



# **2020 DISTRICT BUDGET**

## **DIRECTORS**

**Gregg Rippy      Mike Samson**  
**Steve Rippy**

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## YEAR 2020 BUDGET MESSAGE

The Garfield County Federal Mineral Lease District (the "District") Budget is submitted in accordance with the "Local Government Budget Law" of the State of Colorado. This budget sets expenditures and revenues for District projects, for the period January 1, 2020 through December 31, 2020.

The District's Budget establishes expenditure limits for the District's operations and projects in the fiscal year 2020. It is more than a compilation of revenue and expenditure projections in that it reflects the goals, priorities, and policies established by the Board of Directors for the District in 2020. The expenses incurred are for the purpose of distributing funds to political subdivisions of the State in conformity with the Federal Mineral Lease District Act § 30-20-1307, C.R.S. (2018) and 30 U.S.C. § 191, to mitigate the social or economic impacts of the development and processing of minerals by the energy industry.

### **Financial Highlights**

As noted in the 2020 Budget, the Budget authorizes and allocates a total of \$3,864,370.00. Of this amount, \$3,770,000.00 is for planned projects, and the remaining \$94,370.00 is for operations. The District is budgeting a decrease of 2% in federal mineral lease payments from the prior year's projected balance: 1% decrease in operations and capital expenditures and 1% decrease in planned projects.

### **Basis of Budgetary Accounting**

The District's General Fund is accounted for using the modified accrual basis of accounting. Revenues are recognized and accounted for when they become available and measurable. Expenditures are generally recognized under the modified accrual bases of accounting, when the related liability is incurred.

### **Summary**

In summary, the Board of Directors continues to address the ongoing economic climate in a prudent and fiscally responsible manner, but acknowledges that the direction of future natural resource exploration and mining cannot be predicted.

Respectfully,

Gregg Rippey  
President



## **MISSION STATEMENT**

***In order to alleviate social, economic, and public finance impacts resulting from the development of natural resources on federal lands within Garfield County, the Garfield County Federal Mineral Lease District will, expeditiously and through sound financial practices, ensure that the financial resources it receives from federal mineral leasing activities are distributed to communities impacted by the development of natural resources, as allowed by law;***

***deliver services to communities impacted by the development of natural resources, as allowed by law;***

***and provide the greatest use of these financial resources for the greatest number of Citizens.***

RESOLUTION NO. 19-05

BOARD OF DIRECTORS  
GARFIELD COUNTY FEDERAL MINERAL LEASE DISTRICT  
GARFIELD COUNTY, COLORADO

RESOLUTION REGARDING ADOPTION OF THE BUDGET FOR THE GARFIELD COUNTY  
FEDERAL MINERAL LEASE DISTRICT AND APPROPRIATION OF FUNDS FOR THE FISCAL  
YEAR 2020

WHEREAS, the Garfield County Federal Mineral Lease District (hereinafter “the District”) is a federal mineral lease district duly created pursuant to the Federal Mineral Lease District Act, § 30-20-1301, *et seq.*, C.R.S. (2019) (hereinafter the “Act”) and conducts its affairs through its board of directors (hereinafter “District Board”), § 30-20-1307, C.R.S. (2019); and

WHEREAS, the District Board authorized staff to prepare and submit a proposed budget to the District Board at the proper time; and

WHEREAS, staff submitted the 2019 Proposed Budget to the District Board at its regular meeting on October 9, 2019; and

WHEREAS, the Notice of Availability of the 2020 Proposed Budget and Public Hearing to Adopt the 2020 Budget was published in accordance with law, and the proposed budget has been continuously available for inspection at the District Office, 817 Colorado Ave., Suite 201, Glenwood Springs, CO; and

WHEREAS, pursuant to § 29-1-106, C.R.S. as amended (2019), a public hearing was held on November 13, 2019, where interested taxpayers were given the opportunity to file or register any objections to the proposed budget; and

WHEREAS, the District Board conducted a thorough review of the proposed budget and has ensured that the amounts appropriated do not exceed the specified expenditures as required by § 29-1-108(2), C.R.S. as amended (2019), and has thereby ensured the District will operate under a balanced budget for Fiscal Year 2020.

NOW, THEREFORE, BE IT RESOLVED THAT

Section 1. The budget as submitted, summarized, and attached hereto as Exhibit A is hereby approved and adopted as the budget of the Garfield County Federal Mineral Lease District for Fiscal Year 2020, January 1, 2020 through December 31, 2020.

Section 2. The District Board hereby appropriates funds consistent with the budget to allow the District to carry out its statutory purposes.

Section 3. District staff is hereby directed to ensure a copy of this Resolution is delivered to the State of Colorado, Division of Local Government, Department of Local Affairs as required by law.

DONE THIS 13<sup>th</sup> day of November, 2019, at Glenwood Springs, Colorado.

