

**CHERRY HILLS HEIGHTS WATER AND SANITATION DISTRICT
RESOLUTION TO ADOPT 2026 BUDGET**

WHEREAS, the Board of Directors (the “**Board**”) of Cherry Hills Heights Water and Sanitation District (the “**District**”) has appointed a budget committee to prepare and submit a proposed 2026 budget to the Board at the proper time; and

WHEREAS, such budget committee has submitted the proposed budget to the Board on or before October 15, 2025 for its consideration; and

WHEREAS, upon due and proper notice, published in accordance with law, the budget was open for inspection by the public at a designated place, and a public hearing was held on December 8, 2025, and interested electors were given the opportunity to file or register any objections to the budget; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, enterprise, reserve transfer and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution (“**TABOR**”) and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, whatever decreases may have been made in the revenues, like decreases were made to the expenditures so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Cherry Hills Heights Water and Sanitation District:

- 1. That estimated expenditures for each fund are as follows:

General Fund:	\$49,181.00
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- 2. That estimated revenues are as follows:

General Fund	
From general property tax:	\$39,508.00
From sources other than general property tax:	<u>\$10,266.00</u>
Total:	\$49,774.00

- 3. That the budget, as submitted, amended and herein summarized by fund, be, and the same hereby is, approved and adopted as the budget of the District for the 2026 fiscal year.
- 4. That the budget, as hereby approved and adopted, shall be certified by the Treasurer and/or President of the District to all appropriate agencies and is made a part of the public records of the District.

TO SET MILL LEVIES

WHEREAS, the amount of money from property taxes necessary to balance the budget for general operating expenses is \$39,508.00; and

WHEREAS, the 2025 valuation for assessment of the District, as certified by the County Assessor, is \$7,731,488.00.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Cherry Hills Heights Water and Sanitation District:

1. That for the purpose of meeting all general operating expenses of the District during the 2026 budget year, there is hereby levied a property tax, inclusive of the mill levy for refunds and abatements, of 5.110 mills upon each dollar of the total valuation for assessment of all taxable property within the District to raise \$39,508.00.
2. That the Treasurer and/or President of the District is hereby authorized and directed to immediately certify to the County Commissioners of Arapahoe County, Colorado, the mill levies for the District as hereinabove determined and set, or as adjusted, if necessary, upon receipt of the final (December) certification of valuation from the county assessor in order to comply with any applicable revenue and other budgetary limits.

TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board has made provision in the budget for revenues in an amount equal to the total proposed expenditures as set forth therein; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any inter- fund transfers listed therein, so as not to impair the operations of District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Cherry Hills Heights Water and Sanitation District that the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated in the budget:

General Fund:

\$49,181.00

Adopted this 8th day of December 2025.

CHERRY HILLS HEIGHTS WATER AND SANITATION
DISTRICT

DocuSigned by:

Jason Lee

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President Jason Lee

Attest:

Signed by:

John Portman

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Secretary John Portman

CHERRY HILLS HEIGHTS WATER AND SANITATION DISTRICT
GENERAL FUND
2026 ADOPTED BUDGET
WITH 2024 ACTUAL AND 2025 ESTIMATED AMOUNTS

	2024 Actual	2025 Estimated	2026 Adopted
REVENUES			
Property taxes	\$ 27,413	\$ 37,367	\$ 39,508
Specific ownership taxes	1,560	1,975	2,766
Operation fees	500	-	-
Grant	331	-	-
Interest	10,912	8,400	7,500
Total revenues	<u>40,716</u>	<u>47,742</u>	<u>\$ 49,774</u>
EXPENDITURES			
<i>General</i>			
Administration	1,373	1,234	2,103
County treasurers' fees	412	561	593
District management and accounting	21,992	22,000	22,000
Election expense	-	-	200
Insurance	5,016	5,697	5,885
Landscaping	-	5,500	5,500
Legal	1,009	1,200	2,000
Maintenance	12,511	9,903	5,000
ORC fees	348	3,503	2,000
Utilities	2,370	3,400	2,400
Emergency reserve	-	-	1,500
Total expenditures	<u>45,031</u>	<u>52,998</u>	<u>\$ 49,181</u>
NET CHANGE IN FUND BALANCE	(4,315)	(5,256)	\$ 593
BEGINNING FUND BALANCE	<u>221,258</u>	<u>216,943</u>	<u>\$ 211,687</u>
ENDING FUND BALANCE	<u><u>\$ 216,943</u></u>	<u><u>\$ 211,687</u></u>	<u><u>\$ 212,280</u></u>

2026 BUDGET MESSAGE

(Pursuant to 29-1-103(1)(e), C.R.S.)

Cherry Hills Heights Water & Sanitation District and

Sub-District A

DISTRICT SERVICES:

Services the District provides:

- Sewage Disposal - provided through City of Englewood with billing directly to households
- Maintenance of the District's undeveloped property at the northeast corner of Floyd Ave. and University Blvd.
- Provision and maintenance of the District's sewer lines
- Administration of the District
- Construction & maintenance of a perimeter wall, sidewalk, and landscaping along University Blvd.

