



Dominion Water & Sanitation District
9250 E. Costilla Avenue, Suite 400
Greenwood Village, CO 80112
(720) 531-4210/ info@dominionwsg.com

April 6, 2023

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

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

Re: 2022 Annual Report

Dear Commissioners,

Accompanying this letter is the 2022 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 2022 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)
Eve M.G. Velasco, White Bear Ankele Tanaka & Waldron (via e-mail)
Blair Dickhoner, White Bear Ankele Tanaka & Waldron (via e-mail)

**ANNUAL INFORMATION REPORT
FOR THE YEAR 2022
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, 2022 to December 31, 2022 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. 6B.*
 - 2. *Subdivision Improvements Agreement and Intergovernmental Agreement for Sterling Ranch Filing No. 6C.*
 - 3. *Intergovernmental Agreement between Dominion Water and Sanitation District, Castle Rock, and Parker Water & Sanitation District for the Metering Vault (Canyons Waterline Extension Project).*
 - 4. *Agreement Regarding Hose Bibs Connected to Indoor Water Supply Lines with Sterling Ranch Community Authority Board.*
- C. **Changes or proposed changes in the District’s policies.** The following changes or proposed changes in District policies were made in 2022:
 - 1. *On 05/17/2022, the Board Adopted: District Credit Card Policy.*
 - 2. *On 10/18/2022, the Board Adopted: Amended Restated Rules & Regulations for the District.*
 - 3. *On 10/18/2022, the Board Adopted a Resolution to Opt out of the FMLI Program.*
 - 4. *On 12/14/2022, the Board Adopted: Resolution to Adopt Wholesale Service Charges to be Collected by CAB and Concurring with and Adopting the Wholesale Tap Fees to be Paid to Dominion by CAB as Set Forth in the Sterling Ranch Community Authority Board Book of Fees and Forms.*

- 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 2022, Dominion Water & Sanitation District will continue providing wholesale water and wastewater services to customers.
- H. **Status of construction of public improvements.** There were not any water and wastewater improvements constructed in 2022 by the District.
- 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 2022 are currently being prepared but will not be completed in time for inclusion in this Annual Report. Once completed, the 2022 audited financial statements will be provided to the County for attachment referenced as **Exhibit B.**

EXHIBIT A
2023 ADOPTED BUDGET

LETTER OF BUDGET TRANSMITTAL

Date: January 25, 2023

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

Attached are the 2023 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, 2022. If there are any questions on the budget, please contact:

Andrea Cole, General Manager
Dominion Water & Sanitation District
9250 E. Costilla Ave, Suite 400
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 2023 budget.

DocuSigned by:

Andrea Cole

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Andrea Cole, General Manager

RESOLUTION
ADOPTING BUDGET, APPROPRIATING FUNDS AND CERTIFYING MILL LEVIES
FOR THE CALENDAR YEAR 2023

The Board of Directors of Dominion Water & Sanitation District (the “**Board**”), Douglas County, Colorado (the “**District**”), held a regular meeting, via teleconference and at 8390 E. Crescent Pkwy., Ste. 275, Greenwood Village, Colorado on December 14, 2022, at the hour of 12:30 p.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 2023 BUDGET

WHEREAS, the Board has designated 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 and interested electors were given the opportunity to register their protest to the proposed budget prior to the 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 2023. 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 2023 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 2023 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 2023 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 2023 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. Mill Levy Adjustment. When developing the attached budget, consideration was given to any changes in the method of calculating assessed valuation, including any changes to the assessment ratios, or any constitutionally mandated tax credit, cut or abatement, as authorized in the District's service plan. The Board hereby determines in good faith (such determination to be binding and final), that to the extent possible, the adjustments to the mill levies made to account for changes in Colorado law described in the prior sentence, and the actual tax revenues generated by the mill levies, are neither diminished nor enhanced as a result of those changes.

