

SOUTHEAST METRO STORMWATER AUTHORITY 2008 PROPOSED BUDGET HIGHLIGHTS

Revenues

1. The 2008 proposed budget assumes a 1.75% increase in impervious area within SEMSWA's boundaries, a 3% fee increase for inflation, and a 2% fee increase to improve the level of service. Stormwater utility fees of \$8.02 million are expected to be collected in 2008
2. Restricted revenues of \$655,000 are expected to be collected in 2008. This consists primarily of \$381,500 of project revenues from Arapahoe County and \$270,000 of system development charges.

Program Expenditures

1. **Floodplain and Master Planning** – Two new positions are proposed for 2008: a floodplain management review engineer and a land development review engineer. In addition, \$125,000 of master planning projects are planned through UDFCD, and \$100,000 is planned for technical review support as these reviews are transitioned from ACWWA, ECCV, and Inverness W&S District.
2. **Maintenance** – Two full crews are planned for 2008 in order to keep up with the increasing demands for service. \$85,000 has been budgeted relating to a vac truck washout area and \$60,000 has been allocated for restoration projects.
3. **Water Quality and Special Projects** – 8 FTEs have been budgeted for 2008. In addition, \$130,000 of professional services are planned including on-call spill cleanup, sampling services, water quality manual updates.
4. **CIP** – Five FTEs are planned for 2008.

Other Expenditures

1. **Administration** – Three new positions are proposed for 2008: a finance manager, an office manager, and a GIS/computer manager. In addition, \$680,000 has been proposed for professional services with AMEC and CH2MHill. The professional services include significant program and administrative support.
2. **Building and Space Costs** – Building and space costs are expected to be significantly lower in 2008 compared to 2007 since relatively few capital costs are expected in 2008.
3. **Capital Equipment Purchases** – \$50,000 has been budgeted in 2008 for two pool cars to be used by employees who do not have an assigned vehicle and \$45,000 has been included for robotic units for survey, topographic, and design work by staff.
4. **CIP** – Capital expenditures of \$4.4 million are planned in 2008.

5. **Loan Repayments** - \$805,000 has been budgeted for loan repayments in accordance with the loan from Colorado Business Bank.
6. **Contingency** – A \$100,000 contingency has been included in the proposed 2008 budget.

Fund Balance

1. The proposed budget, as submitted, is balanced and a fund balance of \$1.21 million is projected as of December 31, 2008. The fund balance includes a restricted component of about \$522,000 and an unrestricted component of about \$686,000.

Southeast Metro Stormwater Authority
Proposed Budget - Summary
Year Ending December 31, 2008

		YTD Through	2007	2007 Projected	2008 Proposed
		Oct 2007	Budget	Results	Budget
Revenue					
	Revenue - Restricted	934,571.66	1,261,000.00	2,934,571.66	655,750.00
	Revenue - Unrestricted	7,648,539.73	7,436,083.00	7,688,750.00	8,214,365.00
	Total Revenue	8,583,111.39	8,697,083.00	10,623,321.66	8,870,115.00
Expenses/Expenditures					
	Building & Space Costs	698,202.07	822,696.00	803,071.32	347,292.00
	Capital Equipment Purchases	219,613.96	293,057.00	292,908.96	115,000.00
	Capital Improvement Program	2,823,826.91	4,175,178.00	4,111,068.55	5,049,185.42
	Contingency	0.00	0.00	0.00	100,000.00
	Floodplain & Master PI Program	224,035.98	363,029.00	360,431.76	741,215.63
	Loan Repayments	1,351,036.71	1,356,144.00	1,351,036.71	805,797.91
	Maintenance Program	290,647.58	489,848.00	486,382.57	1,009,344.67
	Services and Administration	1,554,544.62	2,545,501.00	2,353,574.68	2,063,736.95
	Water Quality & Sp Proj Program	301,718.31	525,825.00	518,195.57	983,031.28
	Total Expenses/Expenditures	7,463,626.14	10,571,278.00	10,276,670.12	11,214,603.86
	Increase (Decrease) in Fund Balance	1,119,485.25	-1,874,195.00	346,651.54	-2,344,488.86
	Fund Balance - Beginning	3,205,917.00	3,205,917.00	3,205,917.00	3,552,568.54
	Fund Balance - Ending	4,325,402.25	1,331,722.00	3,552,568.54	1,208,079.68
Components of Ending Fund Balance					
	Restricted	67,204.84	133,000.00	1,940,000.00	521,500.00
	Unrestricted	4,258,197.41	1,198,722.00	1,612,568.54	686,579.68
	Total Fund Balance	4,325,402.25	1,331,722.00	3,552,568.54	1,208,079.68

