

ADOPTED AMENDED BUDGET FOR THE PINE BROOK WATER DISTRICT FOR 2010

| | ACT 09 | PROP 2010 | ACT 2010 10/22/2010 | EST 2010 | AMENDED 2010 12/31/2010 |
|---|-----------|-----------|------------------------|-----------|----------------------------|
| SCHEDULE OF FUNDS FOR GENERAL OPERATIONS | | | | | |
| SOURCES OF FUNDS: | | | | | |
| BEGINNING BALANCE | | | \$0 | | |
| WATER SALES | \$389,052 | \$405,000 | \$365,746 | \$430,000 | \$446,468 |
| INT. SAVINGS | \$0 | | \$0 | \$0 | |
| MISC INC - RESERVES | \$0 | | \$0 | \$0 | |
| | ----- | ----- | ----- | ----- | ----- |
| TOTAL FUNDS | \$389,052 | \$405,000 | \$365,746 | \$430,000 | \$446,468 |
| USE OF FUNDS: | | | | | |
| WATER OPERATIONS: | | | | | |
| ENGINEERING | \$0 | \$0 | \$0 | \$0 | \$0 |
| R & M | \$41,765 | \$35,000 | \$63,989 | \$80,000 | \$80,000 |
| * SALARIES- OPRNTS | \$147,124 | \$146,000 | \$133,529 | \$145,740 | \$152,392 |
| UTILITIES | \$32,498 | \$40,000 | \$30,816 | \$37,000 | \$39,100 |
| MISCELL. | \$973 | \$1,200 | \$820 | \$1,000 | \$1,030 |
| TRAIN & DUES | \$4,352 | \$3,500 | \$1,427 | \$2,000 | \$1,427 |
| TRUCK OP & MAIN | \$13,140 | \$13,000 | \$8,779 | \$12,000 | \$16,800 |
| WATER RIGHTS & ASSESS | \$1,756 | \$4,500 | \$3,080 | \$3,080 | \$3,080 |
| REVENUE NOTE PAY'T | \$52,000 | \$52,000 | \$52,000 | \$52,000 | \$52,000 |
| RESERVES REVENUE NOTE | \$26,577 | \$33,200 | \$19,888 | \$23,160 | \$26,282 |
| FIRE HYDRANTS | \$86 | \$0 | \$4,143 | \$6,000 | \$4,154 |
| | ----- | ----- | ----- | ----- | ----- |
| TOTAL OPERATIONS | \$320,271 | \$328,400 | \$318,471 | \$361,980 | \$376,265 |
| ADMINSTRATION & GENERAL EXPENSE | | | | | |
| ACCOUNTING, BANK CHARG | \$365 | \$300 | \$178 | \$220 | \$220 |
| AUDIT | \$3,800 | \$4,300 | \$4,300 | \$4,300 | \$4,300 |
| EMP.BENEFITS | \$27,553 | \$33,000 | \$24,637 | \$30,000 | \$30,309 |
| INS.-LIABILITY | \$16,563 | \$15,000 | \$3,591 | \$15,000 | \$15,000 |
| LEGAL | \$1,455 | \$1,000 | \$539 | \$1,000 | \$539 |
| OFFICE SUPPLY | \$7,651 | \$8,000 | \$4,448 | \$6,000 | \$7,335 |
| PAYROLL TAX EXP | \$11,394 | \$15,000 | \$9,582 | \$11,500 | \$12,500 |
| | ----- | ----- | ----- | ----- | ----- |
| TOTAL ADM./GEN. | \$68,781 | \$76,600 | \$47,274 | \$68,020 | \$70,203 |
| TOTAL OPERATING EXP. | \$389,052 | \$405,000 | \$365,745 | \$430,000 | \$446,468 |
| ENDING BALANCE | (\$0) | \$0 | \$0 | \$0 | \$0 |

RESERVES FROM OPERATIONS & THER RESERVES FOR THE REVENUE NOTE ARE TRANSFERRED TO THE CAPITAL BUDGET AT THE END OF EACH YEAR.

THE PINE BROOK WATER DISTRICT IS A GOVERNMENTAL ENTITY WHICH HAS A COMMERCIAL INSURANCE POLICY TO PROTECT AGAINST LOSSES AND RISKS ie LIGHTNING STRIKES, WATER MAIN FAILURES, PUMP FAILURES, ETC. THE PINE BROOK WATER DISTRICT IS CONSIDERED AN ENTERPRISE SINCE IT DOES NOT COLLECT ANY TAXES FOR OPERATIONS AS THE OPERATIONS ARE FUNDED SOLEY BY WATER RENTS

INFORMATION ON THE REVENUE NOTE IS ATTACHED HERETO.

