

**CITY OF GRAND JUNCTION, COLORADO
RESOLUTION NO. 77-26**

A RESOLUTION SETTING THE TITLE FOR AND SUBMITTING TO THE ELECTORATE ON NOVEMBER 3, 2026, A MEASURE TO INCREASE THE CITY SALES AND USE TAX FROM 3.39% TO 3.46%, TO REDUCE THAT RATE BY 0.04% FOLLOWING PAYMENT IN FULL OF THE DEBT AUTHORIZED, AND TO RETAIN AND SPEND REVENUES AS A VOTER APPROVED REVENUE CHANGE AS DEFINED BY ARTICLE X, SECTION 20 OF THE COLORADO CONSTITUTION, AND TO INCUR BONDED INDEBTEDNESS TO REPAIR, RENOVATE, AND EQUIP THE ORCHARD MESA SWIMMING POOL

RECITALS

The City Council of the City of Grand Junction (the "Council") at its August 19, 2026, meeting considered placing a question on the November 3, 2026, ballot asking the City electors to approve a 0.07% City sales and use tax rate increase for the repair, renovation, and equipping of the Orchard Mesa Swimming Pool and for the ongoing costs of operating and maintaining the pool, and authorizing the City to borrow money to finance that work.

On August 19, 2026, the Council adopted Resolution No. 73-26 calling a Special Municipal Election to be held on November 3, 2026, concerning the repair of the Orchard Mesa Pool, the creation of debt and an increase in taxes to pay for the same and for the ongoing costs of operating and maintaining the pool. Resolution No. 73-26 is incorporated herein as if fully set forth, and this resolution is the separate resolution setting the ballot title and submission clause contemplated by Section 3 of that resolution.

November 3, 2026, is the date of the state general election and is therefore one of the election dates on which ballot issues may be submitted to the City's electors pursuant to Article X, Section 20(3)(a) of the Colorado Constitution. Under Section 3 of Article II of the Charter the election is a Special Municipal Election, and under Section 25 of Article II of the Charter it will be conducted as a coordinated election by the Mesa County Clerk.

The Orchard Mesa Swimming Pool, located at 2736 Unaweep Avenue, was constructed in 1983 with the cost split by Mesa County and the City of Grand Junction and Mesa County Valley School District No. 51 contributing the land. The Pool is owned by Mesa County Valley School District No. 51 and is operated by the City. As of the fourth quarter 2025, the Pool is now fully funded by the City.

The estimated cost of repairing, renovating, and equipping the pool is \$11,600,000. The estimated annual cost of operating and maintaining the pool is \$700,000 (the subsidy). A 0.07% increase in the City's sales and use tax rate is estimated to generate \$1,900,000 in 2027, the first full fiscal year, which is sufficient to pay debt service on

debt in the principal amount of \$12,000,000 and, after that debt is paid in full, to provide for the ongoing operation and maintenance of the pool.

The work to be financed is limited to repairing, renovating, and equipping the existing swimming pool, including repair and replacement of the swimming pool systems including mechanical, heating/ventilation/air-conditioning (HVAC), filtration and electrical and other hardware necessary for operation of the swimming pool facility. The work does not include an expansion beyond the current 6 lane, 25 yard by 25 meter, configuration. The work is therefore a repair or a fixing of the pool and not a remodel, which would include an expansion.

For these and other reasons the Council has determined that the 0.07% sales and use tax rate increase is a reasonable means of advancing the community's interests. If the ballot question increasing the sales and use tax rate is approved and the City is authorized with the passage of the question to incur debt, then the Council will begin the project as soon as possible, with the funds generated from the 0.07% sales and use tax rate increase being used to pay the debt for the project and to fund the operation and maintenance of the pool.

The rate increase is not permanent in its full amount. As set forth in the question, the rate will be reduced by 0.04% on January 1 following the date on which the debt approved by the question is paid in full, and in no event later than December 31, 2047, with the remaining portion of the increase (0.03%) continuing to provide for the operation and maintenance of the Orchard Mesa Swimming Pool.

With approval of the question the City will proceed without delay to repair, renovate, and equip the Orchard Mesa Swimming Pool as soon as practicable.

NOW THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF GRAND JUNCTION THAT:

The following question shall be submitted to the registered electors of the City at the Special Municipal Election to be held on November 3, 2026, and conducted as part of the coordinated election of that date.