Year Ending December 31, 2008

Total Tenant Improvements	
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Year Ending December 31, 2008

							YTD Through	2007	2007 Projected	2008 Proposed	
							Oct 2007	Budget	Results	Budget	
			Total Building & Space Costs				698,202.07	822,696.00	803,071.32	347,292.00	
			Capital Equipment Purchases								
				New Crew Vehicles				0.00	51,095.00	51,095.00	0.00
				Survey equipment				0.00	0.00	0.00	45,000.00
				Other Capital Equipment				0.00	23,200.00	22,200.00	0.00
				Vehicles - Pool				0.00	0.00	0.00	50,000.00
				Vac Truck				90,000.00	90,000.00	90,000.00	0.00
				Vehicle replacement fund				0.00	0.00	0.00	20,000.00
				Vehicles				129,613.96	128,762.00	129,613.96	0.00
			Total Capital Equipment Purchases				219,613.96	293,057.00	292,908.96	115,000.00	
			Capital Improvement Program								
				2008 CIP Projects							
					Restricted			0.00	0.00	0.00	2,070,000.00
					Unrestricted			0.00	0.00	0.00	2,347,590.00
			Total 2008 CIP Projects				0.00	0.00	0.00	4,417,590.00	
			Cherry Crest West Phase II								
					CC West Ph II Unrestricted			0.00	50,000.00	50,000.00	0.00
			Total Cherry Crest West Phase II				0.00	50,000.00	50,000.00	0.00	
			Christensen Lane Est Remedial								
					Christensen Lane Unrestricted			105,355.03	125,000.00	125,000.00	0.00
			Total Christensen Lane Est Remedial				105,355.03	125,000.00	125,000.00	0.00	
			Dove Hill Drainage								
					Dove Hill Restricted			0.00	50,000.00	50,000.00	0.00
			Total Dove Hill Drainage				0.00	50,000.00	50,000.00	0.00	
			Goldsmith Gulch/Arap Lk Design								
					Goldsmith Gulch Restricted			0.00	75,000.00	75,000.00	0.00
			Total Goldsmith Gulch/Arap Lk Design				0.00	75,000.00	75,000.00	0.00	
			Holly Hills								
					Holly Hills Restricted			0.00	135,000.00	0.00	0.00
			Total Holly Hills				0.00	135,000.00	0.00	0.00	
			Little Dry Creek Xing at Arapahoe								
					LDC at Arapahoe Restricted			816,000.00	816,000.00	816,000.00	0.00
					LDC at Arapahoe Unrestricted			1,000,000.00	1,000,000.00	1,000,000.00	0.00
			Total Little Dry Creek Xing at Arapahoe				1,816,000.00	1,816,000.00	1,816,000.00	0.00	
			Orchard Valley Remedial								
					Orchard Valley Unrestricted			3,001.51	100,000.00	100,000.00	0.00
			Total Orchard Valley Remedial				3,001.51	100,000.00	100,000.00	0.00	