SCHEDULE OF FUNDS FOR NON-OPERATING EXPENSES

| SOURCES OF FUNDS FOR NON-OPERATING EXPENSES | ACT 09 | PROP 2010 | ACT 2010 | EST 2010 | AMENDED 2010 |
|--|------------------|------------------|------------------|------------------|---------------------|
| BEGINNING BALANCE | | | | | |
| PROP. TAX | \$358,558 | \$358,584 | \$353,798 | \$358,558 | \$357,438 |
| S.O.TAX | \$9,000 | \$9,000 | \$9,196 | \$10,000 | \$12,277 |
| INTEREST FROM RESERVE | | \$0 | | | |
| | | \$0 | | | |
| TOTAL | \$367,558 | \$367,584 | \$362,994 | \$368,558 | \$369,715 |
| USES OF FUNDS FOR NON-OPERATING EXPENSES | | | | | |
| BOND PRINC & INT | \$357,208 | \$358,023 | \$358,023 | \$358,023 | \$358,023 |
| BOND TRUSTEE RESERVES | \$1,350 | \$500 | \$500 | \$500 | \$500 |
| | \$9,000 | \$9,061 | \$4,472 | \$10,035 | \$11,192 |
| TOTAL | \$367,558 | \$367,584 | \$362,995 | \$368,558 | \$369,715 |
| ENDING BALANCE | \$0 | \$0 | (\$0) | \$0 | \$0 |

RESERVES OF NON-OPERATIONS ARE TRANSFERRED TO THE CAPITAL BUDGET AT THE END OF EACH YEAR.

1993 ASSESSED EVALUATION WAS \$13,165,770
 1993 MILL LVEY WAS 7.423
 1994 ASSESSED EVALUATION WAS \$13,429,730
 1994 MILL LEVY WAS 11.00
 1995 ASSESSED EVALUATION WAS \$16,444,460
 1995 MILL LVEY WAS 8.86
 1996 ESTIMATED ASSESSED EVALUATION IS \$16,524,810
 1996 MILL LEVY WAS 8.87
 1997 ESTIMATED EVALUATION WAS \$16,459,510
 1997 MILL WAS 8.38
 1998 MILL EVALUATION WAS \$16,427,650
 1998 MLL LEVY WAS 7.699 MILLS
 1999 ESTIMATED EVALUATION IS \$18,610,810
 1999 ESTIMATED MILL LEVY IS 7.49 (COLLECTED IN 2000)

2005 EVALUATION IS \$25,334.650
 2005 . MILL LEVY IS 14.00
 2006 EVALUATION IS \$25,281,930
 2006 MILL LEVY IS 14.109
 2007 ACTUAL EVALUATION IS \$27,277,270
 2007 ACTUAL MILL LEVY IS 13.09
 2008 ACTUAL EVALUATION IS \$27,032,620
 2008 ACTUAL MILL LEVY IS 13.24
 2009 EVALUATION IS \$28,436,460
 2009 MILL LEVY IS 12.61
 2010 EST. EVALUATION IS \$28,418,400
 2010 EST MILL LEVY IS 12.64

2000 EVAUATION IS \$18,573,210
 2000 MILL LEVY IS 7.80
 2001 EVAULATION IS \$22,957,920
 2001 MILL LEVY IS 6.11
 2002 EVALUATION \$23,196,610
 2002 MILL LEVY IS 5.82
 2003 ESTIMATED EVALUATION IS \$24,144,650
 2003 ESTIMATED MILL LEVY IS 5.795
 (NEW BONDS SOLD IN 2004)
 2004 EVALUATION IS \$24,160,870
 2004 MILL LEVY IS 13.365

