

RECORD OF PROCEEDINGS

MINUTES OF THE REGULAR FEBRUARY MEETING OF THE
PUEBLO CONSERVANCY DISTRICT ON FEBRUARY 1, 2000

DIRECTORS PRESENT: Sandstrom, Kelly and Farley

ALSO PRESENT : Koester and Banner

The meeting was called to order at 7:30 a.m. on the above date, and the minutes of the January meeting were approved as prepared.

The Treasurers report for January was not ready so will be approved at next meeting. The following bills for February were approved for payment:

1805	G. Sandstrom	Directors Fee	\$ 55.41
1806	K. Farley	Directors Fee	55.41
1807	P. Kelly	Directors Fee	55.41
1808	Banner	Legal Fee	300.00
1809	Engineer Koester	Eng/Admin Fee	400.00
		Rental Fees	100.00
1810	MBKD, pc	Bookkeeping Service	175.00
1811	Westplains Energy	Power at Runyon	90.00
1812	NorthStar Eng.	Eng Service/X-Road	2085.00
1813	First Union	C.D. Investment	100000.00

The Board then reviewed the quotations received to replace the investment for \$100,000 matured on January 31. Best numbers were from First Union as follows: A Treasury Note for 5 years yielding 6.56% per annum or a Certificate of Deposit with First Union till August 2000 yielding 6.1%. New values on the future of Treassury investments will be known in 6 months so the Board agreed to invest in a CD for the short period and to get quotations again in August 2000 for the long period of investment.

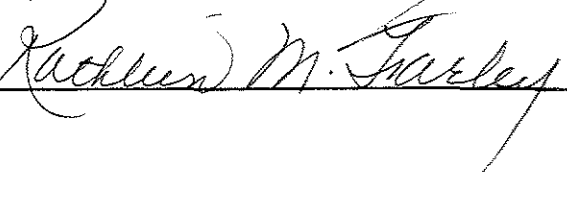
The Board then reviewed the progress of the Railroad property trade and the Water Works transfer, to learn no action can be taken yet on either. Engineer Koester indicated the Board was represented by himself on the HARP committee to select a Boat Operator, but no selection has been made at this date. Engineer Koester also indicated work is in progress with the Cross-over Road and Parking Areas at Runyon, and plans are near complete on the Levee repairs that will take place soon near the Power Company dam.

A report was given by Board Chair Sandstrom regarding a letter of support of the Pueblo Arkansas River Corridor Legacy Project, this District has made to the State Board of the Great Outdoors Colorado Trust Fund. (copy to file)

The Board then heard a report by Don Banner regarding the YWCA Project. The "Y" Project includes the purchase of land and its development to meet "Y" Philosophy of Human Services including Sports, for the benefit of the greater community of Pueblo. It is hoped that a Center for all non-profit-human service organizations could be developed on one site. This District is interested if and when any District land could be used by the "Y" in the overall development of the Project.

There being no further business, the meeting was adjourned at 8:20 a.m. with the regular March meeting scheduled for Tuesday March 7, 2000 at 7:30 a.m. at the District Office at 111 East 5th Street.

APPROVED;

THE PUEBLO CONSERVANCY DISTRICT

BOARD OF DIRECTORS
P. KELLY
K. FARLEY
G. SANDSTROM

111 EAST FIFTH STREET
544-6823
PUEBLO, COLORADO

MAILING ADDRESS:
P. O. BOX 234
PUEBLO, COLO. 81002

NOTICE OF MARCH MEETING

DATE : March 2, 2000 (Tuesday)
TIME : 7:30 a.m.
PLACE : District Office--111 East 5th Street
NorthStar Conference Room -

- A G E N D A -

1. Roll Call
2. Approval of Minutes of February meeting.
3. Treasurers Report for January and February 2000, and year end Statement for Audit exemption.
 - a. Pay bills for March
 - b. Approve Payment to Contractor on X-Over Road and Trail Construction
4. Old Business -
 - a. Report on Union Pacific lease or trade of property, and Board of Water Works transfer.
 - b. Review new outline of Lease/Purchase agreement with COPAA. (hold)
5. New Business -
6. Set date for April Board meeting.
7. Adjourn.}



