

LOUVIERS WATER AND SANITATION DISTRICT

FINANCIAL STATEMENTS

For the Nine Month Period Ended September 30, 2010



Schilling & Company, Inc.

Certified Public Accountants

P.O. Box 631579

Highlands Ranch, CO 80163

Phone: 720-348-1086 Fax: 720-348-2920

DawnSchilling@comcast.net

NeilSchilling@comcast.net

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Accountant's Report

Board of Directors
Louviers Water and Sanitation District
Douglas County, Colorado

We have compiled the accompanying statement of net assets of Louviers Water and Sanitation District (District) as of September 30, 2010 and the statement of revenues, expenses and changes in fund net assets for the nine month period ended September 30, 2010, and the accompanying supplemental information which is presented for additional analysis purposes only, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements and supplemental schedules, information that is the representation of management. We have not audited or reviewed the accompanying financial statements and supplemental information and, accordingly, do not express an opinion or any other form of assurance on them.



Management has elected to omit the management discussion and analysis, the statement of cash flows, and substantially all of the disclosures required by generally accepted accounting principles. If the omitted disclosures and statements were included in the financial statements, they might influence the user's conclusions about the District's financial position and results of operations. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Louviers Water and Sanitation District.

SCHILLING & COMPANY, INC.

October 28, 2010

FINANCIAL STATEMENTS


LOUVIERS WATER AND SANITATION DISTRICT
STATEMENT OF NET ASSETS
September 30, 2010


ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 118,003
Accounts receivable	50,449
Total current assets	<u>168,452</u>

CAPITAL ASSETS

Land	75,303
Construction in progress	18,075
Water system and facilities	125,444
Wastewater system and facilities	829,932
	<u>1,048,754</u>
Less accumulated depreciation and amortization	(30,349)
Total capital assets	<u>1,018,405</u>

OTHER ASSETS

Bond issue costs, net of accumulated amortization	10,590
Total other assets	<u>10,590</u>

TOTAL ASSETS	<u>\$ 1,197,447</u>
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$ 10,865
Accrued interest payable	11,722
Current portion of long term debt	3,369
Total current liabilities	<u>25,956</u>

LONG-TERM LIABILITIES

Long-term portion of long term debt	673,105
Total long-term liabilities	<u>673,105</u>

NET ASSETS

Invested in capital assets	352,521
Unrestricted	145,865
Total net assets	<u>498,386</u>

TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,197,447</u>
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These financial statements should be read only in connection with the accompanying accountant's report.

LOUVIERS WATER AND SANITATION DISTRICT
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
For the Nine Month Period Ended September 30, 2010

OPERATING REVENUE	
Water service charges	\$ 70,594
Sewer service charges	31,425
Total operating revenue	102,019
 OPERATING EXPENSES	
Water operations	34,537
Sewer operations	15,517
Water administration	17,178
Sewer administration	16,220
Water depreciation	8,243
Sewer depreciation	16,588
Total operating expenses	108,283
OPERATING (LOSS)	(6,264)
 NONOPERATING REVENUE (EXPENSE)	
Net investment income	359
Cell tower lease	8,650
Interest expense	(21,198)
Bond issue cost amortization	(134)
Total nonoperating revenue (expense)	(12,323)
CHANGE IN NET ASSETS	(18,587)
NET ASSETS - BEGINNING OF PERIOD	516,973
NET ASSETS - END OF PERIOD	\$ 498,386

These financial statements should be read only in connection with the
 accompanying accountant's report.

SUPPLEMENTAL INFORMATION

LOUVIERS WATER AND SANITATION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUNDS AVAILABLE - BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Month and Nine Month Period Ended September 30, 2010

	Month to Date Actual	Year to Date Actual	Original and Final Budgeted Amounts	Variance with Final Budget - Positive (Negative)
REVENUE				
Operating Revenue:				
Water:				
Water usage fees	\$ 1,977	\$ 24,924	\$ 39,300	\$ (14,376)
Water base charge	2,331	21,161	30,400	(9,239)
Operations and improvements	2,799	25,370	37,300	(11,930)
Late charges	(171)	420	3,600	(3,180)
Other income and permit fees	-	-	2,000	(2,000)
Bad debt	-	(1,281)	-	(1,281)
Wastewater:				
Wastewater fees	796	7,031	10,000	(2,969)
Operations and improvements	2,799	25,319	37,300	(11,981)
Late charges	(171)	356	2,400	(2,044)
Other income and permit fees	-	-	2,000	(2,000)
Bad debt	-	(1,281)	-	(1,281)
Non-operating Revenue:				
Cell tower lease	-	8,650	12,700	(4,050)
Investment income	39	359	300	59
TOTAL REVENUE	<u>10,399</u>	<u>111,028</u>	<u>177,300</u>	<u>(66,272)</u>
EXPENDITURES				
Administrative:				
Water administrative expenditures:				
Accounting/bookkeeping	528	4,961	3,750	(1,211)
Audit	-	3,010	2,500	(510)
Bank charges	-	174	150	(24)
Computer software/support	-	425	250	(175)
Consultants	-	2,116	1,000	(1,116)
Election	-	-	2,500	2,500
Insurance	(5)	2,012	2,000	(12)
Legal fees	3	988	10,000	9,012
Miscellaneous	-	154	-	(154)
Office supplies/expenditures	89	807	1,100	293
Memberships, dues and subscriptions	103	1,418	1,200	(218)
Utilities - telephone	51	441	1,400	959
Property taxes	-	672	-	(672)
Wastewater administrative expenditures:				
Accounting/bookkeeping	768	5,201	3,750	(1,451)
Audit	120	4,030	2,500	(1,530)
Bank charges	-	174	150	(24)
Computer software/support	-	425	250	(175)
Consultants	-	72	1,000	928
Election	-	-	2,500	2,500
Insurance	(5)	2,012	2,000	(12)
Legal fees	3	988	10,000	9,012
Miscellaneous	-	103	-	(103)
Office supplies/expenditures	89	808	1,100	292
Memberships, dues and subscriptions	103	783	1,200	417
Utilities - telephone	51	441	1,400	959
Property taxes	-	1,183	-	(1,183)