Section 7. 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 8. Appropriations. The amounts set forth as expenditures in the budget attached hereto are hereby appropriated.

Section 9. 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.

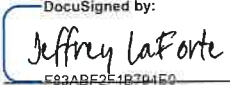
Section 10. Budget Certification. The budget shall be certified by a member of the District, or a person appointed by the District, and made a part of the public records of the District.

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ADOPTED DECEMBER 14, 2022.

DISTRICT:

DOMINION WATER & SANITATION DISTRICT, a quasi-municipal corporation and political subdivision of the State of Colorado

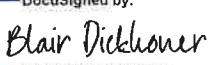
By: 
Jeffrey LaForte, President

Attest:

By: 
Trina Hartman, Secretary

APPROVED AS TO FORM:

WHITE BEAR ANKELE TANAKA & WALDRON
Attorneys at Law


Blair Dickhoner, General Counsel to the District

STATE OF COLORADO
COUNTY OF DOUGLAS
DOMINION WATER & 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 at 8390 E. Crescent Pkwy., Ste. 275, Greenwood Village, Colorado and via teleconference on Wednesday, December 14, 2022, 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 2022.


Josh Baile, Finance & Operations Manager

EXHIBIT A
BUDGET DOCUMENT
BUDGET MESSAGE

DOMINION WATER & SANITATION DISTRICT

ANNUAL BUDGET

FOR THE YEAR ENDED DECEMBER 31, 2023

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED**

1/23/2023

	2021 ACTUAL	2022 ESTIMATED	2023 BUDGET
BEGINNING FUNDS AVAILABLE	15,575,995	19,090,869	30,402,946
REVENUES			
Sterling Ranch Entities advances	1,600,000	-	-
Water tap fees	18,045,710	10,481,847	9,713,935
Sewer tap fees	5,406,400	2,491,960	2,268,515
Water service fees - Residential/Commercial	1,016,418	1,335,424	1,991,320
Water service fees - Construction	922,378	473,615	1,049,125
Water service fees - Irrigation	192,622	194,761	339,914
Sewer service fees	406,311	529,464	787,192
Net investment income (unrealized loss)	(65,445)	(200,000)	600,000
Pipeline project - CRW share - Easements/Admin	9,750	-	-
Pipeline project - CRW share - Construction	32,218	-	-
Other income	8,375	-	-
Bonds issuance	-	137,220,000	-
Junior promissory note issuance	-	34,385,006	-
Total revenues	27,574,737	186,912,077	16,750,001
Total funds available	43,150,732	206,002,946	47,152,947
EXPENDITURES			
BUSINESS EXPENDITURES			
MANAGEMENT			
<i>Personnel</i>	951,579	1,235,500	1,120,646
<i>Contracted Personnel</i>			
Accounting	145,344	150,000	175,000
Audit	10,300	12,000	12,000
Administration support	-	-	10,000
Investment advisory fee	10,792	20,000	20,000
Trustee Fee	7,000	3,500	3,500
Total Contracted Personnel	173,436	185,500	220,500
<i>District Office</i>			
Rent	37,592	80,000	108,000
Communications - Telephone	3,600	6,800	7,000
Office supplies	2,872	3,800	3,800
Postage	-	300	300
Insurance	71,065	100,000	80,000
Miscellaneous/Contingency	26,780	20,000	25,000
Technical support services	11,230	9,600	15,000
Equipment	3,955	3,000	4,000
Relocation Expenses	8,467	2,000	3,000
Total District Office	165,561	225,500	246,100
<i>Office Expenses</i>			
Office furniture & fixtures	4,537	15,000	40,000
Computers and printers	2,165	12,000	15,000
Software	5,775	12,000	10,000
Vehicle	9,963	15,000	15,000
Total Office Expenses	22,440	54,000	80,000
TOTAL MANAGEMENT	1,313,016	1,700,500	1,667,246

