



Dominion Water & Sanitation District
9250 E. Costilla Avenue, Suite 315
Greenwood Village, CO 80112
(720) 531-4210/ info@dominionwsd.com

April 30, 2022

VIA E-MAIL: bocc@douglas.co.us

Board of County Commissioners
Douglas County
100 Third Street
Castle Rock, CO 80104

Re: 2021 Annual Report

Dear Commissioners,

Accompanying this letter is the 2021 Annual Report for the Dominion Water & Sanitation District, as required by Section VI of the District's Service Plan and Section 32-1-207(3)(d), C.R.S. As indicated in the report, the District's audited financial statements for 2021 will be provided when available.

Please contact our office with any questions.

Thank you,

Trina Hartman

Trina Hartman
District Administrator
Dominion Water & Sanitation District

Enclosure

cc: Colorado State Auditor (via e-mail)
Division of Local Government (via E-Filing Portal)
Board of Directors of District (via e-mail)
Emilee Hansen, White Bear Ankele Tanaka & Waldron (via e-mail)
Blair Dickhoner, White Bear Ankele Tanaka & Waldron (via e-mail)

**ANNUAL INFORMATION REPORT
FOR THE YEAR 2021
DOMINION WATER & SANITATION DISTRICT**

As required by Section VI of the Service Plan for Dominion Water & Sanitation District (the “District”), approved by Douglas County, Colorado on October 27, 2004, the following report of the District’s activities from January 1, 2021 to December 31, 2021 is hereby submitted:

- A. **Boundary changes made or proposed.** No boundary changes were made or proposed during the reporting period.
- B. **Intergovernmental Agreements entered into or proposed.** The following intergovernmental agreements were entered into or proposed during the reporting period:
1. *Subdivision Improvements Agreement and Intergovernmental Agreement for Sterling Ranch Filing No. 5B.*
 2. *Subdivision Improvements Agreement and Intergovernmental Agreement for Sterling Ranch Filing No. 3B 1st Amendment.*
 3. *Intergovernmental Agreement Regarding Installation of Dominion High Zone Pump and Relocation of Low Zone Pump between the District, acting by and through its Sterling Ranch Water Activity Enterprise, and Roxborough Water and Sanitation District.*
 4. *Fifth Amendment to the Intergovernmental Agreement for the Option to Purchase and Right of First Refusal regarding Ground Water Rights, Easements, and Related Improvements.*
 5. *Intergovernmental Agreement between Dominion Water and Sanitation District and Castle Rock for the Parker Midsection Pipeline / Canyons Pump Station Capacity License Agreement.*
 6. *Intergovernmental Agreement regarding installation of Dominion High Zone Pump and relocation of Low Zone Pump between the District, acting by and through its Sterling Ranch Water Activity Enterprise, and Roxborough Water & Sanitation District.*
 7. *Intergovernmental Agreement with Parker Water & Sanitation District for the RidgeGate Pump Station.*
- C. **Changes or proposed changes in the District’s policies.** The following changes or proposed changes in District policies were made in 2021:
1. *On 7/16/2021, the Board Adopted: Resolution to Terminate/Rescind the Resolution Declaring Emergency Procedures adopted by the Board on March 25, 2020.*
 2. *On 8/31/2021, the Board Adopted: Resolution to Reaffirm Conditions Requirements of Service.*

3. *On 11/16/2021, the Board Adopted: Resolution regarding Wholesale Water and Sewer Rates and Tap Fees for 2022.*