Year Ending December 31, 2008

						YTD Through	2007	2007 Projected	2008 Proposed
						Oct 2007	Budget	Results	Budget
Piney Creek at Caley Constr									
Piney Cr at Caley Unrestricted						0.00	355,000.00	355,000.00	0.00
Total Piney Creek at Caley Constr						0.00	355,000.00	355,000.00	0.00
Piney Creek at Caley Design									
Piney Creek Restricted						50,000.00	50,000.00	50,000.00	0.00
Total Piney Creek at Caley Design						50,000.00	50,000.00	50,000.00	0.00
Project Management									
Cellular Telephone						1,167.12	0.00	1,249.03	4,080.00
Contingency						320.00	10,000.00	10,000.00	20,000.00
Geotechnical Services						0.00	0.00	0.00	10,000.00
Video Inspection Services						0.00	0.00	0.00	20,000.00
Equipment Rental						0.00	0.00	0.00	16,000.00
Equipment/Tools/Supplies Purchase						0.00	0.00	0.00	10,000.00
Professional Services						8,949.35	0.00	10,000.00	0.00
Salaries & Benefits									
New Positions Salaries & Benefits						0.00	0.00	63,027.36	201,236.18
Interns Salaries & Benefits						0.00	0.00	0.00	30,000.00
Benefits						32,960.99	47,687.00	45,874.62	81,689.79
Overtime						0.00	1,016.00	1,016.00	0.00
Salaries						104,462.75	148,675.00	147,101.54	230,589.45
Total Salaries & Benefits						137,423.74	197,378.00	257,019.52	543,515.42
Training & Education						469.26	3,600.00	3,600.00	4,000.00
Travel, Mileage, Local Reimb									
Local Reimb						0.00	500.00	500.00	500.00
Mileage Reimbursement						1,140.90	2,000.00	2,000.00	500.00
Travel						0.00	5,700.00	5,700.00	3,000.00
Total Travel, Mileage, Local Reimb						1,140.90	8,200.00	8,200.00	4,000.00
Total Project Management						149,470.37	219,178.00	290,068.55	631,595.42
Arapahoe Plaza Storm Sewer									
Arapahoe PI Storm Sewer Constr						0.00	310,000.00	310,000.00	0.00
Total Arapahoe Plaza Storm Sewer						0.00	310,000.00	310,000.00	0.00
Dove Creek Pond D-1									
Dove Cr. Pond D-1 Design						0.00	100,000.00	100,000.00	0.00
Total Dove Creek Pond D-1						0.00	100,000.00	100,000.00	0.00
Windmill Creek Pond W-4 Phase 1									
Windmill Cr. Phase 1 Design						0.00	60,000.00	60,000.00	0.00
Total Windmill Creek Pond W-4 Phase 1						0.00	60,000.00	60,000.00	0.00

Year Ending December 31, 2008

				YTD Through	2007	2007 Projected	2008 Proposed
				Oct 2007	Budget	Results	Budget
				S. Suburban Ice Arena Remedial			
				S Suburban Ice Unrestricted	0.00	30,000.00	0.00
				Total S. Suburban Ice Arena Remedial	0.00	30,000.00	0.00
				Southwood Vill/Greenwood Manor			
				Southwood Village Unrestricted	700,000.00	700,000.00	0.00
				Total Southwood Vill/Greenwood Manor	700,000.00	700,000.00	0.00
				Total Capital Improvement Program	2,823,826.91	4,175,178.00	5,049,185.42
				Contingency	0.00	0.00	100,000.00
				Floodplain & Master PI Program			
				Cellular Telephone	943.96	0.00	3,360.00
				Contingency	0.00	0.00	20,000.00
				Mapping/MDP/FHAD Project (UDFCD)	0.00	70,000.00	0.00
				D-Firm and Map Maintenance	0.00	0.00	20,000.00
				Floodplain Technical Rev Supp	13,874.25	30,000.00	50,000.00
				District Technical Rev Support	0.00	0.00	100,000.00
				Master Planning Projects			
				Cottonwood Creek	80,000.00	80,000.00	0.00
				2008 UDFCD Master Planning	0.00	0.00	125,000.00
				Other MP Projects	0.00	10,000.00	0.00
				Willow Cr, LDC & Greenwd Gulch	40,000.00	40,000.00	0.00
				Total Master Planning Projects	120,000.00	130,000.00	125,000.00
				Office Supplies	75.56	0.00	1,000.00
				Salaries & Benefits			
				New Positions Salaries & Benefits	0.00	0.00	196,550.02
				Benefits	21,621.76	30,440.00	58,043.57
				Overtime	0.00	1,200.00	0.00
				Salaries	66,797.37	94,589.00	161,112.04
				Total Salaries & Benefits	88,419.13	126,229.00	415,705.63
				Training & Education	418.00	2,400.00	3,200.00
				Travel & Mileage Reimb			
				Local Reimb	0.00	300.00	300.00
				Mileage Reimb	305.08	500.00	250.00
				Travel	0.00	3,600.00	2,400.00
				Total Travel & Mileage Reimb	305.08	4,400.00	2,950.00
				Total Floodplain & Master PI Program	224,035.98	363,029.00	741,215.63
				Loan Repayments			
				Bank Loan Interest	140,694.17	163,858.00	151,383.46
				Bank Loan Principal	665,103.74	647,047.00	654,414.45