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED**

1/23/2023

	2021 ACTUAL	2022 ESTIMATED	2023 BUDGET
LEADERSHIP			
<i>Board Communication</i>	159	-	-
<i>Community Engagement & Development</i>	17,566	56,000	82,200
<i>SMWSA Participation</i>	20,176	15,000	18,000
TOTAL LEADERSHIP	37,901	71,000	100,200
GENERAL CONSULTANT SUPPORT			
<i>District Engineering</i>	82,582	392,000	120,000
<i>District Management Support</i>	20,725	40,000	40,000
<i>District Legal Services</i>	171,354	200,000	150,000
<i>Public Relations</i>	30,650	35,000	40,000
<i>CIP and Financing</i>	20,864	21,000	-
<i>Water Supply and Demand Management Support</i>	48,038	80,000	130,000
TOTAL GENERAL CONSULTANT SUPPORT	374,213	768,000	480,000
DEBT SERVICE			
Interest - CWCB Loan	138,336	135,567	132,706
Interest - DC Burns	140,400	105,300	-
Interest - Red Hill Note	220,200	162,450	-
Interest - 2016 Bonds	4,752,472	3,775,119	-
Interest - Series 2020A Note	325,000	316,550	307,450
Interest - Vehicle Lease	1,588	1,016	403
Interest - Junior Promissory Note	-	7,788,021	-
Principal - CWCB	83,913	86,682	89,543
Principal - Red Hill Note	250,000	3,420,000	-
Principal - 2016 Bonds	1,500,000	76,768,000	-
Principal - 2016 Bonds - EMR	2,676,000	1,105,000	-
Principal - DC Burns	-	2,340,000	-
Principal - Junior Promissory Note	-	23,381,597	-
Payment to Refunding Escrow	-	1,302,079	-
Principal - Series 2020A Note	130,000	140,000	145,000
Principal - Vehicle Lease	8,282	8,855	9,468
Cost of Issuance	-	2,223,016	-
Interest - 2022 Bonds	-	1,676,589	7,941,738
Principal - 2022 Bonds - EMR	-	-	1,704,000
Developer Advance Repayment - Capital	-	28,843,532	-
Developer Advance Repayment - Operations	-	5,541,474	-
Total Debt Service	10,226,191	159,120,847	10,330,308
Total Business Expenses	11,951,321	161,660,347	12,577,754

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED**

1/24/2023

OPERATIONS AND MAINTENANCE EXPENSES

2021 ACTUAL	2022 ESTIMATED	2023 BUDGET
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WATER SYSTEM OPERATIONS

<i>Distribution and Storage Operations</i>	162,769	231,000	285,060
<i>Water Treatment Operations</i>	725,162	850,000	950,000
<i>Master Meter Contracts</i>	-	-	12,000
<i>System Operations</i>	65	-	20,000
<i>Water Delivery</i>	986,477	1,238,500	1,267,688
<i>Drinking Water Regulatory Compliance</i>	65,394	5,000	10,000
TOTAL WATER SYSTEM OPERATIONS	1,939,867	2,324,500	2,544,748

WASTEWATER SYSTEM OPERATIONS

<i>Treatment Operations</i>	222,613	352,000	425,000
<i>CDPHE Permit</i>	-	15,105	15,200
<i>Collection System Operations</i>	1,052,233	779,497	775,897
<i>Regulatory Compliance</i>	24,312	10,000	15,000
TOTAL WASTEWATER SYSTEM OPERATIONS	1,299,158	1,156,602	1,231,097

Total Operations and Maintenance Expenses	3,239,025	3,481,102	3,775,845
Total Business and O&M Expenses	15,190,346	165,141,449	16,353,599

