,874.00	1,637,204.00
Accrued Payroll	1,233.52	0.00	13,403.63	5,516.37	0.00	5,578.04	0.00	25,731.56
Deferred Income	0.00	0.00	0.00	3,901,063.52	0.00	0.00	0.00	3,901,063.52
<b>Total Other Current Liabilities</b>	953,497.52	238,066.00	47,923.92	3,951,456.26	0.00	41,249.00	446,874.00	5,679,066.70
<b>Total Current Liabilities</b>	957,818.02	238,066.00	54,708.99	3,965,230.51	682.50	206,035.70	447,964.00	5,870,505.72
<b>Total Liabilities</b>	957,818.02	238,066.00	54,708.99	3,965,230.51	682.50	206,035.70	447,964.00	5,870,505.72
<b>Equity</b>								
3900 -Retained Earnings	4,660,894.82	8,086,467.20	136,046,910.00	32,146,228.45	86,535.27	-36,599,891.36	617,647.12	145,044,791.50
Net Income	99,912.35	210,019.60	693,377.62	162,812.96	39,933.88	-1,063,484.50	-74,882.55	67,689.36
<b>Total Equity</b>	4,760,807.17	8,296,486.80	136,740,287.62	32,309,041.41	126,469.15	-37,663,375.86	542,764.57	145,112,480.86
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>5,718,625.19</b>	<b>8,534,552.80</b>	<b>136,794,996.61</b>	<b>36,274,271.92</b>	<b>127,151.65</b>	<b>-37,457,340.16</b>	<b>990,728.57</b>	<b>150,982,986.58</b>

**Roxborough Water and Sanitation District**  
**Profit & Loss by Class**  
 April 2026

	1-General Fund	2-Debt Service	3-Water-Treatment	4-Sewer	5-Capital Fund	6-Water- Distribution	7-Plum Valley Heights	TOTAL
<b>Ordinary Income/Expense</b>								
<b>Income</b>								
5010- Service Charges	0.00	0.00	322,246.23	185,687.93	0.00	0.00	0.00	507,934.16
5050-Draught Surcharge	0.00	0.00	14,690.04	0.00	0.00	0.00	0.00	14,690.04
5100-Availability Charges	0.00	0.00	19,741.50	6,300.00	0.00	0.00	0.00	26,041.50
5101- Service Charges LMA	0.00	0.00	0.00	38,290.59	0.00	0.00	0.00	38,290.59
5200- Property Taxes	35,449.09	11,420.46	0.00	0.00	0.00	0.00	51,740.66	98,610.21
5210- Specific Ownership Taxes	4,874.76	1,570.48	0.00	0.00	0.00	0.00	2,607.74	9,052.98
5211- Dominion WTP Operations	0.00	0.00	54,029.95	0.00	0.00	0.00	0.00	54,029.95
5410-Hydrant Water	0.00	0.00	17,460.00	0.00	0.00	0.00	0.00	17,460.00
5510-Potable Irrigation Water	0.00	0.00	3,786.25	0.00	0.00	0.00	0.00	3,786.25
5511-Irrigation Water	0.00	0.00	29,497.68	0.00	0.00	0.00	0.00	29,497.68
5601-Late Fees, Penalties,	0.00	0.00	2,754.76	1,452.91	0.00	0.00	0.00	4,207.67
5610- Miscellaneous Income	0.00	0.00	-1,040.25	-1,157.75	0.00	0.00	0.00	-2,198.00
5611-Inclusion fees-NWDC	0.00	0.00	7,720.44	0.00	0.00	0.00	0.00	7,720.44
5625- Dominion Sewer Conveyance	0.00	0.00	0.00	64,620.00	0.00	0.00	0.00	64,620.00
5640- Dominion Treated Water Us	0.00	0.00	17,578.28	0.00	0.00	0.00	0.00	17,578.28
5650 Dominion Exp Reimbursement	0.00	0.00	3,971.13	1,772.03	0.00	0.00	0.00	5,743.16
5660- Ravenna Reimbursement	0.00	0.00	25,556.07	0.00	0.00	0.00	0.00	25,556.07
5700- Sys. Development Charge	0.00	0.00	180.00	0.00	0.00	0.00	0.00	180.00
5705 Ravenna SDC	0.00	0.00	27,604.09	0.00	0.00	0.00	0.00	27,604.09
5710- Capital Surcharge	0.00	0.00	15,919.71	13,552.22	0.00	0.00	0.00	29,471.93
5715- Capital Surcharge WTP Sup	0.00	0.00	94,244.10	0.00	0.00	0.00	0.00	94,244.10
5820- Investment Income	14,584.11	25,851.32	17,118.49	49,203.08	0.00	0.00	83.85	106,840.85
5850 - Reimbursed Exp Other	0.00	0.00	2,000.91	0.00	0.00	0.00	0.00	2,000.91
<b>Total Income</b>	<b>54,907.96</b>	<b>38,842.26</b>	<b>675,059.38</b>	<b>359,721.01</b>	<b>0.00</b>	<b>0.00</b>	<b>54,432.25</b>	<b>1,182,962.86</b>
<b>Gross Profit</b>	<b>54,907.96</b>	<b>38,842.26</b>	<b>675,059.38</b>	<b>359,721.01</b>	<b>0.00</b>	<b>0.00</b>	<b>54,432.25</b>	<b>1,182,962.86</b>
<b>Expense</b>								
6020-Payroll Expenses	13,835.32	0.00	65,412.88	32,064.25	0.00	32,710.64	0.00	144,023.09
6040- Accounting	2,750.00	0.00	2,750.00	2,750.00	0.00	2,750.00	1,000.00	12,000.00
6041- Audit	10,000.00	0.00	0.00	0.00	0.00	0.00	0.00	10,000.00
6050- Contract Labor	0.00	0.00	0.00	3,051.75	0.00	3,051.75	0.00	6,103.50
6065- Dominion expenses	0.00	0.00	0.00	1,431.50	0.00	0.00	0.00	1,431.50
6080- Education	1,953.06	0.00	1,302.56	1,248.56	0.00	1,254.07	0.00	5,758.25
6100- Engineering	621.50	0.00	2,332.50	6,588.75	0.00	5,968.75	0.00	15,511.50
6115- GPS/GIS	0.00	0.00	0.00	2,055.00	0.00	1,327.50	0.00	3,382.50
6130- Insurance	2,303.00	0.00	2,303.00	2,303.00	0.00	2,303.00	0.00	9,212.00
6140- Lab & Test Fees	0.00	0.00	1,170.00	0.00	0.00	2,002.00	0.00	3,172.00
6150- Legal	949.00	0.00	949.00	1,284.75	0.00	1,284.75	90.00	4,557.50
6180- Misc. Expenses	2,752.17	0.00	433.74	0.00	0.00	0.00	0.00	3,185.91
6200- Office Expense	7,471.27	0.00	307.54	3,036.90	0.00	3,113.70	0.00	13,929.41
6210-Operating Supplies	0.00	0.00	10,787.03	5,426.40	0.00	0.00	0.00	16,213.43
6220- Permits	0.00	0.00	0.00	0.00	0.00	3,035.00	0.00	3,035.00
6230- Repairs and Maint	19,138.18	0.00	40,077.90	1,181.52	0.00	15,262.01	0.00	75,659.61
6240- Safety Equipment	0.00	0.00	492.87	506.64	0.00	506.64	0.00	1,506.15
6250- Treasurers Fees	531.72	171.31	0.00	0.00	0.00	0.00	776.11	1,479.14
6260- Utilities	402.59	0.00	26,066.34	12,158.85	0.00	9,477.12	-15.54	48,089.36
6270- Vehicle	71.64	0.00	39.18	593.02	0.00	914.38	0.00	1,618.22
6280- Water Costs	0.00	0.00	0.00	0.00	0.00	171,483.77	0.00	171,483.77
6300- Bank Service Charges	1,296.62	0.00	0.00	0.00	0.00	0.00	0.00	1,296.62
7300- Capital Projects	0.00	0.00	66,556.62	274,078.00	0.00	33,256.50	0.00	373,891.12
7311- Dominion System Improve.	0.00	0.00	0.00	0.00	487.50	0.00	0.00	487.50
7320- Flow Equalization Basin	0.00	0.00	0.00	0.00	210,055.66	0.00	0.00	210,055.66
<b>Total Expense</b>	<b>64,076.07</b>	<b>171.31</b>	<b>220,981.16</b>	<b>349,758.89</b>	<b>210,543.16</b>	<b>289,701.58</b>	<b>1,850.57</b>	<b>1,137,082.74</b>
<b>Net Ordinary Income</b>	<b>-9,168.11</b>	<b>38,670.95</b>	<b>454,078.22</b>	<b>9,962.12</b>	<b>-210,543.16</b>	<b>-289,701.58</b>	<b>52,581.68</b>	<b>45,880.12</b>
<b>Other Income/Expense</b>								
<b>Other Income</b>								
6900- Transfers In	0.00	26,041.50	0.00	0.00	400,000.00	0.00	0.00	426,041.50

**Roxborough Water and Sanitation District  
Profit & Loss by Class**

April 2026

	1-General Fund	2-Debt Service	3-Water-Treatment	4-Sewer	5-Capital Fund	6-Water- Distribution	7-Plum Valley Heights	TOTAL
6902- Transfers In WTP	0.00	94,244.10	0.00	0.00	0.00	0.00	0.00	94,244.10
<b>Total Other Income</b>	0.00	120,285.60	0.00	0.00	400,000.00	0.00	0.00	520,285.60
<b>Other Expense</b>								
8000- Transfers to Other Funds	0.00	0.00	19,741.50	406,300.00	0.00	0.00	0.00	426,041.50
8002- Transfers Water Supply SV	0.00	0.00	94,244.10	0.00	0.00	0.00	0.00	94,244.10
9000 -Depreciation Expense	0.00	0.00	165,000.00	69,000.00	0.00	0.00	0.00	234,000.00
<b>Total Other Expense</b>	0.00	0.00	278,985.60	475,300.00	0.00	0.00	0.00	754,285.60
<b>Net Other Income</b>	0.00	120,285.60	-278,985.60	-475,300.00	400,000.00	0.00	0.00	-234,000.00
<b>Net Income</b>	<b>-9,168.11</b>	<b>158,956.55</b>	<b>175,092.62</b>	<b>-465,337.88</b>	<b>189,456.84</b>	<b>-289,701.58</b>	<b>52,581.68</b>	<b>-188,119.88</b>

**Roxborough Water and Sanitation District**  
**Profit & Loss by Class**  
 January through April 2026

	1-General Fund	2-Debt Service	3-Water-Treatment	4-Sewer	5-Capital Fund	6-Water- Distribution	7-Plum Valley Heights	TOTAL
<b>Ordinary Income/Expense</b>								
<b>Income</b>								
5010- Service Charges	0.00	0.00	1,106,406.33	729,584.23	0.00	0.00	0.00	1,835,990.56
5050-Draught Surcharge	0.00	0.00	14,690.04	0.00	0.00	0.00	0.00	14,690.04
5100-Availability Charges	0.00	0.00	39,239.42	12,573.00	0.00	0.00	0.00	51,812.42
5101- Service Charges LMA	0.00	0.00	0.00	151,623.97	0.00	0.00	0.00	151,623.97
5200- Property Taxes	219,856.64	70,830.11	0.00	0.00	0.00	0.00	189,289.03	479,975.78
5210- Specific Ownership Taxes	25,198.73	8,118.15	0.00	0.00	0.00	0.00	10,788.08	44,104.96
5211- Dominion WTP Operations	0.00	0.00	252,107.38	0.00	0.00	0.00	0.00	252,107.38
5410-Hydrant Water	0.00	0.00	33,172.50	0.00	0.00	0.00	0.00	33,172.50
5510-Potable Irrigation Water	0.00	0.00	11,377.00	0.00	0.00	0.00	0.00	11,377.00
5511-Irrigation Water	0.00	0.00	94,609.60	0.00	0.00	0.00	0.00	94,609.60
5601-Late Fees, Penalties,	0.00	0.00	11,436.22	5,995.65	0.00	0.00	0.00	17,431.87
5610- Miscellaneous Income	0.00	0.00	-3,596.94	-4,064.44	0.00	0.00	0.00	-7,661.38
5611-Inclusion fees-NWDC	0.00	0.00	32,563.44	0.00	0.00	0.00	0.00	32,563.44
5625- Dominion Sewer Conveyance	0.00	0.00	0.00	256,500.00	0.00	0.00	0.00	256,500.00
5640- Dominion Treated Water Us	0.00	0.00	56,521.80	0.00	0.00	0.00	0.00	56,521.80
5650 Dominion Exp Reimbursement	0.00	0.00	45,344.58	413,243.53	0.00	0.00	0.00	458,588.11
5660- Ravenna Reimbursement	0.00	0.00	45,134.07	0.00	0.00	0.00	0.00	45,134.07
5700- Sys. Development Charge	0.00	0.00	720.00	-5,656.00	0.00	0.00	0.00	-4,936.00
5705 Ravenna SDC	0.00	0.00	101,913.84	0.00	0.00	0.00	0.00	101,913.84
5710- Capital Surcharge	0.00	0.00	53,011.14	54,515.44	0.00	0.00	0.00	107,526.58
5715- Capital Surcharge WTP Sup	0.00	0.00	380,480.70	0.00	0.00	0.00	0.00	380,480.70
5820- Investment Income	57,277.90	100,760.87	67,680.24	194,184.71	0.00	0.00	155.24	420,058.96
5850 - Reimbursed Exp Other	0.00	0.00	12,993.01	0.00	0.00	0.00	0.00	12,993.01
<b>Total Income</b>	<b>302,333.27</b>	<b>179,709.13</b>	<b>2,355,804.37</b>	<b>1,808,500.09</b>	<b>0.00</b>	<b>0.00</b>	<b>200,232.35</b>	<b>4,846,579.21</b>
<b>Gross Profit</b>	<b>302,333.27</b>	<b>179,709.13</b>	<b>2,355,804.37</b>	<b>1,808,500.09</b>	<b>0.00</b>	<b>0.00</b>	<b>200,232.35</b>	<b>4,846,579.21</b>
<b>Expense</b>								
6020-Payroll Expenses	70,037.52	0.00	252,090.47	135,125.42	0.00	137,051.51	0.00	594,304.92
6040- Accounting	11,000.00	0.00	11,000.00	11,000.00	0.00	11,000.00	4,000.00	48,000.00
6041- Audit	10,000.00	0.00	0.00	0.00	0.00	0.00	0.00	10,000.00
6050- Contract Labor	0.00	0.00	0.00	9,049.96	0.00	9,049.97	0.00	18,099.93
6065- Dominion expenses	0.00	0.00	0.00	16,172.98	0.00	0.00	0.00	16,172.98
6080- Education	6,293.70	0.00	6,903.42	6,271.25	0.00	6,690.64	0.00	26,159.01
6100- Engineering	2,860.67	0.00	5,452.50	35,956.17	0.00	36,013.93	0.00	80,283.27
6115- GPS/GIS	0.00	0.00	0.00	8,042.50	0.00	5,715.00	0.00	13,757.50
6130- Insurance	9,380.00	0.00	9,380.00	9,380.00	0.00	9,380.00	0.00	37,520.00
6140- Lab & Test Fees	0.00	0.00	1,787.00	168.00	0.00	4,632.00	0.00	6,587.00
6150- Legal	5,178.51	0.00	5,178.51	8,270.51	0.00	9,099.99	750.50	28,478.02
6170 - Meter Expenses	0.00	0.00	0.00	3,695.24	0.00	14,470.19	0.00	18,165.43
6180- Misc. Expenses	5,168.70	0.00	842.50	239.15	0.00	277.10	0.00	6,527.45
6185- Littleton Service Fees	0.00	0.00	0.00	82,323.54	0.00	0.00	0.00	82,323.54
6200- Office Expense	19,777.14	0.00	524.73	8,376.11	0.00	9,169.66	0.00	37,847.64
6210-Operating Supplies	0.00	0.00	19,973.57	27,916.80	0.00	0.00	0.00	47,890.37
6220- Permits	7,511.52	0.00	0.00	6,112.00	0.00	19,701.67	0.00	33,325.19
6230- Repairs and Maint	47,989.50	0.00	101,014.54	24,338.62	0.00	43,179.34	0.00	216,522.00
6240- Safety Equipment	0.00	0.00	1,687.29	2,151.77	0.00	2,243.59	0.00	6,082.65
6250- Treasurers Fees	3,297.85	1,062.46	0.00	0.00	0.00	0.00	2,839.35	7,199.66
6260- Utilities	1,059.29	0.00	79,399.66	27,388.66	0.00	28,650.33	-15.54	136,482.40
6270- Vehicle	71.64	0.00	137.51	1,152.60	0.00	1,522.66	0.00	2,884.41
6280- Water Costs	0.00	0.00	0.00	0.00	0.00	462,382.56	0.00	462,382.56
6300- Bank Service Charges	2,794.88	0.00	2,851.11	0.00	0.00	0.00	0.00	5,645.99
6420-Loan Administrative Fees	0.00	14,400.00	0.00	0.00	0.00	0.00	0.00	14,400.00
6500- CWRPDA -PVH D15a356- Prin	0.00	118,575.50	0.00	0.00	0.00	0.00	0.00	118,575.50
6501-Interest D15a356-PVH	0.00	33,517.94	0.00	0.00	0.00	0.00	0.00	33,517.94
6560- Principal CT2015- PVH	0.00	59,611.12	0.00	0.00	0.00	0.00	59,611.12	119,222.24
6561 - Interest CT2015-176 PVH	0.00	55,836.03	0.00	0.00	0.00	0.00	55,836.03	111,672.06
6599- Less PVH Debt Service	0.00	-267,540.59	0.00	0.00	0.00	0.00	0.00	-267,540.59
7100-Principal Payments-W05A105	0.00	304,095.00	0.00	0.00	0.00	0.00	118,575.50	422,670.50
7105 Interest Payments W05A105	0.00	0.00	0.00	0.00	0.00	0.00	33,517.94	33,517.94
7150-Ravenna CT2019 Interest	0.00	40,027.34	0.00	0.00	0.00	0.00	0.00	40,027.34

