



**Pagosa Springs Sanitation General
Improvement District
Budget 2012**

Fiscal Year January 1, 2012 to December 31, 2012

Adopted December 6, 2011

Table of Contents

	Page
2012 Budget Message	1-2
Assessed Valuation and Mill Levies	3
Certification of Tax Levies	4-6
Summary of Revenues and Expenditures	7
PSSGID Revenues	8
PSSGID Expenditures	9
Addendum A – Department Summary	10
Addendum B – Debt Service	11
Highway 160 Water Pollution Control Revolving Fund Loan	12
WWTP Water Pollution Control Revolving Fund Loan	13



PAGOSA SPRINGS SANITATION GENERAL IMPROVEMENT DISTRICT 2012 BUDGET MESSAGE

**David Mitchem
Town Manager**

Adoption of PSSGID Resolution 2007-06, the District established a new enterprise to receive funding for a new treatment facility. In 2008, the District prepared to build the new Wastewater Treatment Facility (WWTF) and secured financing for the new facility through a rate fee increase. In 2009, the District returned the DOLA loan funding due to the District's inability to begin the construction and the accumulation of interest on the loan. In 2010, the District reworked its request for federal funding to meet USDA requirements. The District's USDA grant application was approved by the federal government's state office in December of 2010 and subsequently approved by the national office. The building of a new Wastewater Treatment Facility is required to comply with the Colorado Department of Health and Public Safety and to resolve a number of non-compliance issues with the District's effluent limits.

In 2009, the District implemented an economic development incentive program which decreased plant investment fees (PIF); a 100% rebate in the latter part of 2009 and a 50% reduction in 2010 and 2011. The District Board voted to return to the normal fee structure in 2012. The current rates and fees have remained the same from the August 5, 2008, Ordinance 2008-03, increasing the service fee to \$37.50 per month per ERT and plant investment fee to \$4,400 per ERT.

In 2011, the District continued to make point repairs in the collection system along with other system upgrades that is keeping the system operational. In 2012 more of the same type of repairs and excavation of some other areas will help keep the District moving forward in its maintenance of the collection system.

During the last quarter of 2011, PSSGID staff and Pagosa Area Water and Sanitation District (PAWSD) staff worked together to design an alternative to building a new wastewater treatment plant. The two organizations jointly assessed the merits of building a wastewater transmission pipeline from the current PSSGID treatment lagoons to the PAWSD Vista treatment plant.

On January 3, 2012, the District Board of Directors and Pagosa Area Water and Sanitation District Board of Directors (PAWSD) entered into an Intergovernmental Agreement (IGA) to determine if pumping the Town's sewage to the PAWSD Vista treatment plant is feasible for the Town sewer customers. The PSSGID Board has approved spending \$50,000 on the study to discover the costs to install a pumping line. The IGA appoints a committee, project representatives and their services, and the feasibility study components. The PSSGID Board will continue discussion with PAWSD Board after the results of the feasibility study are complete in February 2012.

While the feasibility study and engineering estimates are being developed, the District will continue to maintain momentum with the USDA in its plans to build the wastewater treatment plant. If the joint study with PAWSD shows that the wastewater pipeline is feasible and affordable, the PSSGID Board may elect to build the pipeline in lieu of the wastewater treatment plant.

The PSSGID is working with all of our Colorado state government partners as we assess the merits of the pipeline.

The 2012 budget for the Pagosa Springs Sanitation General Improvement District (PSSGID or the District) was approved on December 6, 2011. The District revenue sources are property taxes, service fees and plant investment fees. The District budget includes \$7,179,000 in loans and grants for the proposed treatment plant through Department of Local Government (DOLA), Colorado Water Resource and Power Authority (CWRPA) and the United States Department of Agriculture (USDA). The 2012 assessed valuation for the District is \$39,622,541 down up from \$49,877,969 in 2011. The 2012 mill levy of 2.288 mills, plus a refund/abatement of .015 mills, will generate \$91,250.

Estimated revenues of \$7,939,154 (includes mill levy and use fees and wastewater treatment plant potential loans and grants) plus an estimated 2011 fund balance of \$905,089 will result in \$8,844,243 being available for operations and capital improvements. Expenditures including the construction of the new wastewater treatment plant or pipeline to the PAWSD treatment plant are set not to exceed \$7,738,341. The estimated 2012 year-end cash reserve is \$1,105,902.