CAPITAL EXPENSES

STRATEGIC PLANNING - WATER

<i>Distribution System Modeling</i>	-	10,000	5,000
<i>Water Supply Modeling</i>	167,636	80,000	40,000
<i>Development and Modeling of Daily Operations</i>	3,405	-	15,000
<i>Rates and Fees</i>	61,984	65,000	40,000
<i>Groundwater Treatment Planning</i>	2,183	410,832	50,000
<i>Regional Water System Planning</i>	-	-	5,000
TOTAL STRATEGIC PLANNING - WATER	235,208	565,832	155,000

STRATEGIC PLANNING - WASTEWATER

<i>Regional Wastewater System Planning</i>	14,505	10,000	10,000
<i>Non-Potable System Modeling</i>	57,659	137,000	110,000
<i>Collection System Modeling</i>	5,761	3,000	5,000
<i>Stormwater Master Plan Coordination</i>	-	-	5,000
TOTAL STRATEGIC PLANNING - WASTEWATER	77,925	150,000	130,000

SYSTEM OPERATIONS

<i>Castle Rock IGA</i>	650,700	150,000	150,000
WISE OPERATIONS	153,771	217,875	446,598
Total System Operations	804,471	367,875	596,598

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED**

1/23/2023

	2021 ACTUAL	2022 ESTIMATED	2023 BUDGET
WATER SUPPLY			
<i>South Metro WISE Authority</i>	93,452	1,376,875	1,208,018
<i>WISE - Reuter Hess to Parker (Canyons)</i>	915,596	472,420	-
<i>WISE - Parker to Castle Rock (Outtermarker)</i>	610,031	-	-
<i>WISE - Ridgeway Pumpstation</i>	-	143,000	165,000
<i>WISE - Parker to Canyons System (Parker Parallel)</i>	76,073	211,417	321,106
<i>Water Acquisition/Purchase</i>	304,839	1,148,000	40,000
<i>Castle Rock Water</i>	-	150,700	150,700
<i>Firming</i>	19,455	20,000	20,000
<i>South Platte River</i>	-	-	350,000
<i>Groundwater Development</i>	-	2,582,432	640,000
TOTAL WATER SUPPLY	2,019,446	6,104,844	2,894,824
WATER SYSTEM			
<i>Eastern Regional Pipeline - Dominion</i>	1,094,535	185,000	-
<i>Eastern Regional Pipeline - CR Water</i>	-	20,000	-
<i>Distribution and Storage Development</i>			
Potable Water Tanks	1,008,867	40,000	-
DS Connection and Close Out	-	10,000	10,000
So Platte Diversion - Effluent Return	61,348	150,000	-
Chatfield Reallocation	4,180	-	-
High Zone Pump Station Design	73,729	30,000	-
High Zone Pump at RWSD WTP	-	675,000	20,000
High Zone Pump Yard Piping	-	815,000	20,000
Master Meter Design and Spec	-	130,000	600,000
Centennial Interconnect	-	-	150,000
Construction Contingency	144,200	-	-
<i>Total Distribution and Storage Development</i>	1,292,324	1,850,000	800,000
<i>Treatment Development</i>	480,734	990,000	1,020,000
TOTAL WATER SYSTEM	2,867,593	3,045,000	1,820,000

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
ENTERPRISE FUND
2023 BUDGET
WITH 2021 ACTUAL AND 2022 ESTIMATED**

1/23/2023

	2021 ACTUAL	2022 ESTIMATED	2023 BUDGET
WASTEWATER SYSTEM			
<i>Treatment Development</i>			
Roxborough WWTP - Contingent Purchase	1,204,680	-	-
Infrastructure Lease	1,150,000	-	1,200,000
Chatfield Water Reclamation Facility	2,029	-	-
Waterton WRF - Prelim Design/Construct	349,361	60,000	220,000
S. Platte Discharge	148	60,000	100,000
Total Treatment Development	2,706,218	120,000	1,520,000
<i>Collection Development</i>			
Heritage Lift Station	-	40,000	40,000
Lift Station LS-4 (Prospect-West)	29,307	-	10,000
Filing 6 Collection System Design and Permitting	-	40,000	10,000
Titan Lift Station Improvement	121,499	15,000	250,000
Titan Force Main Improvement	-	10,000	-
Lift Station #3 Design and Permitting	7,850	-	-
Regional Wastewater	-	-	60,000
Total Collection Development	158,656	105,000	370,000
TOTAL WASTEWATER SYSTEM	2,864,874	225,000	1,890,000
Total Capital Expenses	8,869,517	10,458,551	7,486,422