**Roxborough Water and Sanitation District**  
**Profit & Loss by Class**  
 January through April 2026

	1-General Fund	2-Debt Service	3-Water-Treatment	4-Sewer	5-Capital Fund	6-Water- Distribution	7-Plum Valley Heights	TOTAL
7151- Ravenna CT 2019- Princ.	0.00	42,397.85	0.00	0.00	0.00	0.00	0.00	42,397.85
7300- Capital Projects	0.00	0.00	84,483.82	333,982.85	0.00	253,254.36	0.00	671,721.03
7307-Ravenna Phase 3/4	0.00	0.00	0.00	0.00	160.00	0.00	0.00	160.00
7311- Dominion System Improve.	0.00	0.00	0.00	0.00	2,594.99	0.00	0.00	2,594.99
7313 - Valley View Project	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
7320- Flow Equalization Basin	0.00	0.00	0.00	0.00	557,311.13	0.00	0.00	557,311.13
<b>Total Expense</b>	<b>202,420.92</b>	<b>401,982.65</b>	<b>582,706.63</b>	<b>757,114.13</b>	<b>560,066.12</b>	<b>1,063,484.50</b>	<b>275,114.90</b>	<b>3,842,889.85</b>
Net Ordinary Income	99,912.35	-222,273.52	1,773,097.74	1,051,385.96	-560,066.12	-1,063,484.50	-74,882.55	1,003,689.36
<b>Other Income/Expense</b>								
<b>Other Income</b>								
6900- Transfers In	0.00	51,812.42	0.00	0.00	600,000.00	0.00	0.00	651,812.42
6902- Transfers In WTP	0.00	380,480.70	0.00	0.00	0.00	0.00	0.00	380,480.70
<b>Total Other Income</b>	<b>0.00</b>	<b>432,293.12</b>	<b>0.00</b>	<b>0.00</b>	<b>600,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1,032,293.12</b>
<b>Other Expense</b>								
8000- Transfers to Other Funds	0.00	0.00	39,239.42	612,573.00	0.00	0.00	0.00	651,812.42
8002- Transfers Water Supply SV	0.00	0.00	380,480.70	0.00	0.00	0.00	0.00	380,480.70
9000 -Depreciation Expense	0.00	0.00	660,000.00	276,000.00	0.00	0.00	0.00	936,000.00
<b>Total Other Expense</b>	<b>0.00</b>	<b>0.00</b>	<b>1,079,720.12</b>	<b>888,573.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1,968,293.12</b>
Net Other Income	0.00	432,293.12	-1,079,720.12	-888,573.00	600,000.00	0.00	0.00	-936,000.00
<b>Net Income</b>	<b>99,912.35</b>	<b>210,019.60</b>	<b>693,377.62</b>	<b>162,812.96</b>	<b>39,933.88</b>	<b>-1,063,484.50</b>	<b>-74,882.55</b>	<b>67,689.36</b>

**Roxborough Water and Sanitation District**  
**Profit & Loss -General Fund**  
**April 2026**

	<u>Apr 26</u>	<u>Jan - Apr 26</u>
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
5200- Property Taxes	35,449.09	219,856.64
5210- Specific Ownership Taxes	4,874.76	25,198.73
5820- Investment Income	14,584.11	57,277.90
<b>Total Income</b>	<u>54,907.96</u>	<u>302,333.27</u>
<b>Gross Profit</b>	54,907.96	302,333.27
<b>Expense</b>		
6020-Payroll Expenses	13,835.32	70,037.52
6040- Accounting	2,750.00	11,000.00
6041- Audit	10,000.00	10,000.00
6080- Education	1,953.06	6,293.70
6100- Engineering	621.50	2,860.67
6130- Insurance	2,303.00	9,380.00
6150- Legal	949.00	5,178.51
6180- Misc. Expenses	2,752.17	5,168.70
6200- Office Expense	7,471.27	19,777.14
6220- Permits	0.00	7,511.52
6230- Repairs and Maint	19,138.18	47,989.50
6250- Treasurers Fees	531.72	3,297.85
6260- Utilities	402.59	1,059.29
6270- Vehicle	71.64	71.64
6300- Bank Service Charges	1,296.62	2,794.88
<b>Total Expense</b>	<u>64,076.07</u>	<u>202,420.92</u>
<b>Net Ordinary Income</b>	<u>-9,168.11</u>	<u>99,912.35</u>
<b>Net Income</b>	<u><u>-9,168.11</u></u>	<u><u>99,912.35</u></u>

**Roxborough Water and Sanitation District**  
**Profit & Loss -Debt Service**  
**April 2026**

	<u>Apr 26</u>	<u>Jan - Apr 26</u>
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
5200- Property Taxes	11,420.46	70,830.11
5210- Specific Ownership Taxes	1,570.48	8,118.15
5820- Investment Income	25,851.32	100,760.87
<b>Total Income</b>	<u>38,842.26</u>	<u>179,709.13</u>
<b>Gross Profit</b>	38,842.26	179,709.13
<b>Expense</b>		
6250- Treasurers Fees	171.31	1,062.46
6420-Loan Administrative Fees	0.00	14,400.00
6500- CWRPDA -PVH D15a356- Prin	0.00	118,575.50
6501-Interest D15a356-PVH	0.00	33,517.94
6560- Principal CT2015- PVH	0.00	59,611.12
6561 - Interest CT2015-176 PVH	0.00	55,836.03
6599- Less PVH Debt Service	0.00	-267,540.59
7100-Principal Payments-W05A105	0.00	304,095.00
7150-Ravenna CT2019 Interest	0.00	40,027.34
7151- Ravenna CT 2019- Princ.	0.00	42,397.85
<b>Total Expense</b>	<u>171.31</u>	<u>401,982.65</u>
<b>Net Ordinary Income</b>	38,670.95	-222,273.52
<b>Other Income/Expense</b>		
<b>Other Income</b>		
6900- Transfers In	26,041.50	51,812.42
6902- Transfers In WTP	94,244.10	380,480.70
<b>Total Other Income</b>	<u>120,285.60</u>	<u>432,293.12</u>
<b>Net Other Income</b>	<u>120,285.60</u>	<u>432,293.12</u>
<b>Net Income</b>	<u><u>158,956.55</u></u>	<u><u>210,019.60</u></u>

**Roxborough Water and Sanitation District**  
**Profit & Loss -Water Treatment**  
**April 2026**

	<u>Apr 26</u>	<u>Jan - Apr 26</u>
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
5010- Service Charges	322,246.23	1,106,406.33
5050-Draught Surcharge	14,690.04	14,690.04
5100-Availability Charges	19,741.50	39,239.42
5211- Dominion WTP Operations	54,029.95	252,107.38
5410-Hydrant Water	17,460.00	33,172.50
5510-Potable Irrigation Water	3,786.25	11,377.00
5511-Irrigation Water	29,497.68	94,609.60
5601-Late Fees, Penalties,	2,754.76	11,436.22
5610- Miscellaneous Income	-1,040.25	-3,596.94
5611-Inclusion fees-NWDC	7,720.44	32,563.44
5640- Dominion Treated Water Us	17,578.28	56,521.80
5650 Dominion Exp Reimbursement	3,971.13	45,344.58
5660- Ravenna Reimbursement	25,556.07	45,134.07
5700- Sys. Development Charge	180.00	720.00
5705 Ravenna SDC	27,604.09	101,913.84
5710- Capital Surcharge	15,919.71	53,011.14
5715- Capital Surcharge WTP Sup	94,244.10	380,480.70
5820- Investment Income	17,118.49	67,680.24
5850 - Reimbursed Exp Other	2,000.91	12,993.01
<b>Total Income</b>	<u>675,059.38</u>	<u>2,355,804.37</u>
<b>Gross Profit</b>	675,059.38	2,355,804.37
<b>Expense</b>		
6020-Payroll Expenses	65,412.88	252,090.47
6040- Accounting	2,750.00	11,000.00
6080- Education	1,302.56	6,903.42
6100- Engineering	2,332.50	5,452.50
6130- Insurance	2,303.00	9,380.00
6140- Lab & Test Fees	1,170.00	1,787.00
6150- Legal	949.00	5,178.51
6180- Misc. Expenses	433.74	842.50
6200- Office Expense	307.54	524.73
6210-Operating Supplies	10,787.03	19,973.57
6220- Permits	0.00	0.00
6230- Repairs and Maint	40,077.90	101,014.54
6240- Safety Equipment	492.87	1,687.29
6260- Utilities	26,066.34	79,399.66
6270- Vehicle	39.18	137.51
6300- Bank Service Charges	0.00	2,851.11
7300- Capital Projects	66,556.62	84,483.82
<b>Total Expense</b>	<u>220,981.16</u>	<u>582,706.63</u>
<b>Net Ordinary Income</b>	454,078.22	1,773,097.74
<b>Other Income/Expense</b>		
<b>Other Expense</b>		
8000- Transfers to Other Funds	19,741.50	39,239.42
8002- Transfers Water Supply SV	94,244.10	380,480.70
9000 -Depreciation Expense	165,000.00	660,000.00
<b>Total Other Expense</b>	<u>278,985.60</u>	<u>1,079,720.12</u>
<b>Net Other Income</b>	<u>-278,985.60</u>	<u>-1,079,720.12</u>
<b>Net Income</b>	<u><u>175,092.62</u></u>	<u><u>693,377.62</u></u>

**Roxborough Water and Sanitation District**  
**Profit & Loss -Water Distribution**  
**April 2026**

	<u>Apr 26</u>	<u>Jan - Apr 26</u>
<b>Ordinary Income/Expense</b>		
<b>Expense</b>		
6020-Payroll Expenses	32,710.64	137,051.51
6040- Accounting	2,750.00	11,000.00
6050- Contract Labor	3,051.75	9,049.97
6080- Education	1,254.07	6,690.64
6100- Engineering	5,968.75	36,013.93
6115- GPS/GIS	1,327.50	5,715.00
6130- Insurance	2,303.00	9,380.00
6140- Lab & Test Fees	2,002.00	4,632.00
6150- Legal	1,284.75	9,099.99
6170 - Meter Expenses	0.00	14,470.19
6180- Misc. Expenses	0.00	277.10
6200- Office Expense	3,113.70	9,169.66
6220- Permits	3,035.00	19,701.67
6230- Repairs and Maint	15,262.01	43,179.34
6240- Safety Equipment	506.64	2,243.59
6260- Utilities	9,477.12	28,650.33
6270- Vehicle	914.38	1,522.66
6280- Water Costs	171,483.77	462,382.56
7300- Capital Projects	33,256.50	253,254.36
<b>Total Expense</b>	<u>289,701.58</u>	<u>1,063,484.50</u>
<b>Net Ordinary Income</b>	<u>-289,701.58</u>	<u>-1,063,484.50</u>
<b>Net Income</b>	<u><u>-289,701.58</u></u>	<u><u>-1,063,484.50</u></u>

**Roxborough Water and Sanitation District**  
**Profit & Loss -Sewer Fund**  
**April 2026**

	<u>Apr 26</u>	<u>Jan - Apr 26</u>
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
5010- Service Charges	185,687.93	729,584.23
5100-Availability Charges	6,300.00	12,573.00
5101- Service Charges LMA	38,290.59	151,623.97
5601-Late Fees, Penalties,	1,452.91	5,995.65
5610- Miscellaneous Income	-1,157.75	-4,064.44
5625- Dominion Sewer Conveyance	64,620.00	256,500.00
5650 Dominion Exp Reimbursement	1,772.03	413,243.53
5700- Sys. Development Charge	0.00	-5,656.00
5710- Capital Surcharge	13,552.22	54,515.44
5820- Investment Income	49,203.08	194,184.71
<b>Total Income</b>	<u>359,721.01</u>	<u>1,808,500.09</u>
<b>Gross Profit</b>	359,721.01	1,808,500.09
<b>Expense</b>		
6020-Payroll Expenses	32,064.25	135,125.42
6040- Accounting	2,750.00	11,000.00
6050- Contract Labor	3,051.75	9,049.96
6065- Dominion expenses	1,431.50	16,172.98
6080- Education	1,248.56	6,271.25
6100- Engineering	6,588.75	35,956.17
6115- GPS/GIS	2,055.00	8,042.50
6130- Insurance	2,303.00	9,380.00
6140- Lab & Test Fees	0.00	168.00
6150- Legal	1,284.75	8,270.51
6170 - Meter Expenses	0.00	3,695.24
6180- Misc. Expenses	0.00	239.15
6185- Littleton Service Fees	0.00	82,323.54
6200- Office Expense	3,036.90	8,376.11
6210-Operating Supplies	5,426.40	27,916.80
6220- Permits	0.00	6,112.00
6230- Repairs and Maint	1,181.52	24,338.62
6240- Safety Equipment	506.64	2,151.77
6260- Utilities	12,158.85	27,388.66
6270- Vehicle	593.02	1,152.60
7300- Capital Projects	274,078.00	333,982.85
<b>Total Expense</b>	<u>349,758.89</u>	<u>757,114.13</u>
<b>Net Ordinary Income</b>	9,962.12	1,051,385.96
<b>Other Income/Expense</b>		
<b>Other Expense</b>		
8000- Transfers to Other Funds	406,300.00	612,573.00
9000 -Depreciation Expense	69,000.00	276,000.00
<b>Total Other Expense</b>	<u>475,300.00</u>	<u>888,573.00</u>
<b>Net Other Income</b>	<u>-475,300.00</u>	<u>-888,573.00</u>
<b>Net Income</b>	<u><u>-465,337.88</u></u>	<u><u>162,812.96</u></u>

**Roxborough Water and Sanitation District**  
**Profit & Loss -Capital Fund**  
**April 2026**

	<u>Apr 26</u>	<u>Jan - Apr 26</u>
<b>Ordinary Income/Expense</b>		
<b>Expense</b>		
7307-Ravenna Phase 3/4		
7312- Ravenna Pump Station	0.00	160.00
<b>Total 7307-Ravenna Phase 3/4</b>	0.00	160.00
7311- Dominion System Improve.	487.50	2,594.99
7313 - Valley View Project	0.00	0.00
7320- Flow Equalization Basin	210,055.66	557,311.13
<b>Total Expense</b>	<u>210,543.16</u>	<u>560,066.12</u>
<b>Net Ordinary Income</b>	-210,543.16	-560,066.12
<b>Other Income/Expense</b>		
<b>Other Income</b>		
6900- Transfers In	400,000.00	600,000.00
<b>Total Other Income</b>	<u>400,000.00</u>	<u>600,000.00</u>
<b>Net Other Income</b>	400,000.00	600,000.00
<b>Net Income</b>	<u><u>189,456.84</u></u>	<u><u>39,933.88</u></u>

**Roxborough Water and Sanitation District**  
**Profit & Loss -PVH**  
**April 2026**

	<u>Apr 26</u>	<u>Jan - Apr 26</u>
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
5200- Property Taxes	51,740.66	189,289.03
5210- Specific Ownership Taxes	2,607.74	10,788.08
5820- Investment Income	83.85	155.24
<b>Total Income</b>	<u>54,432.25</u>	<u>200,232.35</u>
<b>Gross Profit</b>	54,432.25	200,232.35
<b>Expense</b>		
6040- Accounting	1,000.00	4,000.00
6150- Legal	90.00	750.50
6250- Treasurers Fees	776.11	2,839.35
6260- Utilities	-15.54	-15.54
6560- Principal CT2015- PVH	0.00	59,611.12
6561 - Interest CT2015-176 PVH	0.00	55,836.03
7100-Principal Payments-W05A105	0.00	118,575.50
7105 Interest Payments W05A105	0.00	33,517.94
<b>Total Expense</b>	<u>1,850.57</u>	<u>275,114.90</u>
<b>Net Ordinary Income</b>	<u>52,581.68</u>	<u>-74,882.55</u>
<b>Net Income</b>	<u><u>52,581.68</u></u>	<u><u>-74,882.55</u></u>

**Roxborough Water and Sanitation District**  
**Profit & Loss Budget vs. Actual- General Fund**  
**January through April 2026**

	Jan - Apr 26	Budget	\$ Over Budget	% of Budget
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
5200- Property Taxes	219,856.64	952,264.00	-732,407.36	23.1%
5210- Specific Ownership Taxes	25,198.73	120,000.00	-94,801.27	21.0%
5610- Miscellaneous Income	0.00	1,000.00	-1,000.00	0.0%
5820- Investment Income	57,277.90	100,000.00	-42,722.10	57.3%
<b>Total Income</b>	<b>302,333.27</b>	<b>1,173,264.00</b>	<b>-870,930.73</b>	<b>25.8%</b>
<b>Gross Profit</b>	<b>302,333.27</b>	<b>1,173,264.00</b>	<b>-870,930.73</b>	<b>25.8%</b>
<b>Expense</b>				
6020-Payroll Expenses	70,037.52	110,000.00	-39,962.48	63.7%
6040- Accounting	11,000.00	35,000.00	-24,000.00	31.4%
6041- Audit	10,000.00	36,750.00	-26,750.00	27.2%
6050- Contract Labor	0.00	10,000.00	-10,000.00	0.0%
6060- Directors Fee	0.00	8,000.00	-8,000.00	0.0%
6080- Education	6,293.70	30,000.00	-23,706.30	21.0%
6100- Engineering	2,860.67	15,000.00	-12,139.33	19.1%
6130- Insurance	9,380.00	40,000.00	-30,620.00	23.5%
6150- Legal	5,178.51	20,000.00	-14,821.49	25.9%
6180- Misc. Expenses	5,168.70	15,000.00	-9,831.30	34.5%
6200- Office Expense	19,777.14	50,000.00	-30,222.86	39.6%
6220- Permits	7,511.52	30,000.00	-22,488.48	25.0%
6225-Rent	0.00	3,000.00	-3,000.00	0.0%
6230- Repairs and Maint	47,989.50	205,000.00	-157,010.50	23.4%
6250- Treasurers Fees	3,297.85	45,000.00	-41,702.15	7.3%
6260- Utilities	1,059.29	2,000.00	-940.71	53.0%
6270- Vehicle	71.64	5,000.00	-4,928.36	1.4%
6300- Bank Service Charges	2,794.88	2,000.00	794.88	139.7%
7300- Capital Projects	0.00	10,000.00	-10,000.00	0.0%
<b>Total Expense</b>	<b>202,420.92</b>	<b>671,750.00</b>	<b>-469,329.08</b>	<b>30.1%</b>
<b>Net Ordinary Income</b>	<b>99,912.35</b>	<b>501,514.00</b>	<b>-401,601.65</b>	<b>19.9%</b>
<b>Other Income/Expense</b>				
<b>Other Expense</b>				
8002- Transfers Water Supply SV	0.00	500,000.00	-500,000.00	0.0%
8100- Transfer to Other Funds	0.00	200,000.00	-200,000.00	0.0%
<b>Total Other Expense</b>	<b>0.00</b>	<b>700,000.00</b>	<b>-700,000.00</b>	<b>0.0%</b>
<b>Net Other Income</b>	<b>0.00</b>	<b>-700,000.00</b>	<b>700,000.00</b>	<b>0.0%</b>
<b>Net Income</b>	<b>99,912.35</b>	<b>-198,486.00</b>	<b>298,398.35</b>	<b>-50.3%</b>

**Roxborough Water and Sanitation District**  
**Profit & Loss Budget vs. Actual-Debt Service**  
**January through April 2026**

	Jan - Apr 26	Budget	\$ Over Budget	% of Budget
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
6200- Property Taxes	70,830.11	238,066.00	-167,235.89	29.8%
5210- Specific Ownership Taxes	8,118.15	40,000.00	-31,881.85	20.3%
5820- Investment Income	100,760.87	200,000.00	-99,239.13	50.4%
<b>Total Income</b>	179,709.13	478,066.00	-298,356.87	37.6%
<b>Gross Profit</b>	179,709.13	478,066.00	-298,356.87	37.6%
<b>Expense</b>				
6250- Treasurers Fees	1,062.46	15,000.00	-13,937.54	7.1%
6420-Loan Administrative Fees	14,400.00	28,800.00	-14,400.00	50.0%
6500- CWRPDA -PVH D15a356- Prin	118,575.50	237,050.00	-118,474.50	50.0%
6501-Interest D15a356-PVH	33,517.94	67,036.00	-33,518.06	50.0%
6550-CWCB Principal c150346	0.00	531,893.00	-531,893.00	0.0%
6551- CWCB Interest c150346	0.00	444,749.00	-444,749.00	0.0%
6560- Principal CT2015- PVH	59,611.12	59,611.00	0.12	100.0%
6561 - Interest CT2015-176 PVH	55,836.03	55,836.00	0.03	100.0%
6599- Less PVH Debt Service	-267,540.59	-419,533.00	151,992.41	63.8%
7100-Principal Payments-W05A105	304,095.00	640,000.00	-335,905.00	47.5%
7105 Interest Payments W05A105	0.00	16,946.00	-16,946.00	0.0%
7150-Ravenna CT2019 Interest	40,027.34	40,027.34	0.00	100.0%
7151- Ravenna CT 2019- Princ.	42,397.85	42,397.85	0.00	100.0%
<b>Total Expense</b>	401,982.65	1,759,813.19	-1,357,830.54	22.8%
<b>Net Ordinary Income</b>	-222,273.52	-1,281,747.19	1,059,473.67	17.3%
<b>Other Income/Expense</b>				
<b>Other Income</b>				
6900- Transfers In	51,812.42	160,000.00	-108,187.58	32.4%
6902- Transfers In WTP	380,480.70	1,036,808.00	-656,327.30	36.7%
<b>Total Other Income</b>	432,293.12	1,196,808.00	-764,514.88	36.1%
<b>Other Expense</b>				
8002- Transfers Water Supply SV	0.00	0.00	0.00	0.0%
<b>Total Other Expense</b>	0.00	0.00	0.00	0.0%
<b>Net Other Income</b>	432,293.12	1,196,808.00	-764,514.88	36.1%
<b>Net Income</b>	<b>210,019.60</b>	<b>-84,939.19</b>	<b>294,958.79</b>	<b>-247.3%</b>

