



Board of Directors Executive Committee Meeting
March 24, 2022
12:00 to 3:00 p.m.
NOTE: VIRTUAL ONLY

Join Zoom Meeting

<https://zoom.us/j/92376009812?from=addon>

Meeting ID: 923 7600 9812

One tap mobile

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- 1) **CALL TO ORDER and INTRODUCTIONS**
- 2) **APPROVAL OF AGENDA ITEMS**
- 3) **APPROVAL Minutes February 2022**
- 4) **BUSINESS ITEMS: No New Items**
- 5) **REPORTS**
 - a. **Executive Director/Financial Report**– Michelle Haynes
 - b. **Small Business Resource Center**- Nancy Murphy
 - c. **Business Loan Fund**-Dan Scinto
 - d. **Community Development**-Trish Thibodo
 - e. **Community Living Services** – Eva Veitch
 - f. **Regional Broadband**-Corey Bryndal
 - **DOLA Grant Update**
 - g. **Gunnison Valley Transportation Region Committee**- Vince Rogalski
 - **MMOF Grant Opportunity**
- 6) **Roundtable Discussion**
- 7) **NEXT MEETINGS**
 - a. Executive Committee: April 28, 2022, Noon – 3 p.m.
 - b. Board of Directors Meeting: May 26, 2022 Noon-3 p.m.
 - c. BLF Committee: May 26, 2022 10 a.m.
 - d. AAA Regional Advisory Committee: TBD
 - e. Gunnison Valley Transportation Planning Region: May 12, 10 a.m.-Noon
- 8) **ADJOURNMENT**



1. **CALL TO ORDER and INTRODUCTIONS**–Meeting was called to order at 12:01pm.
 - a. **Virtual:** Michelle Haynes (R10 Director), Trish Thibodo (Community Development), Eva Veitch (Community Living Services), Nancy Murphy (Small Business Resource Center), Dan Scinto (Business Loan Fund), Corey Bryndal (Broadband Project Director), Roland Mason (Chair, Gunnison County), Mary Bachran (Town of Paonia), Mary Hockenbery (Town of Hotchkiss), Elyse Ackerman-Casselberry (City of Delta), Les Mergelman (Delta County), Linda Riba (Montrose), Barbara Bynum (City of Montrose), Jon Waschbusch (Treasurer, Montrose County), Ben Tisdell (Ouray County), John Clark (Town of Ridgway), Kris Holstrom (Vice Chair, San Miguel County), DeLanie Young (Town of Telluride), Kristie Borchers (Hinsdale County), Chris Haver (Crested Butte), Jim Gelwicks (City of Gunnison), Michael Bacani (Mt. Crested Butte), Vince Rogalski (GVTPR),
 - b. **Guest:** Lisa with Chadwick, Steinkirchner, Davis & CO., P.C.
2. **APPROVAL OF AGENDA**

Motion to approve: M/S: Kristie Borchers/John Clark as accepted. None opposed.
3. **APPROVAL OF MINUTES for January 27, 2022, Board Meeting**

Motion to approve: M/S: DeLanie Young/Barbara Bynum as accepted. None opposed.
4. **Business Items:**
 - a. **Audit**
 - i. Lisa Hemann, CPA with Chadwick, Steinkirchner, Davis & CO., P.C. summarized the findings of the annual audit that they performed.
 - ii. Nothing in the Financial Statements that was a “grey” area. No disagreements in with management
 - iii. Received everything that we needed from the audit. Had no problems getting the information that we needed.
 - iv. CARES Act Funding was the biggest new item in the audit. \$4.7 million
 - v. No compliance findings.
 - vi. Question from Board: Do the current assets include liquid assets as well? Response: Yes, it is probably mostly liquid. The decrease is due to an agreement under the DOLA grant for the City of Montrose to own fiber lines from the CNL to the community anchors, which was written off Region 10 assets this year. City of Delta has a similar agreement; however, we maintained an IRU for all fiber.
 - vii. Michelle noted that we closed out our 2 Broadband Grants and so we re-worked how we record our assets
Action Item: Motion to accept the Audit. M/S: Jim Gelwicks/John Clark as accepted. None opposed.
5. **Reports:**
 - a. **Executive Director/Financial Report** – Michelle Haynes
 - i. Balance sheet is in good condition
 - ii. Seeing continued growth in grant.
 - iii. All programs are performing on or at their expected level of 6 month ending.
 - iv. We will be signing a cost for the construction for design and engineering. Current terms for the loan are included in the board packet.
 - b. **Small Business Resource Center** – Nancy Murphy
 - i. Gunnison training numbers continue to be low, but we are hoping that with our new hire, Callie Coch, those numbers will be brought up for the area.
 - ii. Hub & Spoke format of our Leading Edge program begins next week. We have been doing some HR Training and it has been proven to be timely. Nancy gets about 4-5 emails a week with questions about HR and what is legal.
 - iii. Live in person training on Thursday April 21 and in Gunnison on Wednesday, April 20th with Courtney Berg, our HR Consultant. The Employee Lifecycle, onboarding, the lifecycle of the employee, and offboarding/exiting.

- c. **Business Loan Fund – Dan Scinto**
 - i. Sarah Steffens, who has commercial banking experience, has accepted the Gunnison Business Loan Coordinator position.
 - ii. Loan Closings
 - 1. Closing on a Pilates studio in Paonia
 - 2. Yoga Studio in Delta
 - 3. Electrical Construction in Gunnison
 - 4. Manufacturing in Gunnison
 - iii. Loan funding is approved for Region 9 and Region 10 specifically slated for Start-Ups under new state program.

- d. **Community Development – Trish Thibodo**
 - i. We have just started housing meta data analysis. Under contract with Dynamic Planning & Science, which is a local firm.
 - 1. What is happening around housing, collecting Data, identifying needs, current conditions and impacts on region, and then ultimately possible solutions.
 - 2. Talked about ways that we could have living/dynamic information that can live on our/your websites.
 - 3. Goal is to be ahead of the curve and be able to attract housing development.
 - 4. Focus is on Workforce Attainable Housing.
 - 5. We have had 4 members express interest in being on a housing committee and we are looking for about 4 more.
 - 6. Good news is that we do get an extension on the EDA Grant, so we do not have to finish it out by June 31, 2022.
 - ii. USDA Grant is now public and there were press releases locally and through the USDA.
 - iii. Outdoor Rec Summit with a manufacturer’s focus is slated to be on June 15th.
 - iv. Enterprise Zone:
 - 1. Magic Circle Players – Montrose – Capital Campaign for renovations and upgrades.
Action Item: Motion to approve EZCP for Magic Circle Players: **M/S: Roland Mason/Ben Tisdell** as accepted. None opposed.
 - 2. Gunnison Arts Center – Gunnison – Operations Campaign
Action Item: Motion to approve EZCP for Gunnison Arts Center Operations: **M/S: Jim Gelwicks/John Clark** as accepted. None opposed.
 - 3. Region 10 SBRC – Operations – Has previously been a project and we are putting in an application for Operations, also in support of the Olathe Innovation Center.
Action Item: Motion to approve EZCP for Magic Circle Players: **M/S: John Clark/Kristie Borchers** as accepted. None opposed.

- e. **Community Living Services – Eva Veitch**
 - i. Waiting to hear about grant for SB 290 for \$1.5 Million for the CASA/R10 project for supportive housing. They updated that we would hear about it by the end of the month.
 - ii. West End meal sites were closed permanently through VOA, we heard that this month. Working with the food coalition, etc.
 - 1. Mom’s meals are currently being delivered to 42 clients with 10 stable meals every 2 weeks.