McPherson,
Breyfogle,
Lichlyter &
Daveline, PC
Certified Public Accountants

740 Thatche ilding
P. O. BOX 918
Pueblo, CO 81002-0918
Phone (719) 543-0516
Fax (719) 544-2849

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ACCOUNTANTS' COMPILATION REPORT

Board of Directors
The Pueblo Conservancy District
Pueblo, Colorado

We have compiled the accompanying balance sheet - general fund only - of The Pueblo Conservancy District as of January 31, 2000 and December 31, 1999, and the related comparative statement of revenue and expenditures - actual and budget - general fund for the one month and one month ended January 31, 2000, and the twelve months ended December 31, 1999, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures required by generally accepted accounting principles. If the omitted disclosures were included in the financial statements mentioned above, they might influence the user's conclusions about the District's financial position and results of operations. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The accompanying statements were prepared to present the activities of the general fund only and are not intended to be a complete presentation of the District's assets, liabilities, revenue, and expenditures.

This report is intended solely for the information and use of the board of directors and management of The Pueblo Conservancy District and should not be used for any other purpose.

McPherson, Breyfogle, Lichlyter, & Daveline P.C.

January 27, 2000

WEBLO CONSERVANCY DISTRICT
BALANCE SHEET - GENERAL FUND ONLY
JANUARY 31, 2000 AND DECEMBER 31, 1999

	<u>01/31/2000</u>	<u>12/31/1999</u>
ASSETS		
MINNEQUA CHECKING	\$ 45,027	\$ 42,835
MINNEQUA MONEY MARKET	3,225	3,225
BROKERAGE MONEY MARKET ACCOUNTS	51,067	54,129
MINNEQUA CERTIFICATE OF DEPOSITS	333,805	333,805
FNB COLORADO CERTIFICATE OF DEPOSIT	106,130	106,130
COLOTRUST INVESTMENT	187,000	187,000
DAIN BOSWORTH INVESTMENT	199,781	199,781
FIRST UNION INVESTMENT	198,562	198,562
PIPER JAFFRAY INVESTMENT	82,266	82,266
ACCRUED INTEREST	18,068	18,068
ACCOUNTS RECEIVABLE	<u>-</u>	<u>-</u>
 TOTAL ASSETS	 <u>\$ 1,224,931</u>	 <u>\$ 1,225,801</u>
 LIABILITIES AND FUND EQUITY		
ACCOUNTS PAYABLE	\$ -	\$ 1,075
PAYROLL TAXES PAYABLE	<u>14</u>	<u>83</u>
 TOTAL LIABILITIES	 <u>14</u>	 <u>1,158</u>
 RESERVE FOR EMERGENCIES	 6,000	 6,000
DESIGNATED FOR SUBSEQUENT YEAR'S EXPENDITURES	113,840	93,540
UNDESIGNATED	<u>1,105,077</u>	<u>1,125,103</u>
 TOTAL FUND EQUITY	 <u>1,224,917</u>	 <u>1,224,643</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$ 1,224,931</u>	 <u>\$ 1,225,801</u>

SEE ACCOUNTANTS' COMPILATION REPORT

PUEBLO CONSERVANCY DISTRICT
COMPARATIVE STATEMENT OF REVENUE AND EXPENDITURES -
ACTUAL AND BUDGET - GENERAL FUND
FOR THE ONE AND ONE MONTH ENDED JANUARY 31, 2000
AND THE TWELVE MONTHS ENDED DECEMBER 31, 1999