Voting:

Director G. Rippy: aye

Director Samson: aye

Director S. Rippy: aye

BOARD OF DIRECTORS, GARFIELD COUNTY  
FEDERAL MINERAL LEASE DISTRICT

By: \_\_\_\_\_  
President

ATTEST: \_\_\_\_\_  
Secretary

Garfield County Federal Mineral Lease Act District  
Garfield County, Colorado

<b>EXHIBIT A</b>	2018 Actual Expenses	2019 Adopted Budget	2019 Adopted Amended Budget	2020 Adopted Budget
Fund Balance - January 1	\$ 3,767,738	\$ 10,322,405	\$ 3,521,266	\$ 2,742,169
Revenue				
4000 Federal Mineral Lease Payments	1,925,514	1,900,000	2,719,803	2,000,000
4055 Other Income		-	51	-
4050 Interest Income	41,109	40,000	5,000	240
4075 Interest Income; ColoTrust	78,960	105,000	218,500	160,000
4110 Forfeited Grants	304,406	100,000	50,000	50,000
<i>Total Revenue</i>	<u>2,349,989</u>	<u>2,145,000</u>	<u>2,993,354</u>	<u>2,210,240</u>
<i>Total Funds Available</i>	<u>\$ 6,117,727</u>	<u>\$ 12,467,405</u>	<u>\$ 6,514,620</u>	<u>\$ 4,952,409</u>
Project Expenditures				
Spring Cycle	\$ 1,301,850	\$ 1,400,000	\$ 1,450,000	\$ 1,400,000
Fall Cycle	1,188,940	1,400,000	1,366,712	\$ 1,350,000
Joint Cycle		1,000,000	865,000	1,000,000
Grantee of the Year	9,996	10,000	-	20,000
<i>Total Project Expense</i>	<u>2,500,786</u>	<u>3,810,000</u>	<u>3,681,712</u>	<u>3,770,000</u>
Administrative Expenditures				
5001 Bank Fees	194	100	45	45
5002 Depreciation Expense	981		750	650
5011 Accounting	7,850	8,090	7,378	7,500
5013 Outside Contract Services	280	390	1,160	1,190
5014 Website	2,150	2,940	2,140	2,200
5023 Equipment Rental and maintenance	3,217	3,610	2,950	3,000
5025 Rent Parking Utilities	15,596	17,280	14,882	15,200
5031 Books, Subscriptions, References	63	80	-	-
5032 Marketing/Advertising	3,309	5,670	5,930	6,110
5033 Memberships	2,088	2,150	2,113	2,180
5034 Postage, Mailing service	250	260	425	450
5036 Office Supplies	2,000	2,060	1,100	1,130
5037 Telephone, Telecommunications	1,726	1,750	1,780	1,780
5038 Software	1,946	500	1,965	2,000
5039 Computer	1,595	2,000	-	2,500
5041 Insurance - Liability, D and O	3,086	3,180	3,081	3,100
5043 Miscellaneous	626	50	2,100	500
5071 Business Meals	98	100	140	140
5072 Conference, conventions, and meetings	2,799	4,000	170	450
5074 Travel and Mileage	943	590	311	450
5101 Education & Training	-	750	30	250
5102 Liability Insurance	3,081	3,180	-	-
5103 Payroll Expenses/Taxes	2,942	2,990	3,082	3,210
5104 Professional Registration	1,050	880	325	325
5105 Salaries	37,044	39,400	38,500	40,000
5106 Workman's Comp	764	410	382	390
<i>Total Administration Expenses</i>	<u>95,675</u>	<u>102,410</u>	<u>90,739</u>	<u>94,750</u>
Capital Expenditures	-	5,000	-	-
<i>Total Expenditures</i>	<u>2,596,462</u>	<u>3,917,410</u>	<u>3,772,451</u>	<u>3,864,750</u>
Net Revenue Over (Under) Expenditures	<u>(246,472)</u>	<u>(1,772,410)</u>	<u>(779,096)</u>	<u>(1,654,510)</u>
Fund Balance December 31	<u>\$ 3,521,266</u>	<u>\$ 8,549,995</u>	<u>\$ 2,742,169</u>	<u>\$ 1,087,659</u>
Project Account Balance December 31	\$ 1,558,647	\$ 2,990,510	\$ 20,000	\$ 20,000
Investment Account Balance December 31	\$ 12,152,170	\$ 9,295,000	\$ 7,577,769	\$ 7,182,909
Administrative Account Balance December 31	\$ 314,543	\$ 215,000	\$ 224,000	\$ 329,250
Petty Cash Account Balance December 31	\$ 4,549	\$ 5,000	\$ 3,000	\$ 3,000
TOTAL FMLD FUNDS	<u>\$ 14,029,909</u>	<u>\$ 12,505,510</u>	<u>\$ 7,824,769</u>	<u>\$ 7,535,159</u>
Current Liabilities (QB acct#2000;2150 )	\$6,815,717	(\$2,500)	(\$2,400)	(\$2,500)
Grants Not Distributed (QB acct#2010)	\$3,692,927	\$3,958,015	\$ 5,085,000	\$ 6,450,000
Fund Balance December 31	<u>\$3,521,266</u>	<u>\$8,549,995</u>	<u>\$2,742,169</u>	<u>\$1,087,659</u>