

**MESA COUNTY FEDERAL MINERAL LEASE DISTRICT**

**RESOLUTION NO. 2022-01**

**A RESOLUTION SETTING A BUDGET FOR THE 2022 BUDGET YEAR**

1. The Board of Directors of the Mesa County Federal Mineral Lease District adopted its annual budget in accordance with Colorado Revised Statutes § 29-1-113 at a duly noticed public meeting of the Board held November 17, 2021, as evidenced by the Minutes of the Board, a true and correct copy of which is attached as Exhibit A.

3. Colorado Revised Statutes § 29-1-108 requires an enacting appropriation resolution for the ensuing fiscal year. Therefore, the Board hereby enacts this resolution, which confirms its actions.

4. The Board declares that no expenditures pursuant to this Budget shall exceed the appropriations authorized by the Board, except as may be adjusted by the Board from time to time pursuant to Colorado Revised Statutes § 29-1-109.

5. The Board appropriates the following monies for 2022:

Estimated Beginning Fund Balance: \$1,116,579

Estimated Beginning Permanent Fund Balance: \$1,698,258

**Revenue**

Federal Mineral Lease Direct Payments

Colorado Department of Local Affairs: \$ 551,136

**Expenditures**

Administrative: \$ 3,000

Audit: \$ 3,800

Contract Labor, Services: \$ 42,500

Insurance: \$ 2,700

Contribution to Permanent Fund: \$ 100,000

Grants-approved and unpaid: \$ 200,000

Grants-available for award in 2022: \$ 350,000

Total Expenditures (Appropriations): \$ 702,000

**Other Income & Expenditures**

Dividends & Cap. Gains/Losses: \$ 30,000

Investment Fees: \$ 14,000

Estimated Ending Fund Balance: \$ 965,715

Estimated Ending Permanent Fund Balance:

\$1,814,258

The foregoing resolution was passed and adopted by action of the Board at a duly noticed public meeting of the Board at which quorum was present. Approved by the Board this 19 day of January, 2022.

By:   
Quint Shear, Board Chairman

By:   
Janet Rowland, Secretary

Attachment: Exhibit A



P.O. Box 3039 • Grand Junction, CO 81502  
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## BOARD OF DIRECTORS MEETING

**Date and Time:** 3:00 PM on Wednesday, November, 2021

**Location:** Home Loan Building, 205 N. 4th Street, Grand Junction, CO 81501, in the Community Room on the Basement level

In attendance:  
Matt Rosenberg  
Craig Springer  
Quint Shear  
Dusti Reimer  
Chris McAnany

- I. **Meeting Minutes:**
- II. Call to order at 3:10 p.m.
- III. General Public Comment.
  - a. None.
- IV. Approval of October Meeting Minutes.
  - a. Q. Shear made a motion to approve the minutes. C. Springer second. Voted. Approved.
- V. Staff Report.
  - a. D. Reimer said the posts for our social media were for November meeting agenda being posted, posted notice our budget was available on the website, posted who the grant awards winners were, shared the media stories from the grant award winners, and thanked our Veterans for their Service. The October meeting was livestreamed on Facebook and uploaded to the YouTube channel.
  - b. D. Reimer said the media stories we had were from KREX-Collbran Builds Partnership to Bring Broadband to Plateau Valley, KKCO- Collbran Builds Partnership to Bring Broadband to Plateau Valley, Daily Sentinel-Grants Awarded for Plateau Valley Broadband and East Orchard Mesa Fire District and an Op Ed was written in the Daily Sentinel referencing the new grant we had just awarded for a Ballot Measure.

- c. D. Reimer said there were no grants requesting payment at this time. We receive \$493,224.26 for the 2022 year. We will be dealing with the budget today.
- d. D. Reimer said invoices from October were for Dusti Reimer Invoice #165 for services and supplies for \$2,974.98, Eide Bailly Invoice # Elo1220828 for services for \$1,484.85, Dufford Waldeck Invoice #2874 for services for \$1,339.50, and ACS Invoice #268254 for hosting services for \$29.90. D. Reimer said the post office check wasn't signed when she got it back, and to avoid late fees, I paid the invoice on my card and submitted it for reimbursement. We have the check and didn't need to do a stop check.
- e. D. Reimer said the 2022 Budget approval is due by December 31, our next board meeting will be January 19<sup>th</sup> at 2pm and then April 20<sup>th</sup> Board meeting at 2pm. I sent out calendar appointments for all the new dates and times and checked with Linda and booked the room for the next year. We are all set. We will go to quarterly meetings and pick up again in the fall of next year.
- f. Q. Shear asked how far behind our payments are?
- g. C. McAnany said they're about a year.
- h. Q. Shear said the prices went up in February but have gone up and hit consistently \$5 gas prices for 2-3 months now. We should see a significant bump next year.
- i. C. McAnany said yes, it was \$2 gas for awhile.
- j. C. Springer made a motion to approve the staff report. Q. Shear second. Voted. Approved.