	<u>ACTUAL</u>				
	<u>CURRENT</u>	<u>YEAR</u>	<u>2000</u>	<u>UNUSED</u>	<u>1999</u>
	<u>MONTH</u>	<u>TO DATE</u>	<u>BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>
REVENUES					
INTEREST INCOME					
CERTIFICATES OF DEPOSIT	\$ 1,260	\$ 1,260	\$ -	\$ -	\$ 23,311
COLOTRUST	-	-	-	-	9,137
MONEY MARKET ACCOUNTS	-	-	-	-	3,709
DAIN RAUCHER	-	-	-	-	12,375
FIRST UNION	-	-	-	-	15,311
SMITH BARNEY	-	-	-	-	-
PIPER JAFFRAY	-	-	-	-	7,897
UNREALIZED GAINS (LOSSES)	-	-	-	-	(19,592)
TOTAL INTEREST INCOME	1,260	1,260	73,000	71,740	52,148
LEASE PAYMENTS	-	-	250	250	-
OTHER INCOME	84	-	-	-	3,600
TOTAL REVENUES	\$ 1,344	\$ 1,260	\$ 73,250	\$ 71,990	\$ 55,748
EXPENDITURES					
80 LEGAL FEES	\$ 300	\$ 300	\$ 3,600	\$ 3,300	\$ 3,600
81 DIRECTORS FEES	180	180	3,000	2,820	2,160
82 FICA TAXES	-	-	240	240	165
83 ENGINEER/ADMINISTRATIVE	400	400	4,800	4,400	4,800
90 AUDIT & BOOKKEEPING	-	-	2,100	2,100	2,100
92 INSURANCE/BONDS	-	-	500	500	500
96 OFFICE EXPENSE	-	-	650	650	604
97 OFFICE RENT	100	100	1,200	1,100	1,200
100 PROFESSIONAL FEES	-	-	5,000	5,000	4,619
103 TRAVEL	-	-	500	500	83
105 REPAIRS & MAINTENANCE	90	90	45,000	44,910	17,177
108 CONTINGENCIES	-	-	500	500	-
109 EMERGENCY REPAIR	-	-	20,000	20,000	-
110 CAPITAL IMPROVEMENTS	-	-	25,000	25,000	20,468
111 PLANNING & DEVELOPMENT	-	-	25,000	25,000	63
112 HARP - O & M	-	-	50,000	50,000	36,800
TOTAL EXPENDITURES	1,070	1,070	187,090	186,020	94,339
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 274	\$ 190	\$ (113,840)	\$ (114,030)	\$ (38,591)

SEE ACCOUNTANTS' COMPILATION REPORT

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THE PUEBLO CONSERVANCY DISTRICT

BOARD OF DIRECTORS
P. KELLY
K. FARLEY
G. SANDSTROM

111 EAST FIFTH STREET
544-6823
PUEBLO, COLORADO

MAILING ADDRESS:
P. O. BOX 234
PUEBLO, COLO. 81002

January 17, 2000

Mr. Will Shafroth, Executive Director
State Board of the Great Outdoors Colorado Trust Fund
1600 Broadway, Ste. 1650
Denver, CO 80202

Dear Mr. Shafroth:

The Pueblo Conservancy District is the owner of the 300 acre section of the Arkansas River corridor containing the Arkansas River flood levee that extends from Wildhorse Creek to the confluence with Fountain Creek. The District has a long-standing record of supporting Pueblo's efforts to preserve the river habitat and allow appropriate recreation uses on its property. In 1998 the Conservancy District submitted a request to the Albuquerque District of the U. S. Army Corps of Engineers to initiate planning for the improvement of the aquatic and riparian habitat on the Arkansas River in Pueblo through the Corps's Aquatic Ecosystem Restoration Program.

That request has led to the completion of a Preliminary Restoration Plan and the initiation of work to complete a Feasibility Study and Ecological Restoration Report that will be completed in November of this year. We are currently working with the City of Pueblo and other project partners to allow the restoration activities and compatible recreation improvements to occur on our properties.

We support the improvements being proposed in the Pueblo Arkansas River Corridor Legacy Project which include proposals to complete fisheries restoration within the river along the stream banks, modification of two check dams to allow for fish to pass and down the river, coordination of the check dam modifications to allow for boating access, upgrades to the river trail system, the development of a park at Pearl Street and a river access from Penn Street.