Total expenditures & transfers out requiring appropriation	24,059,863	175,600,000	23,840,021
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ENDING FUNDS AVAILABLE	\$ 19,090,869	\$ 30,402,946	\$ 23,312,926
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Included in the Ending Funds Available are the following:

Debt Service Reserve Fund	\$ 6,347,333	\$ 9,973,462	\$ 9,973,462
Surplus Fund	\$ 3,196,946	\$ -	\$ -
Capitalized Interest Fund	\$ -	\$ 4,339,315	\$ -
CWCB Loan - Required Operating Reserve	\$ 22,225	\$ 22,225	\$ 22,225
Reserve for Future Debt Service	\$ 4,461,380	\$ 3,970,869	\$ 4,985,869
Total	\$ 14,027,884	\$ 18,305,871	\$ 14,981,556

No assurance provided. See summary of significant assumptions.

**DOMINION WATER & SANITATION DISTRICT
2023 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 2.00%.

**DOMINION WATER & SANITATION DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Expenditures

Capital Outlay

The District's 2023 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 2023 budget includes personnel costs, office costs (rent, supplies, equipment, IT support, others), and administrative support (legal, accounting, others), and other/miscellaneous expenses. The 2023 budget also includes operations and maintenance costs related to the water and wastewater facilities.

Debt Service

Debt service payments for 2023 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 were refunded with the issuance of the Series 2022 Bonds.

**DOMINION WATER & SANITATION DISTRICT
2023 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 was 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 was 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 was refunded in part 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.

On September 15, 2022, the District issued its Revenue Refunding and Improvement Bonds, Series 2022, in the aggregate amount of \$137,935,000 with an original issue discount of \$1,406,777 (“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 Debt Service Fund, (v) paying the costs of issuing the Bonds (vi) full refunding of the Series 2016 Bonds, Series 2017B Note, Series 2017C Note, and (vii) partial refunding of the Series 2017A Note. The Bonds include a \$8,740,000 term bond maturing on December 1, 2027 with an interest rate of 5.00%, a \$13,675,000 term bond maturing on December 1, 2032 with an interest rate of 5.25%, and a \$115,520,000 term bond maturing on December 1, 2052 with an interest rate of 5.875%, and are payable semi-annually on June 1 and December 1, beginning on December 1, 2022.

**DOMINION WATER & SANITATION DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debts and Leases – (continued)

Annual mandatory sinking fund principal payments are due December 1, beginning on December 1, 2024. The Bonds are subject to optional redemption as described in the Indenture starting in 2028. 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 December 1, 2023. The Bonds are secured by and payable from Revenues as defined in the Indenture.

On November 15, 2022, the District issued its Junior Limited Revenue Promissory Note, Series 2022A-1 ("Note"), to Cede & Co ("Owner"), in the aggregate principal amount of \$28,894,120, on a basis junior and subordinate to the Subordinate Notes described above. The Notes bear interest rates of 6.5% 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.

On November 15, 2022, the District issued its Junior Limited Revenue Promissory Note, Series 2022A-2 ("Note"), to Cede & Co ("Owner"), in the aggregate principal amount of \$5,552,039, on a basis junior and subordinate to the Subordinate Notes described above. The Notes bear interest rates of 7.5% 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.

This information is an integral part of the accompanying budget.