- D. **Changes or proposed changes in District operations.** None
- E. **Any changes in the financial status of the District including revenue projections, or operating costs.** None.
- F. **A summary of any litigation involving the District.** The District was not involved in any litigation during the reporting period.
- G. **Proposed plans for the year immediately following the year summarized in the annual report.**
In 2021, Dominion Water & Sanitation District will continue providing wholesale water and wastewater services to customers.
- H. **Status of construction of public improvements.** Certain water and wastewater improvements were constructed in 2021 by the District. Specifically, the construction of the Eastern Regional Pipeline Project a/k/a Castle Rock Pipeline Project was completed in 2021.
- I. **Nature of services or improvements that the District provides, including potable water or sewer services.** The Service Plan authorizes the District to carry out certain water activities, including, but not limited to, the acquisition, construction and finance of facilities for the diversion, storage, carriage, delivery, distribution, collection, treatment, use, reuse, augmentation, exchange or discharge of water and for the provision of wholesale water services and the acquisition of water rights, and to acquire, construct, finance and maintain public water, sewer and storm drainage improvements to the extent necessary or beneficial for assuring the capture and use of irrigation and return flows, all for the use and benefit of service users within western Douglas County and in counties adjacent to Douglas County.
- J. **Financial reports are regularly prepared by the District concerning the financing of improvements.** The District's audited financial statements for 2021 are currently being prepared but will not be completed in time for inclusion in this Annual Report. Once completed, the 2021 audited financial statements will be provided to the County for attachment referenced as **Exhibit B.**

EXHIBIT A
2022 ADOPTED BUDGET

LETTER OF BUDGET TRANSMITTAL

Date: January 25, 2022

To: Division of Local Government
1313 Sherman Street, Room 521
Denver, Colorado 80203

Attached are the 2022 budget and budget message for DOMINION WATER & SANITATION DISTRICT in Douglas County, Colorado, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on December 14, 2021. If there are any questions on the budget, please contact:

Andrea Cole, General Manager
Dominion Water & Sanitation District
9250 E. Costilla Ave, Suite 315
Greenwood Village, CO 80112
Telephone number: 720-531-4210
info@dominionwsd.com

I, Andrea Cole, General Manager of the Dominion Water & Sanitation District hereby certify that the attached is a true and correct copy of the 2022 budget.


Andrea Cole, General Manager

RESOLUTION
ADOPTING BUDGET, IMPOSING MILL LEVY AND APPROPRIATING FUNDS

(2022)

The Board of Directors of Dominion Water & Sanitation District (the “**Board**”), County of Douglas, Colorado (the “**District**”) held a special meeting at 8390 E. Crescent Pkwy., Ste. 275, Greenwood Village, CO Colorado and via teleconference, on December 14, 2021, at the hour of 10:00 A.M.

Prior to the meeting, each of the directors was notified of the date, time and place of the budget meeting and the purpose for which it was called and a notice of the meeting was posted or published in accordance with § 29-1-106, C.R.S.

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NOTICE AS TO PROPOSED 2022 BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND AND ADOPTING A BUDGET AND APPROPRIATING SUMS OF MONEY TO EACH FUND IN THE AMOUNTS AND FOR THE PURPOSES SET FORTH HEREIN FOR THE DISTRICT FOR THE CALENDAR YEAR BEGINNING ON THE FIRST DAY OF JANUARY 2022 AND ENDING ON THE LAST DAY OF DECEMBER 2022.

WHEREAS, the Board has authorized its accountant to prepare and submit a proposed budget to the Board in accordance with Colorado law; and

WHEREAS, the proposed budget has been submitted to the Board for its review and consideration; and

WHEREAS, upon due and proper notice, provided in accordance with Colorado law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on December 14, 2021, interested electors were given the opportunity to file or present any objections to said proposed budget at any time prior to final adoption of the budget by the Board.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD AS FOLLOWS:

Section 1. Adoption of Budget. The budget attached hereto and incorporated herein is approved and adopted as the budget of the District for fiscal year 2022. In the event of recertification of values by the County Assessor's Office after the date of adoption hereof, staff is hereby directed to modify and/or adjust the budget and certification to reflect the recertification without the need for additional Board authorization. Any such modification to the budget or certification as contemplated by this Section 1 shall be deemed ratified by the Board.

Section 2. Levy for General Operating Expenses. For the purpose of meeting all general operating expenses of the District during the 2022 budget year, there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 3. Levy for Debt Service Obligations. For the purposes of meeting all debt service obligations of the District during the 2022 budget year, there is hereby levied a tax of 0.000

mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 4. Levy for Contractual Obligation Expenses. For the purposes of meeting all contractual obligations of the District during the 2022 budget year, there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 5. Levy for Capital Project Expenses. For the purposes of meeting all capital project obligations of the District during the 2022 budget year, there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation of assessment of all taxable property within the District.