These projects will need to be designed in a way that maintains the integrity of the flood channel to provide protection of life and property from flood damage. We will work with the City of Pueblo and other management agencies to develop designs for these improvements that can be approved by the Conservancy District Board. In addition, the Board will need to modify our existing agreement with the City of Pueblo that allows for the improvements to be completed and the recreational uses on our property.

Mr. Will Shafroth
Page Two
January 17, 2000

We encourage the Great Outdoors Colorado Board to approve funding the projects included within the Concept Paper for the Pueblo Arkansas River Corridor Legacy Project.

Sincerely,



G. F. "Gus" Sandstrom, Chairman

Cc: Pueblo Board of County Commissioners
Mr. Ray Koester, Engineer, Pueblo Conservancy District
Mr. Scott Hobs, Senior Planner, City of Pueblo Planning Department

THE PUEBLO CONSERVANCY DISTRICT<

ACCOUNTS PAYABLE - - -

February Accounts Payable to Approve 02-01-00

1805	G. Sandstrom	Directors Fee (Feb (81)	\$ 55.41
1806	K. Farley	Directors Fee (Feb) (81)	55.41
1807	P. Kelly	Directors Fee (Feb) (81)	55.41
1808	Banner	Legal Fee (Feb) (80)	300.00
1809	Engineer Koester	Eng/Admin (Feb) (83)	400.00
		Rental of Stor and Mtg (97)	100.00
1810	MBKD, PC	Bookeepg Service (Jan) (90)	175.00
1811	Westplains Energy	Power at Runyon (105)	90.00
1812	NorthStar Eng.	Eng. Fees/Road work (110)	2,085.00
1813	1st Anion	(Jan) C. D.	100,000.00

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TOTAL \$ 3,316.23



McPherson,
Breyfogle,
Lichlyter &
Daveline, PC
Certified Public Accountants

740 Thatcher Building
P.O. BOX 918
Pueblo, CO 81002-0918
Phone (719) 543-0516
Fax (719) 544-2849

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ACCOUNTANTS' COMPILATION REPORT

Board of Directors
The Pueblo Conservancy District
Pueblo, Colorado

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McPherson, Breyfogle, Lichlyter & Daveline P.C.

January 27, 2000

UEBLO CONSERVANCY DISTRICT
BALANCE SHEET - GENERAL FUND ONLY
DECEMBER 31, 1999 AND DECEMBER 31, 1998

	<u>12/31/1999</u>	<u>12/31/1998</u>
ASSETS		
MINNEQUA CHECKING	\$ 42,835	\$ 4,776
MINNEQUA MONEY MARKET	3,225	3,161
BROKERAGE MONEY MARKET ACCOUNTS	54,129	63,412
MINNEQUA CERTIFICATE OF DEPOSITS	333,805	330,000
FNB COLORADO CERTIFICATE OF DEPOSIT	106,130	100,000
COLOTRUST INVESTMENT	187,000	187,000
DAIN BOSWORTH INVESTMENT	199,781	208,437
FIRST UNION INVESTMENT	198,562	206,187
PIPER JAFFRAY INVESTMENT	82,266	123,318
ACCRUED INTEREST	18,068	18,443
ACCOUNTS RECEIVABLE	<u>-</u>	<u>19,000</u>
 TOTAL ASSETS	 <u>\$ 1,225,801</u>	 <u>\$ 1,263,734</u>
 LIABILITIES AND FUND EQUITY		
ACCOUNTS PAYABLE	\$ 1,075	\$ 500
PAYROLL TAXES PAYABLE	<u>83</u>	<u>-</u>
 TOTAL LIABILITIES	 <u>1,158</u>	 <u>500</u>
 RESERVE FOR EMERGENCIES	 6,000	 6,000
DESIGNATED FOR SUBSEQUENT YEAR'S EXPENDITURES	93,540	93,540
UNDESIGNATED	<u>1,125,103</u>	<u>1,163,694</u>
 TOTAL FUND EQUITY	 <u>1,224,643</u>	 <u>1,263,234</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$ 1,225,801</u>	 <u>\$ 1,263,734</u>

