



# 2010 ANNUAL REPORT

## Local Government Energy and Mineral Impact Assistance Program Thirty-fourth Annual Report



Reeves Brown  
Executive Director  
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**Colorado Department of Local Affairs Mission:  
Strengthening Colorado Communities**



The Energy and Mineral Impact Assistance Program has been helping to improve the lives of Colorado citizens since 1977. Grants and low-interest loans are directed to those communities socially and economically impacted by the development, processing or energy conversion of mineral and fuel resources.

*Pictured: members of communities gathered to celebrate Energy and Mineral Impact Assistance-funded projects that are improving lives.*



This report has been prepared by: Joe Carter, Elyse Ackerman-Casselberry, Clay Brown, Ken Charles, Teri Davis, Debra Downs, Greg Etl, Leslie Hentze, Tony Hernandez, Bret Hillberry, Lee Merkel, Scott Olene, Glory Ortega, Linda Rice, Don Sandoval, Cynthia Thayer, Robert Thompson, Charles Unseld, Diane VonDollen and Greg Winkler.



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*Pictured on the front cover are examples of projects and communities that have benefited from the Energy and Mineral Impact Assistance Fund (EIAF):*

- 1. Grand opening of the Spanish Peaks Library, Walsenburg**
- 2. Grand opening of the Costilla County courthouse**
- 3. DLG Director Tony Hernandez joined by residents and officials from Garfield County to celebrate installation of solar panels at a local care facility in Carbondale**
- 4. Solar flowers along I-70 rest stop, Parachute**
- 5. Ribbon cutting of water treatment facility, Hudson**
- 6. Rifle Branch Library**
- 7. Two Rivers Convention Center solar panels, Grand Junction**

# Local Government Energy and Mineral Impact Assistance Fund 2010 Annual Report

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## Message from Reeves Brown, Executive Director

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Since 1977, the Energy and Mineral Impact Assistance Program has been helping communities improve lives. This program embodies the Department of Local Affairs mission, “Strengthening Colorado Communities,” by addressing the social and economic impacts of energy and mineral production throughout the state.



Projects funded by the program have helped with a wide variety of community development efforts and improvements including planning, infrastructure, public safety facilities and services, roads and water and wastewater treatment facilities.

Understanding industry volatility and the tremendous responsibility associated with the administration of this fund, the Department of Local Affairs works in partnership with community leaders, legislators, industry representatives and other organizations, to determine the most effective and relevant methods for maximizing the results of fund investment.

In 2010, the program was again identified as a source of funding to help offset the budget challenges facing Colorado. Our ability to award grants has been suspended temporarily as of fall 2010. However, as this report demonstrates, communities throughout the state received grant awards and direct distribution of severance and federal mineral lease dollars in 2010. In addition, we will continue to provide the unparalleled technical assistance and customer service that is the foundation of our partnerships with local communities.

Having served as the former Executive Director of CLUB 20 on the western slope for a decade, I know firsthand the value of this program to communities. On behalf of the staff here at DOLA, I want to thank the members of the Energy and Mineral Impact Advisory Committee for their ongoing service and for all of their help in raising awareness about the strengths of this program.

Sincerely,

A handwritten signature in black ink, appearing to read "Reeves Brown". The signature is fluid and cursive, with a long, sweeping underline that extends to the right.

Reeves Brown  
Executive Director

## Overview

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There are two channels by which DOLA administers Energy Impact dollars to local governments: a competitive grant program and a direct distribution allocation of funds based on criteria established by the General Assembly.

The creation of the fund is outlined in C.R.S. 34-63-102 (Federal Mineral Lease) and C.R.S. 39-29-101 (Severance). This report is being submitted according to C.R.S. 39-29-110(3).

The purpose of the Energy and Mineral Impact Assistance Program is to assist political subdivisions that are socially and/or economically impacted by the development, processing, or energy conversion of minerals and mineral fuels. Funds come from the state severance tax on energy and mineral production and from a portion of the state's share of royalties paid to the federal government for mining and drilling of minerals and mineral fuels on federally-owned land. The program was created by the legislature in 1977.

Historically, the largest distribution of funds through the Energy and Mineral Impact Assistance program had occurred in the form of discretionary grants and loans to municipalities, counties and other political subdivisions socially or economically impacted by the development, processing or energy conversion of minerals and mineral fuels.

More than \$14 million in grants and loans was awarded to communities for 48 local public facility and services projects that made a positive impact on the lives of Colorado citizens. Projects helped make water and wastewater systems safer, improved roads and bridges, restored and revitalized public facilities and downtowns and met a variety of needs at the local level.

These investments leveraged more than \$28 million in local matching funds, encouraged regional collaboration and furthered partnerships we've so proudly formed at all levels of government. DOLA also distributes revenue derived from energy and mineral extraction statewide directly to the local units of government. These revenues come from State Severance Tax receipts and Federal Mineral Lease non-bonus payments.

In 2010, for Direct Distribution, \$37 million was directly distributed to counties and municipalities as part of this program.

The Direct Distribution of Federal Mineral Lease proceeds and State Severance Tax revenues is mandated by Colorado statute and administered by DOLA. Two separate statutes allocate state proceeds generated from the production of mineral resources in Colorado to local governments. Portions of the distribution are allocated based on formulaic calculations and result in the “Direct Distributions” to Colorado counties, municipalities, and school districts.

C.R.S. § 39-29-110(1)(b); 34-63-102(5.4)(c).

In August 2010, over \$37 million in annual Severance Tax and Federal Mineral Lease funds was distributed to 509 Colorado counties, municipalities and school districts. The direct distributions combined total was \$37,380,392.35. The amount in Severance Tax Direct Distribution that went to local communities in 2010 was \$11,938,671.31 and the total for Federal Mineral Lease Direct Distribution was \$23,448,590.81. School Districts received a total of \$1,993,130.23 in Federal Mineral Lease Direct Distribution.

Generally described, the factors used in the distribution are measures of resident energy employees, mining and well permits, amount of mineral production, population, miles of road.

In 2010, the Department assisted local communities in achieving their goals by providing, in an efficient and timely manner, technical assistance services and distribution of revenues from state and federal sources. The Department’s network of Regional Managers was key in facilitating this accomplishment.

For additional information please see the Department’s Direct Distribution website at:

<http://dola.colorado.gov/directdistribution>

## Commitment to Sustainability

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The basic tenets of DOLA's work are rooted in the spirit of cooperation, partnership, collaboration and sustainability. In 2010, DOLA set forth to expand on the goal of sustainable community development by supporting principles to further encourage collaboration across the department's divisions, identify and leverage resources across local, state and federal agencies and help guide grant criteria and grant making decisions.

These principles are designed to respect local control, incentivize sustainability and cultivate partnerships that solve problems through cooperative planning, collaborative training and the leveraging of resources.

Understanding that financial resources are limited at all levels of government, these sustainability principles have been identified to encourage funding of infrastructure and sustainable development projects designed for the long term.

### **DOLA Sustainability Criteria**

**1. Provide more transportation choices**

Improve safe, reliable and affordable transportation choices to reduce traffic congestion and improve air quality; create transit-oriented neighborhoods with healthy biking and walking opportunities.

**2. Promote equitable, affordable housing**

Identify quality, energy efficient, affordable housing near jobs, shopping and recreation amenities.

**3. Increase economic competitiveness**

Invest in education and training, attract and position employment centers near housing and transit, expand business access and promote rural economic development that preserves and enhances community identity.

**4. Support existing communities**

Strategically optimize infrastructure funding to maximize investment and revitalize communities.

**5. Enhance integrated planning and investment**

Align policies to remove barriers, leverage funding and increase accountability and effectiveness of government programs.

**6. Value healthy communities and neighborhoods**

Support unique community characteristics by investing in healthy, safe, walkable neighborhoods, quality schools and prosperous, sustainable downtowns.

**7. Conserve and protect valuable resources**

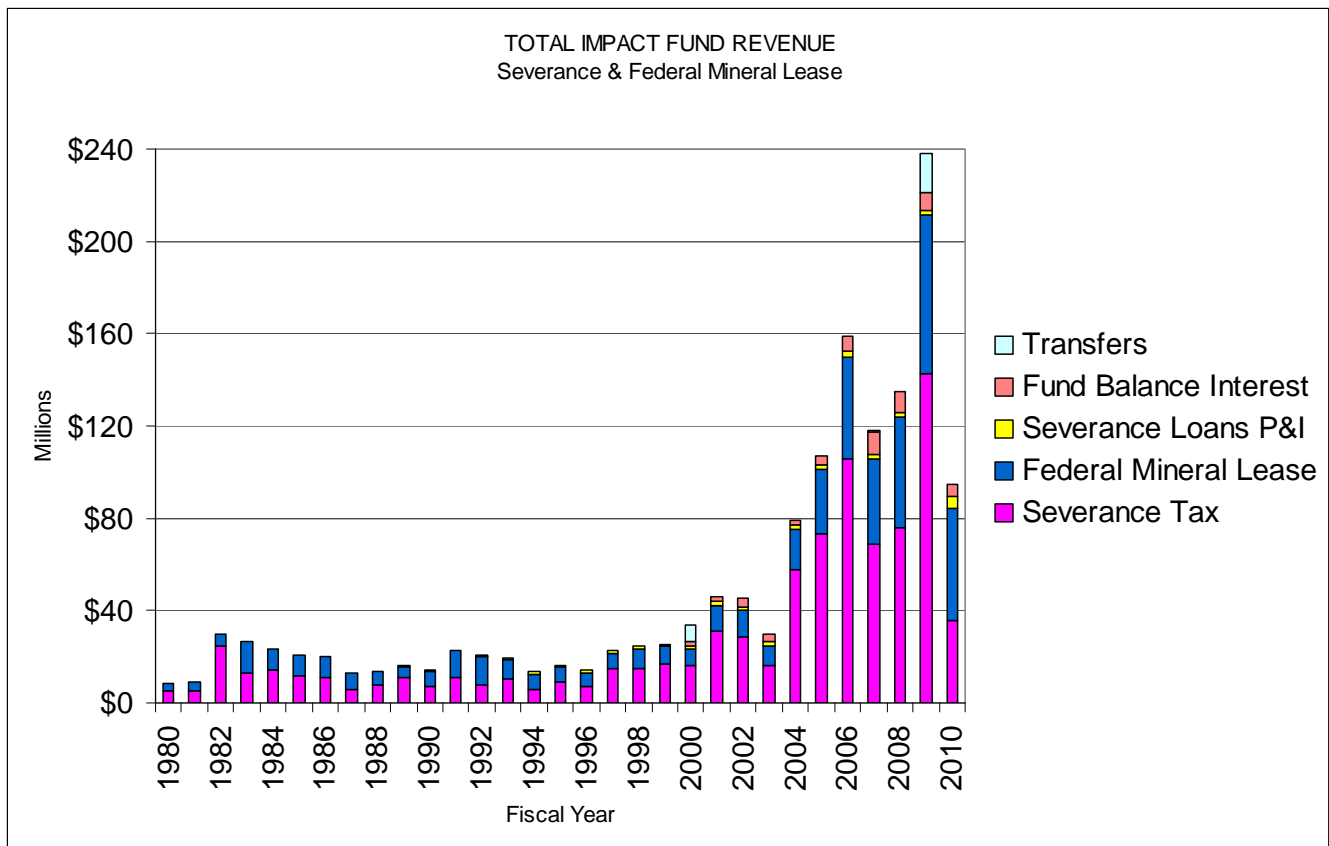
Protect clean water, land and air; focus on energy efficiency.



## 2010 Revenues

Fiscal Year 2010 revenues to the combined Local Government Energy and Mineral Impact Assistance Program decreased as a result of 2009 natural gas prices declining from the spike in prices in 2008.

As shown in the chart below, the revenues to the grants program have varied considerably over the years with the mineral industry business cycles.



## Availability of Funds

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In 2009 and 2010 combined, the total Energy and Mineral Impact Assistance Fund dollars reallocated the General Fund is more than \$91 million.

This was done in the following manner:

Fiscal Year	Severance Tax			Federal Mineral Lease		
	Grant Expenditures	Direct Distribution	General Fund Transfers	Grant Expenditures	Direct Distribution	General Fund Transfers
2008-09	\$142,506,355	\$69,915,136	<b>\$24,730,912</b>	\$54,638,538	7,595,498	<b>1,000,000</b>
2009-10	35,713,291	60,942,451	<b>44,501,472</b>	41,684,091	35,894,160	<b>22,600,000</b>
	\$178,219,646	\$130,857,587	<b>\$69,232,384</b>	\$96,322,629	43,489,658	<b>22,601,000</b>

No new grants or supplemental funding for existing contracts are available at this time. The Department stands ready to continue administering the program according to the high standards and criteria it has set in partnership with local communities, members of the General Assembly and the Governor of Colorado.

## 2010 Energy and Mineral Impact Assistance State Advisory Committee

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### [CRS 34-63-102 (5) (b) (I)]

The Department of Local Affairs extends its appreciation to the following members of Energy and Mineral Impact Assistance State Advisory Committee for their commitment and for the perspective they have brought from their respective disciplines and regions.

**Susan E. Kirkpatrick** **Term: Permanent**  
Executive Director, Department of Local Affairs

**James Martin (alt. David Neslin)** **Term: Permanent**  
Executive Director, Department of Natural Resources

**Russell George (alt. Jennifer Finch)** **Term: Permanent**  
Department of Transportation

**Robert K. Hammond** **Term: Permanent**  
Deputy Commissioner, Administration and Operations  
Colorado Department of Education

**Martha Rudolph (at. Donna Davis)** **Term: Permanent**  
Executive Director, Department of Public Health & Environment

**Carl E. Miller (Retired)** **Term: 8/24/11**  
Leadville, CO

**Justin Clifton** **Term: 8/24/11**  
Bayfield Town Manager

**Kay Lynn Hefley** **Term: 8/24/12**  
Self-Employed, Farming  
Walsh, CO

**The Honorable Kenneth Parsons** **Term: 8/24/12**  
Rio Blanco County Board of Commissioners

**Vicki Spencer** **Term: 8/24/13**  
Energy Use Specialist, Gunnison County Electric Assn

**Barry Shiohita** **Term: 8/24/13**  
Alamosa County Administrator

**The Honorable Eric Doering** **Term: 8/24/13**  
Mayor, Town of Frederick

## Continually Striving for Excellence

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As part of its ongoing commitment to improve the Energy and Mineral Impact Assistance Fund grant program, prior to 2010, DOLA implemented changes and adopted Sustainability Criteria, to help better address the needs of communities.

The number of grant cycles held is based on the availability of funds. The grants program has been divided into three categories; small, medium and large (also referred to as Tier I, Tier II and Tier III, respectively). Matching contributions by the applicants are required.

- **Tier I** grants are available for projects up to \$200,000 and will be administratively approved by the department's Executive Director following an evaluation of the grant criteria by DOLA staff. The Impact Advisory Committee will be notified of these awards.
- **Tier II** grants are for projects between \$200,000 and \$2,000,000. The Advisory Committee recommends project awards to the Executive Director for final consideration based on funding criteria developed to evaluate project significance.
- **Tier III** grants are intended to support projects that are regional or multi-jurisdictional in nature. Grant awards will be in the range of \$2,000,000 to \$10,000,000 to be made available once per year. The new small and medium grant programs were "rolled out" during the summer of 2008. Tier III grants will be implemented in the future when funds become available.

## Direct Distribution

The Colorado Department of Local Affairs (DOLA) distributes revenue derived from energy and mineral extraction statewide directly to the local units of government. These revenues come from State Severance Tax receipts and Federal Mineral Lease non-bonus payments.

Effective July 1, 2008, the legislature passed and Gov. Ritter signed SB08-218 and HB08-1083, which authorized a new method and formula to determine the direct distribution of energy impact dollars from the severance tax, as well as federal mineral leases.