(Continued)

These financial statements should be read only in connection with the
accompanying accountant's report.

LOUVIERS WATER AND SANITATION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUNDS AVAILABLE - BUDGET AND ACTUAL (BUDGETARY BASIS)
For the Month and Nine Month Period Ended September 30, 2010
(Continued)

	Month to Date Actual	Year to Date Actual	Original and Final Budgeted Amounts	Variance with Final Budget - Positive (Negative)
Operations:				
Water operations:				
Chemicals	-	595	600	5
Operations	400	3,600	10,000	6,400
Meter reading	-	800	1,500	700
Repairs and maintenance:				
Infrastructure	-	2,636	5,000	2,364
Parts and minor equipment	-	1,005	1,000	(5)
Water valves (4)	-	-	16,000	16,000
Fire hydrants (2)	-	-	8,000	8,000
Supply/distribution study	-	7,038	-	(7,038)
Unscheduled:				
Water main breaks	819	7,049	10,000	2,951
Miscellaneous	102	648	1,000	352
Utility locates	1	162	200	38
Testing - Water	104	633	7,500	6,867
Utilities - infrastructure	849	6,312	3,500	(2,812)
Water meters	459	459	5,000	4,541
Weed control	-	-	1,000	1,000
Mowing	550	1,714	1,500	(214)
Miscellaneous	93	1,886	-	(1,886)
Wastewater operations:				
Chemicals	-	1,141	600	(541)
Operations	400	3,600	10,000	6,400
Repairs and maintenance:				
Infrastructure	-	-	5,000	5,000
Parts and minor equipment	-	-	1,000	1,000
Unscheduled:				
Sewer main breaks	-	400	5,000	4,600
Miscellaneous	528	609	1,000	391
Utility locates	1	162	200	38
Testing - Sewer	842	6,372	7,500	1,128
Utilities - infrastructure	62	907	3,500	2,593
Weed control	-	-	1,000	1,000
Mowing	550	1,458	1,500	42
Miscellaneous	93	131	-	(131)
Capital Outlay - Water				
Water supply upgrades	3,570	18,075	-	(18,075)
Capital Outlay - Sewer				
WWTP	-	737	-	(737)
Debt Service - Sewer:				
Loan principal	-	3,526	6,895	3,369
Loan interest	2,344	21,198	27,977	6,779
Contingency	-	-	50,000	50,000
TOTAL EXPENDITURES	<u>13,665</u>	<u>126,251</u>	<u>244,672</u>	<u>118,421</u>
EXCESS REVENUES OVER (UNDER) EXPENDITURES	(3,266)	(15,223)	(67,372)	52,149
FUNDS AVAILABLE - BEGINNING OF PERIOD	<u>149,131</u>	<u>161,088</u>	<u>96,515</u>	<u>64,573</u>
FUNDS AVAILABLE - END OF PERIOD	<u>\$ 145,865</u>	<u>\$ 145,865</u>	<u>\$ 29,143</u>	<u>\$ 116,722</u>
Funds available at September 30, 2010 is computed as follows:				
Current assets		\$ 168,452		
Current liabilities		(25,956)		
Current portion of long-term debt		3,369		
		<u>\$ 145,865</u>		

These financial statements should be read only in connection with the
accompanying accountant's report.

LOUVIERS WATER AND SANITATION DISTRICT
RECONCILIATION OF BUDGETARY BASIS TO STATEMENT OF
REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
For the Nine Month Period Ended September 30, 2010

Revenue (budgetary basis)	\$ 111,028
Revenues per Statement of Revenues, Expenses and Changes in Fund Net Assets	111,028
Expenditures (budgetary basis)	126,251
Loan principal	(3,526)
Capital outlay	(18,075)
Depreciation	24,831
Amortization of bond issue costs	134
Expenses per Statement of Revenues, Expenses and Changes in Fund Net Assets	129,615
Change in net assets per Statement of Revenues, Expenses and Changes in Fund Net Assets	\$ (18,587)

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