**Roxborough Water and Sanitation District**  
**Profit & Loss Budget vs. Actual-Water Treatment**  
**January through April 2026**

	Jan - Apr 26	Budget	\$ Over Budget	% of Budget
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
5010- Service Charges	1,106,406.33	3,200,000.00	-2,093,593.67	34.6%
5050-Draught Surcharge	14,690.04			
5100-Availability Charges	39,239.42	120,000.00	-80,760.58	32.7%
5211- Dominion WTP Operations	252,107.38	700,000.00	-447,892.62	36.0%
5310-Permit Fees	0.00	1,200.00	-1,200.00	0.0%
5400-Rental Income	0.00	7,200.00	-7,200.00	0.0%
5410-Hydrant Water	33,172.50	40,000.00	-6,827.50	82.9%
5510-Potable Irrigation Water	11,377.00	40,000.00	-28,623.00	28.4%
5511-Irrigation Water	94,609.60	250,000.00	-155,390.40	37.8%
5601-Late Fees, Penalties,	11,436.22			
5610- Miscellaneous Income	-3,596.94	70,000.00	-73,596.94	-5.1%
5611-Inclusion fees-NWDC	32,563.44	50,000.00	-17,436.56	65.1%
5640- Dominion Treated Water Us	56,521.80	100,000.00	-43,478.20	56.5%
5650 Dominion Exp Reimbursement	45,344.58	1,503,875.00	-1,458,530.42	3.0%
5660- Ravenna Reimbursement	45,134.07			
5700- Sys. Development Charge	720.00	275,000.00	-274,280.00	0.3%
5705 Ravenna SDC	101,913.84	250,000.00	-148,086.16	40.8%
5710- Capital Surcharge	53,011.14	80,000.00	-26,988.86	66.3%
5715- Capital Surcharge WTP Sup	380,480.70	1,036,808.00	-656,327.30	36.7%
5820- Investment Income	67,680.24	200,000.00	-132,319.76	33.8%
5850 - Reimbursed Exp Other	12,993.01	20,000.00	-7,006.99	65.0%
Ravenna Bond Proceeds	0.00	3,196,997.00	-3,196,997.00	0.0%
<b>Total Income</b>	<b>2,355,804.37</b>	<b>11,141,080.00</b>	<b>-8,785,275.63</b>	<b>21.1%</b>
<b>Gross Profit</b>	<b>2,355,804.37</b>	<b>11,141,080.00</b>	<b>-8,785,275.63</b>	<b>21.1%</b>
<b>Expense</b>				
6020-Payroll Expenses	252,090.47	420,000.00	-167,909.53	60.0%
6040- Accounting	11,000.00	36,000.00	-25,000.00	30.6%
6080- Education	6,903.42	20,000.00	-13,096.58	34.5%
6100- Engineering	5,452.50	20,000.00	-14,547.50	27.3%
6130- Insurance	9,380.00	40,000.00	-30,620.00	23.5%
6140- Lab & Test Fees	1,787.00	10,000.00	-8,213.00	17.9%
6150- Legal	5,178.51	25,000.00	-19,821.49	20.7%
6180- Misc. Expenses	842.50			
6200- Office Expense	524.73	10,000.00	-9,475.27	5.2%
6210-Operating Supplies	19,973.57	175,000.00	-155,026.43	11.4%
6220- Permits	0.00	10,000.00	-10,000.00	0.0%
6230- Repairs and Maint	101,014.54	200,000.00	-98,985.46	50.5%
6240- Safety Equipment	1,687.29	2,000.00	-312.71	84.4%
6260- Utilities	79,399.66	270,000.00	-190,600.34	29.4%
6270- Vehicle	137.51	3,000.00	-2,862.49	4.6%
6300- Bank Service Charges	2,851.11			
7300- Capital Projects	84,483.82	910,000.00	-825,516.18	9.3%
7302- Water Taps Centennial	0.00	560,000.00	-560,000.00	0.0%
<b>Total Expense</b>	<b>582,706.63</b>	<b>2,711,000.00</b>	<b>-2,128,293.37</b>	<b>21.5%</b>
<b>Net Ordinary Income</b>	<b>1,773,097.74</b>	<b>8,430,080.00</b>	<b>-6,656,982.26</b>	<b>21.0%</b>
<b>Other Income/Expense</b>				
<b>Other Income</b>				
6900- Transfers In	0.00	500,000.00	-500,000.00	0.0%
<b>Total Other Income</b>	<b>0.00</b>	<b>500,000.00</b>	<b>-500,000.00</b>	<b>0.0%</b>
<b>Other Expense</b>				
8000- Transfers to Other Funds	39,239.42	120,000.00	-80,760.58	32.7%
8002- Transfers Water Supply SV	380,480.70	1,036,808.00	-656,327.30	36.7%
8150- Transfer to Capital Fund	0.00	1,000,000.00	-1,000,000.00	0.0%
9000 -Depreciation Expense	660,000.00			
<b>Total Other Expense</b>	<b>1,079,720.12</b>	<b>2,156,808.00</b>	<b>-1,077,087.88</b>	<b>50.1%</b>
<b>Net Other Income</b>	<b>-1,079,720.12</b>	<b>-1,656,808.00</b>	<b>577,087.88</b>	<b>65.2%</b>

**Roxborough Water and Sanitation District**  
**Profit & Loss Budget vs. Actual-Water Treatment**  
January through April 2026

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	<u>Jan - Apr 26</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Net Income	<u>693,377.62</u>	<u>6,773,272.00</u>	<u>-6,079,894.38</u>	<u>10.2%</u>

**Roxborough Water and Sanitation District**  
**Profit & Loss Budget vs. Actual-Water Distribution**  
**January through April 2026**

	<u>Jan - Apr 26</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
<b>Ordinary Income/Expense</b>				
<b>Expense</b>				
6020-Payroll Expenses	137,051.51	960,000.00	-822,948.49	14.3%
6040- Accounting	11,000.00	36,000.00	-25,000.00	30.6%
6050- Contract Labor	9,049.97	40,000.00	-30,950.03	22.6%
6080- Education	6,690.64	40,000.00	-33,309.36	16.7%
6100- Engineering	36,013.93	100,000.00	-63,986.07	36.0%
6110-Conservation Rebates	0.00	5,000.00	-5,000.00	0.0%
6115- GPS/GIS	5,715.00	15,000.00	-9,285.00	38.1%
6130- Insurance	9,380.00	40,000.00	-30,620.00	23.5%
6140- Lab & Test Fees	4,632.00	15,000.00	-10,368.00	30.9%
6150- Legal	9,099.99	25,000.00	-15,900.01	36.4%
6170 - Meter Expenses	14,470.19	85,000.00	-70,529.81	17.0%
6180- Misc. Expenses	277.10	10,000.00	-9,722.90	2.8%
6200- Office Expense	9,169.66	25,000.00	-15,830.34	36.7%
6220- Permits	19,701.67	40,000.00	-20,298.33	49.3%
6230- Repairs and Maint	43,179.34	400,000.00	-356,820.66	10.8%
6240- Safety Equipment	2,243.59	5,000.00	-2,756.41	44.9%
6260- Utilities	28,650.33	80,000.00	-51,349.67	35.8%
6270- Vehicle	1,522.66	12,000.00	-10,477.34	12.7%
6280- Water Costs	462,382.56	2,200,000.00	-1,737,617.44	21.0%
7300- Capital Projects	253,254.36	4,765,000.00	-4,511,745.64	5.3%
<b>Total Expense</b>	<u>1,063,484.50</u>	<u>8,898,000.00</u>	<u>-7,834,515.50</u>	<u>12.0%</u>
<b>Net Ordinary Income</b>	<u>-1,063,484.50</u>	<u>-8,898,000.00</u>	<u>7,834,515.50</u>	<u>12.0%</u>
<b>Net Income</b>	<u><u>-1,063,484.50</u></u>	<u><u>-8,898,000.00</u></u>	<u><u>7,834,515.50</u></u>	<u><u>12.0%</u></u>

**Roxborough Water and Sanitation District**  
**Profit & Loss Budget vs. Actual-Sewer Fund**  
**January through April 2026**

	Jan - Apr 26	Budget	\$ Over Budget	% of Budget
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
5010- Service Charges	729,584.23	1,800,000.00	-1,070,415.77	40.5%
5100-Availability Charges	12,573.00	40,000.00	-27,427.00	31.4%
5101- Service Charges LMA	151,623.97	300,000.00	-148,376.03	50.5%
5213-Sewer Service Dominion	0.00	0.00	0.00	0.0%
5310-Permit Fees	0.00	33,000.00	-33,000.00	0.0%
5601-Late Fees, Penalties,	5,995.65			
5610- Miscellaneous Income	-4,064.44	20,000.00	-24,064.44	-20.3%
5625- Dominion Sewer Conveyance	256,500.00	650,000.00	-393,500.00	39.5%
5650 Dominion Exp Reimbursement	413,243.53	50,000.00	363,243.53	826.5%
5670-Dominion Cap Lease O-Line	0.00	1,000,000.00	-1,000,000.00	0.0%
5700- Sys. Development Charge	-5,656.00	200,000.00	-205,656.00	-2.8%
5710- Capital Surcharge	54,515.44	160,000.00	-105,484.56	34.1%
5820- Investment Income	194,184.71	200,000.00	-5,815.29	97.1%
<b>Total Income</b>	<b>1,808,500.09</b>	<b>4,453,000.00</b>	<b>-2,644,499.91</b>	<b>40.6%</b>
<b>Gross Profit</b>	<b>1,808,500.09</b>	<b>4,453,000.00</b>	<b>-2,644,499.91</b>	<b>40.6%</b>
<b>Expense</b>				
6020-Payroll Expenses	135,125.42	415,000.00	-279,874.58	32.6%
6040- Accounting	11,000.00	33,000.00	-22,000.00	33.3%
6050- Contract Labor	9,049.96	36,000.00	-26,950.04	25.1%
6065- Dominion expenses	16,172.98			
6080- Education	6,271.25	30,000.00	-23,728.75	20.9%
6100- Engineering	35,956.17	20,000.00	15,956.17	179.8%
6115- GPS/GIS	8,042.50	6,000.00	2,042.50	134.0%
6130- Insurance	9,380.00	40,000.00	-30,620.00	23.5%
6140- Lab & Test Fees	168.00	1,000.00	-832.00	16.8%
6150- Legal	8,270.51	15,000.00	-6,729.49	55.1%
6170 - Meter Expenses	3,695.24			
6180- Misc. Expenses	239.15	1,000.00	-760.85	23.9%
6185- Littleton Service Fees	82,323.54	1,100,000.00	-1,017,676.46	7.5%
6200- Office Expense	8,376.11	35,000.00	-26,623.89	23.9%
6210-Operating Supplies	27,916.80	160,000.00	-132,083.20	17.4%
6220- Permits	6,112.00	20,000.00	-13,888.00	30.6%
6230- Repairs and Maint	24,338.62	150,000.00	-125,661.38	16.2%
6240- Safety Equipment	2,151.77	4,000.00	-1,848.23	53.8%
6260- Utilities	27,388.66	110,000.00	-82,611.34	24.9%
6270- Vehicle	1,152.60	5,000.00	-3,847.40	23.1%
7300- Capital Projects	333,982.85	3,437,000.00	-3,103,017.15	9.7%
<b>Total Expense</b>	<b>757,114.13</b>	<b>5,618,000.00</b>	<b>-4,860,885.87</b>	<b>13.5%</b>
<b>Net Ordinary Income</b>	<b>1,051,385.96</b>	<b>-1,165,000.00</b>	<b>2,216,385.96</b>	<b>-90.2%</b>
<b>Other Income/Expense</b>				
<b>Other Income</b>				
6900- Transfers In	0.00	200,000.00	-200,000.00	0.0%
<b>Total Other Income</b>	<b>0.00</b>	<b>200,000.00</b>	<b>-200,000.00</b>	<b>0.0%</b>
<b>Other Expense</b>				
8000- Transfers to Other Funds	612,573.00	40,000.00	572,573.00	1,531.4%
9000 -Depreciation Expense	276,000.00			
<b>Total Other Expense</b>	<b>888,573.00</b>	<b>40,000.00</b>	<b>848,573.00</b>	<b>2,221.4%</b>
<b>Net Other Income</b>	<b>-888,573.00</b>	<b>160,000.00</b>	<b>-1,048,573.00</b>	<b>-555.4%</b>
<b>Net Income</b>	<b>162,812.96</b>	<b>-1,005,000.00</b>	<b>1,167,812.96</b>	<b>-16.2%</b>

**Roxborough Water and Sanitation District**  
**Profit & Loss Budget vs. Actual-Capital Fund**  
 January through April 2026

	Jan - Apr 26	Budget	\$ Over Budget	% of Budget
<b>Ordinary Income/Expense</b>				
<b>Expense</b>				
7307-Ravenna Phase 3/4				
7312- Ravenna Pump Station	160.00			
<b>Total 7307-Ravenna Phase 3/4</b>	160.00			
7310 - WTP- Dominion Pump	0.00	310,000.00	-310,000.00	0.0%
7311- Dominion System Improve.	2,594.99			
7313 - Valley View Project	0.00			
7320- Flow Equalization Basin	557,311.13	800,000.00	-242,688.87	69.7%
<b>Total Expense</b>	560,066.12	1,110,000.00	-549,933.88	50.5%
<b>Net Ordinary Income</b>	-560,066.12	-1,110,000.00	549,933.88	50.5%
<b>Other Income/Expense</b>				
<b>Other Income</b>				
6900- Transfers In	600,000.00	1,000,000.00	-400,000.00	60.0%
<b>Total Other Income</b>	600,000.00	1,000,000.00	-400,000.00	60.0%
<b>Net Other Income</b>	600,000.00	1,000,000.00	-400,000.00	60.0%
<b>Net Income</b>	<b>39,933.88</b>	<b>-110,000.00</b>	<b>149,933.88</b>	<b>-36.3%</b>

**Roxborough Water and Sanitation District**  
**Profit & Loss Budget vs. Actual-PVH**  
**January through April 2026**

	<u>Jan - Apr 26</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
5200- Property Taxes	189,289.03	446,874.00	-257,584.97	42.4%
5210- Specific Ownership Taxes	10,788.08	30,000.00	-19,211.92	36.0%
5820- Investment Income	155.24	10,000.00	-9,844.76	1.6%
<b>Total Income</b>	<u>200,232.35</u>	<u>486,874.00</u>	<u>-286,641.65</u>	<u>41.1%</u>
<b>Gross Profit</b>	200,232.35	486,874.00	-286,641.65	41.1%
<b>Expense</b>				
6040- Accounting	4,000.00	12,000.00	-8,000.00	33.3%
6080- Education	0.00	1,000.00	-1,000.00	0.0%
6100- Engineering	0.00	2,500.00	-2,500.00	0.0%
6150- Legal	750.50	2,500.00	-1,749.50	30.0%
6250- Treasurers Fees	2,839.35	9,000.00	-6,160.65	31.5%
6260- Utilities	-15.54			
6450 - Interest Expense	0.00	122,872.00	-122,872.00	0.0%
6560- Principal CT2015- PVH	59,611.12	59,611.12	0.00	100.0%
6561 - Interest CT2015-176 PVH	55,836.03	55,836.03	0.00	100.0%
7100-Principal Payments-W05A105	118,575.50	237,051.00	-118,475.50	50.0%
7105 Interest Payments W05A105	33,517.94	67,035.88	-33,517.94	50.0%
<b>Total Expense</b>	<u>275,114.90</u>	<u>569,406.03</u>	<u>-294,291.13</u>	<u>48.3%</u>
<b>Net Ordinary Income</b>	<u>-74,882.55</u>	<u>-82,532.03</u>	<u>7,649.48</u>	<u>90.7%</u>
<b>Net Income</b>	<u><b>-74,882.55</b></u>	<u><b>-82,532.03</b></u>	<u><b>7,649.48</b></u>	<u><b>90.7%</b></u>

## SUPPLEMENTAL INFORMATION

Roxborough Water & Sanitation District  
April 30, 2026

Maturity

**Long Term Obligations**

CWCB- 2014 Loan	\$ 13,684,595	12/01/2044
CT2015-176 CWCB-PVH Water Supply	\$ 1,771,078	08/01/2036
2015 CWRPDA- PVH Infrastructure	\$ 2,888,730	02/01/2047
2019-2250 CWCB- Ravenna	\$ 1,228,311	02/01/2047
2005 CWRPDA Loan Payable	<u>\$ 633,405</u>	08/01/2026

TOTAL LONG TERM LIABILITIES	\$ 20,206,119
-----------------------------	---------------

**Cash and Reserves Balances**

The board of directors has directed the authority to designate a portion of the cash on hand as operating and capital reserves for both the Water and Sewer Funds. The operating reserves will be in an amount equal to 25% of the budgeted annual expenditures for each fund. These funds will be used to fund any operational expenses in excess of operating cash on hand. The capital reserves will be funded in an amount equal to 20% of the budgeted annual expenditures for the water fund and 10 % of the budgeted annual expenditures for the sewer fund. These funds will be used to fund capital improvements on existing capital assets and acquisitions of new capital assets. The balance in these funds as of April 30, 2026 is as follows:

\$ -	\$ -	\$ -	\$ 127,152	\$ 3,000,000	\$ 1,000,000	\$ 4,127,152
-	-	-		2,053,730	3,295,410	\$ 5,349,140
<u>4,747,930</u>	<u>1,741,415</u>	<u>6,555,072</u>		<u>3,608,980</u>	<u>11,150,715</u>	<u>543,853 \$ 28,347,965</u>
<u><u>\$ 4,747,930</u></u>	<u><u>\$ 1,741,415</u></u>	<u><u>\$ 6,555,072</u></u>	<u><u>\$ 127,152</u></u>	<u><u>\$ 8,662,710</u></u>	<u><u>\$ 15,446,125</u></u>	<u><u>\$ 543,853 \$ 37,824,257</u></u>