Prior to the passage of SB08-218 and HB08-1083, direct distribution was based on the number of industry employees in the energy impacted communities in which they resided. For the county allocation, the new legislation increased the factors that would be considered to: permits, production and employee residence. At the sub-county level, the distribution is now based on population and highway user miles (HUTF)

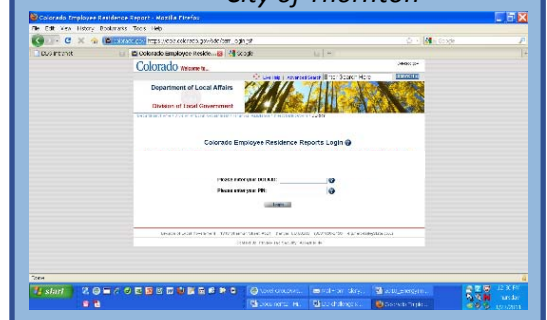
In August 2010, over \$37 million in annual Severance Tax and Federal Mineral Lease funds was distributed to 509 Colorado counties, municipalities and school districts. The direct distributions combined total was \$37,380,392.35. The amount in Severance Tax Direct Distribution that went to local communities in 2010 was \$11,938,671.31 and the total for Federal Mineral Lease Direct Distribution was \$23,448,590.81. School Districts received a total of \$1,993,130.23 in Federal Mineral Lease Direct Distribution.

In partnership with the department, the Mineral Production Employee Residence Report Oversight Committee, consisting of county, municipal and industry representatives, participates on an annual basis to review the proposed allocations based on industry employee counts provided by the energy industry and the new factors described above.

**DOLA staff created a more convenient, efficient and user-friendly way for industry to report the number of industry employees by creating an online reporting system which also expedites local review. The new Colorado Employee Residence Reports (CERR) system is saving local industry representatives considerable time and resources.**

*"I wanted to send along a big 'thank you' for the new CERR online review and challenge process. It was easily accessed, very user friendly, and the challenge process was a snap... My kudos to everyone who worked to make this happen – I think it was a huge success!*

*-JoAnn Koenig  
City of Thornton*



## 2010 Grant Program Highlights

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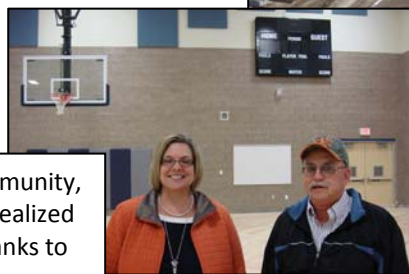
The Energy and Mineral Impact program continues to be administered with the goal of addressing local governments' priority needs. Projects ranged in size, scope and types as characteristic of a state as diverse as Colorado. Needs met included public facilities, public safety and basic water and sewer infrastructure. In 2010, DOLA worked to assist regional efforts directed at sustainability and energy savings. Below are examples of projects highlighting the benefits of this program in meeting not only critical public facility and infrastructure needs, but also encouraging innovative, sustainable projects throughout Colorado.



A profound example of the impact this fund has on communities is the Town of Red Cliff. The Town's wastewater treatment facility had been failing for many years. In fact, DOLA has a history that dates back more than two decades in its work with the Town of Red Cliff. In 2009, DOLA funds helped move forward a project that had been a long time in the making, helping to also leverage America Recovery and Reinvestment Act dollars.



High school gymnasiums often serve as a central, vital core of a community, providing recreation and gathering places. The Town of Severance realized a long time goal to have its gymnasium expanded and renovated thanks to the Energy Impact fund.



## 2010 Program Highlights

**“On behalf of the Board of Trustees, staff , and citizens of Palisade, I’m writing to thank you and your excellent staff for all of DOLA’s efforts on behalf of the Town of Palisade over the last four years. With your help, Palisade had made much progress towards achieving its goals in the areas of service provision and economic sustainability.**

**With grant assistance from DOLA we have stabilized infrastructure and improved basic government services to our citizens. With technical assistance from DOLA programs we have planned, designed, communicated and implemented two major projects having lasting impact on Palisade’s downtown and its core businesses. We are proud of the fact that we have seen two years of local town sales tax increases in spite of the nationwide recession. Last but not least, we have completed the first phase of a civic center project which has saved an historic building, lead the way in revitalization of a declining neighborhood, set an example for the incorporation of renewable energy efficiency, and provided a much needed community recreational facility. The project will, when complete, consolidate government facilities, contribute to the revitalization of a declining area and act as a gateway in the lives of Palisade’s citizens and improved all of Colorado through your efforts. ...”**

**With much appreciation,  
Roger L. Granat, Mayor**

The Energy and Mineral Impact Program has made vital water projects possible throughout Colorado. Water treatment facilities like the one pictured at right in Hot Sulphur Springs provide an effective, efficient means for treating wastewater.



Local government services are enhanced by Intergovernmental Agreements (IGAs), like the one entered into by Georgetown and Silver Plume. The two towns adopted an IGA which sets forth a new operating agreement for the wastewater plant for 40 years. The two mayors held a signing ceremony at the Clear Creek BOCC meeting.

Gov. Bill Ritter joined Sen. Gail Schwartz and officials from Chaffee County to celebrate the completion of the Chaffee County Community Services Complex. The project benefits the community by restoring a valuable community asset that dates back to 1900, centralizes core community services provided at both the city and county level and provides much-needed space and better coordinated services.

## 2010 Program Highlights

### Sustainable Main Streets Initiative

One product of our efforts in 2010 was the success of the Colorado Sustainable Main Streets Initiative. Executive Order 2010-007 signed by Governor Ritter in April 2010 directed state agencies to pool resources to enhance sustainability in Colorado communities. Four pilot communities were selected to test the new approach. The Five Points business corridor in Denver, Town of Fowler and the Cities of Monte Vista and Rifle worked with state and federal partners, profit and nonprofit organizations, foundations and each other to achieve strategic outcomes.



DOLA staff submitted a successful application to the US Departments of Housing and Urban Development (HUD) and Transportation (DOT) for a Challenge Planning Grant in the amount of \$1.28 million. Funding to the Colorado Sustainable Main Streets pilot communities will go toward making vital, sustainable improvements to main streets.

The following summarizes the goals and accomplishments of each Sustainable Main Streets pilot community. Energy and Mineral Impact funds provided vital assistance to each of these four pilots in their sustainability community development efforts.



### Five Points Business Corridor

Five Points has focused its efforts on a catalyst project on the Welton Street corridor. The community is developing a master plan and vision which will center on health and wellness, energy efficiency and transit alternatives.



## Five Points' Outcomes

- Identified business development strategies at and around the historic Rossonian Hotel, an anchor structure for the community. To move the project forward, a charrette has been formed to explore redevelopment options for the site.
- Development of a master plan, including a community survey which has had more the 700 respondents to date. A Community Advisory Team has been convened to guide the process and work.
- Development of a 'Green Mile' business corridor, a place with commitment to energy efficiency, healthy living, water conservation and air quality.
- Complete plans for a Health and Wellness village that capitalizes on partnerships aimed at improving the health and wellness of its citizens.
- The Five Points community is also studying and planning ways to improve the Welton corridor through multi-modal transportation options.

## Fowler

Fowler's focus has been on improving the pedestrian friendliness of Main Street, increasing investment in downtown redevelopment, preserving historic structures, and improving the energy efficiency of the town as a whole.



## Fowler's Outcomes

- CDOT has committed \$300,000 to make pedestrian safety improvements to the intersection of Main Street and Highway 50. DOLA has committed \$200,000 to help move the project forward. Construction will begin next summer and will include pedestrian activated crossing signals and crosswalks.
- An emergency preparedness and response plan for downtown is nearing completion to protect the safety of Fowler citizens and visitors.
- A revolving loan fund for business improvements has been marketed to Main Street businesses.

- A design guide for businesses for physical improvements is being developed that will provide best practices for economic development and historic preservation.
- Fowler created a new Certified Application Assistance Site to help families, adults and children to apply for public health care assistance programs.
- Vibrant Solar installed solar panels at seven sites in town which will save the town \$20,000 in the first year of operation.



### **Monte Vista**

Monte Vista chose to focus on reducing vacant storefronts, encouraging investment and enhancing pedestrian safety downtown.

### **Monte Vista's Outcomes**

- The city and CDOT developed a plan for improving the functionality and safety of the main highway intersection downtown, while focusing on elements like business development and making main street more pedestrian-friendly.
- Monte Vista is initiating a branding campaign and conducting a market analysis to identify ways to improve tourism and business.
- They have made significant strides in a project to turn the historic Journal Building into an arts and culture center for the San Luis Valley.
- Monte Vista was awarded a \$28 million BEST grant and matched with \$4 million in local funds. Some funds will also improve the public Bill Metz Park.
- Monte Vista's Valley-Wide Health Systems will be transferring the health clinic to an abandoned hardware store on the main street. The clinic is a stellar example of partnerships that balance economic and public health needs.

## Rifle

The City of Rifle's goals were to create a more pedestrian-friendly community with increased transportation choices, to build a unified economic strategy for downtown, and to renovate its historic Ute Theater.



### Rifle's Outcomes

- A redevelopment plan for the Valley Lumber site. Rifle also devised a toolbox of financing mechanisms with which to move forward with those plans.
- Rifle created a Small Business Resource Center through a partnership between the library, the Rifle Economic Development Corporation, the Roaring Fork Business Resource Center, the Downtown Development Authority and the Chamber of Commerce.
- Rifle secured funding and has nearly completed exterior renovation of the Ute Theater.
- With funding from US DOT and HUD, they will evaluate land use and building scenarios – which will allow stakeholders to identify alternatives for sustainable downtown revitalization

## New Energy Communities Initiative

In October 2008, Gov. Bill Ritter announced the recipients of the “New Energy Communities Initiative” – 14 projects that will stimulate economic growth, enhance sustainability and lead to more livable communities all across Colorado. The program directed \$10 million in Energy Impact Assistance Funds to regional efforts (representing 66 local governments), with a maximum of \$2 million per region. Although this award was made in 2008 the implementation and technical assistance provided by DOLA began in 2009.



Since the initiative was first announced, these 14 projects, selected from 32 applications, are enhancing livability, strengthening the economy and rewarding regional collaboration throughout Colorado.



About 1.8 million people live in the areas that will benefit from these projects.

The New Energy Communities Initiative provides an energy and economic stimulus that rewards communities throughout Colorado for innovative ideas that will save energy, save money and create jobs.

The initiative, a joint effort of Colorado Department of Local Affairs and the

Governor's Energy Office, is designed to maximize energy efficiency and conservation, enhance community livability, promote economic development, and address climate change by reducing carbon emissions.

The projects are:

- Avon Heat Recovery Facility: \$1.5 million
- Boulder County Biomass Heating Initiative: \$500,000
- Cortez Micro-Hydroelectric Plant: \$500,000
- Fort Collins Regional New Energy Communities Initiative: \$778,000
- Garfield County New Energy Communities Initiative: \$1.6 million
- Grand Junction New Energy Communities Initiative: \$1 million
- Greeley Intergovernmental New Energy Communities Initiative: \$700,000
- La Plata County Regional New Energy Communities Initiative: \$1.2 million
- Longmont New Energy Communities Initiative: \$500,000



- Loveland Multi-Agency New Energy Communities Initiative: \$39,250
- Pikes Peak Region New Energy Communities Initiative: \$200,000
- Pueblo Sustainable New Energy Communities Initiative: \$1 million
- Routt County New Energy Communities Initiative: \$87,000
- Yuma County New Energy Communities Initiative: \$400,000

During the past year, all projects have been initiated and the grants are helping local communities upgrade, retrofit or develop energy efficient public facilities, enhance streetscape improvements and downtown revitalization, and assist local governments' efforts to educate homeowners on energy efficient upgrades and retrofits to meet higher energy efficiency standards.



Information about the New Energy Communities Initiative is available on the Department of Local Affairs website at [www.dola.colorado.gov/NewEnergyCommunities](http://www.dola.colorado.gov/NewEnergyCommunities).

### **SB09-232 Projects**

The legislation, SB09-232, designated \$17 million in grant funding available from federal mineral lease dollars for a one-time, competitive grant allocation for projects in communities significantly impacted by energy and mineral production on federal mineral lease land.

In July 2009, DOLA received pre-applications from 10 communities for the SB09-232 fund. Using several criteria such as degree of energy impact on the community, readiness of the project, regional significance and amount of local funding match committed, seven projects were selected to make a full application for the dollars.

The special grant application cycle had no minimum or maximum amount to be awarded; therefore, one project could potentially have received the full \$17 million, or multiple projects could have received

varying amounts. The total amount of funding requested through the pre-application process was approximately \$61 million.

Decisions were made in February 2010, with four projects selected as follows:

- **Town of Parachute Interchange at US-6 & I-70 - \$8 million**

Applicant/Partners: Town of Parachute, Garfield County, EnCana, Williams

Project Type: Transportation



Project Description: This project consists of two elements: construction of a new full-diamond interchange on I-70; and a downtown by-pass. The interchange improvements include construction of a full-diamond interchange (two on and off ramps) with acceleration and deceleration lanes. The interchange is located approximately 2 miles west of the existing Town of Parachute I-70 interchange (Exit 75). The project also involves completing a truck by-pass of Parachute from State Highway 6 to CR 215. Acceleration and deceleration lanes at SH 6, a bridge over Parachute Creek and an additional 1,500 feet of road surface would complete the by-pass route.

- **Mesa County 29 Road Overpass - \$3.2 million**

Applicant/Partners: Mesa County, City of Grand Junction

Project Type: Transportation



Project Description: The 29 Road Overpass Project is a joint effort by Mesa County and the City of Grand Junction that consists of the construction of a grade-separated crossing of the Union Pacific Railroad in Grand Junction. This project is a component of the beltway loop around the core of the Grand Valley serving Grand Junction, and the outlying communities of Whitewater, Clifton and Fruitvale.

- **Southwest Colorado Council of Governments SWCCOG) Regional Telecommunications Infrastructure - \$3 million**

Applicant/Partners: Southwest Colorado Council of Governments, City of Durango, City of Cortez; Towns of Bayfield, Mancos, Dolores, Dove Creek, Rico, Silverton, Pagosa Springs; Counties of Archuleta, Dolores, La Plata, San Juan and Montezuma; Fort Lewis College; Southwest Community College, and various other public agencies such as libraries, schools and fire districts.



Project Type: Regional Broadband Infrastructure

Project Description: This is a regional telecommunication and broadband infrastructure improvement project coordinated by the Southwest Colorado Council of Governments and Region 9 Economic Development District. The overall regional project is comprised within each county and municipality. These smaller portions support the overall regional goal of high-capacity connectivity among public facilities in the various political subdivisions. This project further grows the high capacity network out into each local community and additionally aggregates demand on a regional basis to make the on-going cost affordable.

- **City of Delta Highway 50 Bypass - \$2.8 million**

Applicant/Partners: City of Delta

Project Type: Transportation

Project Description: This project consists of the construction of an alternate road for the purpose of routing truck traffic away from the City of Delta's Historic Main Street. The alternate truck route will relieve traffic



congestion and improve safety for the city's downtown business corridor located along State Highway 50. The project includes the construction of an overpass structure above the Union Pacific railroad tracks to allow uninterrupted access for emergency responders to and from the North Delta area and the completion of a four lane road connecting at the north and south ends of Main Street.

## DOLA Jobs Generation Summary: FY 2010

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In FY 2010, the Energy and Mineral Impact Assistance Fund Program generated and supported a total of 5,590 jobs throughout the state.<sup>1</sup>



This was accomplished through the investment of \$55,128,218 in grants that leveraged \$273,014,340 from local communities for a total of more than \$328 million.



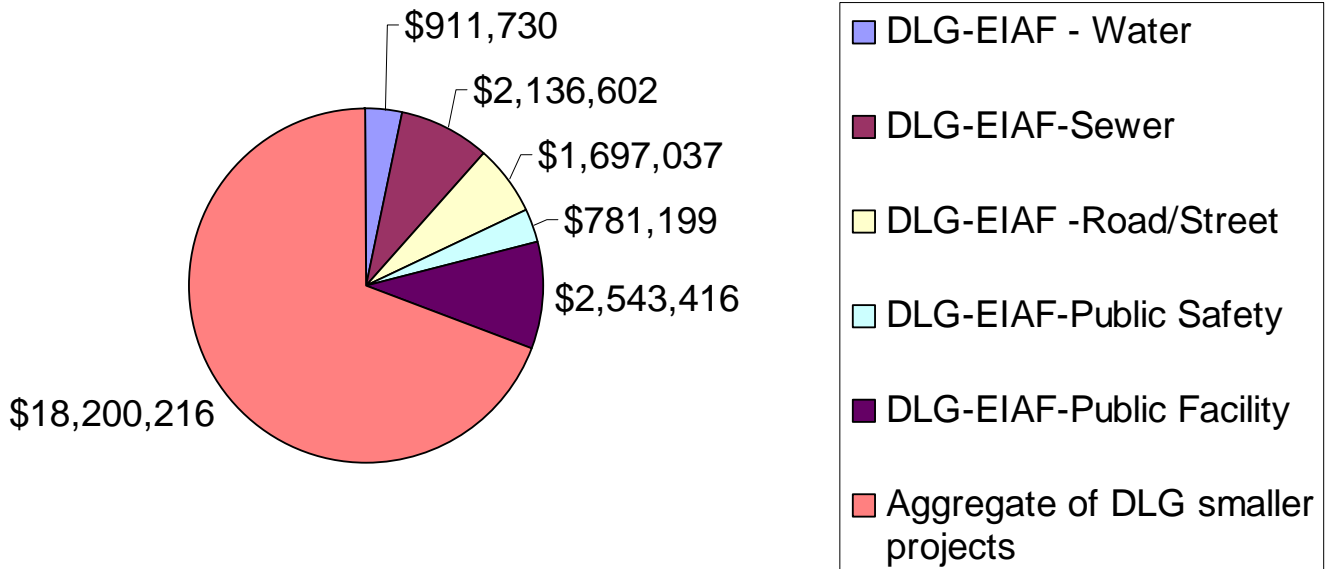
This is an average ratio in which \$1 in Energy Impact funds leverages \$4 from the local community.

