



P.O. Box 3039 • Grand Junction, CO 81502  
E-Mail: [info@mesaFML.org](mailto:info@mesaFML.org) Web: [www.mesaFML.org](http://www.mesaFML.org)

## **BOARD OF DIRECTORS MEETING**

**Date and Time:** 3:00 pm on Wednesday, June 16, 2021

**Location:** Home Loan State Bank Community Room (Replay on our YouTube Channel)

### **Attendees:**

Craig Springer  
Quint Shear  
Dusti Reimer  
Janet Rowland  
Chris McAnany  
Matt Rosenberg  
Christine Madsen  
Willy Corey  
Dave Patterson  
Karen Kllanxhja  
Jane Foster

### **Agenda:**

- I. Call to Order at 3:01 pm.
- II. General Public Comment.
  - a. None.
- III. Approval of the May Meeting Minutes.
  - a. C. Springer made a motion to approve meeting minutes. J. Rowland second. Voted. Approved.
- IV. Staff Report.
  - a. D. Reimer said the meeting minutes on our social media channels, the meeting agenda, and the meeting details, and that our website was down and then later in the day it was back up again. Our hosting service had an issue and several of the websites were down.
  - b. D. Reimer said we do not have any media at this time, but she did reach out to Dennis Webb at the Daily Sentinel and talked about maybe doing a 10<sup>th</sup> anniversary piece on the Federal Mineral Lease District because it was created in

June. Dennis said that between he and Charles Ashby they would look to do something.

- c. D. Reimer said we do not have any grants payable at this time.
  - d. D. Reimer said we invoices for May are for Dusti Reimer, invoice #160 for services and supplies for \$2,690.98; Soronen, Donley and Patterson invoice #139139 for auditing services for \$2,921.25; and Dufford Waldeck invoice #25823 for legal services for \$940.50.
  - e. D. Reimer said upcoming events are the July Board meeting scheduled for July 21, August Board Meeting is scheduled for August 18 and our Fall Grant Cycle will start on August 1<sup>st</sup>. We have \$350,000 for our Fall Grant Cycle.
  - f. C. Springer said he had a conflict on July 21<sup>st</sup> Board meeting date. You can still have a meeting with the two and have quorum.
  - g. Q. Shear and J. Rowland said they were both good on the 21<sup>st</sup>.
  - h. D. Reimer and C. McAnany said they were good on the 21<sup>st</sup>.
  - i. Q. Shear we would go ahead and stick with that date.
  - j. J. Rowland made a motion to approve the staff report and invoices. C. Springer second. Voted. Approved.
- V. Review of Financials.
- a. C. Madsen said on the balance sheet the fund balance is \$833,043.74. Under the permanent fund we have \$2,135,440.16. Our profit and loss statement for May shows we had legal fees of \$228, accounting fees of \$505.43 and contract services for \$2,666, dues and membership expenses of \$24.98, unrealized gain in permanent fund for \$16,190.70, interest of \$0.05 and dividend income of \$1,320.06. This gives us a net income of \$14,086.40.
  - b. C. Springer asked Dusti what grants that are still out there.
  - c. D. Reimer said we have three.
  - d. C. Madsen said we have City of Fruita for \$50,000, Grand Junction Police Department for \$150,000, and Lower Valley Fire Protection District for \$50,000.
  - e. D. Reimer said the Lower Valley Fire Protection District is due this fall, the other two have a two-year term.
  - f. C. Madsen said for the budget to actual, we are still under budget for outside services by \$25,354.99. We are under for auditing services as of May and administrative expenses are \$2,582.93. That's it.
  - g. Q. Shear said we aren't required to accrue for auditing?
  - h. C. Madsen said it should show up on the financials.
  - i. Q. Shear asked if anyone had any questions for Christine. The Board had none.