Year Ending December 31, 2008

						YTD Through	2007	2007 Projected	2008 Proposed	
						Oct 2007	Budget	Results	Budget	
		City Loan Repayment				199,914.87	199,915.00	199,914.87	0.00	
		County Loan Repayment				345,323.93	345,324.00	345,323.93	0.00	
		Total Loan Repayments				1,351,036.71	1,356,144.00	1,351,036.71	805,797.91	
		Maintenance Program								
		Cellular Telephone				1,110.11	0.00	1,184.66	2,000.00	
		Contingency				0.00	0.00	0.00	20,000.00	
		Contracted Services				18,515.75	54,880.00	20,000.00	25,000.00	
		County Reimbursement				9,135.65	0.00	9,135.65	0.00	
		Drainage Maintenance				0.00	0.00	0.00	0.00	
		Dump Fees				242.00	0.00	10,000.00	20,000.00	
		Vac Truck Washout Area				0.00	0.00	0.00	85,000.00	
		Equipment Rental				38,561.75	28,200.00	41,700.00	10,000.00	
		Field Operating Supplies				2,662.93	9,500.00	27,700.00	20,000.00	
		Field Vehicle Maintenance				4,518.54	21,000.00	4,600.00	20,000.00	
		Gas and Oil				763.53	1,900.00	1,900.00	15,000.00	
		Manhole Raising for Road Proj				0.00	10,000.00	0.00	0.00	
		Materials				28,466.11	20,000.00	30,000.00	30,000.00	
		Utilities SEMSWA Owned Property				316.56	0.00	500.00	2,000.00	
		Uniforms				0.00	0.00	3,000.00	6,000.00	
		Office Supplies				164.30	0.00	300.00	300.00	
		Professional Services				25,791.50	4,000.00	36,826.00	5,000.00	
		Restoration Projects				30,202.00	85,000.00	38,000.00	60,000.00	
		Routine Mowing & Trash Pickup				9,880.00	40,000.00	10,000.00	50,000.00	
		Salaries & Benefits								
		New Positions Salaries & Benefits				0.00	0.00	38,810.26	111,199.40	
		Addtl Drainage Crew Sal & Benefits				0.00	0.00	48,215.40	249,904.64	
		Benefits				27,341.19	59,954.00	37,841.35	66,957.10	
		Overtime				868.80	1,351.00	1,351.00	3,300.00	
		Salaries				80,032.76	137,743.00	108,010.75	181,533.53	
		Seasonal Workers				9,724.00	11,920.00	13,307.50	15,000.00	
		Total Salaries & Benefits				117,966.75	210,968.00	247,536.26	627,894.67	
		Taxes and Licenses - Vehicles				31.38	0.00	100.00	250.00	
		Tools/PPE/Cameras/Equipment				569.78	0.00	600.00	5,000.00	
		Training & Education				0.00	2,400.00	1,100.00	2,400.00	
		Travel & Mileage Reimb								
		Local Exp Reimb				0.00	500.00	0.00	500.00	
		Mileage Reimbursement				1,748.94	0.00	2,200.00	1,500.00	
		Travel				0.00	1,500.00	0.00	1,500.00	
		Total Travel & Mileage Reimb				1,748.94	2,000.00	2,200.00	3,500.00	
		Total Maintenance Program				290,647.58	489,848.00	486,382.57	1,009,344.67	
		Services and Administration								
		County Reimbursement								
		Administrative Support				1,125.00	2,400.00	1,125.00	0.00	