SHALL CITY OF GRAND JUNCTION TAXES BE INCREASED \$1,900,000 IN 2027 (THE FIRST FULL FISCAL YEAR), AND BY WHATEVER AMOUNTS AS ARE GENERATED ANNUALLY THEREAFTER BY INCREASING THE CITY'S SALES AND USE TAX RATE FROM 3.39% TO 3.46% BEGINNING JANUARY 1, 2027, FOR THE PURPOSE OF GENERATING REVENUE TO FINANCE THE COSTS OF REPAIRING, RENOVATING, AND EQUIPPING THE ORCHARD MESA SWIMMING POOL, WHICH SHALL INCLUDE REPAIR AND REPLACEMENT OF THE SWIMMING POOL SYSTEMS INCLUDING MECHANICAL, HEATING/VENTILATION/AIR-CONDITIONING (HVAC), ELECTRICAL AND FILTRATION AND OTHER HARDWARE NECESSARY FOR OPERATION OF THE SWIMMING POOL FACILITY BUT SHALL NOT INCLUDE ANY EXPANSION BEYOND THE EXISTING 6 LANE, 25 YARD BY 25 METER,

POOL CONFIGURATION, AND SHALL INCLUDE THE PAYMENT OF PRINCIPAL, PREMIUM, IF ANY, AND INTEREST ON THE DEBT AUTHORIZED BY THIS QUESTION OR TO CREATE A RESERVE FOR SAME; AND SUCH RATE SHALL BE REDUCED BY 0.04% ON JANUARY 1ST FOLLOWING THE DATE ON WHICH THE DEBT APPROVED HEREBY IS PAID IN FULL (BUT IN NO EVENT SHALL SUCH REDUCTION OCCUR LATER THAN DECEMBER 31, 2047), WITH THE REMAINING INCREASE AUTHORIZED BY THIS QUESTION (.03%) TO CONTINUE TO PROVIDE FOR THE OPERATION AND MAINTENANCE OF THE ORCHARD MESA SWIMMING POOL, AND SHALL CITY OF GRAND JUNCTION DEBT BE INCREASED \$12,000,000 WITH A REPAYMENT COST OF \$19,000,000 TO PROVIDE FINANCING FOR THE COSTS OF REPAIRING, RENOVATING, AND EQUIPPING THE ORCHARD MESA SWIMMING POOL WITH THE DEBT BEING PAYABLE FROM THIS TAX INCREASE OR ANY OTHER GENERAL REVENUE OF THE CITY, PROVIDED THAT THE SPECIFIC TERMS OF THE DEBT, INCLUDING A PROVISION FOR EARLY REPAYMENT WITH OR WITHOUT A PREMIUM, AND THE PRICE AT WHICH IT WILL BE SOLD BEING DETERMINED BY THE CITY AS NECESSARY AND PRUDENT, WITH THE CITY BEING AUTHORIZED TO IMPOSE, COLLECT, RETAIN AND SPEND SUCH REVENUES AND ANY INVESTMENT EARNINGS AND INTEREST THEREON, AS A VOTER APPROVED REVENUE CHANGE UNDER ARTICLE X SECTION 20 OF THE COLORADO CONSTITUTION AND ANY OTHER LAW?

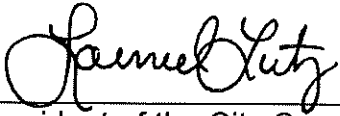
Yes _____ No _____

The ballot title is set based upon the requirements of the Colorado Constitution and the City Charter and pursuant to Section 31-11-102, C.R.S., is an alternative to the provisions of Section 31-11-111, C.R.S., regarding both a title and a submission clause. Any election contest arising out of a ballot issue or ballot question election concerning the order on the ballot or the form or content of the ballot title shall be commenced by verified petition filed with the district court, with a copy served on the City, within five days after the title of the ballot issue or ballot question is set, and not thereafter, as provided in Section 1-11-203.5, C.R.S., to which Section 31-10-1308(2), C.R.S., directs such contests.

If the voters authorize the debt as described in the question set forth above, the City intends to issue such debt in the approximate aggregate principal amount of \$12,000,000 to pay the costs of the project described in the ballot question, including the reimbursement of certain costs incurred by the City prior to the execution and delivery of debt proceeds upon terms acceptable to the City, as authorized in a resolution to be hereafter adopted, and to take all further action which is necessary or desirable in connection therewith. The officers, employees, and agents of the City shall take all action necessary or reasonably required to carry out, give effect to, and consummate the transactions contemplated hereby and shall take all action necessary or desirable to finance the project and to otherwise carry out the transactions

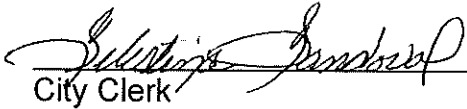
contemplated by this resolution. The City shall not use reimbursed moneys for purposes prohibited by Treasury Regulation Section 1.150-2(h). This resolution is intended to be a declaration of "official intent" to reimburse expenditures within the meaning of Treasury Regulations 1.150-2.

PASSED, ADOPTED and APPROVED this 19th day of August, 2026.



President of the City Council

ATTEST:


City Clerk