PAUL GOEDECKE P.C.

RTIFIED PUBLIC ACCOUNTANTS

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November 6, 2001

Division of Local Government State of Colorado Department of Local Affairs 1313 Sherman Street, Room 521 Denver, Colorado 80203

Alpensee Water District 2002 Budget Message:

Enclosed for the Boards review is a Budget document for the year ended 12/31/2002. The following are the basic assumptions from which the 2002 budget has been prepared.

The District was organized on November 20 1999 to provide water improvements, and safety protection for its inhabitants. Presently the District exists to service its outstanding bond indebtedness and provide for any maintenance or repair needed within the District as well as water services to be supplied to the inhabitants of the District.

The budget has been prepared using the modified accrual basis of accounting. The District derives its revenue from facility fees, property taxes, specific ownership taxes and interest earnings on available District funds

The District's outstanding debt consists of Limited Tax Obligation Debt and is being serviced currently through the imposition of property tax mill levy not to exceed 50 mills and specific ownership taxes, facility fees and interest earnings. The District also has a subordinate Lien bond which is payable from pledged revenues and is subordiante to the Limited Tax Bonds.

The District has presently has no employees and contracts with consultants to provide the other monthly services required to operate the District. These normal operating costs are accounted for in the General Fund that is funded by property, specific ownership taxes and interest earnings. Any increases in fund balance on a yearly basis are considered to be increases in the General Fund reserves in order to comply with the provisions of the Tabor Amendment. At the end of each year the District reserves that portion of the fund balance necessary to comply with the Tabor Amendment

If you have any question concerning the preparation of the 2002 budget, please call.

Respectfully, Sant Claedicle P.C.

MEMBER OF AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS AND COLORADO SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