Section 6. Certification to County Commissioners. The Board directs its legal counsel, manager, accountant or other designee to certify to the Board of County Commissioners of Douglas County, Colorado the mill levies for the District as set forth herein. Such certification shall be in compliance with the requirements of Colorado law.

Section 7. Appropriations. The amounts set forth as expenditures in the budget attached hereto are hereby appropriated.

Section 8. Filing of Budget and Budget Message. The Board hereby directs its legal counsel, manager or other designee to file a certified copy of the adopted budget resolution, the budget and budget message with the Division of Local Government by January 30 of the ensuing year.

Section 9. Budget Certification. The budget shall be certified by a member of the District, or a person appointed by the District, and made a part of the public records of the District.

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ADOPTED THIS 14TH DAY OF DECEMBER, 2021.

DOMINION WATER AND SANITATION DISTRICT

DocuSigned by:

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President of the District, Jeffrey LaForte

ATTEST:



Recording Secretary, Trina Hartman

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law

DocuSigned by:


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General Counsel to the District, Blair Dickhoner

STATE OF COLORADO
COUNTY OF DOUGLAS
DOMINION WATER AND SANITATION DISTRICT

I hereby certify that the foregoing resolution constitutes a true and correct copy of the record of proceedings of the Board adopted by a majority of the Board at a District meeting held on Tuesday, December 14, 2021, 8390 E. Crescent Pkwy., Ste. 275, Greenwood Village, CO as recorded in the official record of the proceedings of the District.

IN WITNESS WHEREOF, I have hereunto subscribed my name this 14th day of December, 2021.

DocuSigned by:

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Andrea Cole

EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

DOMINION WATER & SANITATION DISTRICT

ANNUAL BUDGET

FOR THE YEAR ENDED DECEMBER 31, 2022

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED**

1/25/2022

	2020 ACTUAL	2021 ESTIMATED	2022 BUDGET
BEGINNING FUNDS AVAILABLE	19,231,210	15,575,995	15,700,736
REVENUES			
Sterling Ranch Entities advances	6,285,000	1,600,000	-
Note Proceeds - Series 2020A	5,000,000	-	-
Water tap fees	10,564,981	16,193,477	17,167,251
Sewer tap fees	3,134,670	4,843,180	5,014,349
Water service fees - Residential/Commercial	653,771	1,088,000	1,526,632
Water service fees - Construction	1,008,909	975,304	923,750
Water service fees - Irrigation	175,198	211,000	114,512
Sewer service fees	263,941	348,000	602,938
Pipeline project - CAB share - Construction	324,015	-	-
Reimbursed expenditures	1,055,138	-	-
Net investment income	402,329	-	205,000
Pipeline project - CRW share - Easements/Admin	51,370	9,750	-
Pipeline project - CRW share - Construction	5,567,287	32,218	-
Loan Proceeds - CWCBC	4,191,990	-	-
Other income	31,199	10,000	-
Bond Issuance	-	-	127,580,000
Total revenues	38,709,798	25,310,929	153,134,432
 Total funds available	 57,941,008	 40,886,924	 168,835,168
EXPENDITURES			
BUSINESS EXPENDITURES			
MANAGEMENT			
<i>Personnel</i>	824,343	940,906	1,104,925
<i>Contracted Personnel</i>			
Accounting	119,781	140,000	150,000
Audit	10,300	10,300	10,300
Investment advisory fee	16,828	15,000	20,000
Trustee Fee	3,500	3,500	3,500
Legislative Lobbyist	40,000	-	-
Total Contracted Personnel	190,409	168,800	183,800
<i>District Office</i>			
Rent	45,896	60,000	62,700
Communications - Telephone	4,800	6,720	6,720
Office supplies	2,182	3,000	3,800
Postage	129	300	300
Insurance	51,492	75,000	80,000
Miscellaneous/Contingency	6,738	25,000	15,000
Technical support services	9,634	8,587	9,600
Equipment	3,539	5,000	2,500
Relocation Expenses	-	5,647	300
Total District Office	124,410	189,254	180,920