- f. **Broadband – Corey Bryndal**
 - i. DOLA application in for Lake City, proceeding favorably and we are anticipating good news. Hoping for construction to begin this summer
 - ii. Fiber cut happened earlier this month just north of Colona that demonstrates the need for redundancy.
 - 1. There was no service in Ouray or San Miguel County in for about 12 hours due to that line being cut.
 - 2. Region 10 lines were working very well.
 - iii. Cottonwood Pass Fiber is live; we are working with partners to utilize the line.
 - iv. Mt Crested Butte CNL needs an HOA Agreement signed.
 - v. DOLA has funding available \$5 Million, and we do have a pending application along with Project Thor to expand service to Denver and also from Nucla down to Durango and Cortez.
 - vi. Working with DMEA to meet service request of ISP that wanted a larger line than we could provide with current levels of service.
 - vii. Talked with a partner about doing an audit of our technology currently negotiating the quote and narrowing the scope of service.

- viii. Front Range GigaPop: working to partner for access, which could extend their services to the 4 Universities on the Western Slope.
- ix. Focus has been on Middle Mile rather than Last Mile for Federal dollars. We are tying them to the Last Mile projects to help gain more support for them.

g. **Gunnison Valley Transportation Region Committee** – Vince Rogalski

- i. CDOT Report of Projects Completed, Projects Underway and Projects Planned.
- ii. Region 5 meeting is tomorrow, and we will be discussing the projects for the next 4-10 years.
- iii. MMOF: \$6 Million available in GVTPR region.
 - 1. SB 260 can be used for operating money of Transportation Agencies and so that would be good to apply for because it is ongoing funding.
 - 2. It is a requirement of the Application for you to be working with your CDOT representative
- iv. US 50 Updates-will start construction again soon. See website for updated information.
- v. Complete Street Training on March 10th.
- vi. Bustang: Between Montrose & Crested Butte will be up and running once construction is completed on US 50

Action Item: Motion to approve Reports: **M/S: Jim Gelwicks/Kris Holstrom** as accepted. None opposed.

6. **Roundtable Discussion**

a. **Delta County:**

- i. **Mary Hockenbery (Hotchkiss):** Election if coming up, mayor is uncontested. 4 positions open on the Council. Community Builders helped us to work on the Brownfields of the Public Works building, so it should be up for sale soon. This will be the last meeting for Mary with the end of her term coming. Now you can see her on the County Fair Board for Heritage Hall. Given a Governor's Creative Leadership award earlier this year. (Board offered Congratulations on the award.)
- ii. **Mary Bachran (Paonia):** Two pot shops are open, and business has just increased there. Significant source of income for the Town. A 3rd will open. Wine Bar with food open and another small restaurant have opened. Still have some Water issues and looking for a Temp IRC. Working on improving the infrastructure.
- iii. **Elyse Ackerman-Casselberry (City of Delta):** Have implemented the Main Street Demonstration, testing pedestrian friendly crosswalks, bike lane, parking, and outdoor dining space. Working with County & Library of the relocation of the library to the old City Market building. Meet-Up with manufacturing and entrepreneurship on March 7th with a focus on workforce skill and inventor skills. Closing on purchase of old Armory Building and begin renovation on that building as a police department. Senior housing project broke ground and that is 15? Units of Senior Housing.

b. **Montrose County:**

- i. **Barbara Bynum (City):** CDOT is re-doing the Highway going through Montrose. We replace sewer and water lines in anticipation of that happening. Police building will be open in August as well.

c. **Ouray County:**

- i. **John Clark (Town of Ridgway):** Space to Create building is shaping up, second floor is almost finished, and third floor will begin soon. Meeting prospective renters to look at leasing space and hopefully move people in late this summer. Election in April, John is running unopposed and there is no term limit, it will be his 6th Term. There are 6 people looking to fill 4 seats on Town Council.
- ii. **Ben Tisdell (Ouray County):** We have received a lot of snow and the pass has been closed. We had the Ice Climbing Festival and the format changed to go over 3 weekends. Telluride Foundation for a housing project with more information to come in March. Revising our Marijuana policy.

d. **San Miguel County:**

- i. **DeLanie Young (Town of Telluride):** We have 4 finalists to interview for Town Manager. We currently have an interim Town Manager, and he is one of the Finalists. Units for Sunnyside we expect to have by July. Currently in the approval process for our Hark and Planning Committee. Slated to adopt update action plan in April. Amendments to noise ordinance to assist businesses that have amplified music to go longer than 9:30pm.

e. **Hinsdale**

- i. **Kristie Borchers (Hinsdale County):** First large snow we just go through and so Avalanche Danger is high. Ice wall was expanded this year and there is double the Ice to climb. Working with Region 10 for a Co-Working Space. Ordered a new toilet for the peninsula. Welcoming new Town Manager in April. 4 Trustees that will all be seated so there is not a contested Trustee race but there is a Mayoral

election. Selling a county building to the school for partnership with a Daycare. We will be purchasing a County Administrative building with the funds from that, an upgrade from our 10x10.

f. **Gunnison County:**

- i. **Jim Gelwicks (City of Gunnison):** Gunnison has 3 annexation applications in process, to put in some housing units. Western is considering a housing project of about 200 units and the land that they were looking at was Colorado Land Board and so the size has been reduced to much more emphasis on Student housing about 100 units and 24 units for University employees. Gunnison and the area around it are served by 3 Fire units and there are some discussions of if there can be consolidation of those services.
- ii. **Michael Bacani (Mt Crested Butte):** Finalizing signage initiative to standardize the design. Expansion to the Water Plant and our capacity has greatly increased. Prepping for Spring Break coming up.
- iii. **Chris Haver (Crested Butte):** Looking at our Main Street with outdoor seating and parklets. Slimming down the parklets from 12 ft to 8ft sections. This will be in place for 2 years to gather data and make permanent decisions after that. Working on a parking model. Affordable Housing project, Butte 6, is in the works for 90 units with an RFP out.
- iv. **Roland Mason (Gunnison County):** Have a library project on schedule and an airport terminal remodel that had been delayed coming up. Had a record number of people moving through the airport this winter. Two Affordable housing projects with 250 units. One in the City (140) and one on the way to Crested Butte (180). Outrider programs are going on, with one section that is not connected currently. We will have a service from Mt. Crested Butte to Denver. Passed a licensing requirement for contractors to ensure that they have proper certification. Gunnison County has a local marketing district that is a 4% local tax on those that stay for small time frames that is only able to be used for marketing and we are looking to be able to use that funding for purposes like Daycare, Housing, etc. Roland is in his final term as well.

7. **Region 10 50th Anniversary:** Looking for feedback on how to celebrate that.

8. **Next Meetings:**

- a. Executive Committee Meeting, March 24th, 12pm-3pm

9. **Adjournment**

Meeting adjourned at: 2:12pm

Balance Sheet

Region 10
 Period From : 7/1/2021 to 1/31/2022

Run Date: 3/21/22
 Run Time: 5:33:16 pm

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Assets:

10000	Vectra Bank-General XXXX-2154	118,772.88
10300	Vectra Bank - Savings XXXX-9730	127,921.97
10800	Petty Cash	150.00
11000	Alpine Bank - RLF Operating XXXX-1716	568,390.37
11050	Alpine Bank - CDBG Funds xxxx-11525	149.80
11100	Alpine Bank - SBA III Checking XXXX-8519	124,212.84
11150	Alpine Bank - SBA III LLR xxxx-8532	30,053.41
11200	Alpine Bank - SBA IV Checking xxxx-9723	71,051.26
11250	Alpine Bank - SBA IV LLR XXX-9670	75,067.84
11300	Delta County Loan Funds Alpine - XXXX6763	1,600.57
11350	Gunnison County Loan Funds - Alpine XXXX-6839	100.00
11400	Alpine Bank - SBA V MRF XXXX-5269	43,908.74
11450	Alpine Bank - SBA V LLRF XXXX-5308	45,007.57
11625	Alpine Bank- SBA VI MRF XXXX-8805	35,477.57
11650	Alpine Bank - SBA VI LLRF XXXX-8844	45,002.91
11800	Bank of Colorado-SBRC 0000-7166	29,065.24
12500	Prepaid Expenses	23,252.78
12900	AAA Gen Fund Receivable	308,526.41
12905	RSVP Grant Receivable	17,000.00
13500	CDBG RLF Loans Receivable	205,564.29
13600	Rural BLF Statewide Collaboration Project Funds	104,773.99
13800	Region 10 RLF Loan Receivable	454,540.19
14200	SBA II Loan Receivable #5303545000	93,409.22
14300	SBA III	175,509.76
14400	SBA IV	358,393.47
14405	SBA V Loan Receivable #	249,529.62
14460	SBA VI Receivable	173,024.16
14500	CDBG #8	475,213.69
14600	Federal Grants Receivable	111,984.18
14601	EDA Grant Receivable	(21,666.69)
14603	SBA Grant Receivable	47,674.26
14605	USDA Grant Receivable	57,689.18
14610	DOLA Grant Receivable	5,944.08
14620	CDOT Grant Receivable	8,870.23
14700	Other Receivables	47,321.51
14750	Broadband & Partners Receivables	(0.02)
14760	Broadband Service Billing	10,381.40
14800	Broadband Infrastructure/in Progress	1,661,196.50
14825	Broadband IRU's	9,305,448.31
14875	Broadband Equipment	1,605,111.19
15100	Allow. for Doubtful Accounts	(166,726.12)
16000	Security Deposit-Rent	3,000.00
19000	Land - 145 S. Cascade	86,457.00
19100	145 South Cascade - Building	1,003,674.29
19160	CIP Olathe Center 2022	3,500.00
19200	Furniture/Fixtures/Computers	14,461.15

Balance Sheet

Region 10
 Period From : 7/1/2021 to 1/31/2022

Run Date: 3/21/22
 Run Time: 5:33:16 pm

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	19800	Accumulated Depreciation	(2,131,468.82)
		Total Assets:	15,607,522.18
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Liabilities:			
	20000	Accounts Payable	147,612.78
	20010	Credit Card Clearing	8,374.72
	20500	Accrued Annual Leave	34,767.49
	21400	Retirement Withheld	2.94
	21600	Aflac Benefit	221.89
	22700	SBA Loan - Citizen's Bank #4756175005	(1,832.71)
	22770	SBA Loan III - Alpine Bank #9325495008	123,618.08
	22780	SBA Loan IV - Alpine Bank #2489697006	382,513.41
	22790	SBA Loan V - Alpine Bank #3241897302	277,777.76
	22795	SBA Loan VI - Alpine Bank #7841328500	200,000.00
	25000	Member Dues Deferred Revenue	(60,761.86)
	29800	RLSS Clearing Account	(9,714.35)
		Total Liabilities:	1,102,580.15
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Projects			
	30350	Community Partner Loan Administration Program	21,381.64
	30400	Region 10 BLF Fund	(26,946.99)
	30500	Community Development BLF Fund	17,750.00
	30600	Rural BLF Statewide Collaboration Project	72,058.94
	31000	SBA #1 BLF Fund	5,399.94
	31500	CDBG #8	(23,484.86)
	31600	SBA Loan I	13,201.05
	31610	SBA II Loan Receivable #5303545000	12,979.85
	31650	SBA Technical Assistance	(40,596.04)
	31750	CDBG #7 BLF Fund	398,746.41
	31850	SBA IV Loan #2489697006	27,686.04
	31875	SBA V Loan #3241897302	14,186.20
	31885	SBA VI Loan Recv #7841328500	1,122.17
	31900	Small Business Resource Center	25,298.57
	32200	Community Development	34,746.15
	32210	Regional Broadband	489,564.37
	32220	EZ Administration - 2020	(12,254.61)
	34200	USDA RBDG	(2,244.54)
	34300	USDA CFTA /RISE	(5,116.85)
	35850	Transportation	26,846.25
	36000	Other AAA Funding	123,519.96
	36100	AAA Funding Fed	66,058.33
	36200	AAA Funding State	145,986.16
	39000	Agency Current Year Unrestricted	13,625,121.10
	39300	Unrestricted Net Assets	(174,557.62)
	39500	Retained Earnings	(350,846.60)
		Total Projects	14,485,605.02
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		Total Liabilities and Projects	15,588,185.17
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Balance Sheet

Region 10
Period From : 7/1/2021 to 1/31/2022

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Net Difference to be Reconciled	<u>19,337.01</u>
Total Adjustment	<u>19,348.86</u>
Unreconciled Balance	<u>(11.85)</u>

Reconciling Items

(1)	Paid Salaries are Timesheets show Difference	582,128.98 582,128.44 (0.54)
(2)	Leave accrued this year	19,349.42
(3)	Fringe Pool is Fringe allocated Difference	137,337.10 137,337.10 0.00
(4)	Indirect Pool is Indirect Allocated Difference	120,618.33 120,618.31 (0.02)
	Total adjustments	<u>19,348.86</u>

Agencywide Line Item Revenues and Expenditures

Region 10

Period: 7/1/2021 to 1/31/2022

With Indirect Detail

Code	Description	Current	YTD
Revenues			
40000	EZ Admin Grant	5,758.00	20,266.84
40100	EDA Grant	19,833.33	153,041.25
40110	USDA RBDG	0.00	(0.73)
40200	AAA Admin Fed	5,857.33	41,001.31
40210	AAA Admin State	8,087.00	56,609.00
40400	CDOT Annual Grant	2,500.00	19,593.60
40800	DOLA - Community Development Grant	0.00	36,000.00
40850	Regional Broadband Capital	7,200.00	14,400.00
40860	Broadband Service Income	14,485.05	103,495.35
40900	AAA Program Income	1,166.67	8,166.69
41400	AAA NSIP Fed	0.00	6,610.95
42000	Member Dues	8,451.00	59,157.00
42500	AAA Fed Funding	65,971.54	416,775.39
42700	Transportation Assessments	2,154.00	15,078.00
43000	AAA Program State	85,446.94	559,467.26
43100	Small Business Resource Center Funding	0.00	3,500.00
43150	SBRC - Tuition Fee Income	0.00	943.09
43227	SBDC Grant Income	8,583.33	186,378.48
43400	AAA Assessments	2,682.00	18,774.00
45000	Bank Interest Earned	8.99	64.29
45800	EZ Contribution Fees	312.65	3,789.53
46000	Local Donations	25.00	75.00
48050	Other Income	486.55	100,486.55
48100	Other CLS Grants	0.00	80,550.00
48200	SHIP Grant	1,625.00	3,250.00
48400	RSVP Grant	17,000.00	85,332.75
49100	Loan Interest	2,647.98	14,227.70
49110	Loan Interest-CDBG #6	929.65	6,929.72
49115	Loan Interest Rural BLF Statewide	576.62	3,199.76
49130	Loan Interest-SBA II #5303545000	417.42	4,183.73
49140	Loan Interest-SBA III # 9325495008	488.39	5,005.35
49150	Loan Interest-SBA IV # 2489697006	1,353.33	10,388.01
49155	SBA Loan V Interest Income	1,372.93	8,187.91
49156	SBA VI Interest Income	276.74	1,283.34
49160	Loan Interest-CDBG #8	1,602.03	12,974.54
49200	Loan Fees	0.00	373.00
49210	Loan Administrative Fees	0.00	3,808.00
49300	Late Fees/Penalties	47.41	505.74
49400	Loan Recovery Revenue	0.00	11,108.96
49600	SBA Technical Assistance Grant	8,000.00	98,166.26
	Revenues	275,346.88	2,173,147.62