Upon completion, the audit of the District's 2011 expenditures will be made available for public review.



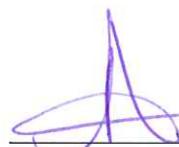
Town of Pagosa Springs
P.O. Box 1859
551 Hot Springs Boulevard
Pagosa Springs, CO 81147
P: (970) 264-4151
F: (970)-264-4634

ASSESSED VALUATION AND MILL LEVIES

YEAR	2010	2011	2012
ASSESSED VALUATION	49,817,106	49,877,969	39,622,541
MILL LEVY	2.016 Mills	2.014 Mills	2.303 Mills
TOTAL REVENUES	\$100,431	\$100,454	\$91,250

I, Ross Aragón, the duly qualified President, in and for the Pagosa Springs Sanitation General Improvement District, do hereby certify that the above and foregoing is a true, complete and accurate copy of the adopted budget for the year 2012, regularly introduced, read and adopted at the Regular Meeting of the Board of Directors of said District, held therein on the 6th day of December 2011 A.D.

ATTEST:



April Hessman, Secretary



BY:



Ross Aragón, President
Pagosa Springs Sanitation General
Improvement District

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Archuleta County, Colorado.

On behalf of the Pagosa Springs Sanitation General Improvement District,
(taxing entity)^A

the Board of Directors
(governing body)^B

of the Town of Pagosa Springs
(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 39,622,541 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)

Submitted: 12/07/2011 for budget/fiscal year 2012.
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	.9 mills	\$ 35,660
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< > mills	\$ < >
SUBTOTAL FOR GENERAL OPERATING:	.9 mills	\$ 35,660
3. General Obligation Bonds and Interest ^J	mills	\$
4. Contractual Obligations ^K	1.388 mills	\$ 54,996
5. Capital Expenditures ^L	mills	\$
6. Refunds/Abatements ^M	.015 mills	\$ 594
7. Other ^N (specify): _____	mills	\$
_____	mills	\$
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	2.303 mills	\$ 91,250

Contact person: April Hessman Daytime phone: (970) 264-4151 ext 237
(print)
Signed:  Title: Secretary

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 866-2156.

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).

CERTIFICATION OF TAX LEVIES, continued

THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.). Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:

BONDS^J:

- 1. Purpose of Issue: _____
Series: _____
Date of Issue: _____
Coupon Rate: _____
Maturity Date: _____
Levy: _____
Revenue: _____

- 2. Purpose of Issue: _____
Series: _____
Date of Issue: _____
Coupon Rate: _____
Maturity Date: _____
Levy: _____
Revenue: _____

CONTRACTS^K:

- 3. Purpose of Contract: Water Treatment Loan
Title: _____
Date: 11/1/1997
Principal Amount: \$640,000
Maturity Date: 11/1/2016
Levy: 1.388
Revenue: \$54,996

- 4. Purpose of Contract: _____
Title: _____
Date: _____
Principal Amount: _____
Maturity Date: _____
Levy: _____
Revenue: _____

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

AMENDED CERTIFICATION OF VALUES

TOWN OF PS GEN IMP DIST

Name of Jurisdiction: PS GENERAL IMP DIST

New District:

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (5.5% LIMIT) ONLY

In accordance with 39-5-121(2)(a) and 39-5-128(1), C.R.S. The total Assessed Valuations for taxable year	2011
In	On 12/05/2011
	Are:
Previous Year's Net Total Assessed Valuation:	\$49,877,969
Current Year's Gross Total Assessed Valuation:	\$39,622,541
(-) Less TIF district increment, if any:	\$0
Current Year's Net Total Assessed Valuation:	\$39,622,541
New Construction*:	\$30,630
Increased Production of Producing Mines**:	\$0
ANNEXATIONS/INCLUSIONS:	\$0
Previously Exempt Federal Property**:	\$0
New Primary Oil or Gas production from any Oil and Gas leasehold or land (29-1-301(1)(b) C.R.S.)***:	\$0
Taxes collected last year on omitted property as of August 1 (29-1-301(1)(a) C.R.S.) Includes all revenue collected on valuation not previously certified.	\$16.96
Taxes Abated or Refunded as of August 1 (39-10-114(1)(a)(i)(B) C.R.S.):	\$620.69

This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec. 20(8)(b), Colo. Constitution

* New Construction is defined as: Taxable real property structures and the personal property connected with the structure.