<sup>1</sup> Jobs generation figures are calculated by a methodology of the Colorado State Demography Office based on state demographic data, industry, economic factors and dollars invested to compute the number of direct, indirect and induced jobs associated with DOLA funds invested.



## Projects by Type

**Total Projects Funded:** 96  
**Total Grants Awarded:** \$26,270,200  
**Total Leverage:** \$81,631,323  
**Total Invested:** \$107,901,525



Project Type	# Grants	Total Grants	Total Leverage	Total Projects
Aggregate of DLG smaller projects	45	\$18,200,216	\$50,813,225	\$69,013,441
DLG-EIAF-Public Facility	14	\$2,543,416	\$16,002,566	\$18,545,982
DLG-EIAF-Public Safety	3	\$781,199	\$4,809,837	\$5,591,036
DLG-EIAF-Road/Street	6	\$1,697,037	\$3,319,000	\$5,016,037
DLG-EIAF-Sewer	18	\$2,136,602	\$6,355,748	\$8,492,350
DLG-EIAF-Water	10	\$911,730	\$330,947	\$1,242,677
	96	\$26,270,200	\$81,631,323	\$107,901,523

## Funding by Region

DOLA INVESTMENT REPORT REGION GRANT SUMMARY BY PROGRAM - EIAF  
DLG  
01/01/2010-12/31/2010

Number of Projects									
Region	CENTRAL	NORTH CENTRAL	NORTHEASTERN	NORTHERN MOUNTAINS	NORTHWESTERN	SOUTH CENTRAL	SOUTHEASTERN	SOUTHWESTERN	Total # Projects:
Manager	CLAY BROWN	DON SANDOVAL	GREG ETL	GREG WINKLER	ELYSE ACKERMAN	DEBRA DOWNS	LEE MERKEL	KEN CHARLES	96
	7	7	6	6	20	14	24	12	
Amount Awarded									
Region	CENTRAL	NORTH CENTRAL	NORTHEASTERN	NORTHERN MOUNTAINS	NORTHWESTERN	SOUTH CENTRAL	SOUTHEASTERN	SOUTHWESTERN	Total Award:
Manager	CLAY BROWN	DON SANDOVAL	GREG ETL	GREG WINKLER	ELYSE ACKERMAN	DEBRA DOWNS	LEE MERKEL	KEN CHARLES	\$26,270,200
	\$753,109	\$1,101,686	\$1,042,920	\$1,080,685	\$13,425,955	\$2,059,741	\$2,129,963	\$4,676,141	
Amount Leveraged									
Region	CENTRAL	NORTH CENTRAL	NORTHEASTERN	NORTHERN MOUNTAINS	NORTHWESTERN	SOUTH CENTRAL	SOUTHEASTERN	SOUTHWESTERN	Total Leveraged:
Manager	CLAY BROWN	DON SANDOVAL	GREG ETL	GREG WINKLER	ELYSE ACKERMAN	DEBRA DOWNS	LEE MERKEL	KEN CHARLES	\$81,631,323
	\$280,600	\$8,214,304	\$8,884,104	\$15,492,779	\$28,210,997	\$9,257,561	\$7,988,918	\$3,302,060	
<b>Total Invested:</b>	<b>\$1,033,709</b>	<b>\$9,315,990</b>	<b>\$9,927,024</b>	<b>\$16,573,464</b>	<b>\$41,636,952</b>	<b>\$11,317,302</b>	<b>\$10,118,881</b>	<b>\$7,978,201</b>	<b>\$107,901,523</b>

## Energy and Mineral Impact Loan Program

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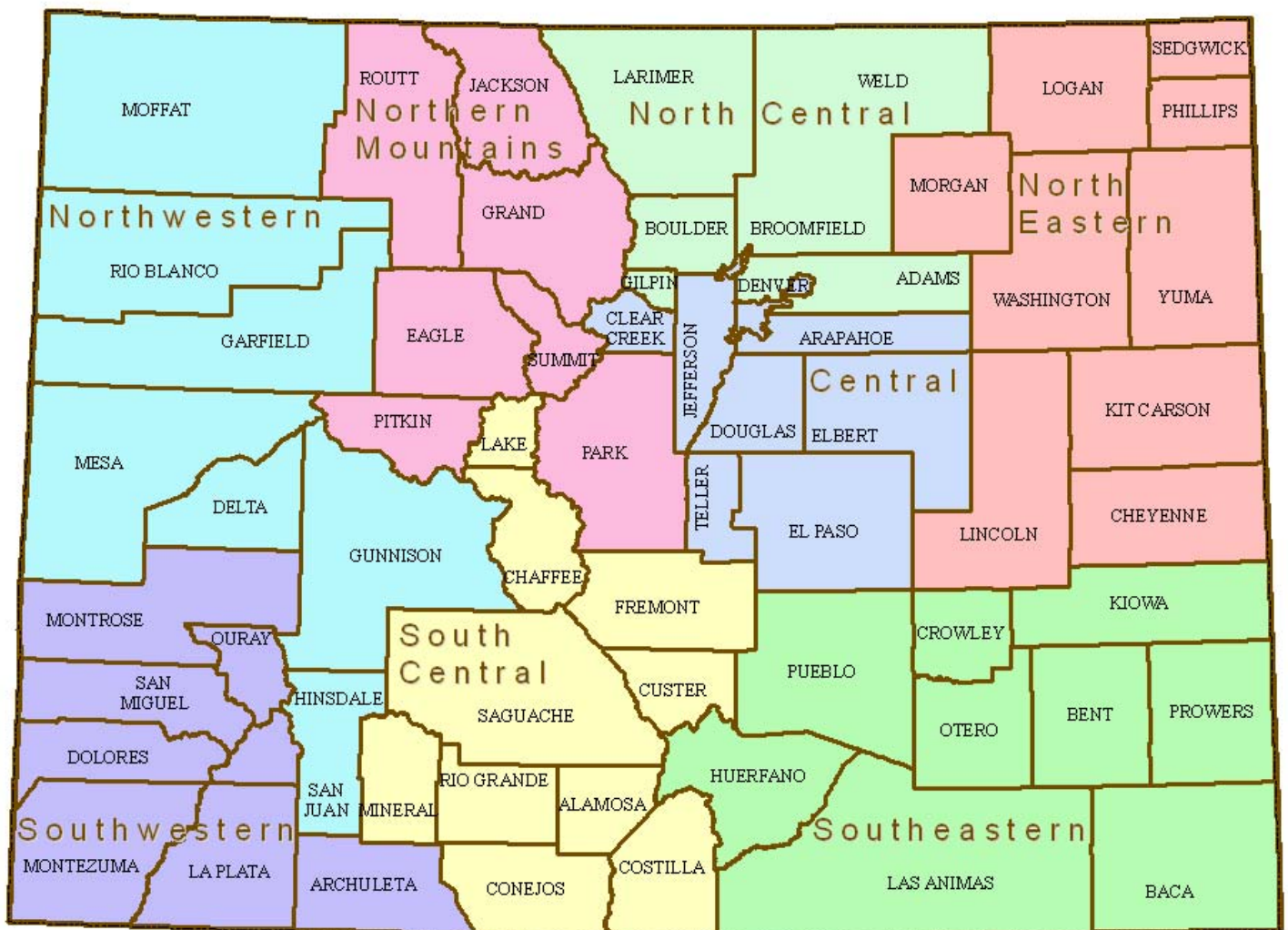
To assist communities with critical water and wastewater improvements, Colorado Revised Statutes allow loans from the Local Government Severance Tax Fund, C.R.S. 39-29-110(1)(b)(II) (A).

This program allows the executive director to make loans to political subdivisions for the planning, design, construction, erection, building, acquisition, alteration, modernization, reconstruction, improvement, or expansion of domestic wastewater treatment works or potable water treatment facilities. Loans must follow terms to insure repayment of the loan with interest assessed and collected at an interest rate of not less than five percent.

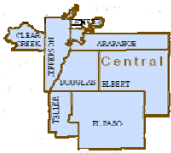
The current value of the loan portfolio is \$35,874,332 and consists of 127 active loans totaling \$19,296,613. Since the water and sewer loan program was authorized by statute in 1985, a total of 335 loans have been made, with 208 loans being fully repaid. There have been no defaults in the history of the loan program.

## DOLA Regional Managers & Regional Map

One of DOLA's strengths is our ability to deliver services directly within the communities we serve. Regional Managers cover eight regions throughout Colorado, allowing local governments, community leaders and organizations to address their needs with someone who lives and works right in their own communities. Our Regional Managers work tirelessly within their regions, serving as consultants to communities in their community development efforts and providing technical assistance and guidance to grant recipients throughout each step of the process – from application to contract. They play an invaluable role in helping DOLA in its administration of the Impact program.



## DOLA Regional Managers



### Central Region Counties:

Arapahoe, Clear Creek, Denver, Douglas, El Paso, Elbert, Jefferson, Teller



### Clay Brown

15075 S. Golden Road  
Golden, CO 80401  
303-273-1787  
FAX 303-273-1795  
[clay.brown@state.co.us](mailto:clay.brown@state.co.us)



### Northeastern Region Counties:

Cheyenne, Kit Carson, Lincoln, Logan, Morgan, Phillips, Sedgwick, Washington, Yuma



### Greg Etl

218 State Street, Suite 1  
Fort Morgan, CO 80701  
970-867-4961  
FAX 970-867-5887  
[greg.etl@state.co.us](mailto:greg.etl@state.co.us)



### North Central Region Counties:

Adams, Boulder, Broomfield, Gilpin, Larimer, Weld



### Don Sandoval

150 E. 29th St., Ste. 215  
Loveland, CO 80538  
970-679-4501  
FAX 970-669-7717  
[don.sandoval@state.co.us](mailto:don.sandoval@state.co.us)



### Northern Mountain Region Counties:

Eagle, Grand, Jackson, Park, Pitkin, Routt, Summit



### Greg Winkler

602 Galena Street  
P.O. Box 5507  
Frisco, CO 80443-5507  
970-668-6160  
FAX 970-668-3216  
[greg.winkler@state.co.us](mailto:greg.winkler@state.co.us)



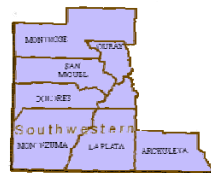
### Northwestern Region Counties:

Delta, Garfield, Gunnison, Hinsdale, Mesa, Moffat, Rio Blanco



### Elyse Ackerman-Casselberry

2226 6<sup>th</sup> St., Rm. 409  
Grand Junction, CO 81501  
970-248-7333  
FAX 970-248-7317  
[elyse.ackerman@state.co.us](mailto:elyse.ackerman@state.co.us)



### Southwestern Region Counties:

Archuleta, Dolores, La Plata, Montezuma, Montrose, Ouray, San Juan, San Miguel



### Ken Charles

Fort Lewis College  
1000 Rim Dr.  
Durango, CO 81302  
970-247-7311  
FAX 970-247-7032  
[charles\\_k@fortlewis.edu](mailto:charles_k@fortlewis.edu)



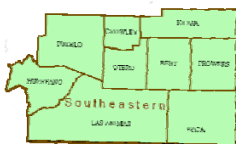
### South Central Region Counties:

Alamosa, Chaffee, Conejos, Costilla, Custer, Fremont, Lake, Mineral, Rio Grande, Saguache



### Debra Downs

610 State Ave., Suite 203  
P.O. Box 1660  
Alamosa, CO 81101  
719-589-2251  
FAX 719-589-6299  
[deb.downs@state.co.us](mailto:deb.downs@state.co.us)



### Southeastern Region Counties:

Baca, Bent, Crowley, Huerfano, Kiowa, Las Animas, Otero, Prowers, Pueblo



### Lee Merkel

132 West "B" Street,  
Suite 260  
Pueblo, CO 81003  
719-544-6577  
FAX 719-545-1876  
[lee.merkel@state.co.us](mailto:lee.merkel@state.co.us)

**Exhibit A  
Energy & Mineral Impact Assistance Program  
2010**

<b>County Energy/Mineral Impact</b>	<b>Project Number and Title</b>	<b>Applicant</b>	<b>Project Description</b>	<b>Award Amount</b>	<b>Matching Funds</b>
<b>Adams</b>					
	06585 Adams Co. Housing Authority Office Complex	Adams County	Construct a new community office complex at 71st and Federal.	\$600,000	\$7,519,910
	06817 Bennett Sewer Line Reconstruction	Bennett, Town of	Reconstruct the portion of the existing sewer line that passes under the railroad tracks.	\$99,057	\$99,057
	06817A Bennett Sewer Line Reconstruction - Loan	Bennett, Town of	Reconstruct the portion of the existing sewer line that passes under the railroad tracks.	\$99,057	\$0
<b>Alamosa</b>					
	06804 Alamosa Municipal/Library/Public Safety Complex	Alamosa, City of	Upgrade the Municipal/Public Safety Complex to ADA accessible standards as well as expand the bldg. for police dept. use.	\$500,000	\$6,825,000
<b>Archuleta</b>					
	06778 USJHSD Rural Indigent Care Clinic	Upper San Juan Health Service District (USJHSD)	Adding a rural health/indigent care clinic by renovating and equipping an existing 15 yr old building adjacent to Pagosa Mountain Hospital.	\$130,000	\$191,829
<b>Baca</b>					
	06481 Campo School District Concession & Kitchen Facility	Campo RE-6 School District	Rebuild the original concession area and add a kitchen.	\$160,000	\$191,743
	06899 Vilas Water Treatment Facility Engineering Study	Vilas, Town of		\$17,000	\$3,000
<b>Bent</b>					
	06886 Las Animas Water/Wastewater Engineering Study	Las Animas, City of		\$14,000	\$14,000
<b>Clear Creek</b>					
	06786 Empire Water System Improvements	Empire, Town of	Improving the water system to record accurate flow measurements, tank level sensors and automatic valves to control flow to the distribution system.	\$45,826	\$15,300
	06805 Idaho Springs Sewer Line Improvements - Phase III	Idaho Springs, City of	Sewer line improvements for the city's collection system by replacing 3 additional manholes and 502' of sanitary sewer collection line.	\$325,032	\$139,300

**Exhibit A**  
**Energy & Mineral Impact Assistance Program**  
**2010**

County Energy/Mineral Impact	Project Number and Title	Applicant	Project Description	Award Amount	Matching Funds
<b>Conejos</b>					
	06667 Antonito Town Manager	Antonito, Town of	Hiring a town manager for a period of three years.	\$115,000	\$105,000
<b>Costilla</b>					
	06554 Sierra Grande RE-30 Community Center Biomass	Sierra Grande R-30 School District	Upgrading the infrastructure of the community center.	\$100,000	\$1,345,000
	06729 Fort Garland W&S Water System Upgrades	Fort Garland Water & San Dist.	Complete an engineering design, bid and construction to improve the health and safety of the system.	\$470,300	\$172,550
	06729A Fort Garland W&S Water System Upgrades - Loan	Fort Garland Water & San Dist.		\$50,000	\$0
	06984 San Luis Accounting Assistance	San Luis, Town of	The town will hire a CPA to assist with their financial situation.	\$2,750	\$0
<b>Crowley</b>					
	06862 Lincoln Co. Administrative Intern	Lincoln County	Finance the salary/benefits expenses associated with the employment of an administrative intern for 24-months, full-time.	\$35,000	\$35,000
	06901 Olney Springs Child Care Feasibility Study	Olney Springs, Town of		\$17,000	\$5,000
<b>Delta</b>					
	06638 Hotchkiss FD Heavy Brush Engine	Delta County Fire Protection District No. 4	Acquiring a heavy brush engine.	\$90,000	\$161,000
	06887 Crawford Historic School Renovations	Crawford, Town of		\$15,000	\$15,000
<b>Dolores</b>					
	06875 Dolores Co. Community Center Preliminary Design	Dolores County		\$8,950	\$8,950