Year Ending December 31, 2008

						YTD Through	2007	2007 Projected	2008 Proposed
						Oct 2007	Budget	Results	Budget
					Overhead	40,030.32	42,400.00	40,030.32	0.00
					Services	18,088.27	36,600.00	18,088.27	0.00
					Stormwater Management	24,721.77	0.00	24,721.77	0.00
					Supplies	6,365.67	12,400.00	6,365.67	0.00
					Total County Reimbursement	90,331.03	93,800.00	90,331.03	0.00
					Financial, Legal, HR & Payroll				
					Audit	5,000.00	5,000.00	5,000.00	15,700.00
					Benefits Administration	139.00	0.00	139.00	500.00
					Candidate Expense Reimbursement	1,115.18	0.00	1,115.18	0.00
					Financial Software	0.00	10,000.00	20,000.00	0.00
					HR Advertising	11,399.85	9,200.00	14,000.00	8,000.00
					HR Consulting	12,777.66	18,000.00	18,000.00	8,000.00
					Legal	81,308.88	88,500.00	100,000.00	110,000.00
					Legal Publications	20.68	500.00	500.00	1,000.00
					Payroll Processing	406.42	2,300.00	406.42	0.00
					Public Relations	0.00	3,000.00	3,000.00	35,000.00
					Treasurer's Fees-Billing	147,297.58	151,465.00	151,465.00	176,775.00
					Total Financial, Legal, HR & Payroll	259,465.25	287,965.00	313,625.60	354,975.00
					GIS/CMMS System				
					GIS/Computer Mgr - Sal & Benefits	0.00	0.00	0.00	127,686.56
					Database Replacement	0.00	0.00	1,075.00	30,000.00
					Additional Modules	0.00	0.00	0.00	10,000.00
					Cartegraph Annual Maintenance	0.00	0.00	0.00	6,250.00
					System Maintenance	0.00	2,000.00	0.00	2,500.00
					System Purchase	15,000.00	15,000.00	28,200.00	0.00
					Total GIS/CMMS System	15,000.00	17,000.00	29,275.00	176,436.56
					Professional Services				
					AMEC				
					Additional Customer Svc 2007	26,362.86	55,300.00	55,300.00	0.00
					Additional Customer Svc 2008	0.00	0.00	0.00	40,000.00
					Development Fee Contract	21,040.24	170,358.00	145,358.00	0.00
					Database Development 2008 Fees	19,832.55	64,200.00	64,200.00	0.00
					Database Development 2009 Fees	0.00	0.00	0.00	40,000.00
					AMEC - 2006-2007 Contract	201,781.87	271,198.00	201,793.21	0.00
					Total AMEC	269,017.52	561,056.00	466,651.21	80,000.00
					Basin Development Fees Dev.	0.00	0.00	0.00	0.00
					CH2MHill - 2006/2007 Contract	278,117.83	320,468.00	310,000.00	0.00
					CH2MHill - 2007/2008 Contract	0.00	490,698.00	331,065.43	309,632.86
					CH2MHill - 2008/2009 Contract	0.00	0.00	0.00	250,000.00
					Other Professional Services	900.00	40,804.00	40,804.00	40,000.00
					Total Professional Services	548,035.35	1,413,026.00	1,148,520.64	679,632.86

Year Ending December 31, 2008

Total Services and Administration

Year Ending December 31, 2008Fund Balance - Beginning

Year Ending December 31, 2008

[illegible]

SEMSWA 2008 PROPOSED CIP Budget	
Projects	
Dove Hill	\$ 900,000
Piney Ck @ Caley	\$ 320,800
Big Dry Creek @ University	\$ 50,000
Big Dry Creek @ Arapahoe Road	\$ 146,700
Little Creek	\$ 100,000
Little Creek Detention	\$ 107,490
High Line Canal Improvements	\$ 130,200
Cherrywood Outfall	\$ 50,000
Piney Creek-Buckley to Liverpool	\$ 50,000
Goldsmith Gulch	\$ 418,800
Cherry Crest East	\$ 187,000
Little Dry Creek Reach 6	\$ 83,000
Dover Creek Pond D1	\$ 100,000
Windmill Creek Pond W4	\$ 60,000
Dayton Street storm sewer	\$ 160,000
Antelope Creek at Arapahoe Road	\$ 187,000
Estancia Outfall	\$ 100,000
Unknown projects	\$ 100,000
Total Projects	\$ 3,250,990
REMEDIAL	
Heritage Place Lateral 1	\$ 170,700
Heritage Place Lateral 2	\$ 139,300
Easter/Verbena System Eval	\$ 25,000
Willow Trib 1 (Rosemary Cir)	\$ 60,000
Big Dry Creek (Forest Park)	\$ 115,000
Arapahoe Plaza 1	\$ 95,000
Arapahoe Plaza 2	\$ 136,600
Forest Park Stabilization & Drops	\$ 110,000
Panama Drive Storm Sewer Outfalls	\$ 100,000
Willow Trib. #2 Channel	\$ 55,000
Lake Point Estates Water Quality Pond	\$ 25,000
Greenfield Filing No. 2 Channel / WQ Pond	\$ 20,000
Homestead in the Willows Olive Ct. St Sewer	\$ 15,000
Unknown projects	\$ 100,000
Total Remedial	\$ 1,166,600
Total CIP	\$ 4,417,590

Southeast Metro Stormwater Authority
Cash Flow Projection -
Including Restricted Revenues
Three Quarters Ending June 30, 2008

