

RESOLUTION NO. 003-2022

**A RESOLUTION OF THE TOWN BOARD OF TRUSTEES OF THE
TOWN OF CRESTONE NOTICE OF ELECTION TO REALLOCATE A PORTION OF
DEDICATED SALES TAX BY REFERRED MEASURE TO THE ELECTORATE
WITHIN THE TOWN OF CRESTONE**

WHEREAS, the Board of Trustees has determined that, in order to preserve the Town's "enterprise" status of its water and sewer systems in accordance with Crestone Municipal Code Article 2 (Municipal Water Enterprise) and Article 4 (Municipal Sewer Enterprise) of Chapter 7 (Utilities); and

WHEREAS, it is necessary to submit the reallocations of the municipal sales tax provisions to the electorate.

NOW THEREFORE be it hereby resolved by the Board of Trustees of the Town of Crestone that the following referred issue be submitted to the Town electorate at the regular municipal election to be held on April 5, 2022, to wit:

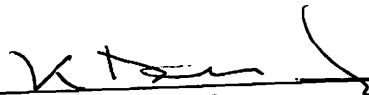
Ballot Title: Reallocation of a Portion of Dedicated Sales Tax to a Special Reserve Fund for Water and Sewer Capital Improvements

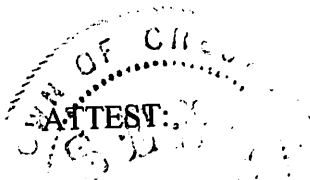
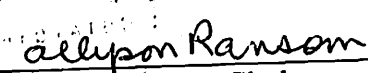
REFERRED ISSUE

SHALL THE TOWN OF CRESTONE'S CURRENT SALES TAX, WHICH IS DEDICATED TO THE WATER AND SEWER ENTERPRISE FUNDS (WHICH EXCEEDS THE MAXIMUM OF LESS THAN 10% ANNUAL ALLOWABLE INCOME FROM GRANTS TO SAID ENTERPRISES) BE REDIRECTED TO A CAPITAL PROJECTS FUND IN ORDER TO PRESERVE THE EXEMPTION UNDER "TABOR" OF SAID FUNDS AS "ENTERPRISES", AND SPENT FOR THE PURPOSE OF FUNDING CAPITAL IMPROVEMENTS NEEDED TO SERVE THE WATER AND SEWER UTILITY CUSTOMERS OF THE TOWN OF CRESTONE, BEGINNING JANUARY 1, 2023, AND CONTINUING THEREAFTER?

YES/FOR___ NO/AGAINST___

DONE and SIGNED this 10th day of January, 2022.


Kairina Danforth, Mayor


ATTEST:

Allyson Ransom, Town Clerk