No Assurance is provided on these Financial Statements

**Roxborough Water and Sanitation  
Distribution of Cash in Bank- Water Fund  
2026**

	<b>Jan</b>	<b>Feb</b>	<b>March</b>	<b>April</b>	<b>May</b>	<b>June</b>	<b>July</b>	<b>Aug</b>	<b>Sept</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>
<b>Cash Funds Available</b>												
Cash in Bank - Water Fund	8,489,903	8,531,928	8,724,383	8,662,710								
<b>Total Funds Available</b>	<b>8,489,903</b>	<b>8,531,928</b>	<b>8,724,383</b>	<b>8,662,710</b>								
<b>Distribution of Available Funds</b>												
Operating Reserve 25% of Budgeted Expenditures	3,000,000	3,000,000	3,000,000	3,000,000								
Capital Reserve	1,554,303	1,657,134	1,903,544	2,053,730								
Operating Cash	3,935,600	3,874,794	3,820,839	3,608,980								
<b>Total Cash</b>	<b>8,489,903</b>	<b>8,531,928</b>	<b>8,724,383</b>	<b>8,662,710</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Capital Reserve</b>												
Beginning Reserve Balance	1,317,470	1,554,303	1,657,134	1,903,544								
Additions to Reserve	250,000	250,000	250,000	250,000								
Use of Reserves	13,167	147,169	3,590	99,814								
<b>Ending Reserve Balance</b>	<b>1,554,303</b>	<b>1,657,134</b>	<b>1,903,544</b>	<b>2,053,730</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

No Assurance is provided on these Financial Statements

**Roxborough Water and Sanitation  
Distribution of Cash in Bank- Sewer Fund  
2026**

	<b>Jan</b>	<b>Feb</b>	<b>March</b>	<b>April</b>	<b>May</b>	<b>June</b>	<b>July</b>	<b>Aug</b>	<b>Sept</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>
<b>Cash Funds Available</b>												
Cash in Bank - Sewer Fund	15,077,292	15,716,095	15,854,669	15,446,125								
<b>Total Funds Available</b>	<b>15,077,292</b>	<b>15,716,095</b>	<b>15,854,669</b>	<b>15,446,125</b>								
<b>Distribution of Available Funds</b>												
Operating Reserve 25% of Budgeted Expenditures	1,000,000	1,000,000	1,000,000	1,000,000								
Capital Reserve	3,074,393	3,234,388	3,384,488	3,295,410								
<b>Operating Cash</b>	<b>11,002,899</b>	<b>11,481,707</b>	<b>11,470,181</b>	<b>11,150,715</b>								
<b>Total Available Funds</b>	<b>15,077,292</b>	<b>15,716,095</b>	<b>15,854,669</b>	<b>15,446,125</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Capital Reserve</b>												
Beginning Reserve Balance	2,889,393	3,074,393	3,234,388	3,384,488								
Additions to Reserve	185,000	185,000	185,000	185,000								
Use of Reserves	0	-25,005	-34,900	-274,078								
<b>Ending Reserve Balance</b>	<b>3,074,393</b>	<b>3,234,388</b>	<b>3,384,488</b>	<b>3,295,410</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

No Assurance is provided on these Financial Statements

**Roxborough Water and Sanitation  
Distribution of Cash in Bank - Debt Service  
2026**

	<b>Jan</b>	<b>Feb</b>	<b>March</b>	<b>April</b>	<b>May</b>	<b>June</b>	<b>July</b>	<b>Aug</b>	<b>Sept</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>
<b>Cash Funds Available - Water Treatment Plant</b>												
Beginning Cash Balance	1,309,122	1,429,142	1,526,931	1,621,129								
Surcharge Collected	94,249	97,789	94,198	94,244								
Availability of Service Trans.	25,771	0	0	26,042								
Payment of Debt	0	0	0	0								
Ending Cash Balance	1,429,142	1,526,931	1,621,129	1,741,415	0	0	0	0	0	0	0	0
<b>Cash Funds Available - Sewer Debt Service</b>												
Operating Cash	6,807,277	6,434,129	6,516,401	6,555,072								
Total	8,236,419	7,961,060	8,137,530	8,296,487	0	0	0	0	0	0	0	0

No Assurance is provided on these Financial Statements

Roxborough Water & Sanitation District  
Property Tax Schedule  
2026

SUMMARY – DOUGLAS & JEFFERSON COUNTIES

	2026								2026				
	Property Taxes	Delinquent Tax, Rebates and Abatements	Specific Ownership Taxes	Interest	Treasurer's Fees	HB 1006 Tax	HB 1006 Treasurer's Fee	Total Amount Received	Percentage of Levied Taxes Received		Total Amount Received	Percentage of Levied Taxes Received	
									Monthly	Y-T-D		Monthly	Y-T-D
January			\$ 13,926					\$ 13,926	0.00%	0.00%	\$ 13,926	0.49%	0.49%
February	\$ 5,132		\$ 6,943		\$ (77)			\$ 11,998	0.25%	0.25%	\$ 11,998	0.65%	1.14%
March	\$ 367,254		\$ 8,457		\$ (5,509)			\$ 370,202	17.63%	17.87%	\$ 370,202	20.06%	21.21%
April	\$ 46,869		\$ 6,445		\$ (703)			\$ 52,611	2.25%	20.12%	\$ 52,611	2.85%	24.06%
May								\$ -	0.00%	20.12%	\$ -	0.00%	24.06%
June								\$ -	0.00%	20.12%	\$ -	0.00%	24.06%
July								\$ -	0.00%	20.12%	\$ -	0.00%	24.06%
August								\$ -	0.00%	20.12%	\$ -	0.00%	24.06%
September								\$ -	0.00%	20.12%	\$ -	0.00%	24.06%
October								\$ -	0.00%	20.12%	\$ -	0.00%	24.06%
November								\$ -	0.00%	20.12%	\$ -	0.00%	24.06%
December								\$ -	0.00%	20.12%	\$ -	0.00%	24.06%
TOTAL	\$ 419,255	\$ -	\$ 35,771	\$ -	\$ (6,289)	\$ -	\$ -	\$ 448,737	20.12%	20.12%	\$ 448,737	24.06%	24.06%

No Assurance is provided on these Financial Statements

# Administrative Updates

June 17<sup>th</sup>, 2026

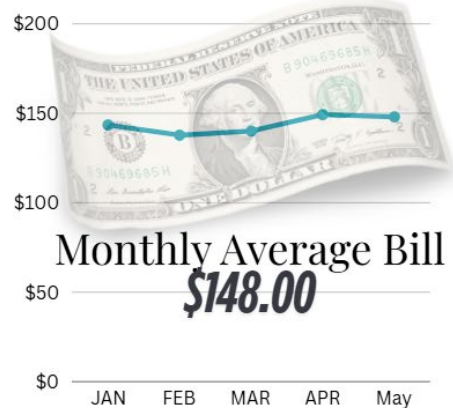
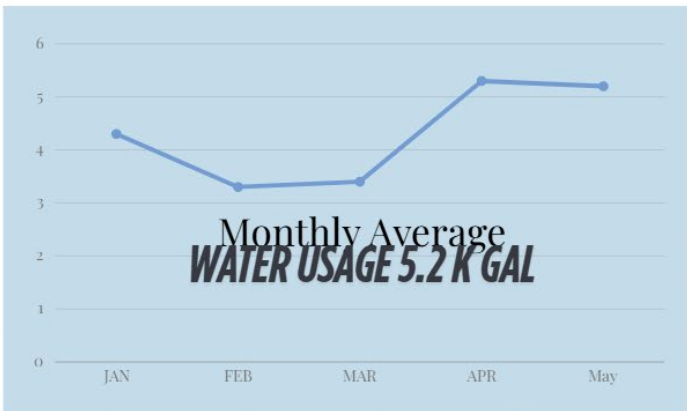
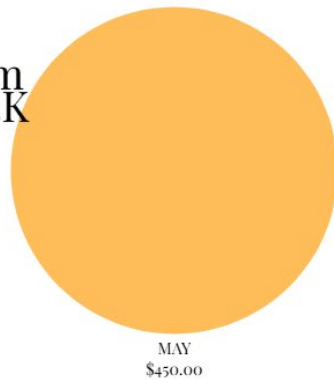


## May 2026 Delinquent Accounts

**6** Customers Posted  
for Non-Payment

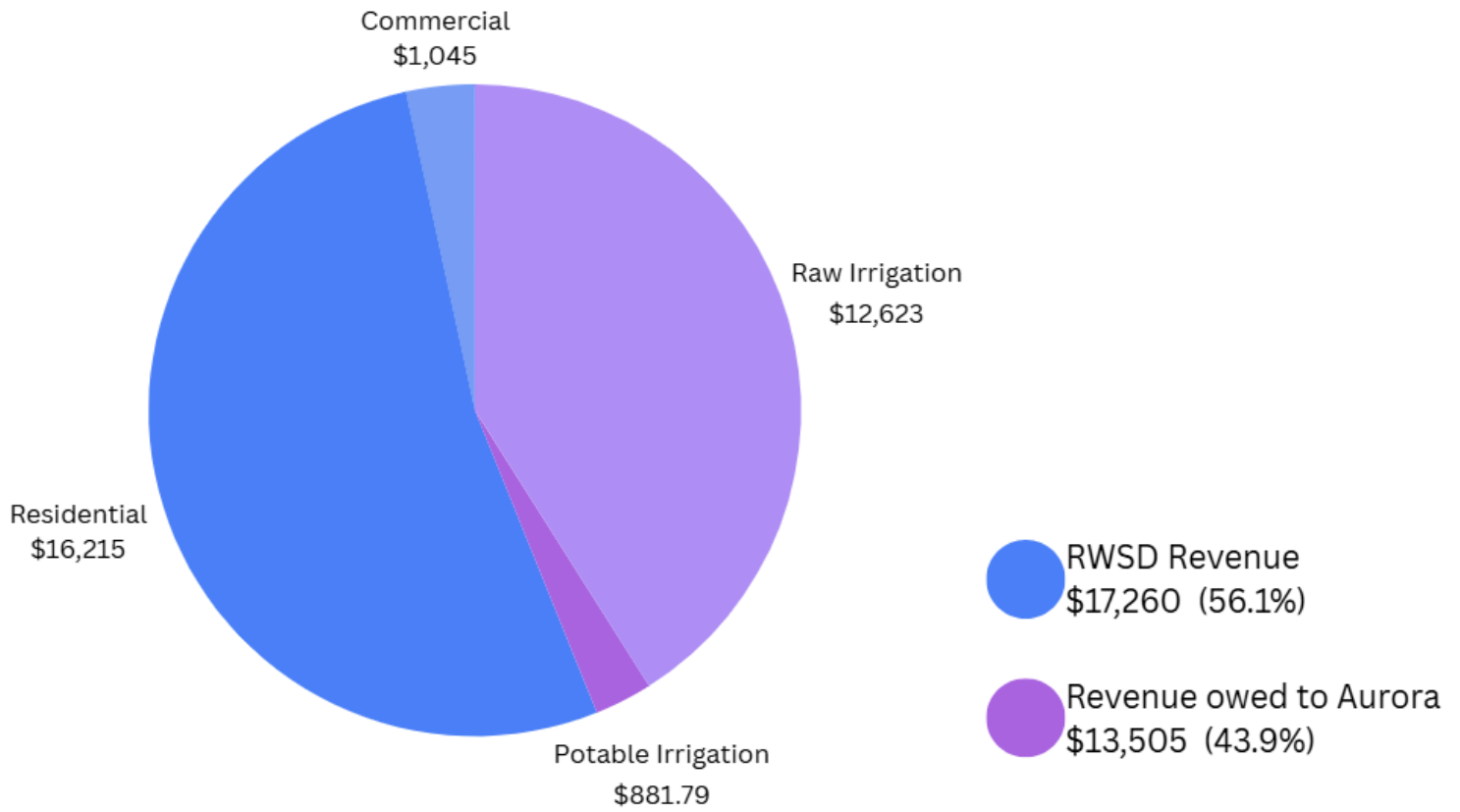
- all 6 paid - no one shut off

Rebate Program  
\$450 of aloted 5K



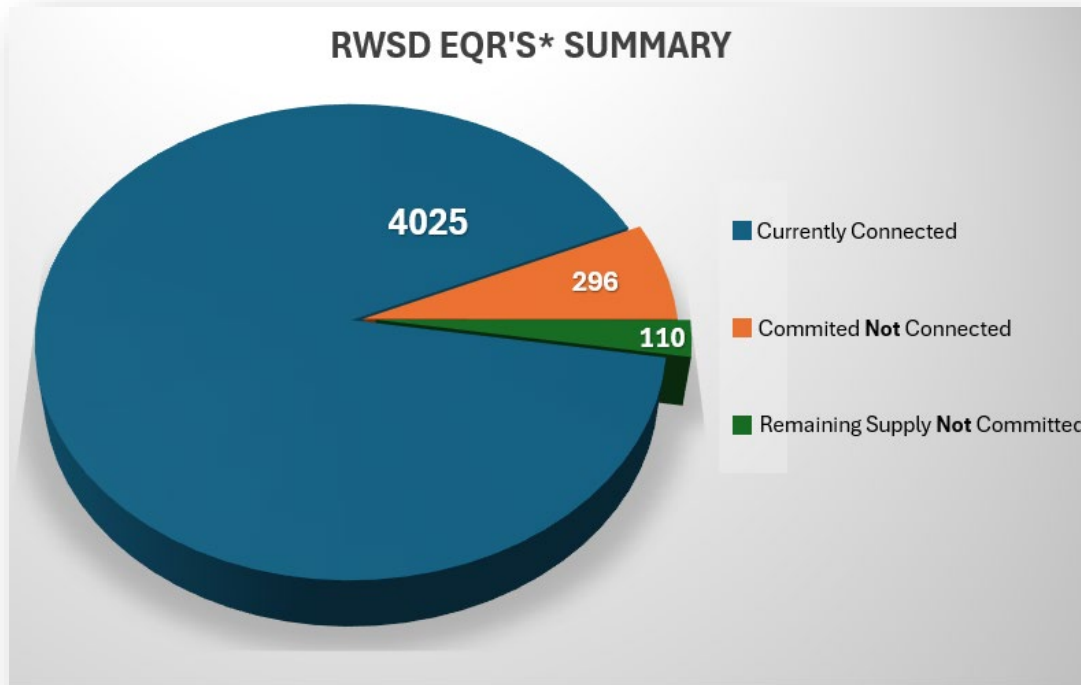
# Administrative Updates

## May Irrigation Usage vs. Commercial/Residential



Chart

# Administrative Updates



This Chart shows how many water service connections we have connected to our water service....

*Connected to the districts water service*

**\*EQR (Equivalent Residential Unit) Conversion Chart**

Water Tap Size	Multiplier (EQR)
¾"	1
1"	2
1 ½"	4
2"	8
3"	18

*Spreadsheet*

*EQR stands for **Equivalent Residential Unit**. a standardized unit of measurement the district uses to fairly allocate costs based on the equivalent water consumption of a residential/commercial unit.*

## Dominion

### Sterling Ranch

There were an additional **20** Certificates of Occupancy (CO) issued in Sterling Ranch in **May** bringing the total number of CO's that have been issued in Sterling Ranch to **3,250**. The monthly Wastewater Conveyance Charge for **May** was **\$65,000**

(\$20/EQR)



In **May**, Sterling Ranch had **42** new Building Permits.

Running Total of **3,421** building permits issued.  
(\$300/EQR = \$990K)

User Type	SVC	Rate Type	Size	CY	Serv Billed	Metered	Consumption	Average Consump	Charges	Fuel Adj Charges	Demand Usage	Demand Charges	Taxes
COM	A1	3	0	6	2	2	3,908	1,954					
COM	A1	3	75	I	12	12	78	7					
COM	A1	3	100	I	1	1	10	10					
COM	A1	3	200	I	2	2	185	93					
COM	A1	TOTAL			17	17	4,181	246					
Totals					17	17	4,181	246					

**Aurora Drought Surcharges  
Irrigation per 1 EQR tap**

		Normal	Stage 1
Tier 1	0-5,000 gal	\$0.00	\$3.23
Tier 2	5-10,000 gal	\$0.00	\$3.23
Tier 3	10-20,000 gal	\$0.00	\$3.23
Tier 4	20-40,000 gal	\$0.00	\$3.23
Tier 5	40,000+ gal	\$0.00	\$3.23

Raw Irrigation Usage 3908 kgal

Potable Irrigation Usage 273 kgal

**4,181 x 3.23 revenue owed to Aurora  
\$13,505**

User Type	SVC	Rate Type	Size	CY	Serv Billed	Metered	Consumption	Average Consump	Charges	Fuel Adj Charges	Demand Usage	Demand Charges	Taxes
COM	A1	2	75	2	16	16	116	7	139.75	0.00	0.00	0.00	0.00
COM	A1	2	75	SR	2	2	24	12	40.85	0.00	0.00	0.00	0.00
COM	A1	2	75	TI	10	10	74	7	103.20	0.00	0.00	0.00	0.00
COM	A1	2	100	1	1	1	4	4	0.00	0.00	0.00	0.00	0.00
COM	A1	2	100	2	8	8	148	19	169.85	0.00	0.00	0.00	0.00
COM	A1	2	100	R	1	1	21	21	23.65	0.00	0.00	0.00	0.00
COM	A1	2	100	TI	10	10	120	12	120.40	0.00	0.00	0.00	0.00
COM	A1	2	150	2	6	6	53	9	4.30	0.00	0.00	0.00	0.00
COM	A1	2	150	TI	3	3	49	16	38.70	0.00	0.00	0.00	0.00
COM	A1	2	200	2	8	8	104	13	38.70	0.00	0.00	0.00	0.00
COM	A1	2	200	TI	1	1	210	210	365.50	0.00	0.00	0.00	0.00

RES	A1	1	0	1	32	32	58	2	0.00	0.00	0.00	0.00	0.00
RES	A1	1	0	R	3	3	4	1	0.00	0.00	0.00	0.00	0.00
RES	A1	1	75	1	3,426	3,426	17,874	5	11,575.60	0.00	0.00	0.00	0.00
RES	A1	1	75	2	1	1	5	5	0.00	0.00	0.00	0.00	0.00
RES	A1	1	75	5	1	1	0	0	0.00	0.00	0.00	0.00	0.00
RES	A1	1	75	CE	146	146	870	6	862.15	0.00	0.00	0.00	0.00
RES	A1	1	75	PV	30	30	156	5	131.15	0.00	0.00	0.00	0.00
RES	A1	1	75	R	217	217	2,587	12	3,629.20	0.00	0.00	0.00	0.00
RES	A1	2	75	R	2	2	18	9	17.20	0.00	0.00	0.00	0.00
RES	A1	TOTAL			3,858	3,858	21,572	6	16,215.30	0.00	0.00	0.00	0.00

Commercial \$1,044.90

Residential \$16,215.30



# Roxborough

Water & Sanitation District

## Memorandum

TO: Board of Directors  
FROM: Mike Marcum, General Manager  
SUBJECT: Cyber Risk Assessment  
DATE: June 11, 2026

In 2021 following the cyberattack the previous year, Roxborough Water and Sanitation District (RWSD or District) received a scholarship from the Colorado Special District Property and Liability Insurance Pool (CSD Pool) to complete a comprehensive, third-party cyber risk assessment. The overall grade for the District's cyber security was a B+, with the conclusion that the security the District had implemented was acceptable. With the completion of this assessment, the District's cyber insurance coverage increased from \$200,000 to \$1,000,000. The cyber risk assessment did identify some areas for improvement in the District security, and this memorandum will summarize the District's response to those recommended improvements. The presentation of this report to the Board of Directors will satisfy the CSD Pool's requirements to maintain the higher cyber insurance coverage.