**Exhibit A  
Energy & Mineral Impact Assistance Program  
2010**

<b>County Energy/Mineral Impact</b>	<b>Project Number and Title</b>	<b>Applicant</b>	<b>Project Description</b>	<b>Award Amount</b>	<b>Matching Funds</b>
<b>Eagle</b>					
	06759 Red Cliff WWTP & Collection System Replacement	Red Cliff, Town of	This project consists of replacing the old WWTP and collection lines that are in continual violation of water quality standards.	\$343,167	\$3,336,228
	06783 Red Cliff Attorney/Planner Assistance	Red Cliff, Town of	Financial assistance to continue funding the town Attorney/Planner.	\$20,000	\$65,000
<b>Elbert</b>					
	06900 Elbert W&S District Water System Engineering Report	Elbert Water & Sanitation District		\$12,500	\$12,500
<b>Fremont</b>					
	06731 Florence Gov't Building Energy Efficient Upgrades	Florence, City of	Implementing energy conservation measures at the municipal and public works buildings as well as the Water Treatment Facility.	\$375,000	\$276,472
	06803 Florence-Frazier Ave & S. HWY 115 Improvements	Florence, City of	Frazier Ave. / SH 115 intersection improvements.	\$148,037	\$50,000
	06882 Coal Creek Water Engineering Study	Coal Creek, Town of		\$6,654	\$4,250



**Exhibit A**  
**Energy & Mineral Impact Assistance Program**  
**2010**

County Energy/Mineral Impact	Project Number and Title	Applicant	Project Description	Award Amount	Matching Funds
<b>Garfield</b>					
	06718 Glenwood Springs Donegan Rd Expansion-Phase 2	Glenwood Springs, City of	Expand the Donegan Road to two lanes to meet the new capacity expectations and remain maintainable into the future.	\$500,000	\$510,000
	06789 Carbondale WW Admin Bldg Energy Efficiency Plan	Carbondale, Town of	Reduce energy costs at the WW Treatment plant through insulation and sealing improvements, lighting fixture upgrades and controls and replacing outdated appliances.	\$20,705	\$15,875
	06824 Parachute US 6 Bridge Interchange	Parachute, Town of		\$2,300,000	\$5,000,000
	06824B Garfield County/Parachute US 6 Bridge Interchange	Garfield County		\$5,700,000	
	06876 New Castle Raw Water System Preliminary Design Study	New Castle, Town of	Preliminary design for Raw water system.	\$25,000	\$25,000
	06881 Parachute/Battlement Pks & Rec. Irrigation Project Design	Parachute/Battlement Pks & Rec District		\$6,250	\$6,250
	06885 Silt WTP Facility Improvements Plan	Silt, Town of		\$12,000	\$12,000
	06898 Rifle Redevelopment Plan - Sustainable Pilot	Rifle, City of		\$25,000	\$25,000
<b>Gunnison</b>					
	06793 Gunnison Downtown Ditch System Improvements	Gunnison, City of	Repair the concrete ditch system in downtown Gunnison.	\$75,000	\$300,130
<b>Huerfano</b>					
	06854 Walsenburg Administrative Intern	Walsenburg, City of	Finance the salary/benefits expenses associated with the employment of an administrative intern for 24-months, full-time.	\$35,000	\$35,000
	06894 Huerfano County WW Treatment System Engineering Study	Huerfano County		\$33,000	\$12,000
	06895 Huerfano Cnty Gardner W&S System Improvements	Huerfano County		\$12,000	\$10,000

**Exhibit A  
Energy & Mineral Impact Assistance Program  
2010**

<b>County Energy/Mineral Impact</b>	<b>Project Number and Title</b>	<b>Applicant</b>	<b>Project Description</b>	<b>Award Amount</b>	<b>Matching Funds</b>
<b>Kiowa</b>					
	06649 Eads Crow-Luther Cultural Events Center	Eads, Town of	Continue rehabilitation of three historic buildings into the CLCEC.	\$65,000	\$155,903
<b>Kit Carson</b>					
	06773 Kit Carson Co. DTR System Upgrade	Kit Carson County	Upgrade the emergency system to the 800 Digital State system.	\$91,199	\$748,095
<b>La Plata</b>					
	06819 La Plata Co. Oxford Intersection Reconstruction	La Plata County	Convert the existing offset T- intersection into a four-legged intersection by realigning the CR 311 with CR 513 and constructing right turn and left turn deceleration lanes.	\$600,000	\$1,200,000
	06869 Bayfield Administrative Intern	Bayfield, Town of	Finance the salary/benefits expenses associated with the employment of an administrative intern for 24-months, full-time.	\$35,000	\$35,000
<b>Larimer</b>					
There are more than 200 oil and gas wells in the county. The county is adjacent to a proposed uranium mining operation in which will impact Larimer County.	06878 Larimer Co. Red Feather Lakes Road Study	Larimer County	The project consists of the study of road right-of-way issues in the Red Feather Lakes area of the county. The information gathered from the study will be used in developing corridors for future water and sewer utility infrastructure as well as establishing legal rights-of-ways for the installation of such infrastructure. The current roadways are not public right-of-ways.	\$5,000	\$5,000
<b>Las Animas</b>					
	05760B Hoehne School District Upgrades	Hoehne School District R-3	Improvements to the window replacement.	\$81,466	\$12,000
	06583 Cokedale Drainage System Improvements	Cokedale, Town of	Upgrade the drainage system by replacing drainage chases with curbs, gutters and sidewalks, new cross pans, double gutters, culverts and repair washouts and holes caused by erosion.	\$150,000	\$552,129
	06883 Las Animas School District - Historic High School Study	Las Animas RE-1 School District		\$15,000	\$16,000
	06888 Las Animas County - Nursing Home Feasibility Study	Las Animas County		\$45,000	\$5,000

**Exhibit A  
Energy & Mineral Impact Assistance Program  
2010**

County Energy/Mineral Impact	Project Number and Title	Applicant	Project Description	Award Amount	Matching Funds
<b>Logan</b>					
	04474B Merino Wastewater System Upgrades	Merino, Town of		\$112,701	\$2,077,799
<b>Mesa</b>					
	06795 Mesa W&S Dist Water Transmission Pipe/Storage Tank	Mesa Water & San Dist.	Construct a 200,000 gallon main water storage tank as well as the new pipeline for the tank.	\$491,000	
	06796 Mesa Co. 33 Road Improvements	Mesa County	33 Road Corridor safety improvements from E.5 to the Railroad crossing.	\$250,000	\$1,360,000
	06799 Grand Junction 800 MHZ Radio Tower	Grand Junction, City of	Funding for one of the three new radio towers in order to upgrade all 19 regional agencies to be supported by the GJRCC.	\$600,000	\$3,900,742
	06827 Mesa Co./Grand Junction 29 Road Overpass	Mesa County		\$3,200,000	\$16,800,000
	06879 Collbran Comp. and Land Use Plan	Collbran, Town of		\$10,000	\$10,000
	06891 Clifton Sanitation District Engineering Design Study	Clifton Sanitation District		\$25,000	\$25,000
	06892 Fruita Wastewater Rate Study	Fruita, City of		\$25,000	\$25,000
	06986 Grand Junction Mill Tailings Removal	Grand Junction, City of		\$36,000	\$0
<b>Montrose</b>					
	06755 Mustang Water Authority Feasibility Study	Mustang Water Authority	Completing a feasibility study for the WW Treatment plant.	\$75,000	\$75,000
	06820 Montrose Co. Road II-35 Retaining Wall - Phase I	Montrose County	Erecting a retaining wall to eliminate the risk of a slide.	\$194,000	\$194,000

**Exhibit A**  
**Energy & Mineral Impact Assistance Program**  
**2010**

County Energy/Mineral Impact	Project Number and Title	Applicant	Project Description	Award Amount	Matching Funds
<b>Multi</b>					
	06848 UCD Community Development '10	Univ. of Colo.-Denver	Funding for the direct benefit of the local governments projects administered or conducted by the contractor. Supplemental for 5-Points Denver Sustainable Main Street Project.	\$198,191	\$189,484
	06896 UMTRA Monitoring	Dept. of Health		\$241,251	\$0
<b>Otero</b>					
	06867 Otero Co. Administrative Intern	Otero County	Finance the salary/benefits expenses associated with the employment of an administrative intern for 24-months, full-time.	\$35,000	\$35,000
	06873 Fowler WWTP Engineering Study	Fowler, Town of		\$4,000	\$13,000
	06889 Cheraw Water Engineering Study	Cheraw, Town of		\$10,000	\$7,000
	06993 Fowler Sustainable Main Street Preliminary Engineering	Fowler, Town of		\$200,000	\$0
<b>Ouray</b>					
	06777 Ridgway Water Pump Station/Transmission Line	Ridgway, Town of	Replace the current polybutylene water system pipe with more reliable piping.	\$150,000	\$73,500
<b>Park</b>					
	06884 Park County Capital Improvement Plan Consultation	Park County		\$25,000	\$25,000
<b>Phillips</b>					
	06811 Haxtun Childcare Center	Haxtun, Town of	Construct a childcare center which will be used for daycare as well as serve as the only certified emergency shelter in the Haxtun area.	\$300,000	\$375,000

**Exhibit A  
Energy & Mineral Impact Assistance Program  
2010**

<b>County Energy/Mineral Impact</b>	<b>Project Number and Title</b>	<b>Applicant</b>	<b>Project Description</b>	<b>Award Amount</b>	<b>Matching Funds</b>
<b>Prowers</b>					
	06578 Lamar Fairgrounds Sports Complex - Phase II	Lamar, City of	Complete 4 youth baseball/softball fields.	\$13,997	\$1,047,703
	06579 Granada School District Energy Efficiency Upgrades	Granada RE-1 School District	Replacing controls, electrical, lighting and HVAC systems, as well as upgrade the insulation and windows.	\$100,000	\$1,491,140
	06880 Holly Preliminary Road Design Study	Holly, Town of		\$7,500	\$7,500
	06890 Lamar Willow Creek Caretaker's House Restoration Plan	Lamar, City of		\$10,000	\$30,800
<b>Pueblo</b>					
	06471 Pueblo Co. Sustainable New Energy Communities Initiative	Pueblo County	Installation of energy efficient equipment in the proposed Regional Development Center and County Judicial Complex.	\$1,000,000	\$4,240,000
<b>Region 03</b>					
	06839 Region 03 Community Development '10	Denver Regional COG	Funding for the direct benefit of the local governments projects administered or conducted by the contractor.	\$40,000	\$56,000
<b>Region 04</b>					
	06845 Region 04 Community Development '10	Pikes Peak Area COG	Funding for the direct benefit of the local governments projects administered or conducted by the contractor.	\$30,000	\$51,000
<b>Region 06</b>					
	06837 Region 06 Community Development '10	SE Colorado COG	Funding for the direct benefit of the local governments projects administered or conducted by the contractor.	\$30,000	\$30,000
<b>Region 09</b>					
	06832 SWCCOG Telecommunications Project	Southwest Colorado Council of Governments	SB-232 Award for Regional Telecommunication and Broadband Infrastructure	\$3,000,000	\$1,000,000
	06846 Region 09 Community Development '10	Southwest Colorado Council of Governments	Funding for the direct benefit of the local governments projects administered or conducted by the contractor.	\$40,000	\$35,650

**Exhibit A**  
**Energy & Mineral Impact Assistance Program**  
**2010**

County Energy/Mineral Impact	Project Number and Title	Applicant	Project Description	Award Amount	Matching Funds
<b>Region 14</b>					
	06847 Region 14 Community Development '10	South Central COG	Funding for the direct benefit of the local governments projects administered or conducted by the contractor.	\$40,000	\$40,000
<b>Rio Blanco</b>					
	06870 Rangely Water System Comp. Plan	Rangely, Town of		\$20,000	\$20,000
<b>Rio Grande</b>					
	06855 Rio Grande Co. Administrative Intern	Rio Grande County	Finance the salary/benefits expenses associated with the employment of an administrative intern for 24-months, full-time.	\$35,000	\$35,000
	06874 Monte Vista WW Engineering Study	Monte Vista, City of		\$25,000	\$25,000
	06995 Monte Vista Downtown Market Study	Monte Vista, City of		\$15,000	\$25,000
<b>Routt</b>					
	06749 Steamboat Springs Energy Performance Upgrade	Steamboat Springs, City of		\$44,750	\$8,500
<b>Saguache</b>					
	06823 Moffat Town Hall/Community Center	Moffat, Town of	Converting the old town church into the Town Hall and Community Center.	\$200,000	\$377,289
	06868 Saguache 4th St. Preliminary Design Study	Saguache, Town of		\$17,000	\$17,000
<b>San Miguel</b>					
	06686 Sawpit Water System Improvements	Sawpit, Town of	Constructing new water distribution lines and storage tank.	\$145,000	\$167,647
	06781 San Miguel Co. Treasurer Collection Software	San Miguel County	Purchase new software to be used for tax reporting purposes.	\$100,000	\$131,000

**Exhibit A  
Energy & Mineral Impact Assistance Program  
2010**

<b>County Energy/Mineral Impact</b>	<b>Project Number and Title</b>	<b>Applicant</b>	<b>Project Description</b>	<b>Award Amount</b>	<b>Matching Funds</b>
<b>Summit</b>					
	06573 Breckenridge Workforce Housing & Community Park	Breckenridge, Town of	Develop 42 affordable townhomes and a .5 acre community park.	\$250,000	\$11,772,237
	06742 Frisco San. Dist. Ultraviolet Disinfection Installation	Frisco Sanitation District	Install an ultraviolet disinfection system to maintain effluent quality in the water.	\$397,768	\$285,814
<b>Teller</b>					
	06902 Green Mountain Falls El Paso Avenue Repair	Green Mountain Falls, Town of		\$58,500	\$6,500
<b>Weld</b>					
	06340B Gilcrest Tornado Recovery	Gilcrest, Town of		\$243,072	\$514,838
	06767 Ault Council Chambers Upgrade	Ault, Town of	Convert a room in the old Fire Station into a new town council chambers.	\$40,500	\$40,499
	06877 Fort Lupton W&S Preliminary Engineering Report	Fort Lupton, City of		\$15,000	\$35,000
<b>Yuma</b>					
	06469 Yuma Co. New Energy Communities Initiative	Yuma County	Project partners will focus on energy efficient equipment for public facilities, several renewable energy demonstration projects.	\$400,000	\$5,497,410
	06758 Eckley Wastewater Engineering Study	Eckley, Town of		\$11,520	\$11,000
	06772 Yuma Co. Building Construction & Improvements	Yuma County	Replace an area maintenance shop, a flat roof on the H&HS Bldg and replace a cement apron on the R&B Dept Shop.	\$127,500	\$174,800
<b>Totals:</b>				<b>\$26,270,200</b>	<b>\$81,631,323</b>

**EXHIBIT B: Severance Direct Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Adams County	83,638.11
Aguilar, Town of	10,137.58
Akron, Town of	3,358.72
Alamosa County	1,146.77
Alamosa, City of	292.73
Alma, Town of	208.06
Antonito, Town of	551.66
Arapahoe County	17,890.44
Archuleta County	15,473.21
Arriba, Town of	261.60
Arvada, City of	15,779.71
Aspen, City of	2,251.18
Ault, Town of	6,456.88
Aurora, City of	43,477.12
Avon, Town of	1,722.12
Baca County	2,153.17
Basalt, Town of	564.66
Bayfield, Town of	45,253.37
Bennett, Town of	2,165.45
Bent County	391.90
Berthoud, Town of	3,913.65
Bethune, Town of	413.69
Black Hawk, City of	13,058.66
Blanca, Town of	394.82
Blue River, Town of	614.31
Bonanza City, Town of	22.84
Boone, Town of	9.50
Boulder County	29,150.59
Boulder, City of	15,835.14
Bow Mar, Town of	109.87
Branson, Town of	846.82
Breckenridge, Town of	4,021.00
Brighton, City of	46,207.19
Brookside, Town of	131.08
Broomfield, City and County of	22,789.21
Brush, City of	7,524.05
Buena Vista, Town of	4,282.60
Burlington, City of	3,300.78
Calhan, Town of	265.40
Campo, Town of	54.10
Canon City, City of	10,987.33
Carbondale, Town of	87,314.58
Castle Pines North, City of	246.63
Castle Rock, Town of	2,654.25
Cedaredge, Town of	14,237.11