#### VI. Review of Financials.

- a. D. Reimer said the fund balance is \$1,253,511.55. The ending balance in permanent fund as of October 31, 2021, was \$2,215,742.00. Our grants payable are still the same at \$200,000, and the grants approved will be put in. You'll sign the contracts today. We'll add the \$300,000 for Town of Collbran and East Orchard Mesa for \$50,000. The checks written last month were cashed, except the post office. Legal fees of \$370.50, contract services for \$2,666.00, dues and memberships for \$24.98, supplies for \$33.79 and operations for \$29.90. The investment fund had unrealized gain/loss of \$73,799.98, dividend income of \$1,253.48, Investment fees of \$4,517.13 and interest earned of \$0.05. D. Reimer presented the budget to actuals.
- b. Q. Shear asked if we were under the 10%?
- c. C. McAnany said yes you're within in the 10%.

- d. Q. Shear asked about the investment fees/investment fund?
- e. C. Springer said I don't think they are part of the administration fees.
- f. C. McAnany said they don't count as part of your expense.
- g. C. Springer asked if interest and dividend counts as revenue?
- h. C. McAnany said yes, that would count as revenue. The 10% rule applies to the money that comes from the state allocation. For accounting purposes, it is revenue, but it doesn't come from the state. I wouldn't count that gain/loss until we take that gain. We have \$493,224, and our budgeted expenditures are \$42,939. It looks like we're ok with 2 months to go.
- i. Q. Shear asked if there were any questions. There were none.
- j. C. Springer made a motion to approve the financials for October. Q. Shear second. Voted. Approved.

VII. Review of Investment Account.

- a. M. Rosenberg said that is the statement at the end of October, but the current balance is actually at \$2.25 million. Market was down a little today. It's a gain of \$650,000 since inception. We are about 12.3%. Most important thing is we rebalanced and got to that 65% max equity allocation. We have some leeway. It does feel good to pull back again. Across the board we've adjusted allocations back. Two months ago we set that target back to 59%. Its saying valuations are high that increased returns going forward are lower. People are closer to their goals. WE've had incredible returns the last three years.
- b. C. McAnany said you have to worry about inflation.
- c. M. Rosenberg said yes that's the headline right now. It's not expected inflation, it's the unexpected inflation. We haven't seen that in 34 years. Over time, equities are your hedge for inflation. Bonds get hit during inflation. Money market, short duration is better than saving cash.
- d. Q. Shear asked about the different types of equitirs being pushed with inflation?
- e. M. Rosenber said tech gets hit the most and the hardest. If you think, equity is just ownership in a company. In simple terms if they have assets you don't have to go buy them. Like an oil company, those rigs are set. You have elasticity of the supply and buying. If you need it, you'll pass through inflation no problem. People have to have it,

so people need it. When the price of hamburger goes up, people can substitute with chicken. You can position some of these sectors a little. People know it's there. For what we are doing, keeping your equity allocation close to the max is good, but if we pull back 5% it gives us balance.

- f. M. Rosenberg said the last time gas was \$3.55 a gallon, oil was \$125 a barrel, but it's \$75 a barrel. The cost of getting things to market are so much more.
- g. Q. Shear said the cost of getting things to market is a problem. All the markets are going through that.
- h. M. Rosenberg said in the 1970's there wasn't jobs. Now there are so many jobs, and they have a tough time. People are applying just to keep the unemployment. They will apply just to say they have applied.
- i. C. Springer said the supply chains are different too. They had no ability in the 70/s and 80s to source where they were going to make something. If China doesn't want to make the chair, we now have a list of countries that we can go to. Technology has made things so much more efficient. We'll figure it out.
- j. Q. Shear asked if they have heard when people will go back to work?
- k. M. Rosenberg said no.
- l. C. Springer said he spent the last week at bank meetings and had sat in on a panel with economists and higher up people, most of whom have been on tv. They said don't make any bets on where we are right now. They come along everyone 100 years and making an assumption that behavior has changed permanently is a bad bet. We're going to go back to doing what we did before and who we were before. That question was asked directly about the employment situation and not a single one said they knew. There were 2 million people that retired. There is a big question mark out there- can those people actually afford to retire, or will 5-6 years from now have to re-enter the workforce?
- m. Q. Shear said we have seen that happen before.
- n. M. Rosenberg said that the world changes so fast you'll be obsolete two years out of the workforce.
- o. Q. Shear said working aged men is a big factor. Only 60% of working age men are employed. That's an all-time low.
- p. D. Reimer asked what the average would be?

- q. Q. Shear said the last time he paid attention it was in the high 70's.
- r. Q. Shear asked if there were any more questions. There were none.

VIII. Review and Approval of 2022 Budget.

- a. D. Reimer said this budget was estimating another \$100,000 contribution to the permanent fund. It followed through with what we have had the previous year with expenses.
- b. Q. Shear asked if we were ok on the audit? I knew we had some additional expenses. I got the impression that increase was going to happen, because they were going to have to spend some extra time on the audit. Kathy will need to review our numbers on a more frequent basis. I think we needed to check that and make sure our audit might be more than what we budgeted. To meet those certain qualifications, Kathy needed to review the numbers more than quarterly.
- c. D. Reimer said that would be for Eide Bailly.
- d. Q. Shear said that's correct. We would still need to look at that.
- e. D. Reimer wondered if we were going to quarterly meetings, if that would balance out with less meetings and work.
- f. Q. Shear said you're on a fixed number aren't you, Chris?
- g. C. McAnany said it's based on whatever you need. If you have less money, you have less need for me.
- h. Q. Shear said the insurance is up?
- i. D. Reimer said yes, the insurance is up. That's the one that will need to be bumped up.
- j. Q. Shear said we have room in our budget to bump it up.
- k. D. Reimer said to \$2,700?
- l. Q. Shear said yes.
- m. C. Springer said the Anvil Points row should be taken off.
- n. Q. Shear said we can approve it with those changes, can't we?
- o. C. McAnany said yes.