November 2025, the District participated in a cybersecurity assessment conducted by the Cybersecurity and Infrastructure Security Agency (CISA). The assessment evaluated the District's cybersecurity controls, identified potential vulnerabilities, and provided recommendations for continued improvement.

### I. Security Organization, Personnel Security

While the District was rated "Best in Class" for the Security Team, since the assessment was completed, the District has adopted and is implementing policies consistent with the recommendations of the National Institute of Standards and Technology (NIST). In addition, the District has joined WaterISAC, a cybersecurity association of water and wastewater utilities and the Cyber and Infrastructure Security Agency (CISA) within the Department of Homeland Security and receives twice-weekly security bulletins and attends monthly cybersecurity webinars. The District has entered into a service agreement with ConnectWise for cybersecurity management with their ConnectWise SIEM (formerly Perch) product for network intrusion detection and uses Bitdefender (SCADA) and SentinelOne (Admin) for anti-virus. The District has also completed its migration to Microsoft365 and is implementing the cybersecurity training available from PII Protect. A third party spam filter (Mimecast) in addition to the spam filter included with our subscription to Microsoft365. The District has implemented MFA on all Office 365 user accounts. Quarterly test spam and phishing email campaigns are run on all employees.



# Roxborough

Water & Sanitation District

## II. Vendor Security Management

The cyber risk assessment determined the District's vendor security management as "baseline" and included several recommendations for improvements. Because the District seldom adds new vendors with cyber interfaces with District operations, developing a full vendor security management program was not a good use of limited resources. Instead, the District formally implemented a program to request vendor cyber security policies and cyber security insurance coverage, and worked with one vendor, American Data Group or ADG the billing software company, to upgrade its database to the more secure MySQL8.

## III. Encryption-Related Capabilities

The cyber security assessment rated the District's encryption-related capabilities as "strong." Some of the recommendations concerned encryption of personal identifying information (PII) and other sensitive data. The District stores no PII on any device or network except for personnel records that are stored on a separate, password protected drive. In addition, the District is in the process of migrating all administrative files, to a secure, encrypted cloud-based file server. The security protocols for the cloud-based file server, Egnyte, were requested and reviewed with the cyber security assessment contractor, NetDiligence. Egnyte account logins also utilize MFA authentication. WPA2 has also been implemented on the Scada, Admin and Guest wireless networks.

## IV. Technical Compensating/Contributing Controls

The District was rated "strong" in this category. Since the assessment was completed, the District has completed the total separation of the water, wastewater, and administrative servers. Both water and wastewater operations have fully redundant servers with monthly backups to the cloud and external hard drives stored off-site. The District is in the process of adding separate workstations at the water treatment plant for internet access to allow the process-control SCADA computers to be completely walled off from the internet. Multi-factor authentication for remote operations has proven challenging, and alternatives are still being considered; however, all chemical set points have been locked and can only be changed by the Operator in Responsible Charge.

Implementation of ConnectWise SIEM (Perch) with Bitdefender (SCADA) and SentinelOne (Admin) significantly enhances the vulnerability scanning and remediation capabilities. The District's NIST policies discussed above include a policy on user activity logs that are backed up and reviewed.

## V. System and Network Operations

The District was rated "strong" in this area. One specific recommendation was that the District upgrade is anti-virus software from WebRootAV to WebRoot End Point Protection. We have instead upgraded to SentinelOne Advanced Threat and EDR solution on the Admin network and Acronis EDR on the SCADA network. The District is still evaluating the value of a formal change management process although the IT administrator and consultant maintain a record of all changes implemented, and mobile device management tools are being evaluated.



# Roxborough

Water & Sanitation District

## VI. Business Continuity and Disaster Recovery

NetDiligence determined aspects of the District efforts in this area were both "strong" and "baseline." The analysis recommended the District undertake a business impact analysis in the near-term. Given the 2020 cyberattack, the District's understanding of the business impact is detailed. The report accurately states that billing system recovery from the 2020 attack was challenging. Rather than dedicate limited resources to test recovery scenarios, staff has instead gone to significant lengths to ensure multiple redundant backups to ensure all data would be easily recovered in the event of another attack. The administrative, water operations, and wastewater operations servers have been segregated. All servers are backed up continuously (full and incremental) using Acronis for both on-site and cloud-based backups. The Admin network is in the process of changing to a new Cloud based backup provider. In addition, external hard drive physical backups of all servers are completed monthly and stored in secure, off-site locations. Both water and wastewater operations have fully redundant SCADA servers with no internet access. The District also maintains extensive power backup including 30-45-minute UPS devices, and the office, water treatment plant, and wastewater lift station have backup generators on site that are routinely maintained. Finally, the District incorporated cybersecurity in the updated Emergency Response Plan completed in late 2025.

## VII. Incident Response Procedures & Functions

The District was rated "strong" in this area. As noted in the report, the District included cyber incident response in the 2018 Emergency Response Plan (ERP), and the ERP was updated in late 2021. The updated ERP was incorporated into the District's GIS system and is available on all iPads and other electronic devices so that staff has easy access in the event of an emergency. The District has assigned specific roles to the System Security Officer (Lisa Hoover) for first-level response, with escalation to the Director of Operations and General Manager as appropriate. Adding intrusion detection and protection through ConnectWise-SIEM (Perch) and SentinelOne provides continuous monitoring of the network specifically addressing the recommendation in the report that the District implement intrusion detection/protection. NetDiligence identified next-generation firewall replacement as an essential need, and twelve new firewalls have been installed. Acquisition of the new firewalls includes 3 years of support from the vendor, which will ensure any necessary patches are addressed in a timely manner.

## VIII. Privacy

The District was rated "strong" in this category, and no recommendations were made for improvement. It should be noted that the District maintains no personally identifiable information on customers on our network; on-line payments with credit cards are made through a third-party vendor, Point&Pay, that does not store credit card numbers. The only personally identifiable information stored on the District's servers is employee records, which are stored on a separate, password-protected drive accessible to only the Director of Administration and General Manager.



# Roxborough

Water & Sanitation District

## IX. System Scan

The NetDiligence Cyber Risk Assessment included an external scan of the District system. There are five risk levels identified for the scans with emphasis on any results with a risk of 3 or higher. RWSD has no level 4 or 5 findings, which the report notes are excellent and very few client scans have neither level 4 nor 5 findings. A total of 5 level 3 findings were identified, which appears much lower than average, and the District believes these findings will be addressed by installation of the 12 new firewalls.

**RESOLUTION OF THE BOARD OF DIRECTORS OF  
ROXBOROUGH WATER AND SANITATION DISTRICT**

A RESOLUTION APPROVING AN AMENDMENT TO ROXBOROUGH WATER AND  
SANITATION DISTRICT’S ADOPTED BUDGET FOR FISCAL YEAR 2025

WHEREAS, on November 20, 2024, Roxborough Water and Sanitation District (the “District”) adopted an annual budget for fiscal year 2025 (“2025 Adopted Budget”); and

WHEREAS, the District desires to amend its 2025 Adopted Budget to appropriate funds for additional expenditures as set forth herein (“Amendment”); and

WHEREAS, due and proper notice of the date and time of the District’s hearing on the proposed Amendment to the District’s 2025 Adopted Budget was published on June 4, 2026 in the *Douglas County News Press and the Canyon Courier*; and

WHEREAS, a public hearing on the proposed Amendment to the 2025 Adopted Budget was opened on Wednesday, June 17, 2026, at a regular meeting of the Board of Directors, at which time any objections of the electors of the District were considered.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF ROXBOROUGH WATER AND SANITATION DISTRICT AS FOLLOWS:

1. The Board of Directors hereby adopts the amended 2025 budget for its Sewer Fund as set forth in Exhibit A attached hereto (“Amended 2025 Budget”), which Amended 2025 Budget appropriates additional funds for unanticipated expenditures:

a. Sewer Fund. Available revenues in the Sewer Fund are hereby appropriated in the following amount to pay for expenditures and fund transfers identified in the Amended 2025 Budget:

2025 Adopted Budget:	\$ <u>4,510,500</u>
Amendment to 2025 Adopted Budget:	\$ <u>6,695,500</u>

2. The adoption of the Amended 2025 Budget reflects a balanced budget as required by State law.

3. This Resolution shall take effect on the date and at the time of its adoption.

*(Signature Page Follows)*

ADOPTED THIS 17TH DAY OF JUNE, 2026.

ROXBOROUGH WATER AND SANITATION  
DISTRICT

---

Loren McFall, President

CERTIFICATION OF RESOLUTION

I, Alan D. Pogue, General Counsel for Roxborough Water and Sanitation District (the “District”), do hereby certify that the annexed and foregoing Resolution is a true copy from the Records of the proceedings of the Board of said District, on file with Icenogle Seaver Pogue, P.C., general counsel to the District.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of the District, this 17th day of June, 2026.

(S E A L)

\_\_\_\_\_  
Alan D. Pogue, General Counsel

**Roxborough Water & Sanitation District  
Sewer Fund  
Amended 2025**

**For the Years Ended and Ending December 31, 2025**

	Adopted 2025	Amended 2025
BEGINNING FUNDS AVAILABLE	\$ 9,929,566	\$ 9,929,566
REVENUE		
Service Charges	1,800,000	1,800,000
Service Charges - LMA	300,000	300,000
Dominion Capital Lease O-Line	1,000,000	1,000,000
Permit Fees	33,000	33,000
Miscellaneous Income	20,000	29,000
Availability Charges	40,000	49,000
Investment Income	200,000	200,000
System Development Charge	200,000	200,000
Revenue Service Charge	-	0
Dominion Sewer Conveyance	650,000	650,000
Dominion Collection Operations	-	0
Dominion Reimbursements	50,000	50,000
Capital - Surcharges	160,000	160,000
Total Operating Revenue	<u>4,453,000</u>	<u>4,453,000</u>
Transfers In		
Water Fund		
General Fund	200,000	200,000
Total Transfers In	<u>200,000</u>	<u>200,000</u>
Total Funds Available	<u>14,582,566</u>	<u>14,582,566</u>
Expenditures		
Payroll/Taxes/Benefits	480,000	480,000
Accounting	31,500	31,500
Bank Charges	3,000	3,000
Contract Labor	30,000	30,000
Education	30,000	30,000
Engineering	125,000	125,000
GIS- Asset Management	25,000	25,000
Insurance	30,000	30,000
Dominion Expense		
Lab & Test Fees	1,000	1,000
Legal Fees	15,000	15,000
Littleton Service Fees	1,100,000	1,500,000
Miscellaneous Expense	1,000	1,000
Office Expense	15,000	15,000
Operating Supplies/Chemicals	145,000	145,000
Permits/Dues/Subscriptions	10,000	10,000
Repairs & Maintenance	150,000	150,000
Safety Equipment/Uniform	2,000	2,000
Utilities	100,000	100,000
Vehicle Expense	2,000	2,000
Capital Outlay	2,215,000	4,000,000
Total Expenditures	<u>4,510,500</u>	<u>6,695,500</u>
Transfers Out		
Operating Reserve		
Transfer to Capital Fund	593,500	593,500
Debt Service Fund	40,000	40,000
Total Transfers Out	<u>633,500</u>	<u>633,500</u>
Total Expenditures and Transfers Out	<u>5,144,000</u>	<u>7,329,000</u>
ENDING FUND BALANCE	\$ 10,112,066	\$ 7,253,566

**EXHIBIT A**

**AMENDED BUDGET FOR FISCAL YEAR 2025**

**Roxborough Water & Sanitation District  
Sewer Fund  
Amended 2025**

**For the Years Ended and Ending December 31, 2025**

	Adopted 2025	Amended 2025
BEGINNING FUNDS AVAILABLE	\$ 9,929,566	\$ 9,929,566
<b>REVENUE</b>		
Service Charges	1,800,000	1,800,000
Service Charges - LMA	300,000	300,000
Dominion Capital Lease O-Line	1,000,000	1,000,000
Permit Fees	33,000	33,000
Miscellaneous Income	20,000	20,000
Availability Charges	40,000	40,000
Investment Income	200,000	200,000
System Development Charge	200,000	200,000
Ravenna Service Charge	-	0
Dominion Sewer Conveyance	650,000	650,000
Dominion Collection Operations	-	0
Dominion Reimbursements	50,000	50,000
Capital - Surcharges	160,000	160,000
Total Operating Revenue	4,453,000	4,453,000
Transfers In		
Water Fund		
General Fund	200,000	200,000
Total Transfers In	200,000	200,000
Total Funds Available	14,582,566	14,582,566
<b>Expenditures</b>		
Payroll/Taxes/Benefits	480,000	480,000
Accounting	31,500	31,500
Bank Charges	3,000	3,000
Contract Labor	30,000	30,000
Education	30,000	30,000
Engineering	125,000	125,000
GIS- Asset Management	25,000	25,000
Insurance	30,000	30,000
Dominion Expense		
Lab & Test Fees	1,000	1,000
Legal Fees	15,000	15,000
Littleton Service Fees	1,100,000	1,500,000
Miscellaneous Expense	1,000	1,000
Office Expense	15,000	15,000
Operating Supplies/Chemicals	145,000	145,000
Permits/Dues/Subscriptions	10,000	10,000
Repairs & Maintenance	150,000	150,000
Safety Equipment/Uniform	2,000	2,000
Utilities	100,000	100,000
Vehicle Expense	2,000	2,000
Capital Outlay	2,215,000	4,000,000
Total Expenditures	4,510,500	6,695,500
Transfers Out		
Operating Reserve		
Transfer to Capital Fund	593,500	593,500
Debt Service Fund	40,000	40,000
Total Transfers Out	633,500	633,500
Total Expenditures and Transfers Out	5,144,000	7,329,000
ENDING FUND BALANCE	\$ 10,112,066	\$ 7,253,566

**Plum Valley Heights Subdistrict of Roxborough Water and Sanitation District**  
**Debt Service Fund**  
**Amended 2025 Budget**  
**For the Years Ended and Ending December 31, 2025**

	Budget	Amended
	2025	2025
BEGINNING FUNDS AVAILABLE	562,771	562,771
REVENUE		
Investment Income	10,000	10,000
Misc		
Specific Ownership	50,000	50,000
Property Taxes	452,895	452,895
Total Revenue	512,895	512,895
Total Transfers In	0	0
Total Funds Available	1,075,666	1,075,666
EXPENDITURES		
Treasurer Fees	9,000	9,000
Accounting	12,000	12,000
Education	1,000	6,000
Bank charges		
Engineering	2,500	2,500
Legal	2,500	2,500
Principal	236,959	236,959
Interest	186,261	186,261
Total Expenditures	450,220	455,220
Total Exp. Requiring Appropriations	450,220	455,220
Ending Fund Balance	625,446	620,446

## **Roxborough Water & Sanitation District**

### **Board Meeting Recap 2025 Audit**

#### **Executive Summary**

The District finished 2025 in a strong financial position. Total net position increased by \$6.18 million to \$137.96 million. Cash and investments increased by \$5.65 million, governmental fund balances reached \$13.47 million, and approximately \$1.42 million of long-term debt was repaid during 2025. The independent auditors issued an unmodified opinion indicating the financial statements are fairly presented in accordance with GAAP.

#### **Financial Position**

Total assets were \$163.9 million, total liabilities were \$24.3 million, and total net position was \$138.0 million. Capital assets represented approximately \$122.7 million of the District's total assets.

#### **Governmental Activities**

Governmental activities increased net position by \$3.18 million. Governmental fund balances totaled \$13.47 million, including \$4.66 million in the General Fund and \$8.10 million in the Debt Service Fund. The General Fund maintained a strong unassigned balance of \$4.37 million. General fund mill levy is 2.0 mills and the debt service fund mill levy is .5mills.

#### **Water & Sewer Operations**

Business-type activities increased net position by \$3.0 million. The Water Fund increased by \$3.33 million while the Sewer Fund decreased by \$332 thousand. Combined enterprise fund net position ended the year at \$140.4 million.

#### **Capital Investments**

Management estimates replacement costs of approximately \$285 million for the water system and \$275 million for the sewer system. Capital assets book value increased to \$122.7 million as 12/31/2025.

#### **Debt Overview**

Outstanding governmental debt totaled approximately \$20.28 million at year-end. The District repaid \$1.42 million of principal during 2025 and expects to repay approximately \$1.47 million during 2026.

#### **2026 Outlook**

Assessed valuation is projected to increase by approximately 0.74%. Water revenues are expected to remain stable while expenses decline due to completion of major projects. Sewer revenues are expected to remain stable, with expenses increasing due to planned capital projects.

## **Board Takeaways**

1. Financial position remains strong.
2. Cash reserves and fund balances continue to grow.
3. Debt continues to decline.
4. Infrastructure investment remains a priority..
5. The District is well-positioned to meet future operational and capital needs.

Preliminary Draft  
For Discussion Purposes Only  
Subject to Change

**ROXBOROUGH WATER AND**

**SANITATION DISTRICT**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2025**

# Preliminary Draft

## For Discussion Purposes Only

### Subject to Change

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# Preliminary Draft

## For Discussion Purposes Only

### Subject to Change

#### INDEPENDENT AUDITORS' REPORT

Board of Directors  
Roxborough Water and Sanitation District  
Littleton, Colorado

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of Roxborough Water & Sanitation District (District) as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the 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 District, as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### **Basis for Opinions**

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the 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 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 the 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' Responsibilities 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 auditors' 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.

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 a 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 the 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 about the 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.

# Preliminary Draft

## For Discussion Purposes Only

### Subject to Change

#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 District's basic financial statements. The budgetary comparison schedules 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 budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Greenwood Village, Colorado

**REPORT DATE**

### Management's Discussion and Analysis

As management of the Roxborough Water & Sanitation District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2025.

#### Financial Highlights

- Assets exceeded liabilities and deferred inflows of resources by \$137,955,811 at the close of the fiscal year.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$13,465,405.
- Total net position increased by \$6,175,422.
- Total cash and investments increased by \$5,653,442 as compared to the prior year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$4,371,976 or 608.18% of total general fund expenditures.
- The district repaid \$1,420,896 of long term debt during the year ended December 31, 2025. The district anticipates repayment of an additional \$1,471,734 of long term debt in 2026.

#### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets, liabilities, and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements distinguish functions of the District that are principally to be supported by ad valorem taxes (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include the financing, construction of, and maintenance of public infrastructure improvements constructed or acquired by the District. The business-type activities of the District include water and sewer facilities construction, maintenance and operations.

The government-wide financial statements can be found on pages 1-3 of this report.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories – Governmental Funds and Proprietary Funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The governmental funds use the modified accrual basis of accounting.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for each of the funds - general fund, debt service fund, capital projects fund, and plum valley heights fund - all of which are considered to be major funds. The basic governmental fund financial statements can be found on pages 4-7 of this report.

**Proprietary Funds.** The District maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses enterprise funds to account for its water and sewer operations. These services are reported as business-type activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and sewer operations, which are considered to be major funds of the District.

The proprietary fund financial statements can be found on pages 8-11 of this report.

**Notes to financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 12-25 of this report.

**Required Supplementary Information.** The District adopts an annual appropriated budget for its general fund and the plum valley heights special revenue fund. The budgetary comparison statements for these funds have been provided as required supplementary information to demonstrate compliance with these budgets. The budget statements and notes are found on pages 26-28 of this report.

**Other information.** The report includes individual fund schedules. The budgetary comparison schedules have been provided in this section for the debt service fund, the capital projects fund, the water fund, and the sewer fund to demonstrate compliance with these budgets. The budget statements are found on pages 29-34 of this report.

### Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. The District’s assets exceeded liabilities and deferred inflows of resources by \$137,955,811 at the close of the most recent fiscal year.

	Statements of Net Assets					
	2025			2024		
	Governmental Activities	Business Type Activities	Total	Governmental Activities	Business Type Activities	Total
Current Assets	\$ 15,124,350	\$ 26,088,330	\$ 41,212,680	\$ 15,110,044	\$ 30,186,602	\$ 45,296,646
Capital Assets, net	4,512,190	118,198,465	122,710,655	4,729,448	113,399,363	118,128,811
Total Assets	<u>\$ 19,636,540</u>	<u>\$ 144,286,795</u>	<u>\$ 163,923,335</u>	<u>\$ 19,839,492</u>	<u>\$ 143,585,965</u>	<u>\$ 163,425,457</u>
Current Liabilities	187,942	3,745,538	3,933,480	996,261	6,038,208	7,034,469
Long-Term Obligations	20,281,773	115,067	20,396,840	21,728,594	119,246	21,847,840
Total Liabilities	<u>\$ 20,469,715</u>	<u>\$ 3,860,605</u>	<u>\$ 24,330,320</u>	<u>\$ 22,724,855</u>	<u>\$ 6,157,454</u>	<u>\$ 28,882,309</u>
Deferred Inflows of Resources						
Unavailable revenue - property taxes	1,637,204	0	1,637,204	2,762,759	0	2,762,759
Net Investment in Capital						
Assets	4,512,190	118,198,465	122,710,655	4,729,448	113,269,420	117,998,868
Restricted Net Position	8,614,564	0	8,614,564	8,168,130	0	8,168,130
Unrestricted Net Position	<u>(15,597,133)</u>	<u>22,227,725</u>	<u>6,630,592</u>	<u>(18,545,700)</u>	<u>24,159,091</u>	<u>5,613,391</u>
Total Net Position	<u>\$ (2,470,379)</u>	<u>\$ 140,426,190</u>	<u>\$ 137,955,811</u>	<u>\$ (5,648,122)</u>	<u>\$ 137,428,511</u>	<u>\$ 131,780,389</u>

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 For Discussion Purposes Only  
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Statements of Activities

	2025			2024		
	Governmental Activities	Business Type Activities	Total	Governmental Activities	Business Type Activities	Total
<b>Revenue</b>						
Charges for Services	\$ 0	\$ 9,066,809	\$ 9,066,809	\$ 0	\$ 9,065,984	\$ 9,065,984
Operating Grants	0	102,056	102,056	0	102,159	102,159
Contributions	0	5,919,886	5,919,886	0	5,352,432	5,352,432
Property Taxes	2,763,190	0	2,763,190	2,818,704	0	2,818,704
Specific Ownership Taxes	203,523	0	203,523	190,780	0	190,780
Investment Income	465,219	911,449	1,376,668	543,718	1,353,168	1,896,886
Other	2,818	0	2,818	0	0	0
<b>Total Revenue</b>	<b>\$ 3,434,750</b>	<b>\$ 16,000,200</b>	<b>\$ 19,434,950</b>	<b>\$ 3,553,202</b>	<b>\$ 15,873,743</b>	<b>\$ 19,426,945</b>
<b>Expenses</b>						
General Government	945,789	0	945,789	994,873	0	994,873
Interest on Long-Term Debt	666,905	0	666,905	698,120	0	698,120
Water/Sewer Facilities	0	11,646,834	11,646,834	0	10,523,818	10,523,818
<b>Total Expenses</b>	<b>\$ 1,612,694</b>	<b>\$ 11,646,834</b>	<b>\$ 13,259,528</b>	<b>\$ 1,692,993</b>	<b>\$ 10,523,818</b>	<b>\$ 12,216,811</b>
<b>Total Primary Government Transfers</b>	<b>1,822,056</b>	<b>4,353,366</b>	<b>6,175,422</b>	<b>1,860,209</b>	<b>5,349,925</b>	<b>7,210,134</b>
	<u>1,355,687</u>	<u>(1,355,687)</u>	<u>0</u>	<u>(1,181,051)</u>	<u>1,181,051</u>	<u>0</u>
<b>Change in Net Position</b>	<b>3,177,743</b>	<b>2,997,679</b>	<b>6,175,422</b>	<b>679,158</b>	<b>6,530,976</b>	<b>7,210,134</b>
<b>Net Position Beginning</b>	<b>(5,648,122)</b>	<b>137,428,511</b>	<b>131,780,389</b>	<b>(6,327,280)</b>	<b>130,897,535</b>	<b>124,570,255</b>
<b>Net Position Ending</b>	<b>\$ (2,470,379)</b>	<b>\$ 140,426,190</b>	<b>\$ 137,955,811</b>	<b>\$ (5,648,122)</b>	<b>\$ 137,428,511</b>	<b>\$ 131,780,389</b>

**Governmental activities.** Governmental activities increased the District's net position by \$3,177,743, several highlights are as follows:

- Transfers in and expense reimbursements increased by \$2,536,738.
- Investment Income decreased by \$78,499 due to lower rates and balances in interest bearing accounts.

**Business-type activities.** Business-type activities increased the District's net position by \$2,997,679. Some of the key elements of the change in net position are as follows:

- Total operating expenses increased \$1,123,016 or 11% mainly due to increased personnel and operating costs.
- Investment income decreased by \$411,719 due to lower rates and balances in interest bearing accounts.

# Preliminary Draft

## For Discussion Purposes Only

### Subject to Change

#### Financial Analysis of the Government's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$13,465,405 of which \$4,371,976 constitutes unassigned fund balance, which is available for spending at the governments discretion within the parameters established for each fund.

The general fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the general fund was \$4,371,976 out of a total fund balance of \$4,661,105. In compliance with an amendment to the State Constitution, Article X, Section 20, the district has established an emergency reserve representing 3% of qualifying expenditures. At December 31, 2025, the emergency reserve was \$63,000.

The debt service fund has a total fund balance of \$8,100,117 all of which is restricted for the repayment of long-term indebtedness. The long-term loans payable as of December 31, 2025 is \$20,281,773.

The capital projects fund has a total balance of \$86,535.

The Plum Valley Heights Fund has a total balance of \$617,648.

**Proprietary funds.** The District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the proprietary funds at the end of the year amounted to \$22,227,725. The total net position of the District's proprietary funds as of December 31, 2025 are \$140,426,190. Other factors concerning the finances of this fund have already been addressed in the discussion of the District's business-type activities.

#### General Fund Budgetary Highlights

The District's total expenditures and transfers for 2025 did not exceed the final budgeted appropriation. The difference between the final budgeted revenue of \$1,807,905 and the actual revenue of \$2,096,861 was \$288,956. The difference between the final budgeted expenditures and transfers of \$1,748,500 and the actual expenditures of \$1,418,861 was \$329,639.

# Preliminary Draft

## For Discussion Purposes Only

### Subject to Change

#### Capital Assets

The District has invested \$122,710,655 in capital assets (net of accumulated depreciation) for its governmental and business-type activities as of December 31, 2025. This investment in capital assets includes water and sewer facilities, water rights and vehicles and equipment. The capital assets are recorded at cost less estimated accumulated depreciation on the financial statement. The district believes the book value of these capital assets is substantially less than the actual replacement costs of these assets. The district uses an estimated replacement cost when calculating and setting their customer billing rates in an effort to provide reserves for future asset replacements. The district maintains a responsibility to provide water and sewer services to their customers and these reserves are necessary to be able to repair and replace these capital assets as needed. The District's engineering consultants estimate the replacement costs for the water system currently would be approximately \$285,000,000 and the estimated replacement costs for the sewer system currently would be \$275,000,000. Should these reserves be insufficient to provide these repairs or replacements, additional rate increases or borrowings would be required by the district.

Additional information on the District's capital assets can be found in note 4 beginning on page 19 of this report.

# Preliminary Draft

## For Discussion Purposes Only

### Subject to Change

#### Long-Term Debt

At the end of the current fiscal year, the District had total outstanding governmental long-term debt of \$20,281,773 as follows:

1. \$13,684,593 was related to the Water Enterprise Fund acquisition of a permanent water supply from the City of Aurora. This loan is through the Colorado Water Conservation Board. Payments are annually through December 2044 at an interest rate of 3.25%
2. \$599,440 is related to the District's 2005 Clean Water Revenue Bonds through the Colorado Water Resources and Power Development Authority (2005 CWRPDA) which are due annually through 2026 and pay interest rates of 3.35% semi-annually on February 1 and August 1.
3. Accrued compensated absences accounts for \$8,046 of this amount.
4. \$2,887,751 was related to the 2015 CWRPDA Loan. This loan provided financing for the Plum Valley Heights Subdistrict and was used to secure financing for a pipeline to allow customers to discontinue their use of private wells and non-renewable water. This debt is repaid through mill levies assessed to property owners within the subdistrict. Payments are semi-annually through August 2036 at an interest rate of 2.07%.
5. \$1,830,690 was related to a CWCB Loan related to the purchase of renewable Raw Water for the Subdistrict. Payments are annually through February 2047 at an interest rate of 3.05%.
6. \$1,270,709 was related to a CWCB Loan related to the Ravenna Development Water Infrastructure. Payments are due annually through February 2047 at an interest rate of 3.15%.

The Business Type activities had long-term debt of \$115,067 related to compensated absences.

Additional information on the District's long-term debt can be found in note 5 beginning on page 21 of this report.

# Preliminary Draft For Discussion Purposes Only Subject to Change

## Next Year's Budgets and Rates

### Government funds:

**Property Taxes.** The District's assessed value is projected to increase .74% in 2026. The General Fund Mill Levy is at 2.0 mills. Any revenues not needed for operations will be transferred to reserves. For 2026, the Debt Service Mill Levy will be at .5 mills to avoid generating more revenue than necessary for debt service payments.

**General Fund.** The General Fund budget is projected to decrease 35.84% from \$1,048,500 to \$671,750 for 2026. While many general fund expenses will remain unchanged or be increased slightly for 2026, payroll, taxes, and benefits will decrease 70%.

**Debt Service Fund.** As stated previously, the debt service mill levy will be at .5 mills.

**Capital Projects Fund.** The Capital Projects Fund will be used to track projects either partially or entirely funded by Dominion under the terms of the Wastewater Conveyance Agreement or the Water Treatment Agreement; the replacement of the Rampart Pump Station with Ravenna bond proceeds per the Ravenna Inclusion Agreement.

### Proprietary funds:

**Water Fund.** Water Fund revenues are projected to remain similar to 2025. Water Fund expenses are projected to decrease 27.41 %, because of several large capital projects completion in 2025.

**Sewer Fund.** Sewer Fund revenues are projected to remain similar to 2025. Sewer Fund expenses are expected to increase 24 % for 2026 versus 2025 due to increased capital project expenditures.

### Plum Valley Heights Subdistrict of Roxborough Water and Sanitation District

The District develops a separate budget for the Subdistrict, but we are only using the Debt Service Fund to track the outstanding debt to the Colorado Water Resources and Power Development Authority and the Colorado Water Conservation Board, for NWDC Project construction costs, water, and miscellaneous expenses such as legal and engineering related only to the Subdistrict. All administrative and operating expenses for the Subdistrict are included in the District's budget.

We are limited to collecting no more than \$450,000 in property taxes to service the debt in the Subdistrict Debt Service Fund. The Assessed Value for the Subdistrict increased 13.60% for the year. Due to this increase, the subdistrict reduced their 2026 mill levy from 15.2 mills to 13.4 mills.

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**BASIC FINANCIAL STATEMENTS**

Preliminary Draft  
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ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF NET POSITION

DECEMBER 31, 2025

	Governmental Activities	Business- Type Activities	Total
<u>Assets</u>			
Cash and investments	\$ 10,951,260	\$ 23,375,542	\$ 34,326,802
Restricted cash	2,508,243	0	2,508,243
Accounts receivable	0	2,629,859	2,629,859
Property taxes receivable	1,637,204	0	1,637,204
Prepaid expenses	27,643	82,929	110,572
Capital assets not being depreciated	18,440	28,441,403	28,459,843
Capital assets, net of accumulated depreciation	4,493,750	89,757,062	94,250,812
<b>Total Assets</b>	<b>19,636,540</b>	<b>144,286,795</b>	<b>163,923,335</b>
<u>Liabilities</u>			
Accounts payable	21,741	318,423	340,164
Unearned revenue	0	3,427,115	3,427,115
Accrued interest payable	166,201	0	166,201
Noncurrent liabilities			
Due within one year	1,471,734	19,178	1,490,912
Due in more than one year	18,810,039	95,889	18,905,928
<b>Total Liabilities</b>	<b>20,469,715</b>	<b>3,860,605</b>	<b>24,330,320</b>
<u>Deferred Inflows of Resources</u>			
Unavailable revenue-property taxes	1,637,204	0	1,637,204
<u>Net Position</u>			
Net investment in capital assets	4,512,190	118,198,465	122,710,655
Restricted	8,614,564	0	8,614,564
Unrestricted	(15,597,133)	22,227,725	6,630,592
<b>Total Net Position (Deficit)</b>	<b>\$ (2,470,379)</b>	<b>\$ 140,426,190</b>	<b>\$ 137,955,811</b>

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

Preliminary Draft  
 For Discussion Purposes Only  
 Subject to Change

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<u>Function/Programs</u>				
<u>Governmental Activities</u>				
General Government	\$ 945,789	\$ 0	\$ 0	\$ 0
Interest on long-term debt	666,905	0	0	0
Total Governmental Activities	<u>1,612,694</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Business-Type Activities</u>				
Water	7,980,619	6,044,207	77,304	4,554,266
Sewer	3,666,215	3,022,602	24,752	1,365,620
Total Business-Type Activities	<u>11,646,834</u>	<u>9,066,809</u>	<u>102,056</u>	<u>5,919,886</u>
Total Primary Government	<u>\$ 13,259,528</u>	<u>\$ 9,066,809</u>	<u>\$ 102,056</u>	<u>\$ 5,919,886</u>

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

Preliminary Draft  
 For Discussion  
 Subject to Change

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF ACTIVITIES (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2025

Function/Programs	Net (Expense) Revenues and Changes in Net Position		
	Primary Government		
	Governmental Activities	Business- Type Activities	Total
<b>Governmental Activities</b>			
General Government	\$ (945,789)	\$ 0	\$ (945,789)
Interest on long-term debt	(666,905)	0	(666,905)
<b>Total Governmental Activities</b>	<b>(1,612,694)</b>	<b>0</b>	<b>(1,612,694)</b>
<b>Business-Type Activities</b>			
Water	0	2,695,158	2,695,158
Sewer	0	746,759	746,759
<b>Total Business-Type Activities</b>	<b>0</b>	<b>3,441,917</b>	<b>3,441,917</b>
<b>Total Primary Government</b>	<b>(1,612,694)</b>	<b>3,441,917</b>	<b>1,829,223</b>
<b>General Revenues</b>			
Property taxes	2,763,190	0	2,763,190
Specific ownership taxes	203,523	0	203,523
Investment income	465,219	911,449	1,376,668
Miscellaneous income	2,818	0	2,818
Transfers	1,355,687	(1,355,687)	0
<b>Total General Revenues and Transfers</b>	<b>4,790,437</b>	<b>(444,238)</b>	<b>4,346,199</b>
<b>Change in Net Position</b>	<b>3,177,743</b>	<b>2,997,679</b>	<b>6,175,422</b>
<b>Net Position (Deficit), Beginning</b>	<b>(5,648,122)</b>	<b>137,428,511</b>	<b>131,780,389</b>
<b>Net Position (Deficit), Ending</b>	<b>\$ (2,470,379)</b>	<b>\$ 140,426,190</b>	<b>\$ 137,955,811</b>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2025

	<u>General</u>	<u>Debt Service</u>	<u>Plum Valley Heights</u>	<u>Capital Projects</u>	<u>Total</u>
<u>Assets</u>					
Cash and investments	\$ 4,652,926	\$ 5,591,874	\$ 618,001	\$ 88,459	\$10,951,260
Restricted cash	0	2,508,243	0	0	2,508,243
Property taxes receivable	952,264	238,066	446,874	0	1,637,204
Prepaid items	27,643	0	0	0	27,643
Total Assets	<u>\$ 5,632,833</u>	<u>\$ 8,338,183</u>	<u>\$ 1,064,875</u>	<u>\$ 88,459</u>	<u>\$15,124,350</u>
<u>Liabilities</u>					
Accounts payable	\$ 19,464	\$ 0	\$ 353	\$ 1,924	\$ 21,741
Total Liabilities	<u>19,464</u>	<u>0</u>	<u>353</u>	<u>1,924</u>	<u>21,741</u>
<u>Deferred Inflows of Resources</u>					
Unavailable revenue- property taxes	952,264	238,066	446,874	0	1,637,204
<u>Fund Balances</u>					
Nonspendable:					
Prepaid items	27,643	0	0	0	27,643
Restricted for:					
Emergencies	63,000	0	0	0	63,000
Debt service	0	8,100,117	0	0	8,100,117
Special revenue fund	0	0	617,648	0	617,648
Assigned	198,486	0	0	86,535	285,021
Unassigned	4,371,976	0	0	0	4,371,976
Total Fund Balances	<u>4,661,105</u>	<u>8,100,117</u>	<u>617,648</u>	<u>86,535</u>	<u>13,465,405</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 5,632,833</u>	<u>\$ 8,338,183</u>	<u>\$ 1,064,875</u>	<u>\$ 88,459</u>	<u>\$15,124,350</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT  
RECONCILIATION OF THE BALANCE SHEET OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION  
DECEMBER 31, 2025

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances of governmental funds	\$ 13,465,405
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. This amount is net of accumulated depreciation of \$1,807,430.	4,512,190
Accrued interest payable.	(166,201)
Long-term liabilities, including related items, including loans payable (\$20,273,183), loan premium (\$544) accrued compensated absences (\$8,046), are not due and payable in the current year and, therefore, are not reported in the funds.	<u>(20,281,773)</u>
Total Net Position (Deficit) of Governmental Activities	<u>\$ (2,470,379)</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>General</u>	<u>Debt Service</u>	<u>Plum Valley Heights</u>	<u>Capital Projects</u>	<u>Total</u>
<u>Revenues</u>					
Property taxes	\$ 1,746,941	\$ 562,803	\$ 453,446	\$ 0	\$ 2,763,190
Specific ownership taxes	127,494	41,074	34,955	0	203,523
Investment income	219,608	228,759	16,852	0	465,219
Miscellaneous income	<u>2,818</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,818</u>
 Total Revenues	 <u>2,096,861</u>	 <u>832,636</u>	 <u>505,253</u>	 <u>0</u>	 <u>3,434,750</u>
<u>Expenditures</u>					
General government	718,861	8,439	27,156	0	754,456
Debt Service					
Principal	0	1,123,937	296,959	0	1,420,896
Interest and fiscal charges	<u>0</u>	<u>558,369</u>	<u>126,261</u>	<u>0</u>	<u>684,630</u>
 Total Expenditures	 <u>718,861</u>	 <u>1,690,745</u>	 <u>450,376</u>	 <u>0</u>	 <u>2,859,982</u>
 Revenues Over (Under) Expenditures	 <u>1,378,000</u>	 <u>(858,109)</u>	 <u>54,877</u>	 <u>0</u>	 <u>574,768</u>
<u>Other Financing Sources (Uses)</u>					
Transfers In	0	1,232,978	0	5,400,000	6,632,978
Transfers Out	<u>(700,000)</u>	<u>0</u>	<u>0</u>	<u>(4,577,291)</u>	<u>(5,277,291)</u>
 Total Other Financing Sources (Uses)	 <u>(700,000)</u>	 <u>1,232,978</u>	 <u>0</u>	 <u>822,709</u>	 <u>1,355,687</u>
 Net Change in Fund Balances	 678,000	 374,869	 54,877	 822,709	 1,930,455
 Fund Balances, Beginning	 <u>3,983,105</u>	 <u>7,725,248</u>	 <u>562,771</u>	 <u>(736,174)</u>	 <u>11,534,950</u>
 Fund Balances, Ending	 <u>\$ 4,661,105</u>	 <u>\$ 8,100,117</u>	 <u>\$ 617,648</u>	 <u>\$ 86,535</u>	 <u>\$13,465,405</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2025

Amounts reported for governmental activities in the statements of activities are different because

Net change in fund balances, total governmental funds	\$ 1,930,455
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Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This amount represents depreciation expense in excess of capital outlay in the current year.