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED**

1/25/2022

	2020 ACTUAL	2021 ESTIMATED	2022 BUDGET
Office Expenses			
Office furniture & fixtures	1,656	3,500	2,500
Computers and printers	2,402	4,500	12,000
Software	9,466	6,000	10,000
Vehicle	1,850	15,000	15,000
Total Office Expenses	15,374	29,000	39,500
TOTAL MANAGEMENT	1,154,536	1,327,960	1,509,145
LEADERSHIP			
<i>Board Communication</i>	48	-	-
<i>Community Engagement & Development</i>	10,551	18,200	63,600
<i>SMWSA Participation</i>	17,741	13,889	15,000
TOTAL LEADERSHIP	28,340	32,089	78,600
GENERAL CONSULTANT SUPPORT			
<i>District Engineering</i>	96,872	90,000	388,000
<i>District Policies</i>	25,860	25,000	30,000
<i>District Legal Services</i>	314,153	180,000	200,000
<i>Public Relations</i>	52,503	30,000	32,400
<i>CIP and Financing</i>	5,547	120,000	20,000
<i>Customer Entitlement Support</i>	62,598	73,633	65,000
TOTAL GENERAL CONSULTANT SUPPORT	557,533	518,633	735,400
DEBT SERVICE			
Interest - CWCB Loan	4,878	138,336	135,567
Interest - DC Burns	140,400	140,400	140,400
Interest - Red Hill Note	235,200	220,200	205,200
Interest - 2016 Bonds	4,914,154	4,752,472	4,530,143
Interest - Series 2020A Note	230,208	325,000	316,550
Interest - Vehicle Lease	1,546	1,589	1,016
Interest - Junior Promissory Note	-	-	8,197,198
Principal - CWCB	-	83,913	86,682
Principal - Red Hill Note	250,000	250,000	3,420,000
Principal - 2016 Bonds	1,425,000	1,500,000	76,773,000
Principal - 2016 Bonds - EMR	1,551,000	2,676,000	1,100,000
Principal - DC Burns	-	-	2,340,000
Principal - Junior Promissory Note	-	-	23,381,597
Principal - Series 2020A Note	-	130,000	140,000
Principal - Vehicle Lease	8,325	8,282	8,855
Cost of Issuance	177,750	-	2,000,000
Interest - 2022 Bonds	-	-	4,456,037
Principal - 2022 Bonds	-	-	2,765,000
Contingency	-	185,431	-
Total Debt Service	8,938,461	10,411,623	129,997,245
Total Business Expenses	10,678,870	12,290,305	132,320,390

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED**

1/25/2022

OPERATIONS AND MAINTENANCE EXPENSES

2020 ACTUAL	2021 ESTIMATED	2022 BUDGET
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WATER SYSTEM

<i>Distribution and Storage Operations</i>	183,830	220,000	257,200
<i>Water Treatment Operations</i>	618,676	750,000	855,700
<i>Master Meter Contracts</i>	-	-	12,000
<i>System Operations</i>	3,523	65	66,000
<i>Water Delivery</i>	792,671	1,225,000	1,890,435
<i>Drinking Water Regulatory Compliance</i>	61,642	75,000	10,000
TOTAL WATER SYSTEM	1,660,342	2,270,065	3,091,335

WASTEWATER SYSTEM

<i>Treatment Operations</i>	163,569	250,000	256,800
<i>CDPHE Permit</i>	4,538	6,650	6,650
<i>Collection System Operations</i>	237,424	434,521	481,020
<i>Regulatory Compliance</i>	59,509	12,000	15,000
TOTAL WASTEWATER SYSTEM	465,040	703,171	759,470

Total Operations and Maintenance Expenses	2,125,382	2,973,236	3,850,805
Total Business and O&M Expenses	12,804,252	15,263,541	136,171,195

CAPITAL EXPENSES

STRATEGIC PLANNING - WATER

<i>Distribution System Modeling</i>	62,424	2,000	10,000
<i>Water Supply Modeling</i>	71,659	148,807	80,000
<i>Development and Modeling of Daily Operations</i>	29,146	15,000	15,000
<i>Rates and Fees</i>	113,708	120,000	150,000
<i>Groundwater Treatment Planning</i>	63,291	5,000	260,000
<i>Regional Water System Planning</i>	-	5,000	10,000
TOTAL STRATEGIC PLANNING - WATER	340,228	295,807	525,000