**DOMINION WATER AND SANITATION DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

Bonds and Interest Maturing in the Year Ending December 31,	\$137,935,000		
	General Obligation Refunding and Improvement Bonds		
	Dated September 15, 2022		
	Series 2022		
	Interest Rates Ranging from 5.000 % to 5.875% Payable June 1 and December 1 Principal Due December 1		
	Principal	Interest	Total
2023	\$ -	\$ 7,941,738	\$ 7,941,738
2024	2,030,000	7,941,738	9,971,738
2025	2,130,000	7,840,238	9,970,238
2026	2,235,000	7,733,738	9,968,738
2027	2,345,000	7,621,988	9,966,988
2028	2,460,000	7,504,738	9,964,738
2029	2,590,000	7,375,588	9,965,588
2030	2,730,000	7,239,613	9,969,613
2031	2,870,000	7,096,288	9,966,288
2032	3,025,000	6,945,613	9,970,613
2033	3,180,000	6,786,800	9,966,800
2034	3,370,000	6,599,975	9,969,975
2035	3,570,000	6,401,988	9,971,988
2036	3,775,000	6,192,250	9,967,250
2037	3,995,000	5,970,469	9,965,469
2038	4,235,000	5,735,763	9,970,763
2039	4,485,000	5,486,956	9,971,956
2040	4,750,000	5,223,463	9,973,463
2041	5,025,000	4,944,400	9,969,400
2042	5,320,000	4,649,181	9,969,181
2043	5,630,000	4,336,631	9,966,631
2044	5,965,000	4,005,869	9,970,869
2045	6,315,000	3,655,425	9,970,425
2046	6,685,000	3,284,419	9,969,419
2047	7,080,000	2,891,675	9,971,675
2048	7,495,000	2,475,725	9,970,725
2049	7,935,000	2,035,394	9,970,394
2050	8,400,000	1,569,213	9,969,213
2051	8,895,000	1,075,713	9,970,713
2052	9,415,000	553,131	9,968,131
	<u>\$ 137,935,000</u>	<u>\$ 159,115,713</u>	<u>\$ 297,050,713</u>

Future principal payments shown above assume mandatory sinking fund payments are made, but assume no optional redemptions or special mandatory redemptions or additional extraordinary redemptions will be made prior to maturity.

**DOMINION WATER & SANITATION DISTRICT
2023 BUDGET
SUMMARY OF SIGNIFICANT ASSUMPTIONS**

Debts and Leases – (continued)

Annual mandatory sinking fund principal payments are due December 1, beginning on December 1, 2024. The Bonds are subject to optional redemption as described in the Indenture starting in 2028. 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 December 1, 2023. The Bonds are secured by and payable from Revenues as defined in the Indenture.

This information is an integral part of the accompanying budget.

**DOMINION WATER AND SANITATION DISTRICT
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**

Bonds and Interest Maturing in the Year Ending December 31,	\$137,935,000		
	General Obligation Refunding and Improvement Bonds		
	Dated September 15, 2022		
	Series 2022		
	Interest Rates Ranging from 5.000 % to 5.875% Payable June 1 and December 1 Principal Due December 1		
	Principal	Interest	Total
2022	\$ -	\$ 1,676,589	\$ 1,676,589
2023	-	7,941,738	7,941,738
2024	2,030,000	7,941,738	9,971,738
2025	2,130,000	7,840,238	9,970,238
2026	2,235,000	7,733,738	9,968,738
2027	2,345,000	7,621,988	9,966,988
2028	2,460,000	7,504,738	9,964,738
2029	2,590,000	7,375,588	9,965,588
2030	2,730,000	7,239,613	9,969,613
2031	2,870,000	7,096,288	9,966,288
2032	3,025,000	6,945,613	9,970,613
2033	3,180,000	6,786,800	9,966,800
2034	3,370,000	6,599,975	9,969,975
2035	3,570,000	6,401,988	9,971,988
2036	3,775,000	6,192,250	9,967,250
2037	3,995,000	5,970,469	9,965,469
2038	4,235,000	5,735,763	9,970,763
2039	4,485,000	5,486,956	9,971,956
2040	4,750,000	5,223,463	9,973,463
2041	5,025,000	4,944,400	9,969,400
2042	5,320,000	4,649,181	9,969,181
2043	5,630,000	4,336,631	9,966,631
2044	5,965,000	4,005,869	9,970,869
2045	6,315,000	3,655,425	9,970,425
2046	6,685,000	3,284,419	9,969,419
2047	7,080,000	2,891,675	9,971,675
2048	7,495,000	2,475,725	9,970,725
2049	7,935,000	2,035,394	9,970,394
2050	8,400,000	1,569,213	9,969,213
2051	8,895,000	1,075,713	9,970,713
2052	9,415,000	553,131	9,968,131
	\$ 137,935,000	\$ 160,792,302	\$ 298,727,302