** Jurisdiction must submit a certification to the Division of Local Government in order for a value to be accrued. (DLG52 & 52A)

*** Jurisdiction must submit an application to the Division of Local Government in order for a value to be accrued. (DLG 52B)

USE FOR 'TABOR' LOCAL GROWTH CALCULATIONS ONLY

In accordance with the Art. X, Sec. 20, Colorado Constitution and 39-5-121(2)(b), C.R.S. The Actual Valuations for the taxable year	2011
In	On 12/05/2011
	Are:
Current Year's Total Actual Value of All Real Property*:	\$221,519,905
ADDITIONS TO TAXABLE REAL PROPERTY:	
Construction of taxable real property improvements**:	\$384,820
ANNEXATIONS/INCLUSIONS:	\$0
Increased Mining Production***:	\$0
Previously exempt property:	\$0
Oil or Gas production from a new well:	\$0
Taxable real property omitted from the previous year's tax warrant. (Only the most current year value can be reported):	\$0
DELETIONS FROM TAXABLE REAL PROPERTY IMPROVEMENTS:	\$0
Destruction of taxable property improvements.	
Disconnections/Exclusions:	\$0
Previously Taxable Property:	\$440,930

* This includes the actual value of all taxable real property plus the actual value of religious, private schools, and charitable real property.

** Construction is defined as newly constructed taxable real property structures.

*** Includes production from a new mine and increase in production of a producing mine.

NOTE: All levies must be certified to the Board of County Commissioners no later than December 15, 2011

PSSGID SUMMARY OF REVENUES AND EXPENDITURES

	2010 Budget	2010 Actual	2011 Budget	2011 Estimate	2012 Budget
REVENUES					
Taxes and Assessments	691,131	776,480	753,100	753,100	743,754
Charges for Services	35,319	50,204	14,200	28,360	16,400
Intergovernmental Revenue	0	0	7,250,000	0	7,179,000
Total All Revenues	726,450	826,684	8,017,300	781,460	7,939,154
Prior Year End Carryover Reserve	846,076	686,534	653,168	840,000	905,089
Total Available	1,572,526	1,513,218	8,670,468	1,621,460	8,844,243

EXPENDITURES					
Personnel	108,122	99,488	105,564	106,064	128,921
Contractual	145,500	105,939	90,000	66,500	115,000
Commodities	190,269	178,596	194,411	195,411	199,024
Capital Improvements	50,468	50,468	50,468	50,468	50,468
Treatment Plant Upgrade	425,000	62,789	7,236,504	297,928	7,244,928
Total Expenditures	919,358	497,280	7,676,947	716,371	7,738,341

Year End Cash Reserve	653,168	840,000	993,521	905,089	1,105,902
------------------------------	----------------	----------------	----------------	----------------	------------------

PAGOSA SPRINGS SANITATION GENERAL IMPROVEMENT DISTRICT ENTERPRISE

REVENUES

Account	Description	2010 Budget	2010 Actual	2011 Budget	2011 Estimate	2012 Budget
TAXES AND ASSESSMENTS						
53-38-100	Monthly Collections	582,700	669,743	647,548	647,548	647,548
53-38-310	Property Tax	100,431	101,037	100,552	100,552	91,206
53-38-320	Special Ownership/MVL	8,000	5,700	5,000	5,000	5,000
	subtotal	691,131	776,480	753,100	753,100	743,754
CHARGES FOR SERVICES						
53-38-200	Plant Investment Fees	17,600	4,400	5,000	14,500	7,800
53-38-250	Service Contract with Geothermal Dept	4,519	4,481	4,500	4,500	4,500
53-38-600	Misc. Interest	12,000	3,727	2,500	3,500	1,000
53-38-610	Misc. Receipts	1,200	1,657	1,200	1,860	100
53-38-900	Penalty	0	12,184	1,000	4,000	3,000
53-39-100	Other Income	0	23,755	0	0	0
	subtotal	35,319	50,204	14,200	28,360	16,400
	Total for Taxes/Charges for Service	726,450	826,684	767,300	781,460	760,154
INTERGOVERNMENTAL REVENUE						
53-38-500	DOLA Treatment Plant Grants	0	0	1,250,000	0	1,250,000
53-38-525	USDA WWTP Grant	0	0	2,000,000	0	784,000
53-38-550	CWRPA WWTP Loan	0	0	2,000,000	0	2,000,000
53-38-650	USDA WWTP Loan	0	0	2,000,000	0	3,145,000
	subtotal	0	0	7,250,000	0	7,179,000
	Total Annual Revenue	726,450	826,684	8,017,300	781,460	7,939,154
	Prior Year End Cash Reserve	846,076	686,534	653,168	840,000	905,089
	Total Revenues	1,572,526	1,513,218	8,670,468	1,621,460	8,844,243