	(217,258)
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This amount is the net effect of these differences in the treatment of long-term debt and related items: amortization of loan premium (\$23,133), change in accrued interest payable (\$17,725), and change in compensated absences (\$2,792).

	43,650
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Payments of principal are expenditures in the governmental funds, but they change long-term liabilities in the statement of net position and do not affect the statement of activities.

	<u>1,420,896</u>
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Change in Net Position of Governmental Activities	<u>\$ 3,177,743</u>
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ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

DECEMBER 31, 2025

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Assets</u>			
Current Assets			
Cash and investments	\$ 8,343,603	\$ 15,031,939	\$ 23,375,542
Accounts receivable	860,756	1,769,103	2,629,859
Prepaid expenses	55,286	27,643	82,929
	<u>9,259,645</u>	<u>16,828,685</u>	<u>26,088,330</u>
Total Current Assets			
Noncurrent Assets			
Capital assets not being depreciated	25,219,566	3,221,837	28,441,403
Capital assets, net	71,705,502	18,051,560	89,757,062
	<u>96,925,068</u>	<u>21,273,397</u>	<u>118,198,465</u>
Total Noncurrent Assets			
Total Assets			
	<u>106,184,713</u>	<u>38,102,082</u>	<u>144,286,795</u>
<u>Liabilities</u>			
Current liabilities			
Accounts payable	188,828	129,595	318,423
Unearned revenue	0	3,427,115	3,427,115
	<u>188,828</u>	<u>3,556,710</u>	<u>3,745,538</u>
Total Current Liabilities			
Noncurrent Liabilities			
Compensated absences - current	11,699	7,479	19,178
Compensated absences - long-term	58,492	37,397	95,889
	<u>70,191</u>	<u>44,876</u>	<u>115,067</u>
Total Noncurrent Liabilities			
Total Liabilities			
	<u>259,019</u>	<u>3,601,586</u>	<u>3,860,605</u>
<u>Net Position</u>			
Net investment in capital assets	96,925,068	21,273,397	118,198,465
Unrestricted	9,000,626	13,227,099	22,227,725
	<u>105,925,694</u>	<u>34,500,496</u>	<u>140,426,190</u>
Total Net Position			

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

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF REVENUES, EXPENSES AND

CHANGES IN FUND NET POSITION

PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Operating Revenues</u>			
Charges for services	\$ 5,307,002	\$ 2,614,932	\$ 7,921,934
Dominion capital lease O-line	0	403,385	403,385
Permit fees	825	825	1,650
Outside treatment	626,089	0	626,089
Inclusion fees	76,657	0	76,657
Miscellaneous income	33,634	3,460	37,094
	<u>6,044,207</u>	<u>3,022,602</u>	<u>9,066,809</u>
<u>Operating Expenses</u>			
Personnel services	1,241,858	412,744	1,654,602
Operations	4,254,019	2,218,849	6,472,868
Depreciation	2,484,742	1,034,622	3,519,364
	<u>7,980,619</u>	<u>3,666,215</u>	<u>11,646,834</u>
Operating Income (Loss)	<u>(1,936,412)</u>	<u>(643,613)</u>	<u>(2,580,025)</u>
<u>Nonoperating Revenues</u>			
Investment Income	236,650	674,799	911,449
Availability Charges	77,304	24,752	102,056
	<u>313,954</u>	<u>699,551</u>	<u>1,013,505</u>
Net Income Before Transfers and Capital Contributions	(1,622,458)	55,938	(1,566,520)
Transfer in	5,005,853	271,438	5,277,291
Transfer out	(4,608,226)	(2,024,752)	(6,632,978)
Capital contributions	4,554,266	1,365,620	5,919,886
	<u>3,329,435</u>	<u>(331,756)</u>	<u>2,997,679</u>
Change in Net Position	3,329,435	(331,756)	2,997,679
Net Position, beginning	<u>102,596,259</u>	<u>34,832,252</u>	<u>137,428,511</u>
Net Position, ending	<u>\$ 105,925,694</u>	<u>\$ 34,500,496</u>	<u>\$ 140,426,190</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Cash Flows from Operating Activities</u>			
Cash received from customers	\$ 3,488,922	\$ 2,074,129	\$ 5,563,051
Cash payments to suppliers	(4,807,050)	(2,115,365)	(6,922,415)
Cash payments to employees	(1,245,032)	(413,749)	(1,658,781)
Other cash received	33,634	3,460	37,094
Net Cash Provided by (Used in) Operating Activities	<u>(2,529,526)</u>	<u>(451,525)</u>	<u>(2,981,051)</u>
<u>Cash Flows from Noncapital Financing Activities</u>			
Transfers from other funds	5,005,853	271,438	5,277,291
Transfers to other funds	(4,608,226)	(2,024,752)	(6,632,978)
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>397,627</u>	<u>(1,753,314)</u>	<u>(1,355,687)</u>
<u>Cash Flows from Capital and Related Financing Activities</u>			
Acquisition and construction of capital assets	(6,735,377)	(1,583,089)	(8,318,466)
Capital charges received	4,554,266	1,891,671	6,445,937
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(2,181,111)</u>	<u>308,582</u>	<u>(1,872,529)</u>
<u>Cash Flows from Investing Activities</u>			
Investment income	236,650	674,799	911,449
Net increase (decrease) in cash and investments	(4,076,360)	(1,221,458)	(5,297,818)
Cash and investments, beginning	12,419,963	16,253,397	28,673,360
Cash and investments, ending	<u>\$ 8,343,603</u>	<u>\$ 15,031,939</u>	<u>\$ 23,375,542</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities			
Operating loss	\$ (1,936,412)	\$ (643,613)	\$ (2,580,025)
Adjustments to reconcile operating loss to net cash provided by operating activities			
Depreciation	2,484,742	1,034,622	3,519,364
Receipt of system availability charges	77,304	24,752	102,056
Changes in assets and liabilities			
Accounts receivable	(247,910)	(969,765)	(1,217,675)
Prepaid Expenses	12,086	6,043	18,129
Accounts payable	(565,117)	97,441	(467,676)
Unearned revenue	(2,351,045)	0	(2,351,045)
Accrued compensated absences	(3,174)	(1,005)	(4,179)
Net Cash Used In Operating Activities	<u>\$ (2,529,526)</u>	<u>\$ (451,525)</u>	<u>\$ (2,981,051)</u>

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

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Roxborough Water and Sanitation District (the “District”), previously the Roxborough Park Metropolitan District, was formed on January 12, 1972, to provide water, sewer and fire protection services within its boundaries. Effective July 1, 1999, the District’s fire protection services were merged into the West Metro Fire Protection District (the “WMFP”). By intergovernmental agreement, the District conveyed ownership of the fire station and all fire equipment to the WMFP, along with property tax revenues related to these services. The District is governed by a five-member Board of Directors elected by the residents.

The accounting policies of the District conform to generally accepted accounting principles. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the more significant policies.

Reporting Entity

The financial reporting entity consists of the District and organizations for which the District is financially accountable. All funds, organizations, institutions, agencies, departments and offices that are not legally separate are reported as part of the District. In addition, any legally separate organizations for which the District is financially accountable are considered part of the reporting entity. Financial accountability exists if the District appoints a voting majority of the organization’s governing board and is able to impose its will on the organization, or if the organization provides benefits to, or imposes financial burdens on the District. Blended component units are, in substance, part of the primary government’s operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the District.

Based upon the application of this criteria, the District reports Plum Valley Heights as a blended component unit. Colorado State Statutes allow for the formation of subdistricts. Under the statute, subdistricts are independent quasi-municipal corporations, for whom a portion of the District’s Board of Directors constitutes the Plum Valley Heights Board of Directors. In addition, management of the District is also management of the subdistrict and the services provided almost entirely benefit the District. Plum Valley Heights does not prepare separate financial statements.

As a result of an election in November 2016, the water activities of Ravenna Metropolitan District were absorbed by the District. This has resulted in additional properties and customers receiving water services from the District.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District. The effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segments are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *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 that are restricted to meeting the operational or capital requirements of a particular function or segment.

Taxes and other items not properly included among program revenues are reported instead as *general revenues*. Internally dedicated resources are reported as general revenues rather than as program revenues.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Separate financial statements are provided for governmental and proprietary funds. Major individual funds are reported as separate columns in the fund financial statements.

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 incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 year or soon enough thereafter to pay liabilities of the current year. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a fund's principal ongoing operations. Operating expenses for enterprise funds 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 nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

In the fund financial statements, the District reports the following major governmental funds.

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the District, except those required to be accounted for in another fund.

The *Debt Service Fund* accounts for resources accumulated for, and payments made on, long-term obligations of the District.

The *Capital Projects Fund* accounts for resources accumulated for, and payments for acquisition, construction or major renovation of capital facilities and other capital assets.

The *Plum Valley Heights Fund* accounts for the activity in the subdistrict of Plum Valley Heights. This fund is reported as a special revenue fund, as the revenues derived from this subdistrict are used to support its operations.

Additionally, the District reports the following major proprietary funds.

The *Water Fund* accounts for the activities associated with the provision of water services.

The *Sewer Fund* accounts for the activities associated with the provision of sewer services.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balances

*Cash and Cash Equivalents* – For purposes of the statement of cash flows, cash and cash equivalents are defined as investments with original maturities of three months or less. Pooled cash and investments are categorized as cash equivalents.

*Receivables* – All receivables are reported at their gross values and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. At December 31, 2025, the District expects to collect all accounts receivable balances.

*Capital Assets* – Capital assets, which include property, plant, equipment, and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and for the proprietary funds in the fund financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at cost or estimated cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the District are depreciated using the straight-line method over the following estimated useful lives.

Collection and Distribution Systems	30-60 years
Vehicles and Equipment	3-15 years

*Deferred Inflows of Resources* – In addition to assets, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time.

Accordingly, the item, *unavailable revenue*, is reported for property taxes levied in the current year but collected for use in the next fiscal period.

*Compensated Absences* – Employees of the District are allowed to accumulate unused vacation and sick time. Employees are limited to 960 hours of accrued sick time and are not allowed to carry more than 100 hours of accrued vacation to the following year.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

*Compensated Absences(continued)* Upon termination of employment from the District, an employee will be compensated for all accrued vacation time and 50% of accrued sick time. Accrued sick time in excess of 960 hours at year end is paid out at 50%. A liability for these compensated absences is accrued when incurred in the government-wide and proprietary fund financial statements.

*Long-Term Debt* – In the government-wide financial statements, and for the proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Premiums and discounts are deferred and amortized over the life of the debt using the straight-line method.

In the fund financial statements, governmental funds recognize debt premiums and discounts during the current year. The face amount of debt issued is reported as other financing sources.

Fund Balance

In the governmental fund financial statements, fund balance is composed of five classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent.

The governmental fund types classify fund balances as follows:

*Nonspendable* – Amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

*Restricted* – Amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

*Committed* – Amounts that can be used only for specific purposes, determined by a formal action of the Board of Directors. The Board of Directors is the highest level of decision-making body for the District. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board.

*Assigned* – Amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Only the Board of Directors may assign fund balances for specific purposes.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance (continued)

*Unassigned* – All other spendable amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balance is available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the District has provided otherwise in its commitment or assignment actions.

Net Position

Net position in the government-wide Statement of Net Position is reported as restricted when there are limitations imposed on its use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulators of other governments. At December 31, 2025, the net position of the governmental activities is a deficit of \$2,470,379. This is the result of the governmental funds being responsible for the repayment of loans that were used to finance construction of capital assets which were then transferred to the enterprise funds. As revenues are collected for debt service payments management believes the net position will become positive.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1 and are levied the following 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 them to the District on a monthly basis.

NOTE 2 - CASH AND INVESTMENTS

At December 31, 2025, cash and investments consisted of the following:

Deposits	\$ 10,572,551
Restricted cash	2,508,243
Investments	23,754,251
Total	<u>\$ 36,835,045</u>

Restricted cash is comprised of debt service reserves required by the lender.

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Deposits

The Colorado Public Deposit Protection Act (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 Deposit Insurance Corporation (FDIC) levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution 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.

At December 31, 2025, the District had bank deposits, with a book balance of \$13,080,794 and a bank balance of \$13,467,981, comprised of \$250,000 which was covered by FDIC insurance and the remaining covered by PDPA.

Investments

The District is required to comply with State statutes which specify instruments meeting defined rating, maturity and concentration risk criteria in which local governments may invest. State statutes do not address custodial risk.

The District's investment policy follows State statutes and allows the following investments.

- Obligations of the United States, certain U.S. Agency securities, and the World Bank
- Certain international agency securities
- General obligation and revenue bonds of 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

*Interest Rate Risk* – State statutes limit investments in U.S. Agency securities to an original maturity of five years unless the governing board authorizes the investment for a period in excess of five years.

The District has interest rate risk related only to the investment in the Colorado Local Government Liquid Asset Trust (COLOTRUST). At December 31, 2025, COLOTRUST'S Plus+ portfolio had a weighted average maturity of 60 days.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 2 - CASH AND INVESTMENTS (CONTINUED)

Investments (continued)

*Credit Risk* – State statutes limit investments in U.S. Agency securities to the highest rating issued by two or more nationally recognized statistical rating organizations (NRSROs). State statutes also limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with Rule 2a-7, and either have assets of one billion dollars or the highest rating issued by a NRSRO.

*Local Government Investment Pools* – At December 31, 2025, the District had \$23,754,251 invested in COLOTRUST, an investment vehicle established by State statute for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces the requirements of creating and operating COLOTRUST. COLOTRUST operate similarly to a money market fund and each share is equal in value to \$1.00. Investments of COLOTRUST are limited to those allowed by State statutes.

A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian’s internal records identify the investments owned by the participating governments. COLOTRUST are rated AAAM by Standard and Poor’s and is measured at net asset value (NAV). There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

NOTE 3 - INTERFUND BALANCES AND TRANSACTIONS

<u>Transfer out</u>	<u>Amount</u>	<u>Transfer in</u>	<u>Amount</u>
General Fund	\$ 700,000	Debt Service Fund	\$ 1,232,978
Capital Projects Fund	4,577,291	Capital Projects Fund	5,400,000
Water Fund	4,608,226	Water Fund	5,005,853
Sewer Fund	2,024,752	Sewer Fund	271,438
	<u>\$ 11,910,269</u>		<u>\$ 11,910,269</u>

Availability charges collected by the Water and Sewer Funds are required by State statute to be used for debt service and are transferred to the Debt Service Fund. The transfers from the General Fund to the Water and Sewer Funds were determined during the budget process. Transfers from the Debt Service Fund to Plum Valley Heights relate to debt service payments.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 4 - CAPITAL ASSETS

	Balance 12/31/24	Additions	Deletions	Balance 12/31/25
<u>Governmental-Type Activities</u>				
Capital assets, not being depreciated:				
Easements	\$ 18,440	\$ 0	\$ 0	\$ 18,440
Capital assets, being depreciated:				
Infrastructure	6,074,963	0	0	6,074,963
Furniture and equipment	226,217	0	0	226,217
Total being depreciated	6,301,180	0	0	6,301,180
Less accumulated depreciation:	(1,590,172)	(217,258)	0	(1,807,430)
Total being depreciated, net	4,711,008	(217,258)	0	4,493,750
Governmental-Type Activities Capital Assets, Net	<u>\$ 4,729,448</u>	<u>\$ (217,258)</u>	<u>\$ 0</u>	<u>\$ 4,512,190</u>
	Balance 12/31/24	Additions	Deletions	Balance 12/31/25
<u>Business-Type Activities</u>				
Capital assets, not being depreciated:				
Land	\$ 204,511	\$ 0	\$ 0	\$ 204,511
Tap fees	27,928,095	0	0	27,928,095
Construction in progress	5,277,930	168,164	5,137,297	308,797
Total not being depreciated	33,410,536	168,164	5,137,297	28,441,403
Capital assets, being depreciated:				
Land improvements	5,514	0	0	5,514
Collections and distribution	119,221,418	7,951,256	(5,137,297)	132,309,971
Vehicles and equipment	1,592,902	199,046	0	1,791,948
Total being depreciated	120,819,834	8,150,302	(5,137,297)	134,107,433
Less accumulated depreciation:				
Land improvements	(5,514)	0	0	(5,514)
Collections and distribution	(39,925,310)	(3,395,870)	0	(43,321,180)
Vehicles and equipment	(900,183)	(123,494)	0	(1,023,677)
Total accumulated depreciation	(40,831,007)	(3,519,364)	0	(44,350,371)
Total capital assets, being depreciated, net	79,988,827	4,630,938	(5,137,297)	89,757,062
Business-Type Activities Capital Assets, Net	<u>\$ 113,399,363</u>	<u>\$ 4,799,102</u>	<u>\$ 0</u>	<u>\$ 118,198,465</u>

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 4 - CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to programs of the District as follows during the year ended December 31, 2025:

Governmental activities	
General Government	\$ <u>217,258</u>
Business-type activities	
Water	\$ 2,484,742
Sewer	<u>1,034,622</u>
Total	<u>\$ 3,519,364</u>

NOTE 5 - LONG-TERM DEBT

Governmental Activities

Following is a summary of long-term debt transactions of the governmental activities for the year ended December 31, 2025:

	<u>Balance 12/31/24</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/25</u>	<u>Due Within One Year</u>
<u>Governmental-Type Activities:</u>					
2005 CWRPDA Loan	\$ 1,167,123	\$ 0	\$ 567,683	\$ 599,440	\$ 599,440
Loan Premium	23,677	0	23,133	544	0
2014 CWCB Loan	14,199,744	0	515,151	13,684,593	531,893
2015 CWCB-Raw Water Loan	1,888,537	0	57,847	1,830,690	59,611
2015 CWRPDA Loan	3,126,863	0	239,112	2,887,751	237,051
2019 CWCB Loan	1,311,812	0	41,103	1,270,709	42,398
Compensated absences	10,838	0	2,792	8,046	1,341
Total	<u>\$21,728,594</u>	<u>\$ 0</u>	<u>\$ 1,446,821</u>	<u>\$20,281,773</u>	<u>\$1,471,734</u>

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

2005 Clean Water Revenue Bonds were issued by the Colorado Water Resources and Power Development Authority and proceeds were loaned to the District to finance a sewer pipeline and two pump stations. Principal and interest payments are due semi-annually on February 1 and August 1, through 2026. Interest accrues at the rate of 3.35% per annum.