STRATEGIC PLANNING - WASTEWATER

<i>Regional Wastewater System Planning</i>	1,340	15,000	10,000
<i>Non-Potable System Modeling</i>	30,809	40,123	762,000
<i>Collection System Modeling</i>	12,769	20,000	10,000
<i>Stormwater Master Plan Coordination</i>	4,632	-	2,500
TOTAL STRATEGIC PLANNING - WASTEWATER	49,550	75,123	784,500

SYSTEM OPERATIONS

<i>Agreements/Partnerships</i>	25,000	-	-
<i>ECCV Lease Agreement</i>	200,000	150,000	150,000
<i>Wise Operations</i>	157,042	170,875	446,598
TOTAL SYSTEM OPERATIONS	382,042	320,875	596,598

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED**

1/25/2022

	2020 ACTUAL	2021 ESTIMATED	2022 BUDGET
WATER SUPPLY			
<i>South Metro WISE Authority</i>	5,853,242	382,242	1,376,875
<i>WISE - Reuter Hess to Parker (Canyons)</i>	915,596	686,697	457,798
<i>WISE - Parker to Castle Rock (Outtermarker)</i>	880,100	660,030	-
<i>WISE - Ridgeway Pumpstation</i>	-	-	143,000
<i>WISE - Parker to Canyons System (Parker Parallel)</i>	248,080	350,000	211,417
<i>Water Acquisition/Purchase</i>	220,761	413,215	1,270,000
<i>Castle Rock Water</i>	-	-	350,700
<i>Storage</i>	-	-	220,000
<i>Groundwater Development</i>	-	-	4,800,000
TOTAL WATER SUPPLY	8,117,779	2,492,184	8,829,790
WATER SYSTEM			
<i>Eastern Regional Pipeline - Dominion</i>	6,477,041	822,948	110,000
<i>Eastern Regional Pipeline - CR Water</i>	4,361,142	383,110	100,000
<i>Distribution and Storage Development</i>			
Potable Water Tanks	4,803,729	900,000	-
DS connection and close out	-	-	50,000
So Platte Diversion - Effluent Return	74,572	60,000	550,000
Chatfield Reallocation Participation Fee	228,500	-	-
Chatfield Reallocation	90,353	7,817	-
High Zone Pump Station Design	221,274	100,000	20,000
High Zone Pump at RWSD WTP	-	-	675,000
High Zone Pump Yard Piping	-	-	815,000
Chatfield Reallocation Project Share	4,150,485	-	-
Backwash Pond Conversion Phase 1 & 2	-	225,000	432,500
Construction Contingency	-	144,200	-
Total Distribution and Storage Development	9,568,913	1,437,017	2,542,500
<i>Treatment Development</i>	43,038	210,000	460,500
TOTAL WATER SYSTEM	20,450,134	2,853,075	3,213,000
WASTEWATER SYSTEM			
<i>Treatment Development</i>			
Roxborough WWTP - Contingent Purchase	-	171,000	171,000
Infrastructure Lease	-	2,532,000	465,000
Chatfield Water Reclamation Facility	36,702	25,000	250,000
Waterton WRF - Prelim Design/Construct	73,343	350,000	60,000
S. Platte diversion project	-	-	200,000
Total Treatment Development	110,045	3,078,000	1,146,000

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2022 BUDGET
WITH 2020 ACTUAL AND 2021 ESTIMATED**

1/25/2022

	2020 ACTUAL	2021 ESTIMATED	2022 BUDGET
<i>Collection Development</i>			
CIPP O-Line	-	622,583	-
Heritage lift station	-	-	200,000
Lift Station LS-4 (Prospect-West)	110,983	-	60,000
Filing 6 Collection System Design and Permitting	-	-	150,000
Titan Lift Station Improvement	-	125,000	75,000
Lift Station #3 Design and Permitting	-	60,000	250,000
RWSD Lift Station Capacity	-	-	207,200
Total Collection Development	110,983	807,583	942,200
TOTAL WASTEWATER SYSTEM	221,028	3,885,583	2,088,200
Total Capital Expenses	29,560,761	9,922,647	16,037,088
Total expenditures & transfers out requiring appropriation	42,365,013	25,186,188	152,208,283
ENDING FUNDS AVAILABLE	\$ 15,575,995	\$ 15,700,736	\$ 16,626,885

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Services Provided

The District, a quasi-municipal corporation and a political subdivision of the State of Colorado, was organized to provide financing for the construction, installation, operation and maintenance of water and wastewater facilities for users within the District's service area which is located entirely within Douglas County, Colorado.