- p. D. Reimer said we are increasing insurance to \$2,700, taking off the Anvil Points. And \$350,000 for grants? Same as last year.
- q. C. Springer said I don't see how we could do anything different.
- r. D. Reimer said I should add for the record, this was posted in the newspaper, the budget was posted online and we did not receive any public comments.
- s. C. McAnany said most special districts don't receive public comment.
- t. C. Springer asked if we had ever gotten any negative comments on the permanent fund?
- u. D. Reimer said no.
- v. Q. Shear said early on maybe we had early on.
- w. D. Reimer said I think it was maybe Janice Johnson, but since then, we haven't heard any negative comments.
- x. C. Springer asked if it was Quint's third year?
- y. Q. Shear said yes.
- z. C. Springer said you might want to reach out to them and get them on.
- aa. D. Reimer said she would look up the dates online. D. Reimer said you're on until 2024 and C. Springer is on until 2023.
- bb. Q. Shear asked if he filled out someone's term?
- cc. D. Reimer said yes, you took David's term. You and Janet came on the same time this year.
- dd. Q. Shear said back to the budget. Can we approve with the changes?
- ee. C. McAnany said you can.
- ff. D. Reimer said here are the changes-update the insurance to \$2,700, take off the Anvil Points line, and increase the grant awards to \$350,000.
- gg. C. Springer made a motion to approve the proposed 2022 budget with the staff suggested changes. Q. Shear second. Voted. Approved.

IX. Finalize Fall 2021 Grant Award Contracts.

- a. D. Reimer said the contracts and budget were all sent over in the packet. They have both been signed on their ends. If you are ok with the contracts on your end, we will have you sign them after you approve them.
  - b. C. Springer made a motion to approve the contracts. Q. Shear second. Voted. Approved.
- X. **Unscheduled Business.**
  - a. None.
- XI. **Adjourn.**
  - a. C. Springer made a motion to adjourn. Q. Shear second. Voted. Approved. Adjourned at 4:00 pm

# Mesa County Federal Mineral Lease District

	2021		2022
	Budget	Actuals	Budget
Estimated Beginning Fund Balance	865,295	865,295	868,680
Estimated Beginning Permanent Fund Balance	1,507,526	1,507,526	1,616,402
<i>Revenue</i>			
Anvil Points Disbursement	0	0	0
Federal Mineral Lease Receipt	554,477	493,224	551,136
Total Revenue	554,477	493,224	551,136
<i>Expenditures</i>			
Administrative	3,000	2,103	3,000
Audit	3,800	4,000	3,800
Contract labor	42,500	42,736	42,500
Insurance	2,500	2,601	2,500
Advertising	0	0	0
Contributions to Permanent Fund	100,000	100,000	100,000
Contract Payment to Mesa County	0	0	0
Contract Payment to Mesa County (Pymnt 2)	0	0	0
Grants	0	0	0
Grants-approved and paid	0	138,400	200,000
Grants-approved but unpaid	0	200,000	0
Grants-Unused/Forfeited Grants	0	0	0
Grants-To be awarded next year	400,000	0	0
Total Expenditures (Appropriations)	551,800	489,840	351,800
<i>Other Income &amp; Expenditures</i>			
Dividends & Capital Gains/Losses	30,000.00	27,464.87	30,000
Investment Fees	(14,000.00)	(18,589.01)	(14,000)
	16,000.00	8,875.86	16,000
Total Other Income & Expenditures			
Estimated Ending Fund Balance	867,972	868,680	1,268,015
Estimated Ending Permanent Fund Balance	1,623,526	1,616,402	1,732,402
Retained Earnings		851,795	451,795

