

**MINUTES OF BOARD OF DIRECTORS SPECIAL MEETING  
CLIFTON WATER DISTRICT  
WEDNESDAY, DECEMBER 8, 2010**

**BOARD MEMBERS PRESENT:** Robert Burger, Chairman; Alan Hassler, Vice-Chairman (via phone); Doralyn Genova, Secretary; Dale Peck, Treasurer; Robert Norman, Director

**STAFF MEMBERS PRESENT:** Dale Tooker; David Reinertsen; Kelly McLaughlin

**SPECIAL MEETING**

Chairman Burger called the Special Board Meeting to order at 5:46 p.m.

**2011 BUDGET ADOPTION**

Manager Tooker presented the 2011 Budget showing revised Water Revenues of \$3,960,630 due to the water rate increase adopted by the Board at the December 2, 2010 Meeting. With this increase in Water Revenues the Budget now shows operational income rather than a loss. Operational income is a requirement of bonding covenants. Director Peck moved to adopt the 2011 Budget and the Appropriation Resolution of the Clifton Water District Board of Directors Acting By and Through Its Water Activity Enterprise For The 2011 Budget Year with an appropriation of Ten Million Two Hundred Forty Seven Thousand Seven Hundred Eighty Eight Dollars, and the Budget displayed and noticed in accordance with C.R.S. §29-1-106. Director Hassler seconded and the motion passed unanimously.

Resolution Text Inserted Below:

**APPROPRIATION RESOLUTION OF THE CLIFTON WATER DISTRICT BOARD OF  
DIRECTORS  
ACTING BY AND THROUGH ITS WATER ACTIVITY ENTERPRISE FOR THE  
2011 BUDGET YEAR**

*A resolution appropriating sums of money to the various accounts, in the amounts and for the purposes as set forth below, for the Clifton Water District Acting By and Through its Water Activity Enterprise, Mesa County, Colorado, for the 2011 Budget Year.*

*WHEREAS, the Directors have adopted the annual Budget for 2011 in accordance with the Local Government Budget Law, on the 8th day of December, 2010, and;*

*WHEREAS, the Directors have made provision therein to use a combination of revenues and reserves in an amount equal to, or greater than, the total proposed expenditures as set forth in said Budget, and;*

*WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the Budget to and for the purposes described below, so as to not impair the operations of the District or its Water Activity Enterprise.*

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NOW THEREFORE, BE IT RESOLVED by the Directors of the Clifton Water District Acting By and Through its Water Activity Enterprise, Mesa County, Colorado that the following sums are hereby appropriated from the revenue and reserves of the Water Activity Enterprise, for the purposes stated below:

*ESTIMATED BEGINNING BALANCE* \$5,761,018

**ESTIMATED EXPENDITURES**

*Operating Expenses*

<i>Source of Supply</i>	\$24,654
<i>Water Treatment</i>	\$898,731
<i>Transmission &amp; Distribution</i>	\$779,500
<i>General &amp; Administrative</i>	\$266,940
<i>Labor Expenses</i>	\$1,700,844
<i>Total Operating Expenses</i>	\$3,670,669

*Nonoperating Expenses*

<i>Capital Expenses</i>	\$1,507,600
<i>Bond Principal &amp; Interest</i>	\$259,350
<i>Emergency Fund</i>	\$258,914
<i>Reserve Fund</i>	\$917,667
<i>Contingency</i>	\$3,633,588
<i>Total Nonoperating Expenses</i>	\$6,577,119

***TOTAL ESTIMATED EXPENDITURES*** **\$10,247,788**

**ESTIMATED REVENUES**

*Operating Revenue*

<i>Sale of Water</i>	\$3,960,630
<i>Sanitation District</i>	\$21,600
<i>Penalty and Fees</i>	\$44,000
<i>Turn Fees</i>	\$87,800
<i>Total Operating Revenue</i>	\$4,114,030

*Nonoperating Revenue*

<i>Plant Investment Fees</i>	\$150,000
<i>Main Line Extension Fees</i>	\$8,000
<i>Disposal of Assets</i>	\$5,000
<i>Availability of Service</i>	\$36,000
<i>Interest</i>	\$160,000
<i>Bond/Grant Proceeds</i>	\$0
<i>Property Taxes</i>	\$0
<i>Lease Income</i>	\$8,640
<i>Construction Reimbursements</i>	\$0
<i>Tap Installation</i>	\$1,600
<i>Miscellaneous</i>	\$3,500
<i>Total Nonoperating Revenue</i>	\$372,740

***TOTAL ESTIMATED REVENUE*** **\$4,486,770**

***Estimated From Reserves*** **\$5,761,018**

***TOTAL FUNDS AVAILABLE*** **\$10,247,788**

***ESTIMATED ENDING BALANCE*** **(\$0)**

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*IT IS FURTHER RESOLVED, that there is appropriated from the funds of the District Acting By and Through its Water Activity Enterprise, Ten Million Two Hundred Forty Seven Thousand Seven Hundred Eighty Eight Dollars (\$10,247,788) for the general expenses of the DISTRICT, and that this appropriation be a continuing appropriation whether said funds be expended during 2011 or thereafter.*

*I hereby certify the forgoing is a true copy of a Resolution adopted by the Board of Directors of the Clifton Water District Acting By and Through its Water Activity Enterprise at the Regular Board of Directors Meeting held on December 8, 2010. Said Budget was displayed for inspection and notice of said display for inspection was duly published in accordance with C.R.S. § 29-1-106.*

*Dated December 8, 2010*

**ADJOURNMENT**

Director Genova moved to adjourn the meeting. Director Peck seconded and the motion passed unanimously. The meeting was adjourned at 5:55 p.m.

**ATTEST:**

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Robert Burger

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Alan Hassler

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Doralyn Genova

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Dale Peck

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Robert Norman