

GRAND VALLEY DRAINAGE DISTRICT  
RESOLUTION 2016-203

AMENDED FINANCIAL PLAN/ EXHIBIT B

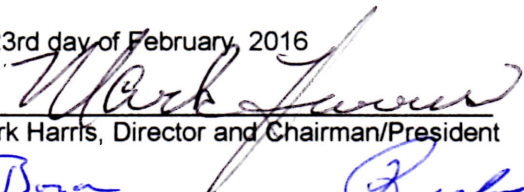
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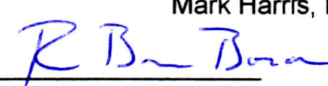
- A. The Board of Director's resolution 2015-107, adopted December 10, 2015, re-adopted Base Fees and the Facilities Improvement Fee or "FIF" fee, to be used as set forth in Resolution 2015-107.
- B. The chairman of the 5-2-1 Drainage Authority, Dave Edwards, made a request to the Board at its meeting of January 25, 2016 that the FIF be reduced in light of the current economic situation in the Grand Valley.
- C. After deliberation, and further consideration, including at the Board meeting dated February 23, 2016, the Board of Directors has determined to reduce the FIF to \$125.00 per ERU.
- D. The Board notes that the actual calculation of the FIF is made by dividing the total value of the District's "system" by the District's calculation of the total capacity to handle regulated water in the system, and that that calculation is a FIF of \$983/ERU. The Board further notes that due to the requests of members of the District's Ad Hoc committee meetings in 2014 and 2015, the Board had already reduced the FIF to \$500/ERU.
- E. The Board further notes that the iteration of Exhibit B, the "Financial Plan" adopted on February 23, 2016, continues to be an integral part of Resolution 2015-107, as amended. The Board further notes that the Financial Plan has been amended in various other ways as shown on the multiple sheets of the Financial Plan, prepared by the District's consulting engineer. For example, changes to the capital plan were made so that the Financial Plan is balanced over 35 years.
- F. The Board intends that the FIF will be increased each December by 2.5 times the increase in the rolling three year average increase in valuation of the building permits issued by the Mesa County Building Department (which serves as the building department for all entities within the Grand Valley). The February 23, 2016 Financial Plan assumes that the increase in building valuations will be five percent per year, and if so, the FIF is assumed to increase at a rate of 12.5 % per year until it reaches \$1,000, after which the assumption is for the FIF to increase at 3% per year.

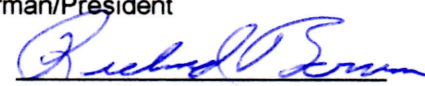
NOW THEREFOR BE IT RESOLVED:

1. The Financial Plan dated February 23, 2016 is hereby adopted and replaces the Financial Plan that was Exhibit B to Resolution 2007-107; it is also known as Exhibit B, an integral part of Resolution 2015-107, as amended.
2. As set forth in the Financial Plan dated February 23, 2016, every reference to the FIF, as defined section 2(b) of Resolution 2015-107, is hereby amended to reflect the change in the FIF from \$500 to \$125 per ERU as of January 1, 2016.
3. Each owner of real property who has paid a FIF to the District of \$500 shall be refunded the sum of \$375.00 per FIF on or before April 30, 2016. The District Manager shall implement the preceding sentence, and upon completion of such refunding, shall provide a written report to the Board of the owners who have received refunds.
5. The provisions of this Resolution shall be effective upon adoption by the Board of Directors.
6. During December of each calendar year, beginning in December of 2016, the Board of Directors will re-evaluate the FIF that will be collected for the following calendar year, using the criteria set forth in Recital F, above, in conjunction with the annual review set forth in Resolution 2015-107 at section 10.

Adopted and effective this 23rd day of February, 2016

  
Mark Harris, Director and Chairman/President

  
Bruce Bonar, Director

  
Richard Bowman, Director