		4th Quarter	1st Quarter	2nd Quarter	
		2007	2008	2008	Total
Amounts in \$000,000s					
Beginning cash		\$ 4.78	\$ 4.21	\$ 1.45	\$ 4.78
Cash revenues					
Stormwater fees		0.05	1.30	3.78	5.13
Restricted revenues(1)		2.00	0.06	0.06	2.12
Interest income		0.04	0.03	0.02	0.09
Total cash revenues		2.09	1.39	3.86	7.34
Expenses/Expenditures					
Building and space costs		0.13	0.13	0.13	0.39
Capital Equipment Purchases		0.07	0.10	0.05	0.22
Capital Improvement Program		1.08	2.20	1.70	4.98
Contingency/unexpected		0.25	0.25	0.25	0.75
Floodplain & Master PI Program		0.21	0.27	0.14	0.62
Loan Repayments		0.00	0.00	0.00	0.00
Maintenance Program		0.20	0.40	0.20	0.80
Services and Administration		0.47	0.55	0.51	1.53
Water Quality & Sp Proj Program		0.25	0.25	0.25	0.75
Total Expenses/Expenditures		2.66	4.15	3.23	10.04
Increase (Decrease) in Cash		-0.57	-2.76	0.63	-2.70
Ending cash		\$ 4.21	\$ 1.45	\$ 2.08	\$ 2.08
(1) 4th quarter amount Includes \$2.0 million of restricted revenues currently held by the County					

Southeast Metro Stormwater Authority
Cash Flow Projection -
Excluding Restricted Revenues
Three Quarters Ending June 30, 2008

		4th Quarter	1st Quarter	2nd Quarter	
		2007	2008	2008	Total
Amounts in \$000,000s					
Beginning cash		\$ 4.78	\$ 2.21	\$ 1.09	\$ 4.78
Cash revenues					
Stormwater fees		0.05	1.30	3.78	5.13
Restricted revenues		0.00	0.00	0.00	0.00
Interest income		0.04	0.03	0.02	0.09
Total cash revenues		0.09	1.33	3.80	5.22
Expenses/Expenditures					
Building and space costs		0.13	0.13	0.13	0.39
Capital Equipment Purchases		0.07	0.10	0.05	0.22
Capital Improvement Program		1.08	0.50	0.50	2.08
Contingency/unexpected		0.25	0.25	0.25	0.75
Floodplain & Master PI Program		0.21	0.27	0.14	0.62
Loan Repayments		0.00	0.00	0.00	0.00
Maintenance Program		0.20	0.40	0.20	0.80
Services and Administration		0.47	0.55	0.51	1.53
Water Quality & Sp Proj Program		0.25	0.25	0.25	0.75
Total Expenses/Expenditures		2.66	2.45	2.03	7.14
Increase (Decrease) in Cash		-2.57	-1.12	1.77	-1.92
Ending cash		\$ 2.21	\$ 1.09	\$ 2.86	\$ 2.86

**SOUTHEAST METRO STORMWATER AUTHORITY
SUMMARY OF SIGNIFICANT ASSUMPTIONS USED IN THE
DEVELOPMENT OF THE 2008 PROPOSED BUDGET**

1. The proposed budget is being submitted to the Board in order to meet the requirements of the Local Government Budget Law (Section 29-1-101 et seq., C.R.S.).
2. The Budget Law requires that the budget be “balanced”; that is, that expenditures do not exceed available resources. The proposed budget, as submitted, is balanced and a fund balance of \$1.21 million is projected as of December 31, 2008. The fund balance includes a restricted component of about \$522,000 and an unrestricted component of about \$686,000.
3. The proposed budget assumes a 1.75% increase in impervious area within SEMSWA’s boundaries, a 3% fee increase for inflation, and a 2% fee increase to improve the level of service. This is consistent with SEMSWA’s Service Level Plan.
4. The proposed budget assumes that \$1.4 million of restricted revenues will be received from Arapahoe County before the end of 2007. Due to the nature of these revenues, they are restricted for capital projects. If for any reason, these revenues are not received as planned, the related expenditures will not be incurred. Actual restricted fund balance will vary depending on the availability of restricted revenues.
5. A significant part of developing the budget includes projecting 2007 results. For the purposes of the proposed 2008 budget, estimates were made of the actual revenues and expenditures for the year. In instances where expenditure estimates are difficult to make, it was assumed that the amount of entire 2007 budget would be spent. This is a conservative approach in that if actual expenditures are less than the projection, fund balance will be higher than projected.
6. Expenditures relating to several 2007 contracts are expected to be fully spent within 2007. In instances where that does not occur as of the end of the year, staff plans to ask the Board to reappropriate the unspent portion of these contracts in 2008.