The District held its formation election on November 2, 2004, and was organized by the recording of an Order and Decree Organizing District in Douglas County on December 30, 2004.

The District prepares its budget on the modified accrual basis of accounting in accordance with the requirements of C.R.S. 29-1-105 using its best estimates as of the date of the budget hearing. These estimates are based on expected conditions and its expected course of actions. The assumptions disclosed herein are those that the District believes are significant to the budget. There will usually be differences between the budget and actual results because events and circumstances frequently do not occur as expected, and those differences may be material.

For financial statement reporting under generally accepted accounting principles (GAAP), the Enterprise Fund uses the full accrual basis of accounting. Consequently, the terminology 'Funds Available' is used in the budget to distinguish the difference from GAAP accounting for Fund Balance. Funds Available represents the Enterprise Fund's current assets less its current liabilities except for the current portion of long-term debt.

Primary Revenues

Water and Sewer Tap Fees

The District's budget includes water and sewer tap fees anticipated to be collected from dwelling units, pursuant to a fee resolution adopted by the District's Board of Directors.

Water and Sewer Service Fees

The District's budget includes estimated water and sewer service fees to be charged to its wholesale customers, based on a rate schedule established pursuant to the District's rules and regulations.

Net Investment Income

Interest earned on the District's available funds has been estimated based on an average interest rate of approximately 1.25%.

**DOMINION WATER & SANITATION DISTRICT
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures

Capital Outlay

The District's 2022 budget includes major capital projects such as drilling and equipping new groundwater supply wells, construction of the High Zone Pump in the Moore Water Treatment Plant and piping to the High Zone Tank, permitting and pre-design of wastewater facilities, and infrastructure costs related to certain intergovernmental agreements.

General, Administrative, Operations and Maintenance

The District's 2022 budget includes personnel costs, office costs (rent, supplies, equipment, IT support, others), and administrative support (legal, accounting, others), and other/miscellaneous expenses. The 2022 budget also includes operations and maintenance costs related to the water and wastewater facilities.

Debt Service

Debt service payments for 2022 were based upon the debt service amortization schedules for bonds and subordinate notes described under Debts and Leases. The Bond's amortization schedule is attached to this budget.

Debts and Leases

On December 29, 2016, the District issued its Tap Fee Revenue Bonds, Series 2016, in the aggregate amount of \$85,025,000, with an original issue discount of \$1,806,421 ("Bonds"). The proceeds from the sale of the Bonds were used for purposes of: (i) financing a portion of the costs of the design, construction, and acquisition of certain public improvements related to water rights acquisitions and a wholesale water, wastewater, and irrigation delivery system to serve the Sterling Ranch development (ii) funding capitalized interest on the Bonds, (iii) funding the Reserve Fund, (iv) funding a portion of the Surplus Reserve Fund, and (v) paying the costs of issuing the Bonds. The Bonds include a \$13,745,000 term bond maturing on December 1, 2027 with an interest rate of 5.25%, a \$24,435,000 term bond maturing on December 1, 2036 with an interest rate of 5.75%, and a \$46,845,000 term bond maturing on December 1, 2046 with an interest rate of 6.0%, and are payable semi-annually on June 1 and December 1, beginning on June 1, 2017.

Annual mandatory sinking fund principal payments are due December 1, beginning on December 1, 2020. The Bonds are subject to optional redemption as described in the Indenture starting in 2021. The Bonds are subject to mandatory redemption in whole or in part prior to their stated maturity from amounts on deposit in the Extraordinary Mandatory Redemption Account commencing on June 1, 2020. The Bonds are secured by and payable from Revenues as defined in the Indenture. The Bonds are anticipated to be refunded with the issuance of the Series 2022 Bonds.