2014 Colorado Water Conservation Board Note was entered into in November 2014. The loan proceeds were used to purchase a permanent water supply from the City of Aurora by the enterprise funds. Principal and interest payments are due annually on December 1 through 2044. Interest accrues at the rate of 3.25% per annum.

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 5 - LONG-TERM DEBT (CONTINUED)

During 2015, the District entered into a loan agreement with the Colorado Water Conservation Board for the Raw Water Supply Project to obtain a renewable subdistrict water supply and allow customers to discontinue their current use of private wells and non-renewable water. The total loan amount is \$2,248,260 payable over 30 years at an interest rate of 3.05%. Interest and loan fees are due when the project is completed. The loan matures February 2047.

2015 Clean Water Revenue Bonds were issued by the Colorado Water Resources and Power Development Authority and proceeds were loaned to the District to finance the Plum Valley Heights water pipeline. Principal and interest payments are due semi-annually on February 1 and August 1, through 2036. Interest accrues at the rate of 2.07% per annum.

2019 Colorado Water Conservation Board Note was entered into in January 2019. The loan proceeds received were used for the Ravenna development interconnect. Principal and interest payments are due annually on February 1 through 2047. Interest accrues at the rate of 3.15% per annum.

Future payments for the outstanding debt, which has a maturity schedule, are as follows:

<u>Year Ended December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 1,470,393	\$ 687,577	\$ 2,157,970
2027	895,802	636,451	1,532,253
2028	920,618	584,810	1,505,428
2029	941,762	561,913	1,503,675
2030	972,653	538,331	1,510,984
2031-2035	5,340,044	2,230,597	7,570,641
2036-2040	4,931,886	1,395,331	6,327,217
2041-2045	4,465,356	600,602	5,065,958
2046-2047	334,669	30,790	365,459
Total	<u>\$20,273,183</u>	<u>\$ 7,266,402</u>	<u>\$ 27,539,585</u>

ROXBOROUGH WATER AND SANITATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2025

NOTE 5 - LONG-TERM DEBT (CONTINUED)

Following are the long-term debt transactions of the business-type activities for the year ended December 31, 2025:

	<u>Balance 12/31/24</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 12/31/25</u>	<u>Due Within One Year</u>
<u>Business-Type Activities</u>					
Accrued compensated absences	\$ 119,246	\$ -	\$ 4,179	\$ 115,067	\$ 19,178

NOTE 6 - PUBLIC ENTITY RISK POOL

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these risks of loss, the District is a member of the Colorado Special Districts Property and Liability Pool (the Pool). The Pool is an organization created by intergovernmental agreement to provide property, liability, public officials' liability, boiler and machinery and workers compensation coverage to its members. The District pays annual premiums to the Pool for liability, property, and public officials' liability coverage.

In the event aggregated losses incurred by the Pool exceeded amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds which the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula.

The purposes of the Pool are to provide members defined liability, property, and workers compensation coverages and to assist members in preventing and reducing losses and injuries to property and to persons or property which might result in claims being made against members of the Pool, their employees and officers.

It is the intent of the members of the Pool to create an entity in perpetuity which will administer and use funds contributed by the members to defend and indemnify, in accordance with the bylaws, any member of the Pool against stated liability of loss, to the limit of the financial resources of the Pool.

It is also the intent of the members to have the Pool provide continuing stability and availability of needed coverages at reasonable costs. All income and assets of the Pool shall be at all times dedicated to the exclusive benefit of its members. The Pool is a separate legal entity and the District does not approve budgets nor does it have the ability to significantly affect the operations of the Pool. Settled claims have not exceeded coverage in any of the past three fiscal years.

NOTE 7 - RETIREMENT COMMITMENTS

Profit Sharing Plan

The District has established a profit sharing pension plan on behalf of all District employees. The contribution requirements of plan participants and the District are established and may be amended by the Board of Directors. All employees are eligible to participate in the plan upon employment, and become fully vested after five years of service. Forfeitures are used to offset current contributions. There were no forfeitures during 2025.

The District may contribute up to 15% of each participating employee's compensation. During the year ended December 31, 2025, the District contributed \$166,359 to the Plan. All contributions are deposited to the individual employee's self-directed accounts and the District has no further fiduciary responsibility for the plan assets.

Deferred Compensation Plan

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all District employees and permits them to defer a portion of their salary until future years. All plan investments are held in trust for the exclusive benefit of the employees. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

Section 105 Plan

During 2025, the District adopted an employer-funded health reimbursement arrangement (HRA) established under Internal Revenue Code Section 105 (the "Plan"). The Plan is sponsored by the District and provides reimbursement of eligible medical expenses for eligible employees in accordance with the Plan document and related governing provisions. Benefits are provided through individual reimbursement accounts established for participants; however, those accounts are notional bookkeeping accounts that track HRA dollars allocated by the employer and do not represent separately invested assets. Benefits under the Plan are limited to eligible medical expenses available to active employees.

The Plan is unfunded and operates on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria for reporting plan assets under Governmental Accounting Standards Board guidance applicable to other postemployment benefit arrangements. Accordingly, benefit reimbursements are paid from current employer resources as claims are approved and become due.

NOTE 8 - COMMITMENTS AND CONTINGENCIES

Tabor Amendment

Colorado voters passed an amendment to the State Constitution, Article X, Section 20 (the “Amendment”) which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local government. The Amendment is complex and subject to judicial interpretation. The District believes it is in compliance with the requirements of the Amendment.

In November 2001, the District electors allowed the District to spend the full proceeds of any taxes, fees, charges, grants, rates, tolls or any other revenues collected in fiscal year 2000 and in all subsequent fiscal years without regard to any limitation contained in the Amendment. In November 2014, the Subdistrict electors also allowed Plum Valley Heights to spend the full proceeds of any taxes, fees, charges, grants, rates, tolls or any other revenues collected in fiscal year 2014 and in all subsequent fiscal years without regard to any limitation contained in the Amendment.

The District has established an emergency reserve, representing 3% of qualifying expenditures, as required by the Amendment. At December 31, 2025, the emergency reserve of \$63,000 was reported as a restriction of fund balances and in the government wide statements.

Other Commitments and Contingencies

The District has entered into a contract to purchase sewer treatment services from the City of Littleton, Colorado. This City is treating all wastewater of the District. The contract is irrevocable by the District as long as bonds to finance the City’s treatment plant are still outstanding.

During 2020, the District entered into an intergovernmental agreement (IGA) with Dominion Water and Sanitation District (Dominion) for the temporary use of and acquisition of capacity in the District’s wastewater conveyance system. Pursuant to the IGA, Dominion is required to pay the District (1) an annual payment of \$150,000 and up to \$400,000 dependent on the number of Dominion equivalent residential unit (EQR) connections, (2) an operations fee of twenty dollars per month per EQR connection, and (3) an annual capital improvements fee of \$1,000,000 through the year ended December 31, 2021 and an additional \$1,000,000 depending on the number of EQR connections, up to a total of \$5,000,000. As of December 31, 2025, the District had \$1,000,000 in capital improvements fees included in accounts receivable and expected to be paid in 2026. Total capital improvement payments received since inception of the IGA through December 31, 2025 was \$5,000,000. Receipts of these funds are included in unearned revenue until the District incurs construction costs pursuant to the IGA. The IGA is effective until December 31, 2028.

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REQUIRED SUPPLEMENTARY INFORMATION

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ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original and Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>			
Property taxes	\$ 1,616,905	\$ 1,746,941	\$ 130,036
Specific ownership taxes	120,000	127,494	7,494
Investment income	70,000	219,608	149,608
Miscellaneous income	1,000	2,818	1,818
Total Revenues	<u>1,807,905</u>	<u>2,096,861</u>	<u>288,956</u>
<u>Expenditures</u>			
Salaries and benefits	370,000	172,510	197,490
Accounting and audit	66,500	66,400	100
Contract labor	10,000	0	10,000
Director fees	8,000	8,000	0
Election expense	30,000	36,611	(6,611)
Education	30,000	17,235	12,765
Engineering	40,000	8,235	31,765
Insurance	30,000	37,166	(7,166)
Legal fees	25,000	12,714	12,286
Miscellaneous	10,000	21,039	(11,039)
Office expense	40,000	55,132	(15,132)
Permits, dues and subscriptions	50,000	19,619	30,381
Rent	5,000	5,387	(387)
Repairs and maintenance	205,000	229,647	(24,647)
Treasurer fees	45,000	26,198	18,802
Utilities	2,000	1,990	10
Vehicle expense	5,000	978	4,022
Bank charges	2,000	0	2,000
Capital outlay	75,000	0	75,000
Total Expenditures	<u>1,048,500</u>	<u>718,861</u>	<u>329,639</u>
Excess of Revenues Over Expenditures	759,405	1,378,000	618,595
<u>Other Financing Sources (Uses)</u>			
Transfers out	<u>(700,000)</u>	<u>(700,000)</u>	<u>0</u>
Net Change in Fund Balances	<u>\$ 59,405</u>	678,000	<u>\$ 618,595</u>
Fund Balances, Beginning		<u>3,983,105</u>	
Fund Balances, Ending		<u>\$ 4,661,105</u>	

See the accompanying Independent Auditors' Report.

ROXBOROUGH WATER AND SANITATION DISTRICT

BUDGETARY COMPARISON SCHEDULE

PLUM VALLEY HEIGHTS

FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues</u>				
Property taxes	\$ 452,895	\$ 452,895	\$ 453,446	\$ 551
Specific ownership taxes	50,000	50,000	34,955	(15,045)
Investment income	10,000	10,000	16,852	6,852
Total Revenues	<u>512,895</u>	<u>512,895</u>	<u>505,253</u>	<u>(7,642)</u>
<u>Expenditures</u>				
Accounting and audit	12,000	12,000	12,000	0
Education	1,000	6,000	5,057	943
Engineering	2,500	2,500	0	2,500
Legal fees	2,500	2,500	3,340	(840)
Treasurer fees	9,000	9,000	6,759	2,241
Debt Service:				0
Principal	236,959	236,959	296,959	(60,000)
Interest	186,261	186,261	126,261	60,000
Total Expenditures	<u>450,220</u>	<u>455,220</u>	<u>450,376</u>	<u>4,844</u>
Excess of Revenues Over Expenditures	<u>62,675</u>	<u>57,675</u>	<u>54,877</u>	<u>(2,798)</u>
Net Change in Fund Balances	<u>\$ 62,675</u>	<u>\$ 57,675</u>	54,877	<u>\$ (2,798)</u>
Fund Balances, Beginning			<u>562,771</u>	
Fund Balances, Ending			<u>\$ 617,648</u>	

NOTE 1 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets

Budgets are legally adopted for all funds of the District. Budgets for the General and Debt Service Funds, Capital Projects, and Plum Valley Heights are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgetary comparisons for the proprietary funds are presented on a non-GAAP budgetary basis. Capital outlay and debt principal are budgeted as expenditures, and depreciation is not budgeted.

The District follows these procedures in establishing the budgetary data reflected in the financial statements.

- In October, District management submits to the Board of Directors a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted in November to obtain taxpayer comments.
- Prior to December 31, the budget is legally enacted through passage of a resolution.
- District management is authorized to transfer budgeted amounts between departments within any fund. However, any revisions that alter the total expenditures of any fund must be approved by the Board of Directors.
- All appropriations lapse at year end. Colorado governments may not exceed budgeted appropriations at the fund level.

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SUPPLEMENTARY INFORMATION

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ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
CAPITAL PROJECTS FUND  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original and Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>			
Dominion reimbursements	\$ 861,500	\$ 0	\$ (861,500)
Ravenna phase 3/4	2,360,000	0	(2,360,000)
Total Revenues	<u>3,221,500</u>	<u>0</u>	<u>(3,221,500)</u>
<u>Expenditures</u>			
Capital Outlay	<u>3,815,000</u>	<u>0</u>	<u>3,815,000</u>
Total Expenditures	<u>3,815,000</u>	<u>0</u>	<u>3,815,000</u>
Excess of Revenues Over (Under) Expenditures	<u>(593,500)</u>	<u>0</u>	<u>593,500</u>
Other Financing Sources (Uses)			
Transfers in	593,500	5,400,000	4,806,500
Transfers out	<u>0</u>	<u>(4,577,291)</u>	<u>(4,577,291)</u>
Total other financing sources	593,500	822,709	229,209
Net Change in Fund Balances	<u>\$ 0</u>	822,709	<u>\$ 822,709</u>
Fund Balances, Beginning		<u>(736,174)</u>	
Fund Balances, Ending		<u>\$ 86,535</u>	

See the accompanying Independent Auditors' Report.

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ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original and Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>			
Property taxes	\$ 692,959	\$ 562,803	\$ (130,156)
Specific ownership taxes	80,000	41,074	(38,926)
Investment income	25,000	228,759	203,759
	<u>797,959</u>	<u>832,636</u>	<u>34,677</u>
<u>Expenditures</u>			
Treasurers fees	15,000	8,439	6,561
Debt Service			
Principal	978,096	1,123,937	(145,841)
Interest	764,728	558,369	206,359
	<u>1,757,824</u>	<u>1,690,745</u>	<u>67,079</u>
Excess of Revenues Over Expenditures	(959,865)	(858,109)	101,756
<u>Other Financing Sources (Uses)</u>			
Transfers in	1,252,000	1,232,978	(19,022)
Total other financing sources	1,252,000	1,232,978	(19,022)
Net Change in Fund Balances	<u>\$ 292,135</u>	374,869	<u>\$ 82,734</u>
Fund Balances, Beginning		<u>7,725,248</u>	
Fund Balances, Ending		<u>\$ 8,100,117</u>	

See the accompanying Independent Auditors' Report.

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ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE NON GAAP BASIS  
WATER FUND  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original and Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>			
Charges for services	\$ 3,200,000	\$ 5,307,002	\$ 2,107,002
Permit fees	1,200	825	(375)
Other water sales	330,000	626,089	296,089
Miscellaneous	77,200	33,634	(43,566)
Capital charges	1,116,808	1,274,880	158,072
Dominion distribution operations	2,303,875	691,737	(1,612,138)
Inclusion fees	50,000	76,657	26,657
Reimbursements	20,000	252,295	232,295
System development charges	525,000	2,335,354	1,810,354
Investment income	200,000	236,650	36,650
Availability charges	120,000	77,304	(42,696)
Ravenna bond proceeds	3,196,997	0	(3,196,997)
Transfers in	500,000	5,005,853	4,505,853
Total Revenues	<u>11,641,080</u>	<u>15,918,280</u>	<u>4,277,200</u>
<u>Expenditures</u>			
Accounting and audit	97,500	66,000	31,500
Permits, dues and subscriptions	30,000	35,364	(5,364)
Contract labor	70,000	38,724	31,276
Education	90,000	43,694	46,306
Engineering	550,000	116,694	433,306
GIS and asset management	75,000	17,105	57,895
Insurance	75,000	74,853	147
Lab and test fees	45,000	22,374	22,626
Legal fees	112,500	45,562	66,938
Meter expense	50,000	74,544	(24,544)
Miscellaneous	30,000	181,112	(151,112)
Office expense	60,000	33,475	26,525
Operating supplies	350,000	173,099	176,901
Payroll, taxes and benefits	1,500,000	1,241,858	258,142
Repairs and maintenance	725,000	696,847	28,153
Safety Equipment	12,000	3,544	8,456
Utilities	555,000	366,422	188,578
Vehicle expense	25,000	15,887	9,113
Dominion	100,000	0	100,000
Water cost	2,200,000	2,245,844	(45,844)
Capital outlay	13,360,000	6,735,375	6,624,625
Conservation rebates	5,000	2,875	2,125
Transfers out	1,156,808	4,608,226	(3,451,418)
Total Expenditures	<u>21,273,808</u>	<u>16,839,478</u>	<u>4,434,330</u>
Change in Net Position, Budgetary Basis	<u>\$ (9,632,728)</u>	<u>(921,198)</u>	<u>\$ (157,130)</u>

See the accompanying Independent Auditors' Report.

ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE NON GAAP BASIS  
WATER FUND (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2025

Reconciliation to GAAP Basis	
Capital outlay	\$ 6,735,375
Depreciation	<u>(2,484,742)</u>
Change in net position, GAAP Basis	3,329,435
Net position, beginning	<u>102,596,259</u>
Net position, ending	<u>\$ 105,925,694</u>

ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE NON GAAP BASIS  
SEWER FUND  
FOR THE YEAR ENDED DECEMBER 31, 2025

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues</u>				
Charges for services	\$ 1,800,000	\$ 1,800,000	\$ 2,164,786	\$ 364,786
Charges for services-Lockheed				
Martin Agreement	300,000	300,000	450,146	150,146
Dominion capital lease O-line	1,000,000	1,000,000	403,385	(596,615)
Dominion sewer conveyance	650,000	650,000	716,240	66,240
Permit fees	33,000	33,000	825	(32,175)
Miscellaneous income (loss)	20,000	20,000	3,460	(16,540)
Investment income	200,000	200,000	674,799	474,799
Availability charges	40,000	40,000	24,752	(15,248)
System development charges	200,000	200,000	12,079	(187,921)
Dominion sewer services	50,000	50,000	474,355	424,355
Capital - surcharges	160,000	160,000	162,946	2,946
Transfer in	200,000	200,000	271,438	71,438
Total Revenues	<u>4,653,000</u>	<u>4,653,000</u>	<u>5,359,211</u>	<u>706,211</u>
<u>Expenditures</u>				
Accounting and audit	31,500	31,500	33,000	(1,500)
Contract labor	30,000	30,000	38,834	(8,834)
Dominion expense	0	0	13,110	(13,110)
Education	30,000	30,000	19,886	10,114
Engineering	125,000	125,000	62,621	62,379
GIS and asset management	25,000	25,000	6,448	18,552
Insurance	30,000	30,000	37,166	(7,166)
Lab and test fees	1,000	1,000	-	1,000
Legal fees	15,000	15,000	18,456	(3,456)
Miscellaneous	1,000	1,000	543	457
Littleton service fees	1,100,000	1,500,000	1,454,525	45,475
Office expense	18,000	18,000	27,025	(9,025)
Operating supplies	145,000	145,000	132,234	12,766
Permits, dues and subscriptions	10,000	10,000	23,023	(13,023)
Payroll, taxes and benefits	480,000	480,000	412,744	67,256
Water costs	0	0	9,372	
Repairs and maintenance	150,000	150,000	210,633	(60,633)
Safety Equipment	2,000	2,000	2,215	(215)
Utilities	100,000	100,000	118,147	(18,147)
Vehicle expense	2,000	2,000	11,611	(9,611)
Capital outlay	2,215,000	4,000,000	1,583,091	2,416,909
Transfer out	633,500	633,500	2,024,752	(1,391,252)
Total Expenditures	<u>5,144,000</u>	<u>7,329,000</u>	<u>6,239,436</u>	<u>1,098,936</u>
Change in Net Position, Budgetary Basis	<u>\$ (491,000)</u>	<u>\$ (2,676,000)</u>	(880,225)	<u>\$ 1,805,147</u>

See the accompanying Independent Auditors' Report.

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ROXBOROUGH WATER AND SANITATION DISTRICT  
BUDGETARY COMPARISON SCHEDULE NON GAAP BASIS  
SEWER FUND (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2025

Reconciliation to GAAP Basis	
Capital outlay	\$ 1,583,091
Depreciation	<u>(1,034,622)</u>
Change in net position, GAAP Basis	(331,756)
Net position, beginning	<u>34,832,252</u>
Net position, ending	<u>\$ 34,500,496</u>

See the accompanying Independent Auditors' Report.