**EXHIBIT B: Severance Direct Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Centennial, City of	11,136.14
Center, Town of	2,384.29
Central City	3,436.29
Chaffee County	5,258.65
Cheraw, Town of	3.65
Cherry Hills Village, City of	705.40
Cheyenne County	23,362.20
Cheyenne Wells, Town of	12,826.69
Clear Creek County	151,601.33
Coal Creek, Town of	188.23
Cokedale, Town of	3,508.20
Collbran, Town of	4,173.69
Colorado Springs, City of	10,434.59
Columbine Valley, Town of	132.22
Commerce City, City of	18,936.85
Conejos County	1,094.19
Cortez, City of	61,135.08
Costilla County	9,565.50
Craig, City of	273,619.21
Crawford, Town of	4,380.74
Creede, City of	4,877.64
Crested Butte, Town of	21,050.43
Crestone, Town of	149.34
Cripple Creek, City of	7,337.84
Crook, Town of	86.50
Crowley County	457.99
Crowley, Town of	8.35
Dacono, City of	17,405.94
De Beque, Town of	7,728.32
Deer Trail, Town of	840.98
Del Norte, Town of	52.10
Delta County	214,674.23
Delta, City of	66,230.77
Denver, City And County of	73,547.21
Dillon, Town of	2,948.01
Dinosaur, Town of	24,466.97
Dolores County	55,013.98
Dolores, Town of	6,897.83
Douglas County	10,160.16
Dove Creek, Town of	23,265.28
Durango, City of	152,032.53
Eads, Town of	951.75
Eagle County	6,730.72
Eagle, Town of	2,745.84
Eaton, Town of	22,184.52

**EXHIBIT B: Severance Direct Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Eckley, Town of	3,650.31
Edgewater, City of	677.84
El Paso County	9,190.08
Elbert County	3,912.37
Elizabeth, Town of	684.59
Empire, Town of	12,616.95
Englewood, City of	4,387.62
Erie, Town of	30,593.31
Estes Park, Town of	1,515.99
Evans, City of	132,363.58
Fairplay, Town of	555.97
Federal Heights, City of	2,826.77
Firestone, Town of	30,008.80
Flagler, Town of	280.73
Fleming, Town of	832.38
Florence, City of	2,650.71
Fort Collins, City of	29,235.94
Fort Lupton, City of	68,196.75
Fort Morgan, City of	21,813.08
Fountain, City of	395.80
Fowler, Town of	15.84
Foxfield, Town of	139.00
Fraser, Town of	2,523.79
Frederick, Town of	30,169.95
Fremont County	19,071.65
Frisco, Town of	1,786.33
Fruita, City of	107,185.12
Garden City, Town of	1,896.56
Garfield County	1,105,388.34
Genoa, Town of	225.40
Georgetown, Town of	20,662.35
Gilcrest, Town of	10,775.61
Gilpin County	24,594.85
Glendale, City of	280.13
Glenwood Springs, City of	130,670.78
Golden, City of	3,222.70
Granada, Town of	93.67
Granby, Town of	6,775.50
Grand County	36,229.04
Grand Junction, City of	422,416.06
Grand Lake, Town of	1,262.43
Greeley, City of	450,762.71
Green Mountain Falls, Town of	92.39
Greenwood Village, City of	1,464.85
Grover, Town of	1,229.36

**EXHIBIT B: Severance Direct Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Gunnison County	428,093.61
Gunnison, City of	68,242.10
Gypsum, Town of	705.49
Hartman, Town of	17.27
Haswell, Town of	108.30
Haxtun, Town of	3,658.11
Hayden, Town of	78,169.94
Hillrose, Town of	515.87
Hinsdale County	22,636.63
Holly, Town of	142.74
Holyoke, City of	8,801.49
Hooper, Town of	5.01
Hot Sulphur Springs, Town of	5,673.18
Hotchkiss, Town of	9,785.72
Hudson, Town of	11,365.55
Huerfano County	23,176.97
Hugo, Town of	3,054.17
Idaho Springs, City of	38,867.22
Ignacio, Town of	14,675.34
Iliff, Town of	142.80
Jackson County	16,420.24
Jamestown, Town of	78.46
Jefferson County	40,936.53
Johnstown, Town of	40,301.91
Julesburg, Town of	2,808.02
Keenesburg, Town of	10,467.20
Kersey, Town of	11,190.19
Kim, Town of	809.21
Kiowa County	4,264.23
Kiowa, Town of	616.31
Kit Carson County	6,636.11
Kit Carson, Town of	5,004.21
Kremmling, Town of	12,544.61
La Jara, Town of	314.33
La Junta, City of	337.37
La Plata County	637,728.19
La Salle, Town of	14,855.69
La Veta, Town of	2,912.91
Lafayette, City of	6,521.78
Lake City, Town of	7,210.05
Lake County	31,373.86
Lakeside, Town of	5.62
Lakewood, City of	20,421.85
Lamar, City of	2,581.75
Larimer County	31,101.98

**EXHIBIT B: Severance Direct Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Larkspur, Town of	10.63
Las Animas County	263,270.64
Las Animas, City of	91.05
Leadville, City of	9,660.99
Limon, Town of	2,190.53
Lincoln County	13,426.70
Littleton, City of	8,707.67
Lochbuie, Town of	22,626.79
Log Lane Village, Town of	1,143.82
Logan County	22,033.61
Lone Tree, City of	1,220.86
Longmont, City of	40,621.76
Louisville, City of	5,586.30
Loveland, City of	29,713.63
Lyons, Town of	1,087.68
Manassa, Town of	90.64
Mancos, Town of	6,871.15
Manitou Springs, City of	88.70
Manzanola, Town of	6.79
Marble, Town of	1,742.45
Mead, Town of	13,784.40
Meeker, Town of	131,745.07
Merino, Town of	994.58
Mesa County	941,267.03
Milliken, Town of	29,729.39
Mineral County	5,166.59
Minturn, Town of	115.96
Moffat County	323,177.73
Moffat, Town of	146.84
Monte Vista, City of	483.82
Montezuma County	194,240.89
Montezuma, Town of	1,497.71
Montrose County	166,297.99
Montrose, City of	59,687.45
Monument, Town of	88.89
Morgan County	39,753.96
Morrison, Town of	557.15
Mountain View, Town of	42.50
Mountain Village, Town of	9,643.72
Mt. Crested Butte, Town of	11,739.28
Naturita, Town of	13,461.31
Nederland, Town of	413.59
New Castle, Town of	70,698.53
Northglenn, City of	11,862.75
Norwood, Town of	2,967.61

**EXHIBIT B: Severance Direct Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Nucla, Town of	11,197.40
Nunn, Town of	2,478.66
Oak Creek, Town of	23,150.71
Olathe, Town of	6,020.51
Olney Springs, Town of	254.71
Ophir, Town of	1,106.49
Orchard City, Town of	24,961.09
Ordway, Town of	84.15
Otero County	293.14
Otis, Town of	1,793.19
Ouray County	42,015.73
Ouray, City of	3,487.87
Ovid, Town of	364.17
Pagosa Springs, Town of	3,566.07
Palisade, Town of	19,905.56
Palmer Lake, Town of	47.62
Paoli, Town of	73.80
Paonia, Town of	18,108.19
Parachute, Town of	76,972.84
Park County	39,113.76
Parker, Town of	2,072.46
Peetz, Town of	163.58
Phillips County	9,074.28
Pierce, Town of	4,255.88
Pitkin County	6,334.61
Pitkin, Town of	1,788.40
Platteville, Town of	22,921.82
Poncha Springs, Town of	223.31
Pritchett, Town of	48.72
Prowers County	2,677.52
Pueblo County	5,948.10
Pueblo, City of	2,799.55
Ramah, Town of	4.83
Rangely, Town of	188,258.79
Raymer, Town of	536.45
Red Cliff, Town of	37.16
Rico, Town of	3,988.54
Ridgway, Town of	4,530.44
Rifle, City of	295,549.96
Rio Blanco County	351,363.94
Rio Grande County	510.78
Rockvale, Town of	1,032.51
Rocky Ford, City of	56.14
Romeo, Town of	37.40
Routt County	263,796.65

**EXHIBIT B: Severance Direct Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Rye, Town of	243.43
Saguache County	17,464.07
Saguache, Town of	619.70
Salida, City of	1,328.27
San Juan County	19,837.96
San Luis, Town of	710.82
San Miguel County	111,599.33
Sanford, Town of	78.54
Sawpit, Town of	220.89
Sedgwick County	3,373.59
Sedgwick, Town of	1,529.38
Seibert, Town of	83.35
Severance, Town of	11,518.94
Sheridan Lake, Town of	753.61
Sheridan, City of	462.40
Silt, Town of	65,329.55
Silver Plume, Town of	2,004.75
Silverthorne, Town of	3,099.28
Silverton, Town of	19,957.61
Simla, Town of	58.29
Snowmass Village, Town of	1,053.36
South Fork, Town of	21.89
Springfield, Town of	1,338.01
Starkville, Town of	2,107.97
Steamboat Springs, City of	113,145.95
Sterling, City of	15,273.09
Stratton, Town of	605.25
Sugar City, Town of	12.38
Summit County	21,628.91
Superior, Town of	2,395.27
Swink, Town of	9.32
Teller County	55,410.45
Telluride, Town of	15,125.04
Thornton, City of	44,406.20
Timnath, Town of	362.92
Trinidad, City of	182,883.23
Two Buttes, Town of	24.98
Vail, Town of	525.69
Victor, City of	3,640.83
Vilas, Town of	38.96
Vona, Town of	41.55
Walden, Town of	4,790.80
Walsenburg, City of	13,239.98
Walsh, Town of	1,051.81
Ward, Town of	69.09

**EXHIBIT B: Severance Direct Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Washington County	7,130.34
Weld County	764,975.97
Wellington, Town of	3,517.77
Westminster, City of	26,143.93
Wheat Ridge, City of	4,205.55
Wiggins, Town of	3,352.38
Wiley, Town of	393.88
Williamsburg, Town of	696.01
Windsor, Town of	57,022.08
Winter Park, Town of	1,709.41
Woodland Park, City of	20,751.47
Wray, City of	35,072.63
Yampa, Town of	12,395.73
Yuma County	123,100.08
Yuma, City of	34,070.67
<b>Totals:</b>	<b>11,938,671.31</b>

**EXHIBIT C: Federal Mineral Lease Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Adams County	101,768.80
Aguilar, Town of	9,814.89
Akron, Town of	3,036.31
Alamosa County	1,438.12
Alamosa, City of	367.11
Alma, Town of	414.86
Antonito, Town of	691.81
Arapahoe County	26,426.02
Archuleta County	9,700.97
Arriba, Town of	62.98
Arvada, City of	33,298.12
Aspen, City of	1,006.76
Ault, Town of	4,465.99
Aurora, City of	59,240.80
Avon, Town of	576.05
Baca County	1,426.39
Basalt, Town of	223.79
Bayfield, Town of	32,007.56
Bennett, Town of	2,374.30
Bent County	687.26
Berthoud, Town of	4,615.93
Bethune, Town of	402.34
Black Hawk, City of	1,951.73
Blanca, Town of	33.51
Blue River, Town of	531.47
Bonanza City, Town of	3.66
Boone, Town of	19.26
Boulder County	14,289.33
Boulder, City of	7,526.06
Bow Mar, Town of	186.71
Branson, Town of	819.87
Breckenridge, Town of	2,500.91
Brighton, City of	49,610.82
Brookside, Town of	500.28
Broomfield, City and County of	14,492.01
Brush, City of	9,519.51
Buena Vista, Town of	4,340.19
Burlington, City of	3,210.24
Calhan, Town of	358.54
Campo, Town of	35.84
Canon City, City of	31,998.58
Carbondale, Town of	204,991.37
Castle Pines North, City of	354.81
Castle Rock, Town of	3,554.50
Cedaredge, Town of	59,746.28



**EXHIBIT C: Federal Mineral Lease Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Centennial, City of	16,368.29
Center, Town of	383.93
Central City	704.44
Chaffee County	5,329.36
Cheraw, Town of	4.57
Cherry Hills Village, City of	1,067.94
Cheyenne County	15,213.56
Cheyenne Wells, Town of	8,352.79
Clear Creek County	91,525.66
Coal Creek, Town of	652.19
Cokedale, Town of	3,396.53
Collbran, Town of	5,885.83
Colorado Springs, City of	24,878.80
Columbine Valley, Town of	200.17
Commerce City, City of	22,145.52
Conejos County	1,372.19
Cortez, City of	470,095.20
Costilla County	811.91
Craig, City of	989,030.81
Crawford, Town of	19,248.39
Creede, City of	439.85
Crested Butte, Town of	48,597.30
Crestone, Town of	23.93
Cripple Creek, City of	14,416.26
Crook, Town of	97.69
Crowley County	1,034.91
Crowley, Town of	18.87
Custer County	0.00
Dacono, City of	12,041.16
De Beque, Town of	10,821.14
Deer Trail, Town of	1,025.94
Del Norte, Town of	133.72
Delta County	907,156.68
Delta, City of	266,748.83
Denver, City And County of	107,784.33
Dillon, Town of	2,224.52
Dinosaur, Town of	50,347.06
Dolores County	297,721.24
Dolores, Town of	51,716.36
Douglas County	14,978.46
Dove Creek, Town of	120,998.60
Durango, City of	104,663.49
Eads, Town of	1,042.66
Eagle County	2,251.42
Eagle, Town of	918.48

**EXHIBIT C: Federal Mineral Lease Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Eaton, Town of	15,341.31
Eckley, Town of	3,249.00
Edgewater, City of	1,431.60
El Paso County	36,302.77
Elbert County	4,880.41
Elizabeth, Town of	739.61
Empire, Town of	7,782.59
Englewood, City of	6,563.42
Erie, Town of	20,834.01
Estes Park, Town of	1,823.02
Evans, City of	91,507.83
Fairplay, Town of	1,108.57
Federal Heights, City of	3,331.51
Firestone, Town of	20,764.61
Flagler, Town of	273.03
Fleming, Town of	940.01
Florence, City of	5,358.03
Fort Collins, City of	35,129.69
Fort Lupton, City of	47,140.07
Fort Morgan, City of	27,545.93
Fountain, City of	1,427.97
Fowler, Town of	19.87
Foxfield, Town of	210.44
Fraser, Town of	4,829.36
Frederick, Town of	21,107.87
Fremont County	51,744.71
Frisco, Town of	1,675.83
Fruita, City of	151,850.77
Garden City, Town of	1,311.46
Garfield County	2,591,712.70
Genoa, Town of	54.27
Georgetown, Town of	12,604.83
Gilcrest, Town of	7,448.47
Gilpin County	3,960.49
Glendale, City of	424.10
Glenwood Springs, City of	308,554.81
Golden, City of	8,547.02
Granada, Town of	143.20
Granby, Town of	12,965.17
Grand County	69,325.60
Grand Junction, City of	601,303.99
Grand Lake, Town of	2,415.71
Greeley, City of	311,724.19
Green Mountain Falls, Town of	188.69
Greenwood Village, City of	2,217.72

**EXHIBIT C: Federal Mineral Lease Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Grover, Town of	850.27
Gunnison County	988,302.36
Gunnison, City of	157,544.58
Gypsum, Town of	235.99
Hartman, Town of	26.40
Haswell, Town of	118.64
Haxtun, Town of	1,139.68
Hayden, Town of	80,959.01
Hillrose, Town of	651.87
Hinsdale County	0.00
Holly, Town of	218.20
Holyoke, City of	2,742.10
Hooper, Town of	6.28
Hot Sulphur Springs, Town of	10,855.84
Hotchkiss, Town of	42,823.86
Hudson, Town of	7,858.60
Huerfano County	50,416.97
Hugo, Town of	735.28
Idaho Springs, City of	21,845.32
Ignacio, Town of	9,784.76
Iliff, Town of	161.26
Jackson County	48,281.78
Jamestown, Town of	37.29
Jefferson County	91,672.01
Johnstown, Town of	27,946.73
Julesburg, Town of	696.56
Keenesburg, Town of	7,235.61
Kersey, Town of	7,736.02
Kim, Town of	783.45
Kiowa County	4,671.54
Kiowa, Town of	657.39
Kit Carson County	6,454.08
Kit Carson, Town of	3,258.76
Kremmling, Town of	24,004.58
La Jara, Town of	394.19
La Junta, City of	423.08
La Plata County	440,665.83
La Salle, Town of	10,270.00
La Veta, Town of	6,336.46
Lafayette, City of	3,277.74
Lake City, Town of	0.00
Lake County	9,410.93
Lakeside, Town of	12.53
Lakewood, City of	43,199.57
Lamar, City of	3,946.75