Mesa County Federal Mineral Lease District												1852803.33	
Cash Basis													
	2017		2018		2019		2020		2021		2022		
	Budget	Actuals	Budget	Actuals	Budget	Actuals	Budget	Actuals	Budget	Estimated Actuals	Budget		
Estimated Beginning Fund Balance	\$ 2,254,505.38	\$ 2,417,298.74	\$ 2,013,864.35	\$ 2,013,864.35	\$ 2,276,035.35	\$ 2,276,035.35	\$ 1,179,180.75	\$ 1,179,180.75	\$ 865,295.19	\$ 865,295.19	\$ 868,679.57	Beginning cash balance	
Estimated Beginning Permanent Fund Balance			-	-	1,329,696.00	1,329,696.00	\$ 1,461,708.77	1,461,708.77	\$ 1,507,526.45	\$ 1,507,526.45	\$ 1,616,402.31	Beginning cash balance	
<i>Revenue</i>													
Anvil Points Disbursement			-	1,703,874.00	120,402.20	120,402.20	-	-	-	-	-		
Federal Mineral Lease Receipt	769,338.23	796,245.04	830,881.70	737,322.00	937,504.92	925,022.53	971,273.66	495,556.20	554,477.00	493,224.26	551,135.72		
Total Revenue	769,338.23	796,245.04	830,881.70	2,441,196.00	1,057,907.12	1,045,424.73	971,273.66	495,556.20	554,477.00	493,224.26	551,135.72		
<i>Expenditures</i>													
Administrative	2,000.00	3,301.75	3,500.00	2,908.00	3,500.00	2,559.09	3,500.00	3,201.04	3,000.00	2,102.87	3,000.00		
Audit	5,000.00	4,200.00	4,500.00	4,027.00	4,000.00	3,650.00	4,000.00	3,700.00	3,800.00	4,000.00	3,800.00		
Contract labor	58,000.00	55,857.80	58,000.00	51,639.00	72,500.00	69,610.49	72,500.00	63,455.62	42,500.00	42,736.01	42,500.00		
Insurance	2,500.00	2,408.00	2,500.00	2,146.00	2,275.00	2,275.00	2,500.00	2,412.00	2,500.00	2,601.00	2,500.00		
Advertising	200.00	88.58	3,000.00	2,671.00	3,000.00	1,969.00	3,000.00	23.10	-	-	-		
Contributions to Permanent Fund		-	350,000.00	1,387,727.00	100,000.00	100,000.00	200,000.00	-	100,000.00	100,000.00	100,000.00		
Contract Payment to Mesa County					1,500,000.00	1,500,000.00	-	-	-	-	-		
Contract Payment to Mesa County					324,000.00	324,000.00	-	-	-	-	-		
Grants													
Grants-approved and paid	1,174,626.28	1,133,823.30	972,851.00	727,907.00	481,120.00	-	-	400,000.00	-	138,400.00	-		
Grants-approved but unpaid	917,129.72		439,513.35	-	208,824.00	189,476.00	-	338,400.00	-	200,000.00	-		
Grants-Unused/Forfeited Grants						(51,260.25)	-	(1,750.00)	-	-	-		
Grants-To be awarded next year	769,338.23		830,881.70	-	513,504.92	-	871,273.66	-	400,000.00	-	-		
Total Expenditures (Appropriations)	2,928,794.23	1,199,679.43	2,664,746.05	2,179,025.00	3,212,723.92	2,142,279.33	1,156,773.66	809,441.76	551,800.00	489,839.88	151,800.00		
<i>Other Income &amp; Expenditures</i>													
Dividends & Capital Gains			-	(52,765.00)	30,000.00	44,020.40	30,000.00	59,437.45	30,000.00	27,464.87	30,000.00		
Investment Fees			-	(5,266.00)	(14,000.00)	(14,000.63)	(14,000.00)	(13,619.77)	(14,000.00)	(18,589.01)	(14,000.00)		
Total Other Income & Expenditures				(58,031.00)	16,000.00	32,012.77	16,000.00	45,817.68	16,000.00	8,875.86	16,000.00		
Estimated Ending Fund Balance	\$ 95,049.38	\$ 2,013,864.35	\$ 180,000.00	\$ 2,276,035.35	\$ 121,218.55	\$ 1,179,180.75	\$ 993,680.75	\$ 865,295.19	\$ 867,972.19	\$ 868,679.57	\$ 1,268,015.29		
Estimated Ending Permanent Fund Balance			\$ 350,000.00	\$ 1,329,696.00	\$ 1,445,696.00	\$ 1,461,708.77	\$ 1,677,708.77	\$ 1,507,526.45	\$ 1,623,526.45	\$ 1,616,402.31	\$ 1,732,402.31		
Cash expected at year end													
Retained Earnings								\$ 851,795.19	\$ 451,795.19	\$ 451,795.19	\$ 451,795.19		