SEE ACCOUNTANTS' COMPILATION REPORT

PUEBLO CONSERVANCY DISTRICT
COMPARATIVE STATEMENT OF REVENUE AND EXPENDITURE
ACTUAL AND BUDGET - GENERAL FUND
FOR THE ONE AND TWELVE MONTHS ENDED DECEMBER 31, 1999
AND THE TWELVE MONTHS ENDED DECEMBER 31, 1998

	ACTUAL				
	CURRENT MONTH	YEAR TO DATE	1999 BUDGET	UNUSED BUDGET	1998 ACTUAL
REVENUES					
INTEREST INCOME					
CERTIFICATES OF DEPOSIT	\$ 1,925	\$ 23,311	\$ -	\$ -	\$ 24,657
COLOTRUST	848	9,137	-	-	7,193
MONEY MARKET ACCOUNTS	770	3,709	-	-	2,127
DAIN RAUCHER	3,062	12,375	-	-	26,058
FIRST UNION	3,686	15,311	-	-	22,678
SMITH BARNEY	-	-	-	-	1,708
PIPER JAFFRAY	422	7,897	-	-	11,138
UNREALIZED GAINS (LOSSES)	(4,638)	(19,592)	-	-	-
TOTAL INTEREST INCOME	6,075	52,148	80,000	27,852	95,559
LEASE PAYMENTS	-	-	1,250	1,250	200
OTHER INCOME	-	3,600	-	(3,600)	600
TOTAL REVENUES	\$ 6,075	\$ 55,748	\$ 81,250	\$ 25,502	\$ 96,359
EXPENDITURES					
80 LEGAL FEES	\$ 300	\$ 3,600	\$ 3,600	\$ -	3,600
81 DIRECTORS FEES	180	2,160	3,000	840	2,160
82 FICA TAXES	41	165	240	75	165
83 ENGINEER/ADMINISTRATIVE	400	4,800	4,800	-	4,800
90 AUDIT & BOOKKEEPING	350	2,100	3,000	900	1,800
92 INSURANCE/BONDS	-	500	500	-	2,360
96 OFFICE EXPENSE	77	604	650	46	260
97 OFFICE RENT	100	1,200	1,200	-	1,200
100 PROFESSIONAL FEES	2,360	4,619	5,000	381	400
103 TRAVEL	-	83	500	417	357
105 REPAIRS & MAINTENANCE	90	17,177	20,000	2,823	50,584
105A CURRENT YEAR GRANT	-	-	25,000	25,000	25,000
108 CONTINGENCIES	-	-	500	500	-
109 EMERGENCY REPAIR	-	-	20,000	20,000	-
110 CAPITAL IMPROVEMENTS	2,618	20,468	25,000	4,532	5,656
111 PLANNING & DEVELOPMENT	-	63	25,000	24,937	23,477
112 HARP - O & M	36,800	36,800	36,800	-	29,076
TOTAL EXPENDITURES	43,316	94,339	174,790	80,451	150,895
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (37,241)	\$ (38,591)	\$ (93,540)	\$ (54,949)	\$ (54,536)

SEE ACCOUNTANTS' COMPILATION REPORT

THE PUEBLO CONSERVANCY DISTRICT<

ACCOUNTS PAYABLE - - -

	January	Accounts Payable to Approve	01-06-00	
1796	G. Sandstrom	Directors Fee (Jan)	(81)	\$ 55.41
1797	K. Farley	Directors Fee (Jan)	(81)	55.41
1798	P. Kelly	Directors Fee (Jan)	(81)	55.41
1799	Banner	Legal Fee (Jan)	(80)	300.00
1800	Engineer Koester	Eng/Admin (Jan)	(83)	400.00
		Rental of Stor and Mtg (97)		100.00
1801	MBKD, PC	Bookeepg Service (Dec)	(90)	175.00
1802	Westplains Energy	Power at Runyon	(105)	90.00
1803	NorthStar Eng.	Eng. Fees/Road work (110)		900.00
		(Dec)		
1804	U.S. Treasury	4th Qtr Form 941		82.62
		FICA withheld	(81) 41.31	
		Empl match	(82) 41.31	
TOTAL				\$ 2,213.85