**DOMINION WATER & SANITATION DISTRICT
2022 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debts and Leases – (continued)

During 2017, the District issued the following Notes in connection with water acquisitions:

- August 4, 2017 – Subordinate Limited Revenue Promissory Water Note, Series 2017B – to The D.C. Burns Realty & Trust Company – principal amount of \$2,340,000 – matures December 15, 2047 – interest rate of 6% per annum – interest due on the first day of each January, April, July and October, commencing on October 1, 2017. The Series 2017B Note is anticipated to be refunded with the issuance of the Series 2022 Bonds.
- December 20, 2017 – Subordinate Limited Revenue Promissory Water Note, Series 2017C – to Rex Motors, Inc. – principal amount of \$3,920,000 – matures December 15, 2027 – interest of 6% per annum – interest due every June 15 and December 15, commencing on June 15, 2018. The Series 2017C Note is anticipated to be refunded with the issuance of the Series 2022 Bonds.

Further, on December 27, 2017, the District issued its Junior Limited Revenue Promissory Notes, Series 2017A (“Notes”), to Sterling Ranch Development Company (“Developer”) and related entities, in the aggregate principal amount of \$23,381,597, on a basis junior and subordinate to the Subordinate Notes described above. The Notes bear interest rates of 7% per annum, and interest payments are due on the 20th of each December, commencing on December 20, 2022. The Notes were issued by the District for the purpose of financing the costs of water and wastewater facilities. The Series 2017A Note is anticipated to be refunded with the issuance of the Series 2022 Bonds.

On March 27, 2020 the District issued a Subordinate Limited Revenue Promissory Note, Series 2020A (“2020A Note”), in the amount of \$5,000,000. Proceeds from the 2020A Note were used to finance a portion of the construction costs relating to the High Zone Tank. The 2020A Note bears interest of 6.5% per annum, calculated on the basis of a 360-days year and twelve 30-day months, payable on the 15th day of June and December commencing on June 15, 2020. Principal payments are payable on December 15th of each year, commencing on December 15, 2021, with a final maturity date of December 15, 2040.

On April 1, 2020, the District issued a loan secured by the Colorado Water Conversation Board (“CWCB Loan”) in the amount of \$4,191,990. Proceeds from the CWCB Loan were used to finance a portion of the construction costs relating to the Chatfield Reallocation Project. The CWCB Loan bears interest of 3.3% per annum. Interest and principal is payable on the 1st day of April commencing on April 1, 2020 at a total amount of \$222,249 per year, with a final maturity date on April 1, 2050.

The District anticipates issuing a Revenue Refunding and Improvement Bonds, Series 2022 Bond during 2022.

This information is an integral part of the accompanying budget.

DOMINION WATER & SANITATION DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY

**Bonds and
Interest
Maturing
in the
Year Ending**

\$85,025,00
Tap Fee Revenue Bonds, Series 2016
Issued on December 29, 2016
Principal payable December 1
Interest Rates of 5.25% - 6.00%, payable June 1 and December 1

<u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 1,580,000	\$ 4,530,143	\$ 6,110,143
2023	1,665,000	4,447,193	6,112,193
2024	1,750,000	4,359,780	6,109,780
2025	1,845,000	4,267,905	6,112,905
2026	1,940,000	4,171,043	6,111,043
2027	2,040,000	4,069,193	6,109,193
2028	2,150,000	3,962,093	6,112,093
2029	2,270,000	3,838,468	6,108,468
2030	2,405,000	3,707,943	6,112,943
2031	2,540,000	3,569,655	6,109,655
2032	2,685,000	3,423,605	6,108,605
2033	2,840,000	3,269,218	6,109,218
2034	3,005,000	3,105,918	6,110,918
2035	3,180,000	2,933,130	6,113,130
2036	3,360,000	2,750,280	6,110,280
2037	3,438,000	2,557,080	5,995,080
2038	3,640,000	2,350,800	5,990,800
2039	3,862,000	2,132,400	5,994,400
2040	4,094,000	1,900,680	5,994,680
2041	4,336,000	1,655,040	5,991,040
2042	4,597,000	1,394,880	5,991,880
2043	4,873,000	1,119,060	5,992,060
2044	5,169,000	826,680	5,995,680
2045	5,480,000	516,540	5,996,540
2046	3,129,000	187,740	3,316,740
	<u><u>\$ 77,873,000</u></u>	<u><u>\$ 71,046,463</u></u>	<u><u>\$ 148,919,463</u></u>

Note: An extraordinary mandatory redemption totaling \$1,551,000 (2020) and \$2,676,000 (2021) were made and have been deducted from future years scheduled payments. Future principal payments shown above assume mandatory sinking fund payments are made, but assume no optional redemptions, special mandatory redemptions, or additional extraordinary redemptions will be made prior to maturity.

