



2013 DISTRICT BUDGET

DIRECTORS

**Gregg Rippy
Mike Samson
Eric Schmela**

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GENERAL FUND A



Garfield County
**Federal Mineral
Lease District**

Established 2011

YEAR 2013 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 for projects of District expenditures and revenues for the period January 1, 2013 through December 31, 2013.

The District's Budget establishes expenditure limits for the District's operations and projects in the fiscal year 2013. 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 2013. 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. (2012) and 30 U.S.C. § 191, to mitigate the social or economic impacts of the development, processing, or version of fuels and minerals by the energy industry.

Financial Highlights

As noted in the 2013 Budget, the Budget authorizes and allocates a total of \$3,694,825. Of this amount, \$3,600,000 is for planned projects, and the remaining \$94,825 is for operations. The District is budgeting for a 1.8% decrease in federal mineral lease payments from 2012.

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. 12-07

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 2013

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. (2012) (hereinafter the "Act") and conducts its affairs through its board of directors (hereinafter "District Board"), § 30-20-1307, C.R.S. (2012); and

WHEREAS, the District Board authorized President Gregg Rippey (hereinafter "President") to prepare and submit a proposed budget to the District Board at the proper time; and

WHEREAS, the President submitted the proposed 2013 budget to the District Board at its regular meeting on October 10, 2012,

WHEREAS, the Notice of Availability of the 2013 Proposed Budget and Public Hearing to Adopt the Proposed Budget was published in accordance with the law, and the proposed budget has been continuously available for inspection at the District Office, 817 Colorado Ave., Suite 104B, Glenwood Springs, CO; and

WHEREAS, pursuant to § 29-1-106, C.R.S. as amended (2012), public hearings were held on November 14, 2012, and December 12, 2012, 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 (2012), and has thereby ensured the District will operate under a balanced budget for 2013.

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 2013, January 1, 2013 through December 31, 2013.

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 transmit a copy of this Resolution to the State of Colorado, Division of Local Government, Department of Local Affairs as required by law.

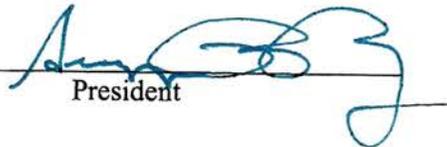
DONE THIS 12th day of December, 2012, at Glenwood Springs, Colorado.

Voting:

Director Rippy: aye
Director Samson: aye
Director Schmela: aye

BOARD OF DIRECTORS, GARFIELD COUNTY
FEDERAL MINERAL LEASE DISTRICT

By: _____



President

ATTEST: _____



Secretary

Garfield County Federal Mineral Lease Act District
Garfield County, Colorado
2013 Budget

	<u>Actual 2011</u>	<u>Estimated Actual 2012</u>	<u>Approved Budget 2013</u>
Fund Balance - January 1	\$ -	\$ 3,522,063	\$ 3,831,041
Revenue:			
Federal Mineral Lease Payments	3,526,396	3,769,875	3,700,000
Interest Income	-	18	-
<i>Total Revenue</i>	<u>3,526,396</u>	<u>3,769,893</u>	<u>3,700,000</u>
<i>Total Funds Available</i>	<u>3,526,396</u>	<u>7,291,956</u>	<u>7,531,041</u>
Project Expenditures:			
Spring cycle	-	1,615,704	1,800,000
Fall cycle	-	1,777,958	1,800,000
<i>Total Project Expense</i>	<u>-</u>	<u>3,393,662</u>	<u>3,600,000</u>
Administration Expenditures:			
Accounting	-	7,748	12,000
Legal	-	13,520	2,400
Outside contract services	-	2,115	3,000
Website	-	3,725	-
Rent Expense	-	6,000	16,500
Marketing/Advertising	-	8,500	4,000
Business meals	-	86	1,000
Travel expenses	-	800	5,000
Office supplies	-	13,500	12,000
Bank fees	-	9	500
Insurance - officers/directors	-	2,055	2,055
Miscellaneous	4,333	-	1,670
<i>Total Administration Expenditures</i>	<u>4,333</u>	<u>58,058</u>	<u>60,125</u>
Payroll Expenditures:			
Salaries	-	6,600	26,400
Taxes	-	1,650	6,600
Liability insurance	-	697	700
Professional registration	-	-	500
Workman's comp	-	248	500
<i>Total Payroll Expenditures</i>	<u>-</u>	<u>9,195</u>	<u>34,700</u>
Capital Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total Expenditures</i>	<u>4,333</u>	<u>3,460,915</u>	<u>3,694,825</u>
Net Revenue Over (Under) Expenditures	<u>3,522,063</u>	<u>308,978</u>	<u>5,175</u>
Fund Balance December 31	<u>\$ 3,522,063</u>	<u>\$ 3,831,041</u>	<u>\$ 3,836,216</u>
Restricted - Project Fund Balance	2,700,000	3,558,177	3,658,177
Unrestricted - Administrative Fund Balance	822,063	273,508	178,683
Fund Balance December 31	<u>\$ 3,522,063</u>	<u>\$ 3,831,685</u>	<u>\$ 3,836,860</u>