

**Moffat County Board of County Commissioners
221 W Victory Way Suite 130 Craig, CO 81625**

March 29, 2018

In attendance, Ray Beck, Chairman; Don Cook, Vice Chair; Frank Moe, Board Member; Tori Pingley, Deputy Clerk & Recorder; Pam Pleasant Foster; Pete Pleasant; Andy Daniels; Rebecca Tyree; Eleanor Hasenbeck; Mindy Curtis; Linda Peters; Robert Razzano;

**Call to Order- Special Meeting
Pledge/Opening Prayer**

Cook made a motion to approve the agenda as presented. Moe seconded the motion. Motion carried 3-0.

A special meeting was called to discuss Resolution 2018-39 Anvil Points Settlement and Resolution 2018-40 Memorial Hospital Land Transfer for Medical Clinic.

Curtis presented the resolution for the Anvil Points Settlement. Cook stated it was originally called the Oil Shale Reserve Cleanup. Cook believes Moffat County will get between \$1.6 and \$1.8 million dollars. Cook stated that House Bill 1249 is how this money will come from the State. Cook would like to thank Representative Rankin, AGNC and Mike Sampson for their help getting this bill passed. Curtis stated one of the reasons we are doing this resolution today is to let the Treasurer know where these funds will be designated. Curtis stated this is will be one-time revenue that the County will not see again. Curtis stated in 1945 the US Government Oil Shale project was created in NW Colorado. It was managed for decades by the US Department of Energy. In 1997 a congressional transfer between the Department of Energy and the Department of Interior happened through the US Treasury. The funds have now been released due to the closure of Anvil Points. Curtis stated there was some cleanup involved with the closing. Cook wanted to point out it cost \$24 to \$26 million for cleanup costs associated with this. Curtis stated per the finance policies, the appropriate use for one-time revenues include, rebuilding reserves, capital expenditures and other non-reoccurring expenditures. Curtis stated therefore, through the revised statute the County Commissioners have the exclusive power to adopt the budget and approve the operation of Capital Improvement Plan for the County Government. Curtis stated through this process these funds are going to be designated in the Capital Project funds for yet to be determined capital projects and improvements. Beck wanted to state that the Counties involved have been diligent in getting these funds released since about 2008.

Cook made a motion to approve Resolution 2018-39 Designation of House Bill 1249 Anvil Points Settlement Revenue to go into the Capital Improvement Fund of Moffat County. Moe seconded the motion. Moe stated he supported this going to capital improvements because there has been a tendency in previous budgets, to balance budgets at the expense of capital improvements. He believes there are approximately \$30 million in deferred maintenance that the County currently has that should be addressed. Moe stated this fits in with the County's budget, the 5 year long financial plan and 10 year capital improvement plan. Motion carried 3-0.

Daniels presented a resolution that will do two things. The first will extend the existing site lease between the County and the Board of Trustees of the Hospital, to be continuous with the new financing. This was an extension from the refinance that happened last year. The second is to give consent to the hospital to do short term and long term financing for the construction of the medical office building. Daniels wanted to mention this does not obligate the County to pay for this debt. Daniels stated the hospital is a pass through entity. Daniels stated there are no county funds being used for this. Daniels stated this will pledge future revenues of the

hospital towards the debt payment. Tyree stated anytime the Hospital wants to take out a loan for the Hospital it has to be approved by the Board of County Commissioners. Tyree stated one of the documents presented refers to the construction loan agreement. Tyree stated she has reviewed the documents and discussed them with Daniel Lynch, a third-party attorney hired by the hospital to facilitate this process. Beck asked if there was a default for lack of payment on the loan, what would the impact to the county. Tyree replied the recourse would be to go after the stream of revenue. Daniels stated that is correct.

Cook made a motion to approve Resolution 2018-40. A resolution approving the issuance by the board of trustees of Memorial Hospital, Acting by and through its hospital enterprise, of a construction loan note. The contracting by such trustees of USDA direct and guaranteed permanent financing and the extension of the term of the existing site lease between the county and the hospital trustees to match the term of such permanent financing, all for the purpose of financing a new medical office building and related improvements adjacent to the Memorial Hospital in Craig, Colorado; Authorizing officials of the County to take all action necessary to carry out the transactions contemplated hereby; and providing for related matters. Moe seconded the motion. Moe wanted to personally thank the trustees and the Chief Financial Officer for their work on improving health care in our area. Motion Carried 3-0.

Adjournment:

Beck adjourned the meeting at 10:20 am.

Meeting Adjourned

Submitted by: Tori Pingley, Deputy Clerk and Recorder

Approved by:

Ray Beck
Sup. Moe
Daniel

Approved on:

April 3rd, 18

Attest by:

Tori Pingley