ALPENSEE WATER DISTRICT

BUDGET DOCUMENT GENERAL FUND FOR THE YEAR ENDED DECEMBER 31, 2002

WATER REVENUE 3,000 2,940 10,86 TRANSF FROM DEBT SERVICE FUND 22,000 30,74 INTEREST INCOME 0 17,000 27,840 43,40 TOTAL REVENUES 0 104,500 27,840 43,40 TOTAL REVENUE AND FUND BALANCE 0 104,500 27,840 43,40 EXPENDITURES: ACCOUNTING & AUDITING 5,000 5,000 5,000 COST OF METERS 11,200 0 1,000 1,000 DIRECTORS FEES 11,500 1,000 1,000 1,000 DUES 2,000 1,000 1,000 1,000 1,000 INSURANCE 3,000 3,000 2,500 1,000 5,000 5,000 LEGAL 10,000 5,000 5,000 5,000 5,000 5,000 OFFICE SUPPLIES 6,000 10,800 23,000 3,000 3,500 3,000 3,500 1,500 1,51 UTILITIES 0 87,700 27,840 43,40 43,40 <th></th> <th>ACTUAL 2000</th> <th>BUDGET 2001</th> <th>ESTIMATE 2001</th> <th>BUDGET 2002</th>		ACTUAL 2000	BUDGET 2001	ESTIMATE 2001	BUDGET 2002
PROPERTY TAXES SPECIFIC OWNERSHIP TAXES METER SALES 14,000 2,800 1,80 WATER REVENUE 3,000 2,940 10,80 TRANSF FROM DEBT SERVICE FUND 22,000 30,74 INTEREST INCOME 0 17,000 27,840 43,40 TOTAL REVENUES 0 104,500 27,840 43,40 EXPENDITURES: 0 104,500 27,840 43,40 EXPENDITURES: 0 104,500 27,840 43,40 COUNTING & AUDITING 5,000 5,000 5,000 5,000 COST OF METERS 11,200 10,000 1,000 1,000 DIRECTORS FEES 1,500 1,000 1,000 1,000 DUES 2,000 1,000 5,000 5,000 5,000 5,000 5,000 INSURANCE 3,000 3,000 2,000 1,000 5,000 5,000 5,000 5,000 5,000 5,000 5,000 5,000 5,000 5,000 5,000 <td>BEGINNING FUND BALANCE</td> <td></td> <td>87,500</td> <td>0</td> <td></td>	BEGINNING FUND BALANCE		87,500	0	
WATER REVENUE 3,000 2,940 10,86 TRANSF FROM DEBT SERVICE FUND 22,000 30,74 INTEREST INCOME 0 17,000 27,840 43,40 TOTAL REVENUES 0 104,500 27,840 43,40 TOTAL REVENUE AND FUND BALANCE 0 104,500 27,840 43,40 EXPENDITURES: ACCOUNTING & AUDITING 5,000 5,000 5,000 COST OF METERS 11,200 0 1,000 1,000 DIRECTORS FEES 11,500 1,000 1,000 1,000 DUES 2,000 1,000 1,000 1,000 1,000 INSURANCE 3,000 3,000 2,500 1,000 5,000 5,000 LEGAL 10,000 5,000 5,000 5,000 5,000 5,000 OFFICE SUPPLIES 6,000 10,800 23,000 3,000 3,500 3,000 3,500 3,500 3,500 3,000 3,000 3,000 3,000 3,000 3,000 3,000<	PROPERTY TAXES		1951360		
TRANSF FROM DEBT SERVICE FUND INTEREST INCOME 22,000 30,74 TOTAL REVENUES 0 17,000 27,840 43,40 TOTAL REVENUE AND FUND BALANCE 0 104,500 27,840 43,40 EXPENDITURES: 0 104,500 27,840 43,40 ACCOUNTING & AUDITING COST OF METERS 5,000 5,000 5,000 DIRECTORS FEES 11,200 1000 1,000 DUES 1,500 1,000 1,000 INSURANCE 3,000 3,000 2,500 LEGAL 10,000 5,000 5,000 OFFICE SUPPLIES 6,000 90 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,000 UTILITIES 0 87,700 27,840 43,40	METER SALES		14,000	2,800	1,800
INTEREST INCOME 100 TOTAL REVENUES 0 17,000 27,840 43,40 TOTAL REVENUE AND FUND BALANCE 0 104,500 27,840 43,40 EXPENDITURES: 0 104,500 27,840 43,40 ACCOUNTING & AUDITING 5,000 5,000 5,000 5,000 COST OF METERS 11,200 10,000 1,000 1,000 DIRECTORS FEES 1,500 1,000 1,000 1,000 1,000 DUES 1,000 5,000 5,000 5,000 2,500 1,000 INSURANCE 3,000 3,000 2,500 5,000 5,000 5,000 LEGAL 10,000 5,000	WATER REVENUE		3,000	2,940	10,860
TOTAL REVENUES 0 17,000 27,840 43,40 TOTAL REVENUE AND FUND BALANCE 0 104,500 27,840 43,40 EXPENDITURES: 0 104,500 27,840 43,40 ACCOUNTING & AUDITING 5,000 5,000 5,000 5,000 COST OF METERS 11,200 0 11,000 0 CHEMICALS 500 1,000 1,000 1,000 DIRECTORS FEES 1,500 0 1,000 1,000 1,000 DUES 2,000 1,000 5,000 5,000 2,500 1,000 1,000 INSURANCE 3,000 3,000 2,500 5,000	TRANSF FROM DEBT SERVICE FUND				30,749
TOTAL REVENUE AND FUND BALANCE 0 104,500 27,840 43,40 EXPENDITURES: ACCOUNTING & AUDITING 5,000 1,000 1,000 1,000 1,000 1,000 1,000 1,000 1,000 1,000 1,000 1,000 2,500 1,500 1,000 5	INTEREST INCOME			100	
EXPENDITURES: ACCOUNTING & AUDITING 5,000 5,000 5,000 COST OF METERS 11,200	TOTAL REVENUES	0	17,000	27,840	43,409
ACCOUNTING & AUDITING 5,000 5,000 5,000 COST OF METERS 11,200 11,200 CHEMICALS 500 1,000 DIRECTORS FEES 1,500 1,000 DUES 2,000 1,000 1,000 INSURANCE 3,000 3,000 2,500 LEGAL 10,000 5,000 5,000 MISCELLANEOUS 20,000 540 OFFICE SUPPLIES 6,000 96 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,00 UTILITIES 6,000 1,000 3,500 WATER TESTING 2,500 1,500 1,500 TOTAL EXPENDITURES 0 87,700 27,840 43,44	TOTAL REVENUE AND FUND BALANCE	0	104,500	27,840	43,409
COST OF METERS 11,200 CHEMICALS 500 1,000 DIRECTORS FEES 1,500 1,000 DUES 2,000 1,000 1,000 INSURANCE 3,000 3,000 2,500 LEGAL 10,000 5,000 5,000 MISCELLANEOUS 20,000 540 90 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,000 UTILITIES 6,000 1,000 3,500 WATER TESTING 2,500 1,500 1,500 TOTAL EXPENDITURES 0 87,700 27,840 43,44	EXPENDITURES:				
CHEMICALS 500 1,00 DIRECTORS FEES 1,500 1,000 DUES 2,000 1,000 1,000 INSURANCE 3,000 3,000 2,500 LEGAL 10,000 5,000 5,000 MISCELLANEOUS 20,000 540 90 OFFICE SUPPLIES 6,000 90 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,00 UTILITIES 6,000 1,000 3,50 WATER TESTING 2,500 1,500 1,50 TOTAL EXPENDITURES 0 87,700 27,840 43,44	ACCOUNTING & AUDITING		5,000	5,000	5,000
DIRECTORS FEES 1,500 DUES 2,000 1,000 1,000 INSURANCE 3,000 3,000 2,500 LEGAL 10,000 5,000 5,000 MISCELLANEOUS 20,000 540 OFFICE SUPPLIES 6,000 90 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,000 UTILITIES 6,000 1,000 3,500 WATER TESTING 2,500 1,500 1,500 TOTAL EXPENDITURES 0 87,700 27,840 43,400	COST OF METERS		11,200		
DUES 2,000 1,000 1,000 INSURANCE 3,000 3,000 2,500 LEGAL 10,000 5,000 5,000 MISCELLANEOUS 20,000 540 90 OFFICE SUPPLIES 6,000 90 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,00 UTILITIES 6,000 1,000 3,500 WATER TESTING 2,500 1,500 1,500 TOTAL EXPENDITURES 0 87,700 27,840 43,40	CHEMICALS		500		1,000
INSURANCE 3,000 3,000 2,50 LEGAL 10,000 5,000 5,000 MISCELLANEOUS 20,000 540 90 OFFICE SUPPLIES 6,000 90 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,00 UTILITIES 6,000 1,000 3,50 WATER TESTING 2,500 1,500 1,50 TOTAL EXPENDITURES 0 87,700 27,840 43,44			1,500		
LEGAL 10,000 5,000 5,000 MISCELLANEOUS 20,000 540 OFFICE SUPPLIES 6,000 90 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,00 UTILITIES 6,000 1,000 3,50 WATER TESTING 2,500 1,500 1,50 TOTAL EXPENDITURES 0 87,700 27,840 43,40					1,000
MISCELLANEOUS 20,000 540 OFFICE SUPPLIES 6,000 90 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,00 UTILITIES 6,000 1,000 3,50 WATER TESTING 2,500 1,500 1,50 TOTAL EXPENDITURES 0 87,700 27,840 43,40					2,500
OFFICE SUPPLIES 6,000 90 SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,00 UTILITIES 6,000 1,000 3,50 WATER TESTING 2,500 1,500 1,50 TOTAL EXPENDITURES 0 87,700 27,840 43,40			•		5,000
SALARIES & BENEFITS/CONTRACT LABOR 20,000 10,800 23,00 UTILITIES 6,000 1,000 3,50 WATER TESTING 2,500 1,500 1,500 TOTAL EXPENDITURES 0 87,700 27,840 43,40				540	
UTILITIES 6,000 1,000 3,50 WATER TESTING 2,500 1,500 1,500 TOTAL EXPENDITURES 0 87,700 27,840 43,40					909
WATER TESTING 2,500 1,500 1,50 TOTAL EXPENDITURES 0 87,700 27,840 43,40					23,000
TOTAL EXPENDITURES 0 87,700 27,840 43,4					3,500
				,	1,500
ENDING FUND BALANCE 0 16 800 0				27,840	43,409
	ENDING FUND BALANCE	0	16,800	0	0