VI. Soronen, Donley and Patterson 2020 Audit Presentation.

- a. D. Patterson said they have a draft report on your financials and our understanding that Eide Bailly will do the Management Discussion Analysis. When they do that, we will review it and attach it to the final audit. If you go to the Auditors Report, our report on the audit giving the opinion whether this is in accordance with general accounting principles. On the management discussion we'll get that put in there, we don't give our assurance on it, but we do, do our level about what we're saying about the management discussion. If you go to statement and acquisition, this statement has your assets, and you don't have any liabilities. The next page is statement of activities, this has all of your expenses for the year and your general revenues and the interest dividends, investment gains and losses. You're positive \$411,000. The next page is the balance sheet just for the general fund. Your fund balance is broken down between what has been committed, which is to the permanent fund and then grants payable. In your budget you've listed those amounts, but they haven't applied for those amounts. The last page is the statement of general activity. This compares your budget to actual. I do have a couple of questions. You set up a permanent fund, but you the prior auditors said there is no permanent fund in the financial statements. Do you remember discussion that with them?
- b. Q. Shear said not from what I can remember on the board.
- c. C. Springer said that doesn't seem right to me.
- d. C. McAnany said that doesn't seem right. It's a huge part of the district assets that it seems unlike that it wouldn't have been accounted for in our audits.
- e. D. Patterson said it was accounted for, but it is just formatting. Whether you're putting it into a separate permanent fund in the financial statements. Right now, it's just listed on your general fund. The question is, should there be a separate one for the permanent fund.
- f. C. Springer said yes.
- g. D. Patterson said he would talk with Christine at Eide Bailly to have them take a look at it.
- h. C. Springer said is it restricted verses unrestricted?
- i. D. Patterson said that's what committed is. That's about it on the financial statements. The governance letter there is nothing outstanding. We have a management letter, with one item on it, is that you do not have staff that has GAAP knowledge. We put it in there, for when we get audited. Even though you have a CPA that you use, you do not have anyone in the organization that has GAAP knowledge.
- j. C. Springer said what you are identifying is that Christine is not a CPA, is that what you're saying?

- k. D. Patterson said she's not preparing financial statements.
  - l. C. Springer said she does prepare the financial statements.
  - m. Q. Shear asked if we needed to supply a letter from Eide Bailly that they are GAAP knowledgeable or within the standards.
  - n. D. Patterson said it comes down to the footnotes on the financials that are prepared.
  - o. Q. Shear said he would talk with Eide Bailly and review the contract and go over this with Eide Bailly.
  - p. C. McAnany said because this is a draft copy of the audit, we would not need to approve it. We could review it over the next 30 days.
- VII. Review of Investment Account.
- a. M. Rosenberg said the account statement from May 28 shows a fund balance of \$2,136,056. The bond rates are around 2% and the fed is talking about raising rates.
  - b. The board had no questions for Matt.
- VIII. Discussion of Any Possible Changes to Investments and Investment Policy.
- a. D. Reimer said per the last meeting, she sent out a copy of what Chris McAnany had provided, and the board had the presentation that Matt Rosenberg had given last month. If the board had any questions to discuss about changes to the investments or the investment policy, we could discuss them.
  - b. Q. Shear said that we were pretty bound by the legislation and that he didn't see how we could really make any changes. We were locked in at that 65%.
  - c. C. Springer said he agreed.
  - d. C. McAnany suggested that if the board would like to move forward with changing legislation to allow for higher equities investment, then we should look at the next legislative session.
  - e. Q. Shear said that we should look to join with Garfield County Mineral Lease District, if we do that.
  - f. C. Springer asked if we needed to do a motion.
  - g. C. McAnany said that because you have to review this yearly, and you are not making any changes, that you could make a motion to keep the Investment Policy and Investments without any changes. He said he could also provide an official resolution, but because there are no changes, a motion being noted in the meeting minutes would work.
  - h. J. Rowland made a motion to keep the Investment Policy and Investments the same. C. Springer second. Voted. Approved.

IX. Unscheduled Business.

- a. C. Springer made a motion to adjourn the meeting. J. Rowland second. Voted. Approved. Meeting adjourned at 3:33 pm.