Agencywide Line Item Revenues and Expenditures

Region 10

Period: 7/1/2021 to 1/31/2022

With Indirect Detail

Code	Description	Current	YTD
Expenses			
50000	SALARIES	75,396.89	601,477.86
50500	FRINGE BENEFITS	19,293.02	137,337.10
52000	Meetings & Travel Expenses	2,612.38	28,507.12
52100	Broadband Service	1,990.68	14,435.64
52700	Telephone/Fax	372.47	2,543.07
53000	Rent	3,660.00	3,660.00
53300	Background and Security Verification	137.75	352.00
53500	Copies	257.28	257.28
53600	Postage & Shipping	170.41	1,074.11
53650	Educational Supplies	16.23	3,973.56
53700	Printing & Supplies	3,227.94	17,769.95
53900	Software - Finance	510.25	1,540.25
53910	Software - Miscellaneous	0.00	16,068.00
53930	Web Hosting & Design	0.00	40.42
53940	Computer Repair & Maintenance	0.00	3,579.66
53950	Broadband Network Management	1,550.00	10,850.00
54000	Dues & Subscriptions	4,649.00	12,427.98
54900	Consulting Fees	1,385.00	20,967.80
55000	Contractual Services	9,034.15	76,137.16
55100	Legal Fees	442.50	1,167.18
55200	Audit & Accounting	15,169.48	16,493.17
55300	Recruitment & Retention	2,817.32	5,320.01
55350	Donations & Sponsorships	0.00	500.00
55600	Promotions	399.89	5,193.08
56200	Bank Service Charges/Fees	47.47	67.47
56300	Other Insurance	0.00	1,527.94
58000	Depreciation Expense	36,088.00	252,528.42
58400	Business Grant Distributions	0.00	107,500.00
58500	Stipend	288.13	2,861.67
59600	Equipment & Furniture	2,964.05	8,157.08
59800	Miscellaneous Expenses	0.00	373.89
59850	Support From Unrestricted	0.00	325.00
60100	Building Insurance	0.00	3,219.91
60200	Building Maintenance & Repair	5,981.01	15,199.00
60600	Building Utilities	608.76	3,921.39
72500	AAA Fed Funding	59,554.57	416,766.75
73000	AAA State Funding	72,510.39	457,733.62
73600	ADRC Expenses	0.00	534.00
78100	Other CLS Grants Expense	0.00	22,637.90
92000	SBA Loan Interest	595.84	4,173.32
92100	Loan Expenses	(45.42)	1,629.00
92200	Bad Debt/Write Off	2,400.00	16,800.00
92300	Loan Collection Expenses	200.00	347.50
	Expenses	324,285.44	2,297,976.26
	Agency Balance	(48,938.56)	(124,828.64)



Executive Director Update March 2022

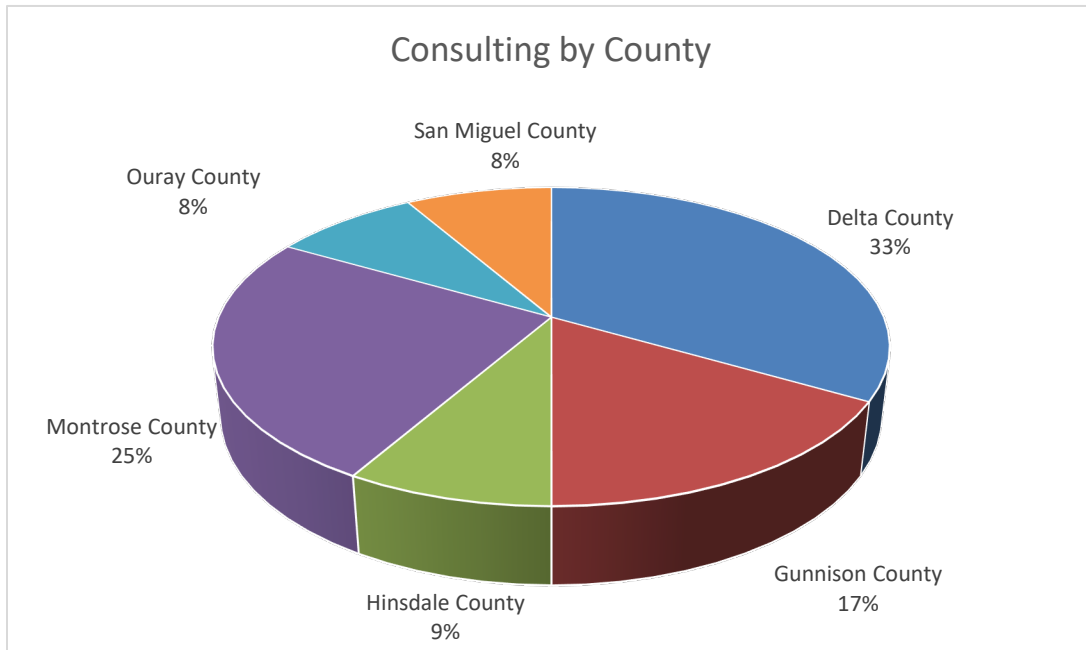
- Began contract regarding Region 10 office addition/remodel design and engineering to develop estimate and bid for construction. Appraisal on existing facility was less than expected (\$875,000). The loan request was reduced to \$510,000 to maintain Loan to Value of 75% and keep existing line of credit of \$150,00.
- Olathe remodel project-architect completed 30% design. Opened bid period for Construction Management/General Contractor (see Community Development report for more information.)
- Have signed lease for new Gunnison office at The Main Place, beginning March 1 and onboarding new positions.
- Held All-Staff onboarding meeting and training-was well received by staff. Working on review/update of the employee manual (last update was
- Working on recruitment of Rural Entrepreneur Coordinator or Manager; may use contractor in interim. Will have additional positions (Commercial Kitchen Coordinator/Manager and Program Assist.) nearer to opening for Olathe Center; utilizing staffing from temporary agency in interim.
- Beginning to develop concept and support for 50th Anniversary event. Currently considering luncheon in Fall.
- Transportation/transit: working with CDOT and GVTPR to develop MMOF guidelines-considering if Region 10 should revisit regional transit planning.

SBRC Board Report

March 24, 2022

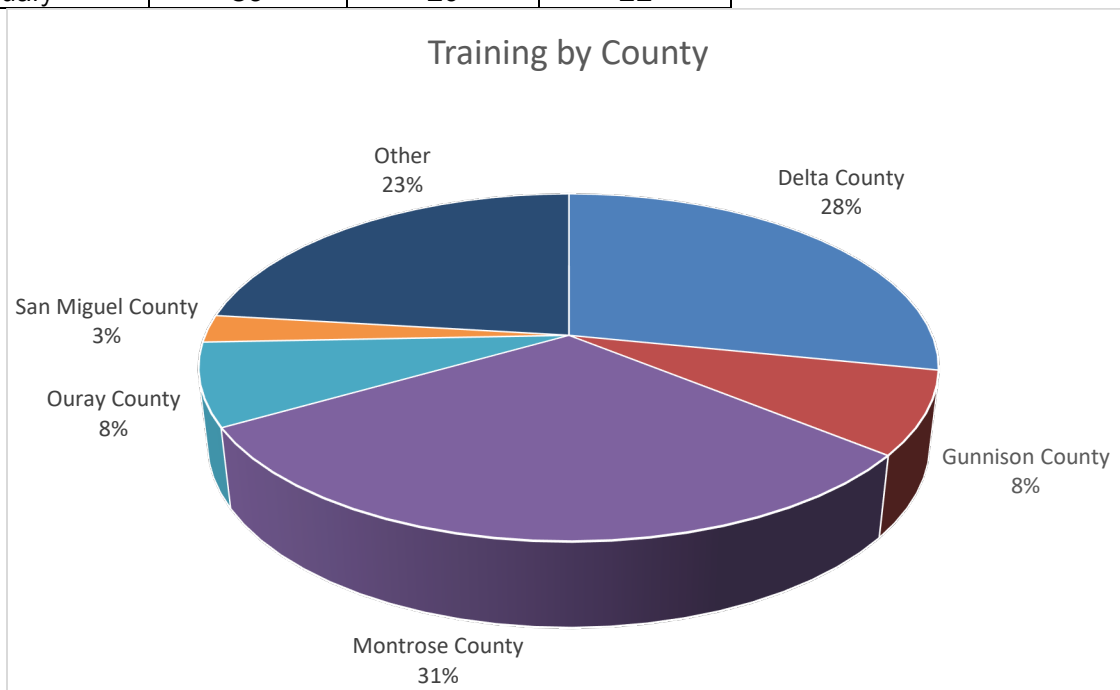
February 2022

2022	Clients	Sessions	Hours
February	12	12	13



February Trainings

2022	Attendees	Workshops	Hours
February	39	10	11



Upcoming Workshops

Region 10 | West Central SBDC in cooperation with Northwest and Central Mountain SBDC