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

**TO The County Commissioners of Douglas County, Colorado
On behalf of the Dominion Water & Sanitation District
the Board of Directors
of the Dominion Water and Sanitation District**

Hereby officially certifies the following mills to be levied against the taxing entity's **GROSS** assessed valuation of: **\$50** Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: **\$50**

Submitted: Rob Lange for budget/fiscal year 2023

PURPOSE	LEVY	REVENUE
1. General Operating Expenses	0.000 mills	\$0
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction	-0.000 mills	-\$0
SUBTOTAL FOR GENERAL OPERATING:	0.000 mills	\$0
3. General Obligation Bonds and Interest	0.000 mills	\$0
4. Contractual Obligations	0.000 mills	\$0
5. Capital Expenditures	0.000 mills	\$0
6. Refunds/Abatements	0.000 mills	\$0
7. Other	0.000 mills	\$0
8. Judgment	0.000 mills	\$0
TOTAL:	0.000 mills	\$0

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, CONTRACT, OTHER, AND/OR JUDGMENT:

BONDS

No Bonds Available

CONTRACTS

No Contracts Available

OTHER

No Other Available

JUDGMENT

No Judgment Available

Explanation of Change:

Generated On Thu, 15 Dec 2022

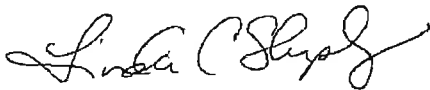
Colorado Community Media
750 W. Hampden Ave. Suite 225
Englewood, CO 80110

Dominion WSD (dist) **
9250 E. Costilla Ave., Suite 315
Greenwood Village CO 80112

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 12/1/2022, 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 Arapahoe } 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 12/1/2022. 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, 2026

CARLA BETHKE
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20004025550
MY COMMISSION EXPIRES APRIL 11, 2026

Public Notice

NOTICE OF PUBLIC HEARING FOR THE 2023 BUDGET FOR 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 year of 2023. Copies of the proposed 2023 budget 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 2023 budget will be considered at a special meeting to be held at the offices of CliftonLarsonAllen LLP, 8390 E. Crescent Pkwy., Suite 275, Greenwood Village, CO 80111 at 12:30 p.m. on December 14, 2022. Any interested elector within the District may, at any time prior to the final adoption of the 2023 budget, inspect the 2023 budget and file or register any objections thereto. This meeting can be joined using the following teleconference information:

Microsoft Teams meeting
Join on your computer or mobile app
Click here to join the meeting
Meeting ID: 264 365 162 680
Passcode: 68sqLR
Download Teams | Join on the web
Or call in (audio only)
+1 872-242-7741,,209401275#
United States, Chicago
Phone Conference ID: 209 401 275#

DOMINION WATER & SANITATION DISTRICT

By: /s/ Andrea Cole, General Manager

Legal Notice No. 944260
First Publication: December 1, 2022
Last Publication: December 1, 2022
Publisher: Douglas County News-Press

EXHIBIT B
2022 AUDITED FINANCIAL STATEMENTS

(to be provided when available)