SCHEDULE OF CAPITAL EXPENDITURES

| SOURCES OF FUNDS FOR CAPITAL EXPENDITURES | ACT 09 | PROP 2010 | ACT 2010 | EST 2010 | AMENDED 2010 |
|---|------------------|------------------|------------------|------------------|---------------------|
| BEGINNING BALANCE/RESERVES/ CD/ MONEY MARKET | \$227,720 | \$250,000 | \$259,995 | \$257,864 | \$332,500 |
| TAP FEE'S & RAW WATER RIGHTS SALES *** | \$400 | \$216,000 | \$21,600 | \$21,600 | \$21,600 |
| RESERVES FROM OPERATIONS END OF YR | \$26,577 | \$33,200 | \$19,888 | \$23,160 | \$26,282 |
| RESERVES FROM NON-OPERATIONS AT END OF YR | \$9,000 | \$9,061 | \$4,472 | \$10,035 | \$11,192 |
| DONATIONS | \$50 | \$0 | \$0 | \$0 | \$0 |
| INCOME FROM COLORADO STATE GRANT 2010 | \$0 | \$0 | \$0 | \$70,000 | \$36,575 |
| INCOME FROM REVENUE NOTE | \$0 | \$0 | \$0 | \$0 | \$0 |
| BOND INCOME 2004, BOND RESERVES IN YRS AFTER | \$0 | \$0 | \$0 | \$0 | \$0 |
| INTEREST INCOME | \$722 | \$500 | \$450 | \$500 | \$546 |
| BOND INTEREST | \$117 | \$0 | \$0 | \$0 | \$0 |
| NOTE RECEIVABLE ** | \$0 | \$0 | \$0 | \$0 | \$0 |
| TOTAL | \$264,586 | \$508,761 | \$306,405 | \$383,159 | \$428,695 |

PROPOSED CAPITAL EXPENDITURES

| | | | | | |
|---|------------------|------------------|------------------|------------------|------------------|
| EMERGENCY RESERVE | \$6,000 | \$6,000 | \$6,000 | \$12,150 | \$12,150 |
| BOND ISSUANCE COSTS | \$0 | \$0 | \$0 | \$0 | \$0 |
| CURRENT BOND ESCROW | \$0 | \$0 | \$0 | \$0 | \$0 |
| PROPOSED RESERVOIR | \$23,836 | \$0 | \$0 | \$0 | \$0 |
| (ENVIR STUDIES 2011) RESERVE FOR RESERVOIR | \$0 | \$5,000 | \$3,221 | \$3,221 | \$3,221 |
| REVENUE COSTS | \$0 | \$0 | \$0 | \$0 | \$0 |
| SYSTEM REPLACEMENT | \$17,815 | \$0 | \$0 | \$0 | \$6,399 |
| SYSTEM IMPROVEMENT | \$0 | \$0 | \$0 | \$70,000 | \$14,942 |
| SYSTEM NEW CONST | \$0 | \$0 | \$0 | \$0 | \$0 |
| SYSTEM FILTER PLANT | | | | | \$51,957 |
| FOUNTIAN MAIN EXTEN | \$0 | \$0 | \$0 | \$0 | \$0 |
| NEW OFFICE EQUIP | \$540 | \$2,000 | \$0 | \$0 | \$0 |
| NEW TOOLS | \$5,032 | \$2,000 | \$0 | \$0 | \$0 |
| ENGINEERING | \$0 | \$0 | \$5,000 | \$15,000 | \$13,719 |
| LEGAL SPECIAL | \$0 | \$1,000 | \$0 | \$0 | \$0 |
| BUILDING FUND | \$1,208 | \$1,000 | \$0 | \$0 | \$1,051 |
| MOTOR VEHICLES | \$0 | \$0 | \$0 | \$0 | \$0 |
| NEW SERVICE | \$3,229 | \$5,000 | \$3,786 | \$3,786 | \$3,786 |
| RESERVES USED FOR OPS. | \$0 | \$0 | \$0 | \$0 | \$0 |
| TOTAL | \$57,660 | \$22,000 | \$18,007 | \$104,157 | \$107,225 |
| ENDING BALANCE/ RESERVES/CD/ MONEY MARKET | \$206,926 | \$486,761 | \$288,398 | \$279,002 | \$321,470 |
| TOTAL OF OPERATIONS, NON-OPERATIONS, & CAPITAL | \$814,271 | \$794,584 | \$746,747 | \$902,715 | \$923,408 |

* SYSTEM REPLACEMENT IS FOR WELL PUMP REPLACEMENT AND TANK PAINTING
 *SYSTEM IMPROVEMENT IS FOR THE REPLACEMENT/UPGRADES OF PUMP HOUSES, ETC.
 ** NOTE RECEIVABLE - WAS REFUND OF WATER AGREEMENT PAYMENTS
 *** **CONTRACT TO SELL WATER RIGHTS FOR \$216,000.00, REC'C \$21,600.00 DOWNPAYMENT
 THIS PROCESS CAN TAKE ANYWHERE FROM 1 YEAR TO OVER 7 YEARS**

_____, DOES CERTIFY THAT THE ATTACHED IS A TRUE AND ACCURATE COPY
 J. K. Hendricks, President of the Board OF THE AMENDED ADOPTED 2010 BUDGET OF THE PINE BROOK WATER DISTRICT.
 ADOPTED ON JANUARY 13TH, 2011.

 Attest M. Beauprez, Secretary of the Board