- Finance Friday: Push or ponder—business growth from the finance perspective, Fri, Mar 25, 2:30- 3:30 p.m.
- HR Check Up for Small Business: Employment Law, Part 1, Thurs, Mar 31, 11 a.m.- noon
- Foodie Friday: Cottage Foods, Fri, Apr 1, 9- 10 a.m.
- SmartStart: How to start a business in Colorado, Thurs, Apr 7, 11:30 a.m.- 1:30 p.m.
- Employees 101: Start to Finish, Wed, Apr 20, 9 a.m.- noon, Gunnison, \$45
- Employees 101: Start to Finish, Thurs, Apr 21, 9 a.m.- noon, Montrose, \$45
- SmartStart: How to start a business in Colorado, Wed, Apr 27
- HR Check Up for Small Business: Employment Law, Part 2, Thurs, Apr 28
- Finance Friday: TBD, Fri, Apr 29, 2:30-3:30 p.m.

Always, Anytime Online On-Demand

- Cash Flow Essentials, \$45
- Profitability Essentials, \$75
- Budgeting, Cash Flow, and Taxes for Child Care Providers, free

Activities

- Gunnison Satellite Office— onboarding: setting up new office—109 E Georgia, Suite 1C, Gunnison
- Leading Edge, 3 down, 7 to go! 18 online attendees—Montrose to Leadville
- SBDC Accreditation
- PR management
- Website issues

In Development

- Q2 programming—funding panel
- On-demand programming

Business Loan Fund March 2022

Activities/Inquiries/Loans



Activities/Inquiries

- **Loan Closings** Closed 4 loans for the month for a total of \$226,700. \$97,200 were deployed in **Gunnison County** to ID Sculpture and Sawyer Electric. \$30,000 were deployed in **Delta County** to Yoke Yoga. The remaining \$99,500 were deployed in **Montrose County** to Globalview (Briarwoods Inn) This is a CDBG loan.
- **Loan Inquiries** Interest remains robust in all areas of the Region. We are fielding numerous calls per week for businesses starting up or expanding. Segments seeing the greatest activity are trades, followed by retail and hospitality.
- The opening of the Gunnison location is mostly complete.
- Les Mergelman has officially notified the **Delta County** Board of Commissioners that he has resigned. Les had been an asset to the Loan Fund and Region 10 for many years.
- Attended a weekly meeting with MEDC and Colorado Outdoors for the purpose of identifying potential CDBG loan requests associated with economic development in Montrose.
- Approved 15 Grants for \$78,100 for Round 3 the Energize Colorado Grant Program. This program should be coming to and end soon.
- The Federal Reserve has raised their rate by .25%. We price our debt at Prime + 1 so we have raised our rate by .25%. We are now at 4.5% fixed.

Loan Production Report

Fiscal Year 2022									
Loan Number	Amount	Amount	Date Closed	County	Jobs Created	Jobs Retained	Funds Source	Funds Leveraged	
1515	E&M Enterprises, LLC	\$ 20,000.00	7/8/21	Montrose	0	3	SBA III	\$ 5,000.00	
3600	Pact Outdoors, LLC	\$ 30,000.00	7/26/21	Gunnison	0	2	SBA VI	\$ 30,000.00	
1516	Affordable Cuts LLC	\$ 15,000.00	8/26/21	Montrose	1	1	SBA III	\$ -	
3601	Agoge Gardens LLC	\$ 21,000.00	9/2/21	Montrose	1	4	SBA VI	\$ -	
3602	Babes and Barbers LLC	\$ 6,000.00	9/23/21	Montrose	1	0	SBA VI	\$ -	
1086	Iron Works LLC	\$ 75,291.00	12/3/21	Montrose	0	15	RLF	\$ 15,000.00	
3603	TABJ Comp. dba Silver Eagle Saloon	\$ 50,000.00	12/3/21	Ouray	0	5	SBA VI	\$ 450,000.00	
3604	E&M Enterprises LLC	\$ 15,000.00	12/16/21	Montrose	0	3	SBA VI	\$ -	
3605	Jeremy J. Gay Insurance, Inc.	\$ 15,000.00	1/14/22	Montrose	1	1	SBA VI	\$ -	
3606	San Juan Brews LLC	\$ 40,000.00	1/13/22	Montrose	1	4	SBA VI	\$ -	
1517	J Pilates Montrose LLC	\$ 25,000.00	2/25/22	Montrose	4	2	SBA III	\$ -	
1087	J Pilates Montrose LLC	\$ 20,000.00	2/25/22	Montrose	4	2	SBA III	\$ -	
1518	Sawyer Electric, LLC	\$ 50,000.00	3/10/22	Gunnison	1	1	SBA III	\$ 10,000.00	
3607	Integrated Design Solutions, LLC	\$ 47,200.00	3/10/22	Gunnison	2	28.5	SBA VI	\$ -	
1736	Yoke Yoga, LLC	\$ 30,000.00	3/11/22	Delta	2	0	SBA IV	\$ -	
FY21 TTL	Totals	\$ 459,491.00			18	71.5		\$ 510,000	

March 2022 Enterprise Zone and Community Development Report

Decision Item: Delta Health Foundation Enterprise Zone Contribution Project – Operations Application

Enterprise Zone:

- We continue to work with
 - Magic Players Theater (Montrose) for a Capital Campaign Project
 - Gunnison Arts Center for a Operations Project.
- Met with The Learning Council in **Paonia** to educate them on EZCP, how it works and process. They might be interested in supporting their capital campaign to update their building on Main Street. We do not yet know if they are interested in applying to become on EZCP.

Active Regional Projects:

- **Comprehensive Economic Development Strategy (2021-2026)** – planning CEDS meeting for April to focus on one strategy – small business support
- **Central San Juans High Alpine Roadmap to Recovery (Oct 2021 – Jun 2023):** GOAL: collaborate across jurisdictions to improve public land management and support sustainable tourism, recreation, and hazard mitigation.
 - Team continues to meet monthly with the consultants to develop new strategies for working with federal land managers to manage and mitigate natural hazards on public lands that the local economy relies on. Right now they are identifying priority asks for sustainable tourism, recreation and hazard mitigation.
 - This team includes five counties – Dolores, **Hinsdale, San Juan, San Miguel, and Ouray** – and seven municipalities within those counties – **Lake City, Mountain Village, Ouray, Rico, Ridgway, Silverton, and Telluride** and by June 2023, will finish the final two phases of the Roadmap: developing *Strategies and Actions* and drafting an *Implementation Plan*.
- **Regional Housing Data Meta-Analysis (February - July 2022):**
 - Working with consultant team lead by Dynamic Planning + Science – Montrose (and includes Triple Point Consulting (Crested Butte), Urban Rural Continuum (Hotchkiss) and Castlewood Community Capital (Leadville)
 - Purpose: a regional meta-analysis of existing housing data, housing plans and identified needs across the 6-counties of the region. The results of our efforts will help Region 10 better understand current trends and how to address evolving community needs. The result will provide insights to Region 10’s housing needs, barriers to success, and tools to address them. They will assist local governments with tools and resources to combat this regional housing crisis.
- **Regional Data Project (February 2021 – December 2022)**
 - Contracting with Datafly for our data dashboard. In process of adding additional data points that include cell phone, credit card and lodging.
 - Some of the data visuals are directly linked to our website – we looking at ways to improve our use of the data and making it more interactive on our website.
 - Plan to have Datafly to present this summer to talk about data trends.