ASSESSED VALUATION MILL LEVY TOTAL PROPERTY TAXES 1,024,980 0.00 0

ALPENSEE WATER DISTRICT

BUDGET DOCUMENT G.O. DEBT SERVICE FUND FOR THE YEAR ENDED DECEMBER 31, 2002

	ACTUAL 2000	BUDGET 2001	ESTIMATE 2001	BUDGET 2002
BEGINNING FUND BALANCE REVENUE: PROPERTY TAXES SPECIFIC OWNERSHIP TAXES CAPITALIZED INTEREST IMPROVEMENT FEES INTEREST INCOME TOTAL REVENUE TOTAL REVENUE AND FUND BALANCE	95,000 286,000 2,059	185,333 19,781 200 264,000	347,625 19,781 200 198,000	307,006 30,749 264,000
	383,059 383,059	283,981 469,314	12,000 229,981 577,606	6,000 300,749 607,755
EXPENDITURES: BOND PRINCIPAL INTEREST PAYING AGENT FEES TREASURERS FEES TRANSFER TO GENERAL FUND	34,667 767	150,000 120,000 300 300	150,000 120,000 300 300	300,000 108,000 500 500 30,749
TOTAL EXPENDITURES	35,434 347,625	270,600 198,714	270,600 307,006	500,749 500 440,249 167,506

ASSESSED VALUATION MILL LEVY

1,024,980 ______30 _____30,749

ALPENSEE WATER DISTRICT

BUDGET DOCUMENT CAPITAL PROJECTS FUND FOR THE YEAR ENDED DECEMBER 31, 2002

	ACTUAL 2000	BUDGET 2001	ESTIMATED 2001	BUDGET 2002
			121,426	0
REVENUE: INTEREST	5,547		3,500	
SUBORDINATE LIEN ADVANCE MISCELLANEOUS	313,311		2,688	
BOND PROCEEDS	1,500,000	a series and		
	1,818,858	0	6,188	0
TOTAL FUND BALANCE AND REVENUE	1,818,858	C	127,614	0
ADMINISTRATIVE ACCOUNTING				
WATER EXPENSES	1,509,133		127,614	
BOND ISSUANCE COSTS	93,299			
TRANSFER CAPITALIZED INTEREST TO D/S	95,000			
TOTAL EXPENSES	1,697,432	() 127,614	0
ENDING FUND BALANCE	121,426	() 0	0