

3/19/2012

2011 Budget Revision      2011 Final Proposed Budget

2009-629-1

OPERATION AND MAINTENANCE FUND (2011)					2011 Budget Revision	2011 Final Proposed Budget
<b>Revenues</b>						
Maintenance Charges from Property Owners		\$	74,524		\$	74,524
Interest Earnings		\$	100			100
Other Revenue (Unbudgeted Property Owner Capital Improvement Contributions)		\$	-	53,636		53,636
Banner Advertising Program (estimated) (3)		\$	-			-
Operating Reserve Fund (proceeds from previous year)		\$	-			-
<b>Total Annual GID Revenue</b>				<b>\$ 74,624</b>	<b>\$ 53,636</b>	<b>\$ 128,260</b>
<b>Inflation Factor: 0%</b>				<b>\$ -</b>		<b>\$ -</b>
<b>Total Annual GID Revenue</b>				<b>\$ 74,624</b>	<b>\$ 53,636</b>	<b>\$ 128,260</b>
<b>Routine Maintenance Cost</b>						
<b>Design Section</b>	<b>Average Annual Cost / Block</b>	<b>Cost / LF</b>	<b>Number of Blocks*</b>	<b>Annual Cost</b>		
Premium (2 months)*	\$ 2,593	\$ 7.86	4	\$ 10,372		10,372
Standard (2 months)	\$ 651	\$ 1.97	3.75	\$ 2,441		2,441
Subtotal				\$ 12,813	\$ -	\$ 12,813
<b>Repair / Replacement Reserve Fund</b>						
<b>Design Section</b>	<b>Average Annual Cost / Block</b>	<b>Cost / LF</b>	<b>Number of Blocks*</b>	<b>Annual Cost</b>		
Premium (2 months)*	\$ 1,208	\$ 3.66	4	\$ 4,832		4,832
Standard (2 months)	\$ 138	\$ 0.42	3.75	\$ 518		518
Subtotal				\$ 5,350	\$ -	\$ 5,350
Initial cost of banners				\$ 11,000		11,000
Winter watering for 2 months				\$ 4,000		4,000
<b>Total Maintenance Cost (Routine + Repair / Replacement)</b>				<b>\$ 33,163</b>	<b>\$ -</b>	<b>\$ 33,163</b>
<b>District Annual Operation Cost</b>						
City District Monitoring Fee (2)		\$	5,000			5,000
Charge Calculations (1)		\$	2,000			2,000
Insurance (1)		\$	2,000			2,000
Audit (1)		\$	2,000			2,000
Legal (1)		\$	10,000			10,000
Direct Administrative and Board Expenses (1)		\$	1,500			1,500
Accounting / Maintenance Oversight / Administration (1)		\$	15,000			15,000
State-mandated emergency reserve (3% of Maintenance Cost)		\$	545			545
Contingency (10% of total Maintenance Cost)		\$	3,316			3,316
Subtotal		\$	41,361		\$ -	\$ 41,361
Property Owner Capital Debt Charges		\$	-		52,636	\$ 52,636
Contribution to reserve - from interest and fees		\$	100		1,000	\$ 1,100
<b>Total Annual GID O&amp;M Cost:</b>				<b>\$ 74,624</b>	<b>\$ 53,636</b>	<b>\$ 128,260</b>
<b>Inflation Factor: 0%</b>				<b>\$ -</b>		<b>\$ -</b>
<b>Total Annual GID O&amp;M Cost:</b>				<b>\$ 74,624</b>	<b>\$ 53,636</b>	<b>\$ 128,260</b>

\*Calculation of Maintenance Charges only include chargeable properties.

- (1) Est. Cost provided by the Downtown Denver BID (see handout dated 7/15/09) Prorated based on lower maint. Charge
- (2) Cost Provided by the City of Denver Treasury Department.
- (3) Revenue is generated from the Banner Advertising program is the sale of banners to be displayed on various new lighting fixtures. There is a \$10,000 cost associated with installing all banners. If the banners are not sold and revenue is not realized there would not be an associated cost for installation. Therefore if there is no revenue the total revenue drops to \$153,000 the maintenance cost would be \$149,843.
- (4) All cost shown include prevailing wage. (min \$14.14-max \$19.25)
- (5) Assume construction is completed in October District will only be responsible for maintaining Nov - December (2 months)