BASIS OF ACCOUNTING:

The basis of accounting utilized in the preparation of the 2026 budget for the District is the modified accrual method. The District's 2026 budget includes projected revenues and expenditures for its general operating fund.

IMPORTANT FEATURES OF THE BUDGET:

The 2026 budget and mill levies do not result in a violation of any applicable property tax or fiscal year spending limitations.

General Operating Fund/Expenditures:

Paid for out of the District's General Fund, these expenses include monies required to pay for district services, including general administrative costs, insurance, professional and other fees, landscaping, election-related expenses, repairs and maintenance, snow removal, utilities, and other miscellaneous costs.

Expenditures in 2026 include maintenance (including regular sewer line maintenance projects, landscaping, and utilities, consistent with past budget expenses. There is a line item for an Operator in Responsible Charge (ORC) management fees, consistent with district requirements.

Legal fees include the assistance of our legal firm to monitor key deadlines and generally aid in district matters, including any potential election initiatives. Insurance costs cover general liability, public officials' liability, crime, and other liabilities for the District.

Lease Purchase Agreements:

The District has not entered into any lease purchase agreements and does not anticipate entering into any lease purchase agreements during calendar year 2026.

CERTIFICATION OF TAX LEVIES for NON-SCHOOL GovernmentsTO: County Commissioners¹ of ARAPAHOE COUNTY, Colorado.On behalf of the CHERRY HILLS HEIGHTS WATER & SANITATION DISTRICT,(taxing entity)^Athe BOARD OF DIRECTORS(governing body)^Bof the CHERRY HILLS HEIGHTS WATER & SANITATION DISTRICT(local government)^C

Hereby officially certifies the following mills
to be levied against the taxing entity's GROSS \$ 7,731,488
assessed valuation of:

(GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

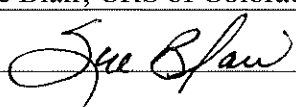
Note: If the assessor certified a NET assessed valuation
(AV) different than the GROSS AV due to a Tax
Increment Financing (TIF) Area^F the tax levies must be
calculated using the NET AV. The taxing entity's total
property tax revenue will be derived from the mill levy
multiplied against the NET assessed valuation of:

(NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)
USE VALUE FROM FINAL CERTIFICATIN OF VALUATION PROVIDED
BY ASSESSOR NO LATER THAN DECEMBER 10

Submitted: 12/10/2025 for budget/fiscal year 2026
(not later than Dec. 15) (dd/mm/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)**LEVY²****REVENUE²**

1. General Operating Expenses ^H	<u>8.421</u> mills	\$ <u>65,107</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< <u>3.311</u> > mills	\$ < <u>25,599</u> >
SUBTOTAL FOR GENERAL OPERATING:	<u>5.110</u> mills	<u>\$ 39,508</u>
3. General Obligation Bonds and Interest ^J	_____ mills	\$ _____
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>5.110</u> mills	<u>\$39,508</u>

Contact person: _____ Daytime
(print) Sue Blair, CRS of Colorado, LLC phone: 303-381-4977
Signed:  Title: District Manager

¹ If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.

² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).

Mill Levy Public Information

Pursuant to 39-1-125 C.R.S.

Counties can ask local governments to submit this form to the county by December 15th pursuant to 39-1-125 (1) (c) C.R.S. Local governments, please verify with the county whether they would like you to use this form or a different process to provide this information.

Taxing Entity Information

Taxing Entity: Cherry Hills Heights Water and Sanitation District

County: Arapahoe County

DOLA Local Government ID Number: 03018

Subdistrict Number (if applicable): N/A

Budget/Fiscal Year: 2026

Mill Levy Information

1. Mill Levy Name or Purpose: General Fund
2. Mill Levy Rate (Mills): 5.201 mills
3. Previous Year Mill Levy Rate (Mills): 3.722 mills
4. Previous Year Mill Levy Revenue Collected: \$37,367
5. Mill Levy Maximum Without Further Voter Approval: Current mill levy with annual CPI adjustment.
6. Allowable Annual Growth in Mill Levy Revenue: Capped GF Mill Levy plus annual CPI adjustment.
7. Actual Growth in Mill Levy Revenue Over the Prior Year: \$2,141
8. Is revenue from this mill levy allowed to be retained and spent as a voter-approved revenue change pursuant to section 20 (7)(b) of Article X of the State Constitution (TABOR)? Yes
9. Is revenue from this mill levy subject to the Statutory Property Tax (5.5%) Limit in 29-1-301 C.R.S.? No
10. Is revenue from this mill levy subject to any other limit on annual revenue growth enacted by the local government or another local government? Yes, the 10.5% bi-annual limitation.
11. Does the mill levy need to be adjusted or does a temporary mill levy reduction need to be used in order to collect a certain amount of revenue? If "Yes", what is the amount?
No
12. Other or additional information:
N/A

Contact Information

Contact Person: Ashly Dorey

Title: District Manager

Phone: 303-381-4960

Email: adorey@crsofcolorado.com