- **Regional Outdoor Recreation Product Summit – July 15, 2022 (Montrose)** -Working with Colorado Outdoors to host an Outdoor Recreation (ORec) Product Summit with the target audience being ORec Product Manufacturing Industry Cluster.
- **Region 10 RISE Innovation Center:** Region 10's USDA Rural Innovation Stronger Economies was awarded for \$1.7 million dollars to support both renovation and operations of the Innovation Center. Region 10 was one of 11 projects selected across the U.S. and was the second highest award. We see this as a catalytic project for the Town of Olathe. Partners include: Region 10, Montrose County Housing Authority, Montrose County, Delta County, Town of Olathe, Making Olathe Better, The Olathe Business Hub, Conexion Cowork Space in Olathe, Technical College of the Rockies, Valley Food Partnership, Colorado State University and Bank of Colorado
 - On March 15, 2022, submitted Gates Family Foundation grant for additional \$100,000 to be dedicated towards asbestos remediation and renovation.
 - Construction RFP went out on Thursday, March 18.
 - Held second Olathe RISE Steering Committee Meeting on March 21
 - Conducted walk-through with bidders, which is mandatory as part of our RFP.
 - Continue regular meetings with Valley Food Partnership on ways to collaborate and connect our programs with this grant.

Current Regional Planning/Partnerships:

- **Habitat/TCR** continue meeting regularly with Erica Madison and Allen Golden on the development of a pilot project of skilled trades students at TCR getting on the job training building Habitat homes and other strategies to support the development of affordable housing for our region. Good news! TCR has hired two staff members to coordinate this program.
- **Rural Coaction Grant** – participating in the planning of a grant application with Montrose County School District, Delta County School District, Technical College of the Rockies, Ridgway School and Gunnison County partners to develop a regional career pathways initiative. Application due May 2. Group is identifying three career pathways that fit with our region.
- **Regional Workforce Development:** Meet monthly with **SW Workforce Council, Technical College of the Rockies, CMU-Montrose, Delta County School District and Montrose County School District** to better coordinate workforce pathways and identify opportunities for projects. We will continue to meet on a monthly basis to increase communication and understanding of current projects, gaps and opportunities.
- **Technical College of the Rockies Institutional Advisory Committee**
- **Western Colorado Workforce Development Board**
- **Southwest Opioid Regional Council**
 - Region 10 is not an official member of the Council, but it does cover our entire region and so try to attend when I can

Community Planning/Involvement:

- **West End Economic Development Corporation** (Nucla, Naturita, Norwood)
 - We are administering/managing a Department of Local Affairs (DOLA) Rural Economic Development Initiative (REDI) grant for the West End to support transition work which began March 2022 – June 2023
 - Participating as an Ex-officio on their board of directors.
- **Delta County-**
 - Continue to participate as an ex-officio member of the One Delta County Board of Directors and the Employee Training Committee.
 - Supporting City of Delta as they focus on downtown revitalization, including the addition of a coworking space and maker space. Attended community meeting on what the community wants in a coworking and makerspace.
 - Continue to work with Delta County on strategizing how to develop the business park expansion. Delta County was just awarded a \$330,000 Colorado Office of Just Transitions Tier II grant application for the purpose of land acquisition. Continue to strategize on seeking EDA funds for infrastructure.
 - Have been asked to facilitate their board planning session on April 29.
- **Town of Olathe**
 - Supporting the community group Making Olathe Bette (MOB), which recently lost their funding
 - We have assumed management of their new coworking space in Olathe (Conexion) and working on the transition of operations from MOB to Region 10.
 - Helping to plan a Youth Entrepreneurship Camp (YEC) for Olathe Middle School students for April 25 – 27. We are contracting with Craig Schroeder to facilitate the camp
 - We have hired two temporary part-time employees to help manage the coworking space, organization the Youth Entrepreneurship camp and assist with other projects as needed. Erik Westersen (Olathe Conexion Manager) and Maegan Mock (Program Assistant).
- **Gunnison:**
 - Met with ICELab to discuss a potential USDA RISE Application to familiarize them with the grant application and how Region 10 approached it last year.
- **Presentations:**
 - **DOLA REDI Groundwork and Outreach Workshop:** Discuss how we have deployed REDI funds in our region and leverage additional funds
 - **Montrose Lunch Rotary:** Presented on the Olathe RISE Project to Rotary
- **Community Meetings and Events:**
 - Attended the **Delta County** Economic Update with Nathan Perry.
 - Attended Alt-Space Open House in **Montrose** which included a fireside chat
 - Updated **Olathe** Board of Trustees on Olathe RISE Center.
 - Attended **Montrose County Economic Development** Annual Meeting

- Met with **Office of Economic Development and International Trade** during their Montrose visit to learn of OEDIT updates and talk about what is happening regionally.
- Attended the Western Colorado Regional Food System Summit hosted by Valley Food Partnership.
- Attended **Delta County Employee Training Meeting**.
- **Presentations:**
 - **DOLA REDI Groundwork and Outreach Workshop:** Presented how we have deployed REDI funds in our region and leverage additional funds, specifically on the regional entrepreneurship program
 - **Montrose Lunch Rotary:** Presented on the Olathe RISE Project to Rotary

Ongoing Statewide Committee Work:

- State's Opportunity Zone Steering Committee
- DOLA Rural Adaptations Committee
- Economic Development Council of Colorado Board of Directors
 - Executive Committee
 - Event Planning Committee
 - Public Policy Committee.

Community Living Services (CLS) Director Report March 2022

Funding updates

We did not receive our SB-290 grant for the supportive housing community center project; however not all funding was distributed so I will apply again with a different approach. We will continue partnering with CASA for additional grants. As a reminder-this is a regional solution for youth aging out of foster care and older adults at risk of homelessness. One of the individuals we have been working with is serving on the advisory board and brings a great perspective.

Program updates

We have a new program assistant-Cecilia Cain is bilingual and eager to use that skill in addition to many others to support the CLS team! She will be helping us with outreach to non-English speakers at MADA.

AAA-meals-VOA-Senior Community Meals is no longer providing meals in Nucla or Norwood, we continue to provide Mom's meals in this area now in all areas of R10 that do not have access to a senior meals program. This will be very helpful in communities like Marble where there is a high number of seniors who are food insecure. We are meeting regularly with seniors and other stakeholders to help find suitable solutions for Norwood & the West End. The need for socialization seems far more important than food for those that are not homebound. We have invested in the Paoina, and Nucla Senior Centers and will likely install an aluminum ramp at Pioneer Town in Cedaredge which is being used for senior activities. We are also working with the City of Delta to improve that senior Center, in addition to providing supplies for the home delivered meals program in Gunnison.

The consumer directed program is ready for roll-out, our hope is that this will help consumers get the services they need quicker and with a higher satisfaction rate. The providers will be paid by Community Options \$20 per hour on a contract basis once background checks and training are complete. We will issue a limited number of hours for homemaker, personal care, chores, and caregiver respite.

I will be using some of our ARPA \$\$ to purchase additional aluminum wheelchair ramps. These have proven to be extremely helpful for situations where a permanent ramp is not needed, or a ramp is needed quickly. We received a foundation grant that will be used to purchase a new van for N2N in Ouray and has also been used to provide some transportation for those under 60 who are disabled.