**EXHIBIT C: Federal Mineral Lease Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Larimer County	37,441.79
Larkspur, Town of	15.29
Las Animas County	254,890.42
Las Animas, City of	159.67
Leadville, City of	2,897.92
Limon, Town of	527.36
Lincoln County	3,232.42
Littleton, City of	17,954.47
Lochbuie, Town of	15,934.23
Log Lane Village, Town of	1,448.53
Logan County	24,882.54
Lone Tree, City of	1,580.40
Longmont, City of	18,597.52
Louisville, City of	2,833.13
Loveland, City of	35,879.91
Lyons, Town of	490.76
Manassa, Town of	113.67
Mancos, Town of	68,656.89
Manitou Springs, City of	275.34
Manzanola, Town of	8.52
Marble, Town of	4,022.63
Mead, Town of	9,537.60
Meeker, Town of	862,396.34
Merino, Town of	1,123.18
Mesa County	1,339,243.01
Milliken, Town of	20,560.33
Mineral County	465.90
Minturn, Town of	38.79
Moffat County	1,146,199.30
Moffat, Town of	23.53
Monte Vista, City of	1,241.92
Montezuma County	1,564,680.07
Montezuma, Town of	317.89
Montrose County	93,900.95
Montrose, City of	32,846.10
Monument, Town of	275.91
Morgan County	50,620.47
Morrison, Town of	2,482.71
Mountain View, Town of	94.76
Mountain Village, Town of	15,577.62
Mt. Crested Butte, Town of	27,101.45
Naturita, Town of	5,201.59
Nederland, Town of	196.57
New Castle, Town of	165,732.55
Northglenn, City of	14,724.82

**EXHIBIT C: Federal Mineral Lease Distribution - by County / Municipality  
FY2010**

County / Municipality	Total \$
Norwood, Town of	4,793.62
Nucla, Town of	4,949.85
Nunn, Town of	1,714.96
Oak Creek, Town of	27,202.76
Olathe, Town of	4,058.94
Olney Springs, Town of	341.81
Ophir, Town of	1,787.34
Orchard City, Town of	101,078.94
Ordway, Town of	423.90
Otero County	367.62
Otis, Town of	1,621.06
Ouray County	1,750.11
Ouray, City of	145.28
Ovid, Town of	90.34
Pagosa Springs, Town of	2,235.76
Palisade, Town of	28,019.65
Palmer Lake, Town of	147.80
Paoli, Town of	22.99
Paonia, Town of	78,247.06
Parachute, Town of	179,992.71
Park County	77,990.17
Parker, Town of	3,059.14
Peetz, Town of	184.73
Phillips County	2,827.08
Pierce, Town of	2,943.82
Pitkin County	2,832.93
Pitkin, Town of	4,128.72
Platteville, Town of	15,844.96
Poncha Springs, Town of	226.32
Pritchett, Town of	32.27
Prowers County	4,093.16
Pueblo County	12,249.50
Pueblo, City of	5,663.52
Ramah, Town of	15.01
Rangely, Town of	1,123,505.66
Raymer, Town of	371.30
Red Cliff, Town of	12.43
Rico, Town of	21,334.92
Ridgway, Town of	188.71
Rifle, City of	697,476.01
Rio Blanco County	2,099,241.38
Rio Grande County	1,311.11
Rockvale, Town of	1,113.05
Rocky Ford, City of	70.40
Romeo, Town of	46.91

**EXHIBIT C: Federal Mineral Lease Distribution - by County / Municipality  
FY2010**

County / Municipality	Total \$
Routt County	283,577.56
Rye, Town of	311.33
Saguache County	2,798.25
Saguache, Town of	99.29
Salida, City of	1,346.13
San Juan County	42.25
San Luis, Town of	60.33
San Miguel County	180,267.89
Sanford, Town of	98.49
Sawpit, Town of	356.81
Sedgwick County	836.86
Sedgwick, Town of	379.38
Seibert, Town of	81.07
Severance, Town of	7,970.21
Sheridan Lake, Town of	825.60
Sheridan, City of	700.06
Silt, Town of	153,011.37
Silver Cliff, Town of	0.00
Silver Plume, Town of	1,198.45
Silverthorne, Town of	3,202.87
Silverton, Town of	42.50
Simla, Town of	70.19
Snowmass Village, Town of	471.08
South Fork, Town of	56.19
Springfield, Town of	886.38
Starkville, Town of	2,040.87
Steamboat Springs, City of	125,633.79
Sterling, City of	17,247.88
Stratton, Town of	588.65
Sugar City, Town of	27.97
Summit County	20,342.04
Superior, Town of	1,112.22
Swink, Town of	11.69
Teller County	98,331.31
Telluride, Town of	24,431.68
Thornton, City of	54,736.76
Timnath, Town of	436.90
Trinidad, City of	177,061.84
Two Buttes, Town of	16.55
Vail, Town of	175.84
Victor, City of	7,187.81
Vilas, Town of	25.81
Vona, Town of	40.41
Walden, Town of	13,189.31
Walsenburg, City of	28,800.99

**EXHIBIT C: Federal Mineral Lease Distribution - by County / Municipality  
FY2010**

<b>County / Municipality</b>	<b>Total \$</b>
Walsh, Town of	696.79
Ward, Town of	32.84
Washington County	6,445.88
Weld County	529,560.19
Wellington, Town of	4,214.92
Westcliffe, Town of	0.00
Westminster, City of	36,447.18
Wheat Ridge, City of	9,858.01
Wiggins, Town of	4,226.99
Wiley, Town of	602.12
Williamsburg, Town of	1,034.41
Windsor, Town of	39,737.27
Winter Park, Town of	3,271.03
Woodland Park, City of	37,528.57
Wray, City of	31,216.82
Yampa, Town of	14,552.67
Yuma County	109,566.73
Yuma, City of	30,325.02
<b>Totals:</b>	<b>23,448,590.81</b>

**EXHIBIT D: Federal Mineral Lease Distribution - by School District  
FY2010**

<b>School District</b>	<b>Total \$</b>
Academy 20 School District	1,098.49
Adams 12 Five Star Schools	11,794.41
Adams County 14 School District	2,043.95
Adams-Arapahoe 28J School District	4,968.67
Agate 300 School District	8.45
Aguilar Reorganized 6 School District	1,867.57
Akron R-1 School District	405.61
Alamosa RE-11J School District	131.89
Archuleta County 50 JT School District	972.39
Arickaree R-2 School District	104.24
Arriba-Flagler C-20 School District	102.12
Aspen 1 School District	318.83
Ault-Highland RE-9 School District	2,119.95
Bayfield 10 JT.-R School District	10,006.37
Bennett 29J School District	251.97
Bethune R-5 School District	87.38
Big Sandy 100J School District	38.01
Boulder Valley RE 2 School District	3,077.08
Branson Reorganized 82 School District	6,944.96
Briggsdale RE-10 School District	372.93
Brighton 27J School District	4,807.75
Brush RE-2(J) School District	2,243.93
Buena Vista R-31 School District	449.69
Buffalo RE-4 School District	381.47
Burlington RE-6J School District	545.08
Byers 32J School District	61.67
Calhan RJ-1 School District	34.29
Campo RE-6 School District	13.48
Canon City RE-1 School District	5,255.16
Centennial R-1 School District	34.51
Center 26 JT School District	166.07
Cheraw 31 School District	4.60
Cherry Creek 5 School District	5,135.10
Cheyenne County RE-5 School District	1,519.83
Cheyenne Mountain 12 School District	229.97
Clear Creek RE-1 School District	11,471.33
Colorado Springs 11 School District	1,553.47
Consolidated C-1 School District	0.00
Cotopaxi RE-3 School District	310.35
Creede Consolidated 1 School District	76.99
Cripple Creek-Victor RE-1 School District	1,930.04
Crowley County RE-1-J School District	142.99
DeBeque 49JT School District	2,038.95
Deer Trail 26J School District	19.83
Del Norte C-7 School District	62.25



**EXHIBIT D: Federal Mineral Lease Distribution - by School District  
FY2010**

<b>School District</b>	<b>Total \$</b>
Delta County School District 50(J)	126,527.57
Denver County 1 School District	9,161.67
Dolores County RE No. 2 School District	37,713.42
Dolores RE-4A School District	31,261.72
Douglas County RE 1 School District	2,008.55
Durango 9-R School District	34,503.96
Eads RE-1 School District	397.42
Eagle County RE 50 School District	306.57
East Grand 2 School District	8,083.10
East Otero R-1 School District	33.04
Eaton RE-2 School District	4,230.65
Edison 54 JT School District	13.57
Elbert 200 School District	35.53
Elizabeth C-1 School District	391.26
Ellicott 22 School District	45.09
Englewood 1 School District	335.87
Falcon 49 School District	703.72
Florence RE-2 School District	2,248.96
Fort Morgan RE-3 School District	4,663.00
Fountain 8 School District	357.25
Fowler R-4J School District	23.53
Frenchman RE-3 School District	232.88
Garfield 16 School District	44,841.95
Garfield RE-2 School District	175,455.60
Genoa-Hugo C113 School District	72.53
Gilcrest RE-1 School District	4,545.26
Gilpin County RE-1 School District	403.57
Granada RE-1 School District	79.03
Greeley 6 School District	45,621.55
Gunnison RE1J School District	103,531.50
Hanover 28 School District	14.22
Harrison 2 School District	532.61
Haxtun RE-2J School District	238.91
Hayden RE-1 School District	6,403.27
Hi-Plains R-23 School District	83.31
Hinsdale County RE 1 School District	0.00
Hoehne Reorganized 3 School District	4,657.67
Holly RE-3 School District	91.03
Holyoke RE-1J School District	474.42
Huerfano RE-1 School District	5,169.35
Idalia RJ-3 School District	1,199.78
Ignacio 11 JT School District	5,437.24
Jefferson County R-1 School District	16,816.43
Johnstown-Milliken RE-5J School District	7,355.01
Julesburg RE-1 School District	154.54

**EXHIBIT D: Federal Mineral Lease Distribution - by School District  
FY2010**

<b>School District</b>	<b>Total \$</b>
Karval RE-23 School District	107.96
Keenesburg RE-3J School District	5,035.45
Kim Reorganized 88 School District	819.70
Kiowa C-2 School District	51.41
Kit Carson R-1 School District	760.30
La Veta RE-2 School District	2,102.77
Lake County R-1 School District	1,046.25
Lamar RE-2 School District	523.29
Las Animas RE-1 School District	48.46
Lewis Palmer 38 School District	289.82
Liberty J-4 School District	696.31
Limon RE-4J School District	185.98
Littleton 6 School District	1,589.05
Lone Star 101 School District	114.19
Mancos RE-6 School District	17,549.15
Manitou Springs 14 School District	68.69
Manzanola 3J School District	4.72
Mapleton 1 School District	1,598.64
McClave RE-2 School District	21.98
Meeker RE1 School District	203,294.11
Mesa County Valley 51 School District	176,601.00
Miami/Yoder 60 JT School District	25.01
Moffat 2 School District	66.07
Moffat County RE:No 1 School District	185,774.06
Monte Vista C-8 School District	118.57
Montezuma-Cortez RE-1 School District	134,376.75
Montrose County RE-1J School District	11,241.13
Mountain Valley RE 1 School District	39.06
North Conejos RE-1J School District	148.86
North Park R-1 School District	5,225.04
Norwood R-2J School District	4,576.98
Otis R-3 School District	192.15
Ouray R-1 School District	73.42
Park (Estes Park) R-3 School District	288.94
Park County RE-2 School District	2,130.00
Pawnee RE-12 School District	268.56
Peyton 23 JT School District	34.88
Plainview RE-2 School District	168.55
Plateau RE-5 School District	193.50
Plateau Valley 50 School District	3,938.68
Platte Canyon 1 School District	4,628.65
Platte Valley RE-3 School District	15.10
Platte Valley RE-7 School District	2,814.51
Poudre R-1 School District	6,315.64
Prairie RE-11 School District	382.04

**EXHIBIT D: Federal Mineral Lease Distribution - by School District  
FY2010**

<b>School District</b>	<b>Total \$</b>
Primero Reorganized 2 School District	2,926.71
Pritchett RE-3 School District	18.05
Pueblo City Schools	1,034.49
Pueblo County Rural 70 School District	513.33
Rangely RE-4 School District	143,291.93
Ridgway R-2 School District	103.43
Roaring Fork RE-1 School District	144,429.59
Rocky Ford R-2 School District	19.19
Salida R-32 School District	546.95
Sanford 6J School District	46.14
Sangre De Cristo RE-22J School District	34.48
Sargent RE-33J School District	46.89
Sheridan 2 School District	155.00
Sierra Grande R-30 School District	42.48
Silverton 1 School District	7.20
South Conejos RE-10 School District	38.82
South Routt RE 3 School District	6,695.99
Springfield RE-4 School District	76.86
St. Vrain Valley RE 1J School District	19,763.20
Steamboat Springs RE-2 School District	32,765.62
Strasburg 31J School District	232.42
Stratton R-4 School District	153.30
Summit RE-1 School District	2,614.74
Swink 33 School District	8.60
Telluride R-1 School District	14,540.17
Thompson R-2J School District	3,870.41
Trinidad 1 School District	20,932.05
Valley RE-1 School District	2,982.17
Vilas RE-5 School District	114.75
Walsh RE-1 School District	42.07
Weld County RE-8 School District	5,688.65
Weldon Valley RE-20(J) School District	312.38
West End RE-2 School District	567.16
West Grand 1-JT. School District	2,771.61
Westminster 50 School District	3,135.59
Widefield 3 School District	427.54
Wiggins RE-50(J) School District	824.95
Wiley RE-13 JT School District	75.74
Windsor RE-4 School District	9,709.49
Woodland Park RE-2 School District	11,466.02
Woodlin R-104 School District	96.53
Wray RD-2 School District	5,748.20
Yuma 1 School District	7,052.78
<b>Totals:</b>	<b>1,993,130.23</b>

### Origins and History of the Program

Throughout its history, Colorado has experienced the booms and busts of energy and mineral production. The fluctuations of international marketplaces for precious and base metals, coal, oil, gas, carbon dioxide, uranium and other radioactive materials, oil shale, helium and other natural resources have profoundly affected Colorado, particularly small, rural communities near the geological resource deposits. Until the Local Government Energy and Mineral Impact Assistance program was created in 1977, few attempts were made to moderate these impacts and to assist the communities affected by cyclical periods of prosperity and decline.

### State Severance Tax

In 1977, the General Assembly enacted legislation establishing a state severance tax on certain minerals. In that legislation, the Legislature found “when nonrenewable natural resources are removed from the earth, the value of such resources to the state of Colorado is irretrievably lost.” The Legislature declared, severance tax is a means for the state to “recapture a portion of this lost wealth...removed from the soil of this state and sold for private profit” and expressed its intent that “a portion be made available to local governments to offset the impact created by nonrenewable resource development.”

The severance tax legislation called for a portion of revenues from this new tax to be deposited in the Local Government Severance Tax Fund and to be distributed by the Executive Director of the Department of Local Affairs. According to the statute, thirty percent of the severance tax revenue credited to the fund is required to be distributed directly to counties and municipalities based on several factors. In addition to the basis of the relative number of production employees residing in the unincorporated areas of such counties and in the boundaries of unincorporated municipalities, HB08-1083 added mining and well permits, mineral production, population and HUTF road miles to the formulaic distribution. “Seventy percent of the funds from the Local Government Severance Tax Fund shall be distributed to those political subdivisions socially or economically impacted” by the development, processing, or energy conversion of mineral and mineral fuels subject to severance taxation. Such funds shall be “used for the planning, construction, and maintenance of public facilities and for the provision of public services.” For more information on the direct distribution of severance tax revenues, see

<http://dola.colorado.gov/directdistribution>.