**MCFMLD  
Profit and Loss Detail  
January 1 - September 11, 2021**

	Date	Transaction Type	Num	Name	Memo/Description	Split	Amount	Balance	
<b>Ordinary Income/Expenses</b>									
<b>Expenses</b>									
<b>7000 Grants Awarded</b>									
	05/19/2021	Bill	2020-FY-02	Colorado Mesa University	Covid Testing Equipment	2000 Grants Payable	88,400.00	88,400.00	
	07/21/2021	Bill	2020-FM-01	Lower Valley Fire Protection District	#32 Station Upgrades	2000 Grants Payable	50,000.00	138,400.00	
<b>Total for 7000 Grants Awarded</b>									
<b>7100 Outside Services</b>									
<b>7110 Legal Fees</b>									
	02/15/2021	Check	3484	Dufford Waldeck Milburn & Krohn		1000 Fund Balance	503.00	503.00	
	03/16/2021	Check	3487	Dufford Waldeck Milburn & Krohn		1000 Fund Balance	199.50	702.50	
	05/17/2021	Check	3471	Dufford Waldeck Milburn & Krohn		1000 Fund Balance	228.00	930.50	
	08/16/2021	Check	3475	Dufford Waldeck Milburn & Krohn		1000 Fund Balance	940.50	1,871.00	
	07/21/2021	Check	3479	Dufford Waldeck Milburn & Krohn		1000 Fund Balance	486.50	2,357.50	
	08/18/2021	Check	3482	Dufford Waldeck Milburn & Krohn		1000 Fund Balance	285.00	2,622.50	
<b>Total for 7110 Legal Fees</b>									
							<b>\$ 2,622.50</b>		<b>\$ 2,622.50</b>
<b>7115 Accounting Fees</b>									
	04/20/2021	Check	3469	Eide Bailly, LLP		1000 Fund Balance	1,295.08	1,295.08	September Invoice \$ 513.00
	05/17/2021	Check	3472	Eide Bailly, LLP		1000 Fund Balance	505.43	1,800.51	October - December 2020 \$ 2,534.00
	08/18/2021	Check	3483	Eide Bailly, LLP		1000 Fund Balance	1,802.96	3,603.47	\$ 3,135.50
<b>Total for 7115 Accounting Fees</b>									
							<b>\$ 3,603.47</b>		<b>\$ 3,603.47</b>
<b>7120 Contract Services</b>									
	01/21/2021	Check	3480	Dust Reimer		1000 Fund Balance	3,750.00	3,750.00	October - December 2020 \$ 2,921.04
	02/15/2021	Check	3463	Dust Reimer		1000 Fund Balance	2,666.00	6,416.00	\$ 6,524.51
	03/16/2021	Check	3486	Dust Reimer		1000 Fund Balance	2,666.00	9,082.00	
	04/20/2021	Check	3488	Dust Reimer		1000 Fund Balance	2,666.00	11,748.00	
	05/17/2021	Check	3470	Dust Reimer		1000 Fund Balance	2,666.00	14,414.00	
	06/16/2021	Check	3474	Dust Reimer		1000 Fund Balance	2,666.00	17,080.00	
	07/21/2021	Check	3478	Dust Reimer		1000 Fund Balance	2,666.00	19,746.00	
	08/18/2021	Check	3481	Dust Reimer		1000 Fund Balance	2,666.00	22,412.00	
<b>Total for 7120 Contract Services</b>									
							<b>\$ 22,412.00</b>		<b>\$ 22,412.00</b>
<b>Total for 7100 Outside Services</b>									
							<b>\$ 28,437.97</b>		<b>\$ 10,654.00</b>
<b>7105 Auditing Expenses</b>									
	06/16/2021	Check	3476	Soronen Donley Patterson		1000 Fund Balance	2,921.25	2,921.25	September - December \$ 3,076.00
	07/21/2021	Check	3480	Soronen Donley Patterson		1000 Fund Balance	1,078.75	4,000.00	
<b>Total for 7105 Auditing Expenses</b>									
							<b>\$ 4,000.00</b>		
<b>7305 Insurance</b>									
	02/15/2021	Check	3465	Philadelphia Insurance Company		1000 Fund Balance	2,601.00	2,601.00	
<b>Total for 7305 Insurance</b>									
							<b>\$ 2,601.00</b>		
<b>7400 Administrative Expenses</b>									
<b>7405 Dues/Memberships</b>									
	01/21/2021	Check	3481	Networks Unlimited	Email for 2021	1000 Fund Balance	120.00	120.00	
	01/21/2021	Check	3480	Dust Reimer	Adobe	1000 Fund Balance	14.99	134.99	
	01/21/2021	Check	3480	Dust Reimer	Zoom	1000 Fund Balance	14.99	149.98	
	01/21/2021	Check	3480	Dust Reimer	Microsoft	1000 Fund Balance	9.99	159.97	
	02/15/2021	Check	3463	Dust Reimer	Zoom	1000 Fund Balance	14.99	174.96	
	02/15/2021	Check	3463	Dust Reimer	Adobe	1000 Fund Balance	14.99	189.95	
	02/15/2021	Check	3463	Dust Reimer	Microsoft	1000 Fund Balance	9.99	199.94	
	03/16/2021	Check	3466	Dust Reimer	Microsoft	1000 Fund Balance	9.99	209.93	
	03/16/2021	Check	3466	Dust Reimer	Adobe	1000 Fund Balance	14.99	224.92	
	03/16/2021	Check	3466	Dust Reimer	Zoom	1000 Fund Balance	14.99	239.91	
	04/20/2021	Check	3468	Dust Reimer	Microsoft	1000 Fund Balance	9.99	249.90	
	04/20/2021	Check	3468	Dust Reimer	Adobe	1000 Fund Balance	14.99	264.89	