PAGOSA SPRINGS SANITATION GENERAL IMPROVEMENT DISTRICT ENTERPRISE

EXPENDITURES

Account	Description	2010 Budget	2010 Actual	2011 Budget	2011 Estimate	2012 Budget
PERSONNEL						
53-40-110	District Manager	53,588	53,696	53,588	53,588	53,588
53-40-110	Treatment Plant Operator	18,780	18,834	18,780	18,780	36,000
53-40-111	Part-time Labor and Training	10,000	2,328	1,000	1,500	3,000
53-40-131	FICA	5,536	4,645	5,536	5,536	6,853
53-40-132	Health Insurance	16,599	16,559	23,041	23,041	25,000
53-40-134	Pension	3,618	3,426	3,618	3,618	4,479
	Subtotal	108,122	99,488	105,564	106,064	128,921
CONTRACTUAL						
53-40-221	Bookkeeping	25,000	25,000	25,000	25,000	25,000
53-40-224	Audit	2,500	2,500	2,500	2,500	2,500
53-40-226	Attorney/Legal	10,000	4,255	10,000	1,500	10,000
53-40-227	Contractual Services with Streets Dept	10,000	10,000	0	0	0
53-40-228	Studies/Other Contractual Services	75,000	40,787	25,000	10,000	50,000
53-40-438	Engineering	3,000	3,397	10,000	10,000	10,000
53-40-460	Project Bonding and Insurance	20,000	20,000	17,500	17,500	17,500
	Subtotal	145,500	105,939	90,000	66,500	115,000
COMMODITIES						
53-40-202	Office Supplies	2,500	2,783	7,000	7,000	5,000
53-40-220	Vehicle Maintenance, Fuel, Mileage	4,500	4,777	6,000	6,000	9,000
53-40-223	County Treasurer Fees	2,169	2,064	2,111	2,111	1,924
53-40-402	Postage/Telephone	1,800	3,304	3,000	4,000	6,000
53-40-408	Maintenance, Repairs, Supplies	140,000	138,675	140,000	140,000	140,000
53-40-434	Utilities, Electricity	33,000	22,742	30,000	30,000	30,000
53-40-436	Uniforms	800	727	800	800	1,600
53-40-439	Laboratory Analysis	5,500	3,524	5,500	5,500	5,500
	Subtotal	190,269	178,596	194,411	195,411	199,024
CAPITAL IMPROVEMENTS						
53-40-450	Capital Improvement Loan	50,468	50,468	50,468	50,468	50,468
	Subtotal	50,468	50,468	50,468	50,468	50,468
TREATMENT PLANT UPGRADE						
53-40-490	CWRPA Direct Loan Repayment (\$2 mil)	0	3,125	122,504	122,928	122,928
53-40-505	USDA Loan Repayment (\$3.145mil)	0	0	114,000	0	122,000
53-40-500	Treatment Plan	425,000	59,664	7,000,000	175,000	7,000,000
	Subtotal	425,000	62,789	7,236,504	297,928	7,244,928
	TOTAL EXPENDITURES	919,358	497,280	7,676,947	716,371	7,738,341

a .9 mill max for general operations \$55,000 max for contractual obligations

b Term of Loan until November 1, 2016

c Estimated payment on a \$1.5M loan

d Use of machinery at site

Addendum A
Department Summary

Addendum B Debt Service

EXHIBIT C
WATER POLLUTION CONTROL REVOLVING FUND
LOAN REPAYMENT SCHEDULE
Pagosa Springs Sanitation District