### Federal Mineral Leasing Funds

In 1977, the General Assembly also enacted legislation directing a portion of the state’s receipts of federal mineral lease revenues to be deposited in a Local Government Mineral Impact Fund for distribution by the Executive Director of the Department of Local Affairs to “public schools and political subdivisions of the state” impacted by mineral and energy development “for planning, construction and maintenance of public facilities and for public services.”

The Legislature has directed that fifty percent of the federal mineral lease funds deposited in the Fund be distributed to counties and municipalities on the basis of several factors. SB08-218 added federal mineral leasing funds by the county of origin, population and HUTF road miles to the residence of employees of mineral producers to the distribution formula. In addition, SB08-218 directed that the Department of Local Affairs distribute a portion of federal mineral leasing funds to school districts. This distribution was formerly administered by the State Treasurer. The statute requires that “priority shall be given to those public schools and political subdivisions socially or economically impacted by the development, processing or energy conversion of fuels and minerals leased under said federal mineral lands leasing act.” For more information on the direct distribution of federal mineral leasing funds, see

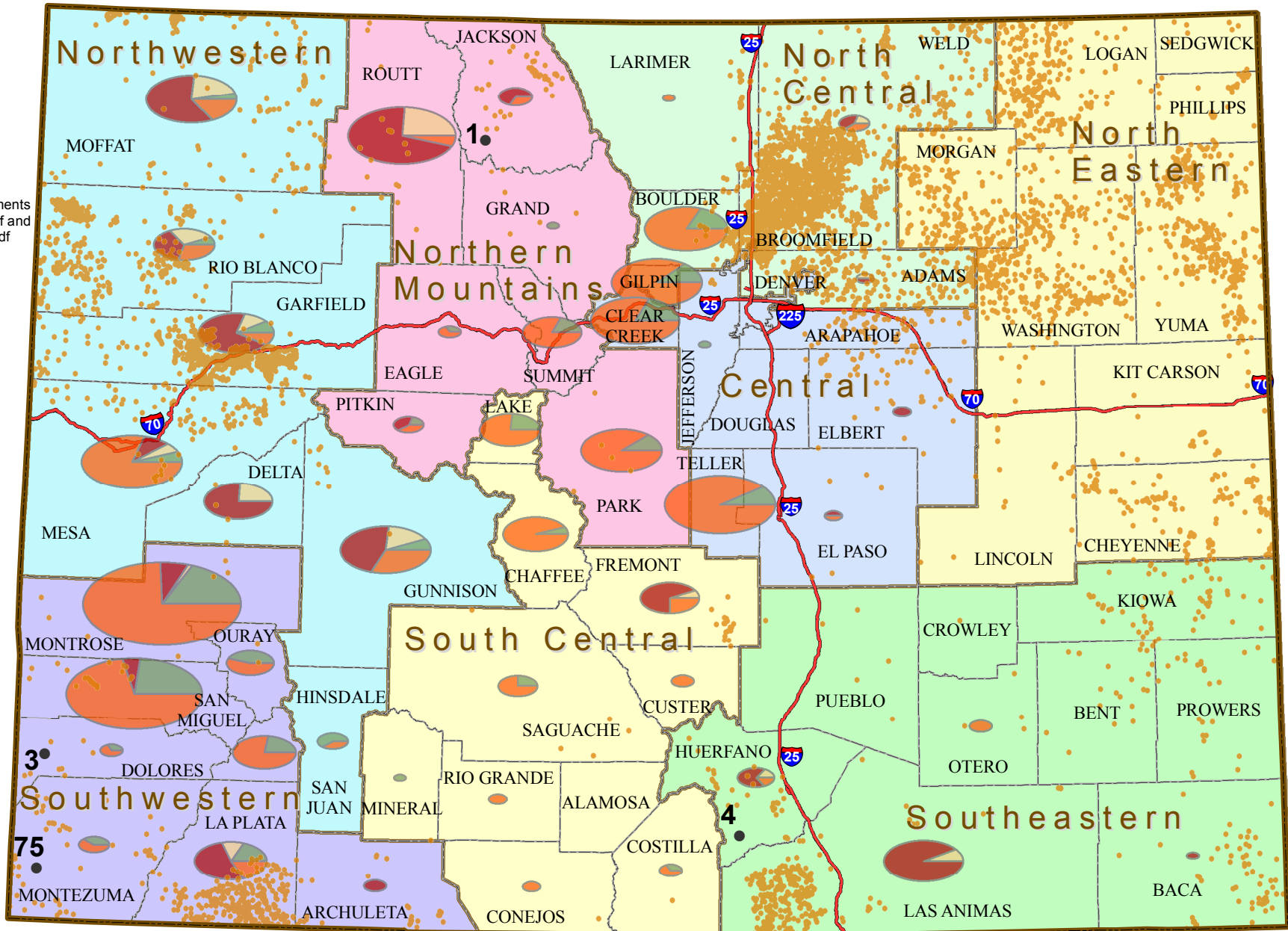
<http://dola.colorado.gov/directdistribution>.

# Location of Active and Inactive Mineral Mines and Oil & Gas Wells Subject to Severance Tax



Map Produced  
January 2011

Please see attachments  
Oil&GasPermits.pdf and  
MinesPermits.pdf



Oil and Gas Wells  
One dot ● represents 1 - 19 wells.  
Wells include all well types,  
active and inactive.  
Source: Colorado Oil and  
Gas Conservation Commission  
Data current through  
November 2010

Number of Wells  
Producing CO2 in  
2009



Data in pie charts are a representation of the number of active or inactive permitted mines per county. Source: Department of Natural Resources, Division of Reclamation Mining & Safety. Data through November 2009

- Active Severance Taxable Mineral Permits (Gold, Lead, Molybdenum, Oil Shale, Silver, Uranium, Vanadium, Zinc)
- Active Coal Permits
- Inactive Severance Taxable Mineral Permits (Gold, Lead, Molybdenum, Oil Shale, Silver, Uranium, Vanadium, Zinc)
- Inactive Coal Permits

# STATE OF COLORADO

**OFFICE OF THE GOVERNOR**

136 State Capitol Building  
Denver, Colorado 80203  
(303) 866-2471  
(303) 866-2003 fax



**Bill Ritter, Jr.**  
Governor

August 23, 2010

The Honorable Mark Ferrandino  
Chairman, Joint Budget Committee  
Joint Budget Committee  
Colorado General Assembly  
200 E. 14<sup>th</sup> Avenue, Third Floor  
Legislative Services Building  
Denver, CO 80203

Dear Representative Ferrandino:

Today I present my plan to balance Colorado's General Fund budget for FY 2010-11 pursuant to Section 24-75-201.5, C.R.S. This plan is necessitated by the General Fund shortfall indicated in the Office of State Planning and Budgeting June 2010 economic forecast. The June 2010 OSPB forecast indicated the need to present a budget balancing plan totaling \$59.1 million in FY 2010-11. In addition to the \$59.1 million General Fund shortfall identified in the June 2010 OSPB forecast, the FY 2010-11 shortfall increased by \$67.2 million General Fund, excluding reserve adjustments, to account for the lower level of FMAP funding for Colorado Medicaid compared to the FY 2010-11 Long Bill appropriation (H.B. 10-1376). Together this shortfall (including the \$1.3 million reserve adjustment due to FMAP) totals \$127.6 million in FY 2010-11 to fulfill the 2.0 percent General Fund reserve requirement established in Section 24-75-201.5, C.R.S.

This August 2010 Budget Balancing Plan provides balancing measures totaling \$136.4 million General Fund for FY 2010-11. The difference between the \$127.6 million total shortfall and the \$136.4 million Budget Balancing Plan initiatives less the increased FMAP General Fund expenditure, enables us to slightly exceed the 2.0 percent reserve requirement by \$8.9 million.

In total, this Plan results in an estimated ending General Fund reserve balance of \$149.6 million, or 2.1 percent, for FY 2010-11.

**June Forecast for FY 2009-10**

The OSPB June 2010 revenue forecast estimated a \$21.9 million General Fund ending reserve for FY 2009-10. This equates to approximately 0.3 percent of FY 2009-10 General Fund expenditures and obligations – a precarious balance given the possibility of a statutorily authorized over-expenditure in entitlement programs or a variance in revenue compared to the forecast. As a result of this concern the State Controller and the Office of State Planning and Budgeting as authorized in statute directed the delay of the last two weeks of FY 2009-10

## Governor's Budget Balancing Plan for FY 2010-11

August 23, 2010

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Medicaid payments until FY 2010-11 in order to prevent a General Fund deficit. This payment delay was estimated to free up \$38.0 million General Fund in FY 2009-10 to cushion the estimated ending reserve, thus protecting against a General Fund deficit and a violation of the Colorado Constitution.

Including the \$38.0 million Medicaid payment delay, the June 21 OSPB revenue forecast indicated a FY 2009-10 shortfall of \$72.7 million relative to the 2.0 percent General Fund reserve requirement (of \$132.6 million) authorized by Section 24-75-201.1 (1) (d) (XI), C.R.S. The revenue estimate left an estimated ending General Fund FY 2009-10 balance of \$59.9 million.

**FY 2010-11 General Fund***June 2010 Forecast*

As noted above, the June 2010 forecast for FY 2010-11 provided for a calculated beginning fund balance of \$59.9 million. To this amount, the forecast adds \$7,129.6 million in estimated General Fund revenue for a total available General Fund of \$7,189.6 million and the anticipated authorized General Fund spending of \$7,109.1 million. The authorized spending includes recognition of the FY 2010-11 restoration of \$38.0 million General Fund estimated in June for Medicaid deferred payments in FY 2009-10. The variance between available General Fund resources and required General Fund spending leaves an ending General Fund reserve of \$80.5 million, which sum is equal to a 1.15 percent General Fund reserve. The 4.0 percent General Fund reserve requirement per Section 24-75-201.1 (1) (d) (III), C.R.S. is \$279.1 million; per Section 24-75-201.5, C.R.S. the Executive is to present a plan providing for a 2.0 percent General Fund reserve. The difference between the estimated available ending General Fund reserve (\$80.5 million) and the required 2.0 percent reserve (\$139.6 million) was estimated to be \$59.1 million.

*Changes since June 2010 Forecast*

The June 2010 forecast was based on revenue data through most, but not all, of FY 2009-10. Unanticipated strength in June tax receipts recorded after the June 2010 forecast and current estimates of General Fund reversions allows the State to end FY 2009-10 with approximately \$136.8 million in the General Fund reserve. This change is attributable to higher than forecasted individual and corporate income taxes, offset by slightly lower excise taxes. The \$136.8 million estimated FY 2009-10 ending fund balance becomes the beginning fund balance for FY 2010-11.

Because Colorado's actual allocation from the enhanced FMAP extension authorized in H.R. 4213 is less than the amount budgeted in the FY 2010-11 Long Bill, the state needs to address an additional budget gap of \$67.2 million. This General Fund need, plus the associated required reserve adjustment, is attributable to the relatively lower federal FMAP available in FY 2010-11 as compared to the amount budgeted in the FY 2010-11 Long Bill (H.B. 10-1376).

*Current FY 2010-11 Shortfall*

In June 2010, the OSPB forecast indicated available FY 2010-11 General Fund resources of \$7,189.6 million, including the beginning FY 2010-11 adjusted fund balance. Against this amount of General Fund resources, \$7,109.1 million was estimated for authorized spending, including recognizing the estimated \$38.0 million General Fund for Medicaid delayed payments, leaving a General Fund ending reserve of \$80.5 million, which is \$198.6 million short of the 4.0 percent reserve of \$279.1 million General Fund requirement, and \$59.1 million short of a 2.0 percent reserve required by Section 24-75-201.5, C.R.S.

To ensure that Colorado's budget remains balanced, this August FY 2010-11 Budget Balancing Plan provides \$136.4 million of budget balancing initiatives. These components include the following:

- **\$76.8 million** General Fund associated with an estimated change to the FY 2010-11 beginning balance compared to the June 2010 forecast assumptions.
- **\$6.2 million** in General Fund expenditure reductions.
- **\$53.4 million** General Fund associated with transfers into the General Fund.

The \$136.4 million of balancing initiatives, which includes the \$0.1 million reserve adjustment associated with the General Fund expenditure reductions, accommodates the increase of \$67.2 million General Fund needed in the Department of Health Care Policy and Financing budget to replace federal funds not available due to the lower enhanced FMAP extension recently passed in law.

With all components considered, my August FY 2010-11 Budget Balancing Plan results in an ending General Fund reserve of \$149.6 million or 2.1 percent of FY 2010-11 General Fund appropriations. This Budget Balancing Plan is discussed in more detail below.

**Post June 2010 Forecast Revenue Change**

Actual General Fund revenues came in approximately \$76.8 million higher than indicated in the June 2010 OSPB forecast of FY 2009-10 revenues. This estimate change results in a \$136.8 million beginning fund balance for FY 2010-11 compared to a \$59.9 million adjusted beginning fund balance assume in June estimates, a difference of \$76.8 million. It is important to note that until September 20th, the unaudited FY 2009-10 balance of the General Fund will not be known. Until that date, roll-forwards, reversions, post closing journal entries, and other factors could change the FY 2009-10 ending fund balance and the beginning FY 2010-11 balance. After September 20<sup>th</sup> and until the State Auditor issues an audit opinion in late December, audit adjustments could continue to change the FY 2009-10 ending balance of the General Fund. However, data in August is much closer to actual expenditures and revenues than the data used for the June forecast.



Governor's Budget Balancing Plan for FY 2010-11

August 23, 2010

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### **\$6.2 Million General Fund Expenditure Reductions**

My Budget Balancing Plan contains \$6.2 million General Fund in FY 2010-11 General Fund expenditure reductions. These General Fund reductions include the following:

- \$4.9 million associated with a 1.0 percent personal services reduction statewide.
- \$1.3 million in reductions in the Department of Corrections. Included in these reductions is \$350,000 associated with utilities, \$250,000 associated with the Dress Out Program, \$250,000 associated with Parolee contract services, \$250,000 associated with Community Intensive Supervision Program contract services, \$100,000 associated with leased space, and \$89,100 net General Fund associated with a reduction of 20 private prison beds and a commensurate increase in lower-cost state beds at the Trinidad Correctional Facility.

This \$6.2 million General Fund expenditure reduction also results in an adjustment to the General Fund reserve requirement, realized as a benefit in the ending fund balance.

### **\$53.4 Million Transfers to the General Fund**

My Budget Balancing Plan contains \$53.4 million General Fund in FY 2010-11 cash fund transfers to the General Fund. These transfers include the following:

- \$15.0 million from the Department of Local Affairs Local Government Mineral Impact Fund and \$5.0 million from the Local Government Severance Tax Fund.
- \$11.4 million from the Local Affairs Local Government Permanent Fund.
- \$9.4 million from the Higher Education Federal Mineral Lease Maintenance and Reserve Fund.
- \$9.0 million from the Medical Marijuana Program Cash Fund.
- \$3.5 million from the Secretary of State Cash Fund.

### **\$67.2 million General Fund Expenditure Increase**

My Budget Balancing Plan contains a \$67.2 million General Fund increase in the Department of Health Care Policy and Financing relative to the FY 2010-11 appropriation. This increase is attributable to the phased-down amount in the enhanced FMAP extension recently passed in law compared to the full six months delay assumed in the FY 2010-11 Long Bill appropriation. This federal action will require the State to increase \$67.2 million General Fund and associated cash/reappropriated funds, to account for the decrease of \$71.5 million federal funds, compared to the financing of the Medicaid program assumed in the FY 2010-11 appropriation. This General Fund increase is fully balanced in this August Budget Balancing Plan.

## Governor's Budget Balancing Plan for FY 2010-11

August 23, 2010

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**Other Budget Management**

Also note that I have restricted an additional \$30.0 million in the Local Government Severance Tax Fund and \$10.0 million in the Perpetual Base Account of the Severance Tax Trust Fund for FY 2010-11. Although a transfer of these funds to the General Fund is not requested at this time, these restrictions will ensure the State has access to these funds should future forecasts for FY 2010-11 indicate that additional budget balancing measures are necessary. Also note, a supplemental request will be submitted on November 1, 2010 to increase the appropriation for additional Medicaid expenditures in FY 2010-11 due to delayed payments in FY 2009-10.