	04/20/2021	Check	3468	Dust Reimer	Webroot Internet Security	1000 Fund Balance	49.99	314.88	
	05/17/2021	Check	3470	Dust Reimer	Adobe	1000 Fund Balance	14.99	329.87	
	05/17/2021	Check	3470	Dust Reimer	Microsoft	1000 Fund Balance	9.99	339.86	
	08/16/2021	Check	3474	Dust Reimer	Microsoft	1000 Fund Balance	9.99	349.85	
	08/16/2021	Check	3474	Dust Reimer	Adobe	1000 Fund Balance	14.99	364.84	
	07/21/2021	Check	3478	Dust Reimer	Microsoft	1000 Fund Balance	9.99	374.83	
	07/21/2021	Check	3478	Dust Reimer	Adobe	1000 Fund Balance	14.99	389.82	
	08/18/2021	Check	3481	Dust Reimer	Microsoft	1000 Fund Balance	9.99	399.81	
	08/18/2021	Check	3481	Dust Reimer	Adobe	1000 Fund Balance	14.99	414.80	
<b>Total for 7405 Dues/Memberships</b>									
							<b>\$ 414.80</b>		<b>\$ 414.80</b>
<b>7420 Supplies</b>									
	01/21/2021	Check	3480	Dust Reimer	Plaque	1000 Fund Balance	97.21	97.21	September - December \$ 99.92
<b>Total for 7420 Supplies</b>									
							<b>\$ 97.21</b>		<b>\$ 514.72</b>
<b>7425 Operations</b>									
	08/18/2021	Check	3484	Alpine Computer Solutions	computer work	1000 Fund Balance	500.00	500.00	October - December 2020 \$ 97.21
	08/18/2021	Check	3484	Alpine Computer Solutions	hosting services	1000 Fund Balance	359.40	859.40	\$ 22.14
<b>Total for 7425 Operations</b>									
							<b>\$ 859.40</b>		<b>\$ 119.35</b>
<b>Total for 7400 Administrative Expenses</b>									
							<b>\$ 1,371.41</b>		<b>\$ 859.40</b>
<b>Unapplied Cash Bill Payment Expense</b>									
	07/21/2021	Check	3477	Lower Valley Fire Protection District	Upgrades	1000 Fund Balance	50,000.00	50,000.00	October - December 2020 \$ 609.40
	07/21/2021	Bill	2020-FM-01	Lower Valley Fire Protection District		7000 Grants Awarded	-50,000.00	0.00	\$ 1,468.80
<b>Total for Unapplied Cash Bill Payment Expense</b>									
							<b>\$ 0.00</b>		
<b>Total for Expenses</b>									
							<b>\$ 175,010.38</b>		
<b>Net Ordinary Income</b>									
<b>Other Income/Expense</b>									
<b>Other Income</b>									
<b>5005 Other Investment Income and Expenses</b>									
<b>5600 Unrealized Gain/Loss in Perm Fund</b>									
	01/31/2021	Journal Entry	60			-Split-	-2,285.58	-2,285.58	
	02/28/2021	Journal Entry	61			-Split-	30,486.51	28,200.93	
	03/31/2021	Journal Entry	62			-Split-	31,920.05	60,120.98	
	04/30/2021	Journal Entry	63			-Split-	58,607.91	118,728.89	
	05/31/2021	Journal Entry	64			-Split-	16,190.70	134,919.59	
	06/30/2021	Journal Entry	65			-Split-	14,756.37	149,675.96	
	07/31/2021	Journal Entry	66			-Split-	14,653.67	164,329.63	
	08/31/2021	Journal Entry	67			-Split-	33,977.22	198,306.85	
<b>Total for 5600 Unrealized Gain/Loss in Perm Fund</b>									
							<b>\$ 198,306.85</b>		
<b>Total for 5605 Realized Gain/Loss in Perm Fund</b>									
	06/30/2021	Journal Entry	65			-Split-	1,987.26	1,987.26	
<b>Total for 5700 Interest Earned</b>									
							<b>\$ 1,987.26</b>		
<b>5705 Dividend Income</b>									
	01/31/2021	Journal Entry	60			-Split-	155.62	155.62	Annualized \$ 0.98
	02/28/2021	Journal Entry	61			-Split-	948.80	1,104.42	
	03/31/2021	Journal Entry	62			-Split-	4,313.27	5,417.69	
	04/30/2021	Journal Entry	63			-Split-	1,607.71	7,025.40	
	05/31/2021	Journal Entry	64			-Split-	1,320.06	8,345.46	
	06/30/2021	Journal Entry	65			-Split-	7,170.68	15,516.14	
	07/31/2021	Journal Entry	66			-Split-	1,148.48	16,664.62	
	08/31/2021	Journal Entry	67			-Split-	1,844.64	18,309.26	Annualized \$ 27,463.89
<b>Total for 5705 Dividend Income</b>									
							<b>\$ 18,309.26</b>		
<b>7125 Investment Fees</b>									
	01/31/2021	Journal Entry	60			-Split-	-3,867.46	-3,867.46	
	04/30/2021	Journal Entry	63			-Split-	-4,147.79	-8,015.25	
	07/31/2021	Journal Entry	66			-Split-	-4,377.42	-12,392.67	Annualized #####
<b>Total for 7125 Investment Fees</b>									
							<b>\$ 12,392.67</b>		
<b>Total for 5005 Other Investment Income and Expenses</b>									
							<b>\$ 206,211.35</b>		
<b>Total for Other Income</b>									
							<b>\$ 206,211.35</b>		
<b>Net Ordinary Income</b>									
							<b>\$ 31,200.97</b>		