On or before the first of each date, commencing on May 1, 1998 the
Governmental Agency shall pay the amount set forth below:

LOAN AMOUNT:	\$640,000
INTEREST RATE:	4.50%
TERM (YEARS):	20

INTEREST DATE: 11/01/97

CALCULATED INTEREST ALLOCATION
FOR AUTHORITY
PURPOSES ONLY

PAYMENT DATES	PAYMENT	PRINCIPAL	REMAINING PRINCIPAL	CALCULATED INTEREST	CALCULATED INTEREST ALLOCATION FOR AUTHORITY PURPOSES ONLY	
					INTEREST	ADMIN. SURCHARGE
			\$640,000.00			
05/01/98	\$25,233.62	\$10,833.62	\$629,166.38	\$14,400.00	\$8,400.00	\$6,000.00
11/01/98	\$25,233.62	\$11,077.38	\$618,089.00	\$14,156.24	\$8,656.24	\$5,500.00
05/01/99	\$25,233.62	\$11,326.62	\$606,762.38	\$13,907.00	\$8,907.00	\$5,000.00
11/01/99	\$25,233.62	\$11,581.47	\$595,180.91	\$13,652.15	\$9,152.15	\$4,500.00
05/01/00	\$25,233.62	\$11,842.05	\$583,338.86	\$13,391.57	\$8,891.57	\$4,500.00
11/01/00	\$25,233.62	\$12,108.50	\$571,230.36	\$13,125.12	\$9,125.12	\$4,000.00
05/01/01	\$25,233.62	\$12,380.94	\$558,849.42	\$12,852.68	\$8,852.68	\$4,000.00
11/01/01	\$25,233.62	\$12,659.51	\$546,189.91	\$12,574.11	\$9,074.11	\$3,500.00
05/01/02	\$25,233.62	\$12,944.35	\$533,245.56	\$12,289.27	\$8,789.27	\$3,500.00
11/01/02	\$25,233.62	\$13,235.59	\$520,009.97	\$11,998.03	\$8,498.03	\$3,500.00
05/01/03	\$25,233.62	\$13,533.40	\$506,476.57	\$11,700.22	\$8,700.22	\$3,000.00
11/01/03	\$25,233.62	\$13,837.90	\$492,638.67	\$11,395.72	\$8,395.72	\$3,000.00
05/01/04	\$25,233.62	\$14,149.25	\$478,489.42	\$11,084.37	\$8,084.37	\$3,000.00
11/01/04	\$25,233.62	\$14,467.61	\$464,021.81	\$10,766.01	\$7,766.01	\$3,000.00
05/01/05	\$25,233.62	\$14,793.13	\$449,228.68	\$10,440.49	\$7,940.49	\$2,500.00
11/01/05	\$25,233.62	\$15,125.97	\$434,102.71	\$10,107.65	\$7,607.65	\$2,500.00
05/01/06	\$25,233.62	\$15,466.31	\$418,636.40	\$9,767.31	\$7,267.31	\$2,500.00
11/01/06	\$25,233.62	\$15,814.30	\$402,822.10	\$9,419.32	\$6,919.32	\$2,500.00
05/01/07	\$25,233.62	\$16,170.12	\$386,651.98	\$9,063.50	\$6,563.50	\$2,500.00
11/01/07	\$25,233.62	\$16,533.95	\$370,118.03	\$8,699.67	\$6,199.67	\$2,500.00
05/01/08	\$25,233.62	\$16,905.96	\$353,212.07	\$8,327.66	\$5,827.66	\$2,500.00
11/01/08	\$25,233.62	\$17,286.35	\$335,925.72	\$7,947.27	\$5,447.27	\$2,500.00
05/01/09	\$25,233.62	\$17,675.29	\$318,250.43	\$7,558.33	\$5,058.33	\$2,500.00
11/01/09	\$25,233.62	\$18,072.99	\$300,177.44	\$7,160.63	\$5,160.63	\$2,000.00
05/01/10	\$25,233.62	\$18,479.63	\$281,697.81	\$6,753.99	\$4,753.99	\$2,000.00
11/01/10	\$25,233.62	\$18,895.42	\$262,802.39	\$6,338.20	\$4,338.20	\$2,000.00
05/01/11	\$25,233.62	\$19,320.57	\$243,481.82	\$5,913.05	\$3,913.05	\$2,000.00
11/01/11	\$25,233.62	\$19,755.28	\$223,726.54	\$5,478.34	\$3,478.34	\$2,000.00
05/01/12	\$25,233.62	\$20,199.77	\$203,526.77	\$5,033.85	\$3,033.85	\$2,000.00
11/01/12	\$25,233.62	\$20,654.27	\$182,872.50	\$4,579.35	\$2,579.35	\$2,000.00
05/01/13	\$25,233.62	\$21,118.99	\$161,753.51	\$4,114.63	\$2,114.63	\$2,000.00
11/01/13	\$25,233.62	\$21,594.17	\$140,159.34	\$3,639.45	\$2,139.45	\$1,500.00
05/01/14	\$25,233.62	\$22,080.03	\$118,079.31	\$3,153.59	\$1,653.59	\$1,500.00
11/01/14	\$25,233.62	\$22,576.84	\$95,502.47	\$2,656.78	\$1,156.78	\$1,500.00
05/01/15	\$25,233.62	\$23,084.81	\$72,417.66	\$2,148.81	\$948.81	\$1,200.00
11/01/15	\$25,233.62	\$23,604.22	\$48,813.44	\$1,629.40	\$429.40	\$1,200.00
05/01/16	\$25,233.62	\$24,135.32	\$24,678.12	\$1,098.30	\$598.30	\$500.00
11/01/16	\$25,233.38	\$24,678.12	\$0.00	\$555.26	\$55.26	\$500.00
	<u>\$958,877.32</u>	<u>\$640,000.00</u>		<u>\$318,877.32</u>	<u>\$216,477.32</u>	<u>\$102,400.00</u>