Ombudsman

Staffing remains a huge problem in all facilities with most operating at less than 60% occupancy.

RSVP

We have received word from Americorps that we are now able to bring RSVP to Ouray and San Miguel Counties. We are searching for 3 coordinators to help us get things going in the West End and these 2 new counties. The program is growing in Montrose, Delta, and Gunnison Counties with over 75 volunteers on the force!

SHIP Open enrollment is complete, and counselors are now focused on new enrollees, outreach, and Medicare fraud cases.

Other

Annual program evaluations are complete for all contractors. The State Unit on Aging requires us to conduct an annual performance measures survey of our consumers every February. The results will be tabulated by the state in April or May. Survey results will be shared with the board when compiled.



March 2022
Corey Bryndal,
Regional Broadband Project Director
Broadband Report to the Board

- On March 8th, 2022 **Region 10** received a **DOLA EIAF Broadband Award letter** for Lake city for **\$300,000** to be used along with matching funds. It has been confirmed that our partner Visionary Broadband has the capacity to start construction this summer. Visionary has about half of the supplies necessary to perform the build and will now place orders (at their own risk; as Region 10 awaits grant contracting) to obtain the balance of materials. **Visionary Broadband** is preparing a Draft IRU agreement and a Draft CNL + 1Gig circuit lease for Region 10.
- On March 17, 2022 **Region 10** received a **DOLA EIAF Broadband Award Letter** for our middle mile expansion grant request of **\$3,982,600**. This allows for direct fiber connection into metro Denver and expansion south into Durango and Cortez. This request was reviewed as “**A Matter of State Interest**” and as such the **EIAF Board** voted *unanimously* to waive the local match requirement. The grant award provides for acquisition of new fiber IRU’s and leases, purchase & install of advanced DWDM optical equipment, expand IP Router capacity and adds DNS and network management functions. These funds dovetail with a coordinated award to **NWCCOG’s Project THOR** for **\$2,195,758**. Total combined awards to the two entities is **\$6,178,358**. NWCCOG/THOR have proven to be a trusted partner as Region 10 has developed plans to serve communities throughout Western Colorado with improved broadband. Region 10 is negotiating an agreement of mutual benefit with NWCCOG/THOR.
- On February 7th, 2022 Governor Polis issued an **Executive Order D 2022 009** setting a goal of connecting 99% of Colorado households to high speed broadband by 2027. The order was signed in **Grand Junction**. Directives include publication of a **Broadband Strategic Plan** by OIT/CBO by August 31st. Directives also include clarifications of grant processes at OSC and elsewhere as well as clear directive to CDOT to develop a transparent website, application process, pricing structure and policies for using CDOT fiber and accessing CDOT Right-of-Way. Similar legislation is advancing in the Colorado Senate that sets disclosure, pricing and process requirements for CDOT.
- Region 10 staff continues to work with **Ouray County** and conduct regular meetings. The Ouray CNL now has its card-swipe online access control working. As tenants needs have grown we anticipate the need for overhead electrical service to each rack. The **Ouray CNL** has exhausted its rack space leased to ISP’s, used by Region 10 and the City, so we need to begin planning for CNL expansion. This is a good sign as ISPs continue actively investing in Ouray!



The **Ridgway** CNL has a settling issue with a door that is being addressed by the contractor and building manufacturer. Region 10 has obtained agreement on our Operations & Maintenance plan and is working to get space use and fiber use leases in place for all CNL tenants.

- **Telluride Foundation** and **San Miguel County** have made amazing progress and are close to wrapping up the last ROW agreements that will be assigned to Tri-State for use of the fiber line. This will bring high-capacity, open-access fiber service to the region. Tri-State has been given the go-ahead to perform connections to SMPA fiber in order to complete the route. Additionally Region 10 has identified an option to create a redundant ring into Telluride and is re-designing the planned electronics to accommodate this new architecture. The Telluride CNL is using an elevated amount of electrical power. Both ISP's are investigating their usage and we intend to share costs if such consumption is deemed necessary.
- **Ouray County** and **Telluride areas** both experienced fiber outages on a route owned and operated by the incumbent telephone company. This affected telephone, Internet and mobile wireless services. The outage did not affect OCPH customers. Region 10 reached out to Lumen to offer strands on the OCPH line and did not obtain a response. Ouray County IT reached out to Verizon and Region 10 met with Verizon to discuss OCPH as a redundant path. Verizon will now initiate discussion with Lumen address redundancy and Region 10 will begin direct negotiations with Verizon for a Master Services Agreement to facilitate Verizon's use of the OCPH fiber. (fingers crossed!)
- Region 10's **Gunnison to Crested Butte** and **Mount Crested Butte** fiber project is reevaluating funding opportunities to construct the line. Staff met with representatives of GCEA, and community leaders to discuss Federal and State funding options. It was decided not to pursue the EDA opportunity at this time. Stakeholders were not confident EDA's requirements were a good fit for this project. We are exploring other options for this important middle-mile build such as the upcoming ARPA Capital Projects Fund and Infrastructure Act funding which should become available late in 2022 or early in 2023. In the mean time we are exploring the viability of leased lines between the CNL's as an interim solution and will continue to develop the CNL budget and plan for Mt. Crested Butte. Mt. Crested Butte announced management changes recently and we are looking to establishing communication with new staff as they become available.
- Region 10 is working through terms of a site lease for a CNL in **Mt. Crested Butte**. The CNL is planned for the central parking facility on the ground level of The Lodge at Mountaineer Square. Vail Resorts has assisted in negotiating with the LMS HOA. Initial construction estimates have been received.



- We are estimating CNL and fiber later build costs to serve **CB South**. Several ISP's have indicated interest in this community. CB South POA management changed recently and we are looking to establish communication with the new POA manager.
- The downtown **Crested Butte** CNL is complete and Visionary Broadband moved their equipment and fiber into the new facility. Visionary also moved their radio gear onto the CNL's 40' tower. Electrical contractors identified a code issue with some existing cabling and we will work with the Town to have that item addressed.
- Visionary Communications is now ready to deliver a 5 Gigabit transport circuit between **Gunnison** and **Denver** using the new **Cottonwood Pass** path. This will benefit all of Region 10's existing service locations with added capacity and redundancy. A Wireless ISP in Gunnison is very interested in purchasing some of the capacity on this route.
- Region 10 staff continues regular meetings with **Delta Montrose Electrical Association's** "Elevate" operating company to more closely coordinate various opportunities for mutual benefit. We have identified several projects and identified other assets which could be mutually beneficial. One potential project could have provide benefits to Delta and Olathe with improved redundancy.
- Similarly, Region 10 staff continues meetings and discussions with **La Plata Electric Association in Durango** as they look to contribute to broadband development throughout the southwest. Discussions were held with **San Miguel Power Association** regarding Telluride, and the entire 550 corridor for fiber construction.
- Region 10 is planning an **audit** of the existing network lines and equipment. The goal is to expand visibility to the network and to identify and address service issues more quickly. A second benefit to the network audit is to help support our financial model. We are negotiating the cost of the audit and anticipate a 40% reduction from the initial estimate.
- Region 10 is looking at ways to make available substantially higher speed Internet and STEM services to the four western Colorado universities. We are moving forward to become a member of the **Front Range GigaPOP**. A research and education network operated by UCAR (**University Corporation for Atmospheric Research**) based Boulder, CO. Advanced STEM services could be extended to **CMU, WCU, Fort Lewis and Adams**, as well as school districts and other non-commercial entities. FRGP participation opens the doors to several attractive rate schedules for purchasing networking services.
- Both **Garfield County** and **Mesa County** are working under MOU's with Region 10 and have hired their own consultant to design lateral fiber and CNL facilities that will connect to the



Region 10 network. Similarly, Region 10 has established a working relationship with our neighbors to the south in **Region 9** and are discussing opportunities for connecting the regions. Region 10's goal is to develop redundant fiber routes with more capacity and connect to primary Internet sources.

