

**Town Council Special Meeting**  
**Town of Paonia, Colorado**  
**March 29, 2013**

RECORD OF PROCEEDINGS

A Special Meeting of the Town Council held Friday, March 29, 2013 was called to order at 2:00 p.m. Those present were Mayor Neal Schwieterman; Trustees Corinne Ferguson, Eric Goold, Ross King, Brian Ayers and Larry Wissbeck; and Town Clerk Barbara Peterson. Trustee Amber Kleinman was absent.

Mayor Schwieterman determined a quorum was present and proceeded with the meeting.

**Approval of Agenda**

Trustee King moved to approve the agenda as presented. Trustee Ayers seconded and the motion passed unanimously.

**New Business**

**Two-Million Gallon (2MG) Water Treatment Plant – Department of Local Affairs (DOLA) Grant Application**

Clerk Peterson noted the pre-application meeting with the Colorado Water Resources and Power Development Authority (WPA) to discuss financing options. During that discussion, it was recommended that the Town apply for Energy and Mineral Impact Assistance funds through DOLA on this funding cycle, which means the application is due on Monday, April 1, 2013. Because the Town is applying for those funds, Board action is necessary. The reason DOLA recommended that these funds be applied for now is because the funding agencies would like to have all the decisions being made for funding coincide to within forty-five (45) days of each other. The Preliminary Engineering Report (PER) addresses the project timeline. The Town is also being requested to address audit issues in a management response letter outlining what the Town has done to address audit deficiencies as well as to ensure that no federal funds were taken in the theft/fraud case. A draft letter was provided to the Board for review. Finance Officer Jones indicated 2012 information has been submitted to the auditor, who will be on site next Thursday. Trustee King moved to approve submittal of the DOLA grant application and the management response letter as amended at this meeting. Trustee Wissbeck seconded and the motion passed unanimously.

2:20 p.m. Meeting adjourned.

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Town Clerk, Barbara Peterson

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Mayor, Neal Schwieterman