**MCFMLD**  
**Profit and Loss Detail**  
 October - December, 2020

	Date	Transaction Type	Num	Name	Memo/Description	Split	Amount	Balance
<b>Ordinary Income/Expenses</b>								
<b>Expenses</b>								
<b>7000 Grants Awarded</b>								
	10/21/2020	Bill	2020-FM-01	Lower Valley Fire Protection District	#32 Station Upgrades	2000 Grants Payable	50,000.00	50,000.00
	10/21/2020	Bill	2020-FT-02	Colorado Mesa University	Covid Testing Equipment	2000 Grants Payable	88,400.00	###
	10/21/2020	Bill	2020-FT-01	East Orchard Mesa Fire Protection District	Water Tender Apparatus	2000 Grants Payable	61,600.00	#####
<b>Total for 7000 Grants Awarded</b>							<b>\$ 200,000.00</b>	
<b>7005 Unused/Forfeited Grants</b>								
	12/31/2020	Journal Entry	59		To reclassify unused funds for grants to East Orchard Mesa Fire Protection District	-Split-	-1,750.00	-1,750.00
<b>Total for 7005 Unused/Forfeited Grants</b>							<b>\$ 1,750.00</b>	
<b>Total for 7000 Grants Awarded with sub-accounts</b>							<b>\$ 198,250.00</b>	
<b>7100 Outside Services</b>								
<b>7110 Legal Fees</b>								
	11/16/2020	Check	3451	Dufford Waldeck Milburn & Krohn		1000 Fund Balance	880.00	880.00
	12/28/2020	Check	3454	Dufford Waldeck Milburn & Krohn		1000 Fund Balance	1,654.00	2,534.00
<b>Total for 7110 Legal Fees</b>							<b>\$ 2,534.00</b>	
<b>7115 Accounting Fees</b>								
	11/16/2020	Check	3452	Eide Bailly, LLP		1000 Fund Balance	1,910.52	1,910.52
	12/28/2020	Check	3455	Eide Bailly, LLP		1000 Fund Balance	1,010.52	2,921.04
<b>Total for 7115 Accounting Fees</b>							<b>\$ 2,921.04</b>	
<b>7120 Contract Services</b>								
	10/20/2020	Check	3447	Dusti Reimer		1000 Fund Balance	3,750.00	3,750.00
	11/16/2020	Check	3450	Dusti Reimer		1000 Fund Balance	3,750.00	7,500.00
	12/28/2020	Check	3453	Dusti Reimer		1000 Fund Balance	3,750.00	11,250.00
<b>Total for 7120 Contract Services</b>							<b>\$ 11,250.00</b>	
<b>Total for 7100 Outside Services</b>								
<b>7310 Advertising Expenses</b>							<b>\$ 23.10</b>	<b>23.10</b>
<b>Total for 7310 Advertising Expenses</b>							<b>\$ 23.10</b>	
<b>7400 Administrative Expenses</b>								
<b>7405 Dues/Memberships</b>								
	10/20/2020	Check	3447	Dusti Reimer	Zoom	1000 Fund Balance	14.99	14.99
	10/20/2020	Check	3447	Dusti Reimer	Adobe	1000 Fund Balance	14.99	29.98
	10/20/2020	Check	3447	Dusti Reimer	Microsoft	1000 Fund Balance	9.99	39.97
	10/20/2020	Check	3449	USPS		1000 Fund Balance	226.00	265.97
	11/16/2020	Check	3450	Dusti Reimer	Zoom	1000 Fund Balance	14.99	280.96
	11/16/2020	Check	3450	Dusti Reimer	Microsoft	1000 Fund Balance	9.99	290.95
	11/16/2020	Check	3450	Dusti Reimer	Adobe	1000 Fund Balance	14.99	305.94
	12/28/2020	Check	3453	Dusti Reimer	Microsoft	1000 Fund Balance	9.99	315.93
	12/28/2020	Check	3453	Dusti Reimer	Zoom	1000 Fund Balance	14.99	330.92
	12/28/2020	Check	3453	Dusti Reimer	Adobe	1000 Fund Balance	14.99	345.91
<b>Total for 7405 Dues/Memberships</b>							<b>\$ 345.91</b>	
<b>7420 Supplies</b>								
	10/20/2020	Check	3447	Dusti Reimer		1000 Fund Balance	22.14	22.14
<b>Total for 7420 Supplies</b>							<b>\$ 22.14</b>	
<b>7425 Operations</b>								
	10/20/2020	Check	3448	Alpine Computer Solutions		1000 Fund Balance	609.40	609.40
<b>Total for 7425 Operations</b>							<b>\$ 609.40</b>	
<b>Total for 7400 Administrative Expenses</b>							<b>\$ 977.45</b>	
<b>Total for Expenses</b>							<b>\$ 215,955.59</b>	
<b>Net Ordinary Income</b>								
<b>Other Income/Expense</b>								
<b>Other Income</b>								
<b>5005 Other Investment Income and Expenses</b>								
<b>5600 Unrealized Gain/Loss in Perm Fund</b>								
	10/31/2020	Journal Entry	56			-Split-	-40,014.72	#####
	11/30/2020	Journal Entry	57			-Split-	124,160.50	84,145.78
	12/31/2020	Journal Entry	58			-Split-	50,653.55	#####
<b>Total for 5600 Unrealized Gain/Loss in Perm Fund</b>							<b>\$ 134,799.33</b>	
<b>5605 Realized Gain/Loss in Perm Fund</b>								
	10/31/2020	Journal Entry	56			-Split-	17,945.25	17,945.25
<b>Total for 5605 Realized Gain/Loss in Perm Fund</b>							<b>\$ 17,945.25</b>	
<b>5700 Interest Earned</b>								
	10/31/2020	Journal Entry	56			-Split-	0.05	0.05
	11/30/2020	Journal Entry	57			-Split-	0.05	0.10
	12/31/2020	Journal Entry	58			-Split-	0.05	0.15
<b>Total for 5700 Interest Earned</b>							<b>\$ 0.15</b>	
<b>5705 Dividend Income</b>								
	10/31/2020	Journal Entry	56			-Split-	1,787.57	1,787.57
	11/30/2020	Journal Entry	57			-Split-	1,208.12	2,995.69
	12/31/2020	Journal Entry	58			-Split-	7,587.55	10,583.24
<b>Total for 5705 Dividend Income</b>							<b>\$ 10,583.24</b>	
<b>7125 Investment Fees</b>								
	10/31/2020	Journal Entry	56			-Split-	-3,691.84	-3,691.84
<b>Total for 7125 Investment Fees</b>							<b>\$ -3,691.84</b>	
<b>Total for 5005 Other Investment Income and Expenses</b>							<b>\$ 159,636.13</b>	
<b>Total for Other Income</b>							<b>\$ 159,636.13</b>	
<b>Net Other Income</b>							<b>\$ 159,636.13</b>	
<b>Net Income</b>							<b>\$ -56,319.46</b>	