**Budget Shortfalls and Challenges**

My Administration has balanced General Fund shortfalls of \$0.8 billion in FY 2008-09, excluding S.B. 09-279 transfers, \$2.2 billion in FY 2009-10, and \$1.3 billion in FY 2010-11. We've balanced the State General Fund budget while largely maintaining state services. We have used a host of measures, including strengthening tax code compliance, reducing tax credits and exemptions, transferring cash funds with excess balances into the General Fund, fee increases to finance programs otherwise funded with General Fund, reducing the amount spent on state personnel, and program reductions. Full balancing plans were presented in response to forecasted shortfalls. The past three years of my budget balancing measures have attempted to minimize the pain felt in programs while spreading the sacrifice across state programs. However, after three years of budget balancing plans, efficiencies, and reductions, very few options for General Fund budget balancing remain.

Base Medicaid caseload grew by 24 percent from FY 2008-09 to the FY 2010-11 (Long Bill) estimate. Colorado's assessed valuations, which are used in part for setting K-12 education local funding share, declined from \$96.2 billion in FY 2009-10 to \$88.7 billion in FY 2011-12, requiring more state funding backfill, at the same time that state General Fund revenues to fund K-12 were also declining.

Most of the State's funding is used for mandatory caseload areas (K-12 funding, Corrections and Medicaid caseload) and these areas are increasing despite limited State revenues. The Departments of Education, HCPF/Medicaid, Corrections/Public Safety/Judicial, Higher Education and Human Services together total 97.0 percent of Department General Fund spending. (All other state departments account for the remaining 3.0 percent of General Fund.)

<b>Departments</b>	<b>FY 2010-11 Dept. GF Appropriations</b>	<b>Dept. % of State GF</b>
K-12 Education	\$ 3,176,663,441	45.6%
HCPF/Medicaid	1,232,196,603	17.7%
DOC, Public Safety and Judicial	1,062,258,679	15.2%
Higher Education	644,870,589	9.3%
Human Services	639,803,262	9.2%
Other	<u>210,752,871</u>	<u>3.0%</u>
<b>Total</b>	<b>\$ 6,966,545,445</b>	<b>100.0%</b>

Colorado families and businesses continue to struggle in this global recession. Unemployment in Colorado hovered at 8.0 percent in July and more than 200,000 Coloradans received Unemployment Insurance from July 2009 to April 2010. Over 380,000 people in Colorado received food stamps in FY 2009-10, an increase of over 30 percent over the prior year. Medicaid enrollment is over 550,000 in FY 2010-11 and enrollment in the Children's Basic Health Plan is 85,000, both significant increases over prior years.

These are challenging times for State government. These budget balancing measures represent decisions that must be made in order to maintain a balanced budget for the State. My Administration will continue to balance the budget and will submit a balanced budget for FY 2011-12 on November 1, 2010. And should the September 20, 2010, revenue forecast demonstrate it is necessary, I will further re-balance FY 2010-11 with a Budget Balancing Plan on January 3, 2011.

While the budget and economic challenges continue, we continue to work hard to keep Colorado on the road to recovery. My Administration continues to work on the economic health of this State.

- I recently returned from an economic-development mission to Israel with the goal of generating increased investments, jobs, and research opportunities in Colorado.
- The Office of Economic Development and International Trade and the Governor's Energy Office each offer annual grant programs in excess of \$10M to local employers; these programs help businesses retain or train employees, buy new equipment and expand their premises.
- The Colorado Credit Reserve Program (S.B. 09-67) passed in 2009 as part of the Governor's Agenda. This program was meant to help small businesses gain access to capital, leveraging state dollars to help these businesses access private capital. Since it started operating in September of 2009, the program has registered 140 loans, leveraging over \$4 million in private investments and helping to create or retain 942 jobs.
- The Job Growth Incentive Act (H.B. 09-1001) provides an incentive for employers that move jobs to Colorado. Thus far, the program has helped generate over 800 new jobs. Furthermore, there are six to eight projects in the pipeline that could lead to 2,000 new jobs at some point in the near future, a good example of the type of demand we are seeing from the private sector.

For the second year in a row, CNBC has named Colorado the No. 3 state in the nation in which to do business. This moved Colorado up from the No. 5 in 2008, and was based on the workforce, business friendliness and quality of life. Forbes.com ranks Colorado No. 4 based on Colorado's expanding, educated workforce. The American Legislative Exchange Council reports that Colorado now ranks 2<sup>nd</sup> best of all 50 states in economic outlook.

Governor's Budget Balancing Plan for FY 2010-11

August 23, 2010

Page 7

If you have any questions about this request or about the budget in general, please do not hesitate to contact my Budget Director, Todd Saliman.

Sincerely,

A handwritten signature in black ink, appearing to read "Bill Ritter, Jr.", with a stylized flourish at the end.

Governor Bill Ritter, Jr.

Cc: Senator Moe Keller, Joint Budget Committee Vice-chairman  
Senator Mary Hodge, Joint Budget Committee Member  
Senator Al White, Joint Budget Committee Member  
Representative Dickey Lee Hullinghorst, Joint Budget Committee Member  
Representative Cheri Gerou, Joint Budget Committee Member  
Speaker of the House Terrance Carroll  
Senate President Brandon Shaffer  
Mr. John Ziegler, Joint Budget Committee Staff Director  
Mr. Todd Saliman, Director, Governor's Office of State Planning and Budgeting  
Mr. Jim Carpenter, Chief of Staff, Governor Bill Ritter, Jr.  
Mr. Don Elliman, Chief Operating Officer, Governor Bill Ritter, Jr.

FY 2010-11	A. June 2010 Forecast	B. June 2010 Forecast w/FMAP	C. August Balancing Plan	D. Change (C-A)
<b>GF Available:</b>				
Beginning Balance <1>	59,970,262	59,970,262	136,770,262	76,800,000
June 2010 Revenue Estimate	7,129,600,000	7,129,600,000	7,129,600,000	0
OSPB August CF Transfers	0	0	53,365,496	53,365,496
<b>Total GF Available</b>	<b>7,189,570,262</b>	<b>7,189,570,262</b>	<b>7,319,735,758</b>	<b>130,165,496</b>
<b>GF Expenditures:</b>				
Other GF Obligations	103,738,764	103,738,764	103,738,764	0
GF Appropriation <2>	6,966,545,445	6,966,545,445	6,966,545,445	0
August 23rd Budget Balancing Package GF Reductions	0	0	(6,174,400)	(6,174,400)
Medicaid FMAP Additional GF Required	0	67,182,763	67,182,763	67,182,763
Assumption on FY 2009-10 Medicaid Delay Payment Restoration	38,000,000	38,000,000	38,000,000	0
Transfers to Capital Construction	8,600,000	8,600,000	8,600,000	0
Other Expenditures (SB 09-264)	(7,800,000)	(7,800,000)	(7,800,000)	0
<b>Total GF Expenditures</b>	<b>7,109,084,209</b>	<b>7,176,266,972</b>	<b>7,170,092,572</b>	<b>61,008,363</b>
<b>FY 2010-11 Ending GF Appropriations Reserve:</b>				
FY 2010-11 4% of Appropriations Needed	279,133,451	281,820,762	281,573,786	2,440,335
<b>FY 2010-11 Year-End General Fund Balance (Revenues less Expenditures)</b>	<b>80,486,053</b>	<b>13,303,290</b>	<b>149,643,186</b>	<b>69,157,133</b>
FY 2010-11 GF Reserve Overage (Shortfall to 4.0% Reserve)	(198,647,398)	(268,517,472)	(131,930,600)	66,716,798
<b>For Information Only: Estimated Reserve level Percent</b>	<b>1.2%</b>	<b>0.2%</b>	<b>2.1%</b>	<b>1.0%</b>
<b>For Information Only: Dollar Amount over (under) 2%</b>	<b>(59,080,673)</b>	<b>(127,607,091)</b>	<b>8,856,293</b>	<b>67,936,966</b>

<1> Note an adjustment to the June 2010 forecasted ending fund balance for FY 2009-10.

<2> Note that the FY 2010-11 appropriation includes \$15.4 million General Fund reduction per H.B. 10-1383.

## EXHIBIT H

## Severance tax, mineral lease revenues allocated



Written by News Release

Wednesday, 08 September 2010 00:00

Susan Kirkpatrick, executive director of the Colorado Department of Local Affairs (DOLA), last week announced \$37 million in annual state severance tax and federal mineral lease direct distribution payments are being made to 506 Colorado counties, municipalities and school districts.

The distribution comes from revenue from the Local Government Severance Tax Fund and Federal Mineral Lease Fund.

These funds come at a critical time when many local governments and school districts are struggling to maintain quality services. This is a boost for local economies and allows local officials to decide where the funds are needed most, said Kirkpatrick.

Ken Parsons, chairman of the Board of Rio Blanco County Commissioners and member of the States Energy and Mineral Impact Advisory Committee said, "This is an important source of funding for communities impacted by energy and mineral production. These funds help communities address the impacts of development, processing or energy conversion on their infrastructure and capacity to improve the sustainability of their communities."

The Colorado Department of Local Affairs distributes revenue derived from energy and mineral extraction statewide. These revenues come from state severance tax receipts and federal mineral lease non-bonus payments.

Last year's distribution to Colorado communities was an unprecedented \$80 million and in 2008 it was \$32 million. This year's distribution brings the dollar amount more in line with the historical trend characteristic of these funds. The decrease for 2010 is largely attributable to lower commodity prices, particularly natural gas.

The 2009 distribution was the result of high commodity prices as well as the passage of legislation in 2008 changing the distribution formula.

In 2008, the legislature passed SB08-218 and HB08-1083. This legislation established a new method and formula to determine the direct distribution of energy impact dollars from the severance tax and federal mineral leases. The 2010 annual distribution is the second conducted as directed by these two laws.

Prior to the passage of the 2008 legislation, direct distribution was based on the number of employees in the energy impacted communities in which they resided. The new legislation added the following factors: permits, production, employee residence, population and highway user miles (HUTF).

Local entities receiving funds included:

### Severance Tax Funds

Cedaredge 14,237.11

Crawford 4,380.74

Delta County 214,674.23

Delta 66,230.77

Hotchkiss 9,785.72

Orchard City 24,961.09

Paonia 18,108.19

### Federal Mineral Lease Funds

Cedaredge 59,746.28

Crawford 19,248.39

Delta County 907,156.68

Delta 266,748.83

Hotchkiss 42,823.86

Orchard City 101,078.94

Paonia 78,247.06

School District 126,527.57

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EXHIBIT H



- Special to the Vail Daily/Town of Red Cliff

## Red Cliff breaks ground on wastewater plant

[EDWARD STONER](#)

RED CLIFF, CO COLORADO,

RED CLIFF, Colorado — The town of Red Cliff broke ground Tuesday on its new \$3.2 million wastewater treatment plant.

Red Cliff Ramon Montoya and Colorado Department of Local Affairs Executive Director Susan Kirkpatrick wielded golden shovels in the official ceremony. Construction on the plant began this week and is expected to be completed in August 2010.

“This is a major deal, and we’ll be very, very happy in another 10 months when this is a done deal,” Montoya said. “This is a major step forward, so we’re thrilled.”

The project has been over 20 years in the making, Montoya said. The overall project, which includes a collections system, costs \$5.6 million. The project received \$3.2 million in federal stimulus funds as well as \$800,000 from a State and Tribal Assistance Grant from the U.S. Department of Housing and Urban Development and \$500,000 from a Department of Local Affairs Energy and Mineral Impact grant.

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<http://www.vaildaily.com/apps/pbcs.dll/article?AID=/20090929/NEWS/909299964/1078&ParentProfile=1062&template=printart>

## EXHIBIT H

Posted: Friday, August 27, 2010 12:00 am

By MATT HILDNER | [matth@chieftain.com](mailto:matth@chieftain.com) |

ALAMOSA — City officials are still waiting to nail down the costs of their new municipal complex, but they found out this week at least \$500,000 will be coming from outside city coffers.

The Colorado Department of Local Affairs recently gave the town the grant money from its Energy and Mineral Impact Assistance Fund.

Mayor Kathy Rogers said the city hadn't decided how the grant would be used for the project.

The city had asked for \$2 million, but was one of 19 entities to win grants in what may be the last round of grants before \$15 million are sent to the state's general fund as part of Gov. Bill Ritter's proposal to balance the state budget.

The city won a reprieve earlier this month when voters chose not to repeal the financing package for the complex, which would include a new building for city staff, council, the library and a renovation of an existing building for the police and fire departments.

Although city staff had pointed to the likelihood of having to send the project out to bid again, Rogers said Thursday that the city still could stick with the original bid winner.

Pueblo's Basset Construction submitted the lowest bid for the project in the spring, coming in with a \$6.1 million price tag.

"It sounds like he's going to work with us on keeping his bid where it's at," Rogers said.

The city would still have to sign contracts on the project to move forward, she said.

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EXHIBIT H

Archive for Friday, October 29, 2010

## Steamboat briefs: LiveWell provides grant for sidewalk construction

Friday, October 29, 2010

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LiveWell Colorado has given \$15,000 to the Northwest Colorado Visiting Nurse Association and the city of Steamboat Springs for the recently completed construction of a sidewalk next to the bus stop at Dream Island in Steamboat Springs, according to a news release. LiveWell Colorado is a statewide agency that supports and promotes healthy eating and active living with the goal of preventing obesity.

The concrete trail, on the west side of Steamboat Springs, will provide a sidewalk from the Dream Island Plaza to the bus stop on U.S. Highway 40, the release states. In the past, in order to get to the bus stop, residents have had to walk through a dirt/grassy area in summer months, and in winter, were forced to walk on the highway. This new sidewalk, which will be plowed in the winter, provides a safer and easier path for the residents, according to the release. The city also plans to install a bus shelter at the site.

### City will celebrate solar electric system Wednesday

The city of Steamboat Springs is planning an open house to celebrate the installation of a solar electric system at the Steamboat Springs Community Center. The new system should offset about 9 percent of the center's total electrical use, estimated at 85,440 kilowatt hours per year, according to a news release.

The system was funded by a grant through the Governor's New Energy Community program, a cooperative effort between the Governor's Energy Office and the [Department of Local Affairs, using money from the Energy and Mineral Impact Assistance Fund](#), according to the release.

The Celebration and Open House is at noon Wednesday at the Community Center, 1605 Lincoln Ave. A light buffet lunch will be provided. RSVP to Wendy DuBord at 970-871-8219 or [wdubord@steamboatsprings.net](mailto:wdubord@steamboatsprings.net).

### Ciao Gelato to celebrate anniversary with dinner

Ciao Gelato will celebrate its first-year anniversary with a community dinner and fundraiser from 5:30 to 7:30 p.m. Nov. 17. The event will be free, but donations will be collected to support Community Cultivation's efforts to build a greenhouse, according to a news release. Community Cultivation is a local nonprofit group that helps people with disabilities and at-risk youths with vocational, social and life skills through a horticultural context.

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# ADMINISTRATION

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Cc: Tony  
Charlie

December 14, 2010

Ms. Susan Kirkpatrick  
Executive Director  
Colorado Department of Local Affairs  
1313 Sherman St, Suite 500  
Denver, Colorado 80203

Dear Ms. Kirkpatrick,

On behalf of the Board of Trustees, staff, and citizens of Palisade, I'm writing to thank you and your excellent staff for all of DOLA's efforts on behalf of the Town of Palisade over the last four years. With your help, Palisade has made much progress towards achieving its goals in the areas of service provision and economic sustainability.

With grant assistance from DOLA we have stabilized infrastructure and improved basic government services to our citizens. With technical assistance from DOLA programs we have planned, designed, communicated and implemented two major projects having lasting impact on Palisade's downtown and its core businesses. We are proud of the fact that we have seen two years of local town sales tax increases in spite of the nationwide recession. Last but not least, we have completed the first phase of a civic center project which has saved an historic building, lead the way in revitalization of a declining neighborhood, set an example for the incorporation of renewable energy efficiency, and provided a much needed community recreational facility. The project will, when complete, consolidate government facilities, contribute to the revitalization of a declining area and act as a gateway feature to the Town's southern highway entrance.

None of this could have been accomplished without the excellent partnership we have had with the Colorado Department of Local Affairs. Please pass on our thanks to your staff. Collectively, you have truly made a positive difference in the lives of Palisade's citizens and improved all of Colorado through your efforts.

Please accept our best wishes to you on your future endeavors.

With much appreciation,

Roger L. Granat  
Mayor