- DOLA responsibilities -in the “Technical Assistant” role, Region 10 staff continues to present broadband educational materials, review potential project applications, attend regional meetings and provide technical assistance for broadband development throughout our DOLA identified territory. Additionally, staff has provided a mix of remote and onsite support to Mesa, Garfield, La Plata, Archuleta, Montezuma and Fremont counties.



TRANSPORTATION NEWSLETTER

DATE: March 2022

Vince Rogalski, Chairman

Gunnison Valley TPR

vrogal@montrose.net

Draft GHG Mitigation Policy Overview – Theresa Takushi, CDOT Division of Transportation Development

- **CDOT has formed a state Interagency Consulting Team (IACT) to look at the definition for “regionally significant project.”**
- **CDOT is working on a GHG mitigations policy directive. The policy directive will be a high level document in order to remain relevant for the 30-year lifespan of the GHG Rule. It will define “regionally significant project” from the GHG Rule, define the processes for establishing and scoring mitigation measures, and define mitigation action plan and status report.**
- **CDOT is also working on a procedural directive that will be approved by CDOT’s executive director. The procedural directive will provide more detailed information such as the list of specific GHG mitigation measures, the methodology for quantifying and scoring measures, how to incorporate disproportionately impacted communities, and detailed modeling calculations. The procedural directive can be updated as modeling methodologies improve.**

STAC Discussion

- **STAC members were concerned about how rural areas will be impacted by the Rule.**
- **The list of mitigation measures will be given to STAC once CDOT has finished working on it.**
- **STAC members are interested in a cost-benefit analysis of the mitigation measures.**

DATE: March 16, 2022

TO: Transportation Commission

FROM: Amber Blake, Director, Division of Transit and Rail

Rebecca White, Director, Division of Transportation Development (DTD)

SUBJECT: 10-Year Plan Update - Transit

Purpose

The purpose of this memo is to provide the Transportation Commission with an update on the projects within the 10-Year Plan.

Action

No action is required. This agenda topic is for informational and discussion purposes only.

Background

The 10-Year Plan is being updated to reflect state SB260 and federal infrastructure bill revenues, along with the recently adopted GHG pollution reduction planning rules, and the progress thus far in delivering the original first four years of the 10-Year Plan.

Details

CDOT has made considerable progress in delivering the first four years of the 10-Year Plan while being able to closely adhere to the original regional equity targets set at the beginning of the planning process. Additionally, the Department is also on track to meet the rural paving and asset management goals for the first four years of the 10-Year Plan.

This plan update has provided an opportunity to take a more strategic approach toward planning, transparency and accountability as transit projects are more fully integrated into the 10-Year Plan. As we work to update the plan for the reasons noted above, staff is considering the following transit specific issues:

Transit Allocation Target

Based on the January and February discussions at STAC and TC, staff supports retaining a 10% minimum for transit.

Transit Equity Target

Based on the January and February discussions at STAC and TC, staff supports the use of the Regional Priority Program (RPP) Midpoint Formula for both highway and transit funding.

Statewide Transit Operations and Maintenance

The development of a comprehensive multimodal 10-Year plan moves the Department towards achieving its vision. As transit becomes a more prominent part of our state transportation system ensuring sustainable long-term funding for State transit and operations is critical. Staff will present a recommended approach that provides focused funding for State transit O/M needs, while maintaining transit equity amongst the regions. Moreover, this approach separates State transit operations and maintenance projects from capital construction projects (all modes) increasing transparency and clarity in the planning process.

A potential solution would be to change the distribution resulting in a 46% reduction in the funds going to the Regions.

I refer to the comparison chart below. While the percentages remain the same the amount of funds available would change resulting in \$105,943,897 going to operations and maintenance for the State.



10 Year Plan - Transit Update: Transit O/M Considerations

Current Transit Equity by Region

Transit Breakdown by FY								
Region	FY22	FY23	FY24	FY25	FY26	Totals	FY22 Equity Target	Equity FY22
1	\$16,845,400	\$11,124,750	\$11,124,750	\$11,124,750	\$11,124,750	\$61,344,400	44.33%	44.33%
2	\$6,475,200	\$6,165,250	\$6,165,250	\$6,165,250	\$6,165,250	\$31,136,200	17.04%	17.04%
3	\$4,879,200	\$4,897,750	\$4,897,750	\$4,897,750	\$4,897,750	\$24,470,200	12.84%	12.84%
4	\$8,056,000	\$7,757,750	\$7,757,750	\$7,757,750	\$7,757,750	\$39,087,000	21.20%	21.20%
5	\$1,744,200	\$2,554,500	\$2,554,500	\$2,554,500	\$2,554,500	\$11,962,200	4.59%	4.59%
Totals	\$38,000,000	\$32,500,000	\$32,500,000	\$32,500,000	\$32,500,000	\$168,000,000	100.00%	100.00%

Transit Equity is maintained, Transit OM in state

Transit Breakdown by FY (State Transit O/M)								
Region	FY22	FY23	FY24	FY25	FY26	Totals	FY22 Equity Target	Equity FY22
STATE	\$10,850,000	\$19,236,000	\$15,997,080	\$16,628,992	\$19,653,862	\$105,943,897		
1	\$12,035,595	\$5,879,931	\$7,315,744	\$7,035,618	\$5,694,693	\$27,509,471	44.33%	44.33%
2	\$4,626,360	\$2,260,186	\$2,812,098	\$2,704,420	\$2,188,982	\$10,574,360	17.04%	17.04%
3	\$3,486,060	\$1,703,098	\$2,118,975	\$2,037,837	\$1,649,444	\$7,968,004	12.84%	12.84%
4	\$5,755,800	\$2,811,968	\$3,498,619	\$3,364,654	\$2,723,381	\$13,155,894	21.20%	21.20%
5	\$1,246,185	\$608,818	\$757,484	\$728,479	\$589,638	\$2,848,375	4.59%	4.59%
Totals	\$38,000,000	\$32,500,000	\$32,500,000	\$32,500,000	\$32,500,000	\$168,000,000	100.00%	100.00%

The potential results of the above could be

- Transit equity maintained, with increased interregional state transit service with sustainable O/M
- Provides sustainable funding for State transit operations
- Maintains regional equity for transit funding at minimum 10%
- Provides clarity on transit funding available within regions
- Maintains priority capital construction projects (transit and multimodal) in the 10- year plan by region
- Local agency transit capital projects remain within 10-year plan (w/in Fiscal constraint)
- Local operating expansion projects – continue to be a priority with enhanced service planning support from CDOT-DTR for small rural agencies, more sustainable funding through 5311 grant process
- Increases accountability and ensure time for appropriate public process and update to intercity and regional bus plan and essential local coordination to prioritize Outrider project

STAC Discussion

- **STAC members were concerned about CDOT redirecting funds from the 10% transit set-aside to operations and maintenance. This would decrease the amount of funding for local projects. There were requests for CDOT to refrain from expanding Bustang services and to find operation and maintenance funds elsewhere.**
- **The funds under discussion are the 15% of MMOF funds specifically set aside for the state. CDOT put this 15% into the 10-Year Plan but is now trying to reclaim the funds for operations and maintenance. CDOT has very limited transit operation dollars and using the MMOF dollars is the only option.**
- **There was a suggestion that the money taken from TPRs/MPOs be considered a GHG credit.**
- **There was a question about the trade-off, from a GHG perspective, of using this money for Bustang versus reducing local funding.**

**Transportation TPR Meeting
NEXT MEETING NOTICE TPR meeting May 12
Virtual at 10am to 2:00pm**