From Eleanor Thomas at Mesa County  
 For Mesa County in 2022, severance tax forecasted to be

Colorado Legislative Council - economic forecast quarterly  
 June report estimates current year  
<https://leg.colorado.gov/sites/default/files/images/junforecast.pdf>

Colorado of State Planning and Budget  
 Quarterly forecast  
<https://spl.cde.state.co.us/artemis/govserials/gov318internet/gov318202103internet.pdf>

## Federal Mineral Lease

Federal Mineral Lease (FML) revenue decreased by 44.9 percent to \$62.7 million in FY 2019-20. This decrease is largely explained by the enactment of a Routt County coal mine royalty rate reduction (granted by the Bureau of Land Management) coupled with the effects of lower natural gas and oil prices. The economic downturn brought by the COVID-19 pandemic and oversupply across oil and gas markets induced heavy production cuts during this fiscal year. With little extraction activity taking place, FML revenue in Colorado is expected to decrease further by 3.4 percent to \$60.6 million in FY 2020-21. This projection has been revised downward slightly since the December forecast by approximately \$1.5 million.

New expectations for a faster recovery of global oil demand paired with stronger oil and gas price forecasts have led to a more positive outlook for FY 2021-22 and FY 2022-23 relative to December. Oil and gas prices are anticipated to remain at levels that incentivize production activity across the state. Subsequently, collection levels are projected to rebound gradually as prices stabilize and bolster mineral industries. Royalties collected in FY 2021-22 and FY 2022-23 is forecast to increase by 21.3 percent and 9.2 percent in those years, respectively.

FML Forecast Distribution Table	Preliminary FY20	Forecast FY21	Forecast FY22	Forecast FY23
<b>Total FML Revenue</b>	<b>62,743,111</b>	<b>60,615,556</b>	<b>73,515,668</b>	<b>80,245,338</b>
Change	-44.9%	-3.4%	21.3%	9.2%
<b>Bonus Payments (portion of total FML revenue)</b>	<b>1,882,229</b>	<b>0,437,477</b>	<b>1,742,177</b>	<b>0,932,611</b>
Local Government Perm Fund	0,931,933	0,218,733	0,871,099	0,466,311
Higher Ed FML Revenues Fund	0,931,933	0,218,733	0,871,099	0,466,311
<b>Other (non-bonus) FML Revenue</b>	<b>60,860,882</b>	<b>60,178,111</b>	<b>71,773,511</b>	<b>79,312,727</b>
State Public School Fund	29,107,899	29,066,603	34,666,660	38,308,066
Colorado Water Conservation Board	6,026,448	6,017,811	7,177,355	7,931,288
DOLA Grants	12,052,996	12,035,662	14,354,770	15,862,555
DOLA Direct Distribution	12,052,996	12,035,662	14,354,770	15,862,555
School Districts	1,024,500	1,023,033	1,220,155	1,348,332
Total HIEd FML Rev Fund	0,931,933	0,218,733	0,871,099	0,466,311

	Change in Revenue for next year
CGA Forecast	2.18%
CODR	21.30%
Average	11.74%

20-'21 Revenue is distributed in late '21 as a general rule

**Federal Mineral Lease (FML) revenue** is the state's portion of the money the federal government collects from mineral production on federal lands. Collections are mostly determined by the value of mineral production on federal land and royalty rates between the federal government and mining companies. Since FML revenue is not deposited into the General Fund and is exempt from TABOR, the forecast is presented separately from other sources of state revenue.

As shown in Table 14, FML revenue totaled \$62.7 million in FY 2019-20, a 44.9 percent decrease from FY 2018-19. This decrease is attributable to a royalty rate reduction granted by the Bureau of Land Management to the Colowyo coal mine in Routt County, as well as lower oil and natural gas prices and production. This rate reduction was approved for several prior years, causing the Department of Interior to refund revenue from prior years and will reduce distributions to Colorado.

In FY 2020-21, FML revenue is forecast to increase 16.9 percent to \$73.3 million. The forecast was revised upward from March as a result of strong collections in recent quarters. Producers are expected to increase production modestly in 2021 due to higher natural gas prices and increased expectations for demand. Natural gas prices fell in 2020, but are expected to increase in 2021 to around \$3.19 per thousand cubic feet, up from \$2.11 in 2020. Alongside rising natural gas production, FML revenue is forecasted to grow modestly in FY 2021-22 to \$74.9 million, before declining to \$73.7 million in FY 2022-23.

FY 2020-21	73,300,000.00
FY 2021-22	74,900,000.00
Increase in Revenue	2.18%