CERTIFICATION OF TAX LEVIES, continued

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.). Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:

BONDS^J:

1. Purpose of Issue: _____
 Series: _____
 Date of Issue: _____
 Coupon Rate: _____
 Maturity Date: _____
 Levy: _____
 Revenue: _____

2. Purpose of Issue: _____
 Series: _____
 Date of Issue: _____
 Coupon Rate: _____
 Maturity Date: _____
 Levy: _____
 Revenue: _____

CONTRACTS^K:

3. Purpose of Contract: _____
 Title: _____
 Date: _____
 Principal Amount: _____
 Maturity Date: _____
 Levy: _____
 Revenue: _____

4. Purpose of Contract: _____
 Title: _____
 Date: _____
 Principal Amount: _____
 Maturity Date: _____
 Levy: _____
 Revenue: _____

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

Colorado Community Media
750 W. Hampden Ave. Suite 225
Englewood, CO 80110

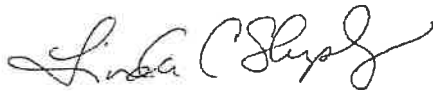
Dominion Water & San. District (dist) **
9250 E. Costilla Ave., #315
Greenwood Village CO 80112

Description: No. 941062 PROPOSED 2022 BUDGET

AFFIDAVIT OF PUBLICATION

State of Colorado }
County of Douglas } ss

This Affidavit of Publication for the Douglas County News Press, a weekly newspaper, printed and published for the County of Douglas, State of Colorado, hereby certifies that the attached legal notice was published in said newspaper once in each week, for 1 successive week(s), the last of which publication was made 11/25/2021, and that copies of each number of said paper in which said Public Notice was published were delivered by carriers or transmitted by mail to each of the subscribers of said paper, according to their accustomed mode of business in this office.



For the Douglas County News-Press

State of Colorado }
County of Douglas } ss

The above Affidavit and Certificate of Publication was subscribed and sworn to before me by the above named Linda Shapley, publisher of said newspaper, who is personally known to me to be the identical person in the above certificate on 11/25/2021. Linda Shapley has verified to me that she has adopted an electronic signature to function as her signature on this document.



Carla Bethke
Notary Public
My commission ends April 11, 2022



Public Notice

NOTICE AS TO PROPOSED 2022 BUDGET AND FURTHER AMENDMENT OF 2021 BUDGET

DOMINION WATER & SANITATION DISTRICT DOUGLAS COUNTY, COLORADO

NOTICE IS HEREBY GIVEN, pursuant to Sections 29-1-108 and 109, C.R.S., that a proposed budget has been submitted to the Board of Directors of the Dominion Water & Sanitation (the "District") for the ensuing year of 2022. The necessity may also arise for the further amendment of the 2021 budget of the District. Copies of the proposed 2022 budget and 2021 further amended budget (if appropriate) are on file in the office of the District's Accountant, CliftonLarsonAllen LLP, 8390 E. Crescent Pkwy., Suite 300, Greenwood Village, CO 80111, where same are available for public inspection. Such proposed 2022 budget and 2021 further amended budget will be considered at the special meeting of the District to be held at CliftonLarsonAllen LLP, 8390 E. Crescent Pkwy., Suite 300, Greenwood Village, CO 80111 at 10:00 a.m. on December 14, 2021. Any interested elector within the District may, at any time prior to the final adoption of the 2022 budget or the 2021 further amended budget, inspect the 2022 budget and the 2021 further amended budget and file or register any objections thereto.

DOMINION WATER & SANITATION DISTRICT
By: /s/ Andrea Cole, General Manager

Legal Notice No. 941062
First Publication: November 25, 2021
Last Publication: November 25, 2021
Publisher: Douglas County News-Press

EXHIBIT B
2021 AUDITED FINANCIAL STATEMENTS

(to be provided when available)