EXHIBIT C

**WATER POLLUTION CONTROL REVOLVING FUND
DISADVANTAGED COMMUNITIES LOAN PROGRAM
LOAN REPAYMENT SCHEDULE
TOWN OF PAGOSA SPRINGS SANITATION GENERAL IMPROVEMENT DISTRICT, ACTING
BY AND THROUGH ITS WASTEWATER ACTIVITY ENTERPRISE**

On or before the first of each date, commencing on November 1, 2010 the
Governmental Agency shall pay the amount set forth below:

LOAN DATE:	8/29/08
LOAN AMOUNT:	\$2,000,000
INTEREST RATE:	1.875%
TERM (YEARS):	20

INTEREST DATE: 10/01/10

Amended 4/23/10

PAYMENT DATES	PAYMENT	PRINCIPAL	REMAINING PRINCIPAL	CALCULATED INTEREST	INTEREST ALLOCATION FOR AUTHORITY PURPOSES ONLY	
					INTEREST	ADMIN. SURCHARGE
			\$2,000,000.00			
11/01/10	\$10,031.81	\$6,906.81	\$1,993,093.19	\$3,125.00	\$625.00	\$2,500.00
05/01/11	\$61,252.18	\$42,566.93	\$1,950,526.26	\$18,685.25	\$685.25	\$18,000.00
11/01/11	\$61,252.18	\$42,966.00	\$1,907,560.26	\$18,286.18	\$286.18	\$18,000.00
05/01/12	\$61,252.18	\$43,368.80	\$1,864,191.46	\$17,883.38	\$883.38	\$17,000.00
11/01/12	\$61,252.18	\$43,775.39	\$1,820,416.07	\$17,476.79	\$476.79	\$17,000.00
05/01/13	\$61,252.18	\$44,185.78	\$1,776,230.29	\$17,066.40	\$66.40	\$17,000.00
11/01/13	\$61,252.18	\$44,600.02	\$1,731,630.27	\$16,652.16	\$652.16	\$16,000.00
05/01/14	\$61,252.18	\$45,018.15	\$1,686,612.12	\$16,234.03	\$234.03	\$16,000.00
11/01/14	\$61,252.18	\$45,440.19	\$1,641,171.93	\$15,811.99	\$811.99	\$15,000.00
05/01/15	\$61,252.18	\$45,866.19	\$1,595,305.74	\$15,385.99	\$385.99	\$15,000.00
11/01/15	\$61,252.18	\$46,296.19	\$1,549,009.55	\$14,955.99	\$1,955.99	\$13,000.00
05/01/16	\$61,252.18	\$46,730.22	\$1,502,279.33	\$14,521.96	\$1,521.96	\$13,000.00
11/01/16	\$61,252.18	\$47,168.31	\$1,455,111.02	\$14,083.87	\$1,083.87	\$13,000.00
05/01/17	\$61,252.18	\$47,610.51	\$1,407,500.51	\$13,641.67	\$1,641.67	\$12,000.00
11/01/17	\$61,252.18	\$48,056.86	\$1,359,443.65	\$13,195.32	\$3,195.32	\$10,000.00
05/01/18	\$61,252.18	\$48,507.40	\$1,310,936.25	\$12,744.78	\$2,744.78	\$10,000.00
11/01/18	\$61,252.18	\$48,962.15	\$1,261,974.10	\$12,290.03	\$3,290.03	\$9,000.00
05/01/19	\$61,252.18	\$49,421.17	\$1,212,552.93	\$11,831.01	\$2,831.01	\$9,000.00
11/01/19	\$61,252.18	\$49,884.50	\$1,162,668.43	\$11,367.68	\$2,367.68	\$9,000.00
05/01/20	\$61,252.18	\$50,352.16	\$1,112,316.27	\$10,900.02	\$2,900.02	\$8,000.00
11/01/20	\$61,252.18	\$50,824.21	\$1,061,492.06	\$10,427.97	\$2,427.97	\$8,000.00
05/01/21	\$61,252.18	\$51,300.69	\$1,010,191.37	\$9,951.49	\$1,951.49	\$8,000.00
11/01/21	\$61,252.18	\$51,781.64	\$958,409.73	\$9,470.54	\$3,470.54	\$6,000.00
05/01/22	\$61,252.18	\$52,267.09	\$906,142.64	\$8,985.09	\$2,985.09	\$6,000.00
11/01/22	\$61,252.18	\$52,757.09	\$853,385.55	\$8,495.09	\$4,495.09	\$4,000.00
05/01/23	\$61,252.18	\$53,251.69	\$800,133.86	\$8,000.49	\$4,000.49	\$4,000.00
11/01/23	\$61,252.18	\$53,750.93	\$746,382.93	\$7,501.25	\$3,501.25	\$4,000.00
05/01/24	\$61,252.18	\$54,254.84	\$692,128.09	\$6,997.34	\$2,997.34	\$4,000.00
11/01/24	\$61,252.18	\$54,763.48	\$637,364.61	\$6,488.70	\$3,488.70	\$3,000.00
05/01/25	\$61,252.18	\$55,276.89	\$582,087.72	\$5,975.29	\$2,975.29	\$3,000.00
11/01/25	\$61,252.18	\$55,795.11	\$526,292.61	\$5,457.07	\$2,457.07	\$3,000.00
05/01/26	\$61,252.18	\$56,318.19	\$469,974.42	\$4,933.99	\$2,933.99	\$2,000.00
11/01/26	\$61,252.18	\$56,846.17	\$413,128.25	\$4,406.01	\$2,406.01	\$2,000.00
05/01/27	\$61,252.18	\$57,379.10	\$355,749.15	\$3,873.08	\$2,373.08	\$1,500.00
11/01/27	\$61,252.18	\$57,917.03	\$297,832.12	\$3,335.15	\$2,335.15	\$1,000.00
05/01/28	\$61,252.18	\$58,460.00	\$239,372.12	\$2,792.18	\$1,792.18	\$1,000.00
11/01/28	\$61,252.18	\$59,008.07	\$180,364.05	\$2,244.11	\$1,744.11	\$500.00
05/01/29	\$61,252.18	\$59,561.27	\$120,802.78	\$1,690.91	\$1,190.91	\$500.00
11/01/29	\$61,252.18	\$60,119.65	\$60,683.13	\$1,132.53	\$632.53	\$500.00
05/01/30	\$61,252.03	\$60,683.13	\$0.00	\$568.90	\$68.90	\$500.00
Total	\$2,398,866.68	\$2,000,000.00		\$398,866.68	\$78,866.68	\$320,000.00