

MINUTES OF THE APRIL 11, 2006 REGULAR MEETING OF THE PUEBLO CONSERVANCY DISTRICT

Directors Present: Sandstrom; Haynes; Farley

Also Present: Councilor Don Banner; Administrator Rick Kidd

President Sandstrom called the Pueblo Conservancy District board meeting to order at 8:00 am.

With a quorum present, the Minutes of the March 21, 2006 Regular Meeting were reviewed. Farley moved to approve the Minutes. The Minutes were approved as posted.

Treasurer's Report:

The preliminary accountant's report for March was reviewed. Farley moved to receive the preliminary report. Motion passed

Bills — The following bills were posted for review and approval

\$ 225.00	MBD&G, Accountant fees
\$ 115.31	Aquila, Electricity
\$ 300.00	Don Banner, Attorney fees
\$ 400.00	Kidd Engineering, Administrator/Engineer fees
\$ 55.41	Sandstrom, Director's fee for February 2006
\$ 55.41	Haynes, Director's fee for February 2006
\$ 55.41	Farley, Director's fee for February 2006

Farley moved to approve payment of the monthly bills. Motion passed

Levee Investigation — Kidd noted that Atkinson-Noland had added two new pages to the report. He will prepare a profile for them to bind into the final report. Kidd also wants them to provide a better explanation of what is evidenced in the radiographs. Atkinson-Noland has been paid for 66 percent of completion on their contract.

Purchase Proposal — Banner reported that he had been contacted by John Starr about the potential purchase of PCD land south and west of the Santa Fe Avenue / Arkansas River bridge. Starr purchased his property, 751 South Santa Fe Avenue, in 1981. He has learned that the fence he put up includes some of the PCD's property. Starr has offered \$3000 to purchase approximately 24,022 square feet. Kidd is to look at property and report to the Board at the May meeting. We need to make sure that we have adequate access for maintenance of the River channel.

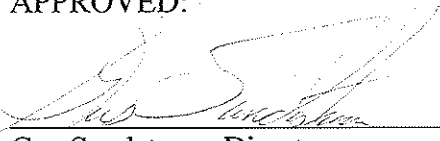
Special District Attorney - Sandstrom and Haynes will finalize questions to which the PCD needs the attorney to provide comment. The PCD will need to know the attorney's estimated time line for rendering an opinion on our best course of action for attaining a funding stream. Kidd is to follow up with the County on their valuation of the properties within the PCD boundary.

April 11, 2006 Minutes, Page 2 of 2

The next meeting will be held at the Southeastern Colorado Heritage Center on May 17 at 8:00 am.

There being no further business to come before the Board, the meeting was adjourned at 8:25 a.m.

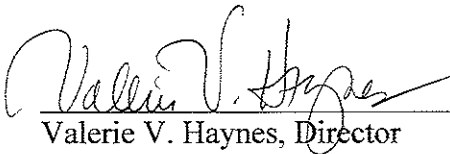
APPROVED:



Gus Sandstrom, Director



Kathleen Farley, Director



Valerie V. Haynes, Director

Press Release/News Brief-April 5, 2006

announcement.

**Pueblo Levee Mural Project Reunion
THE LARGEST MURAL IN THE WORLD
IN GUINNESS WORLD BOOK OF RECORDS SINCE 1995**

**WILL BE CELEBRATING THE 27TH ANNIVERSARY OF LEVEE
PAINTING
ALONG THE HISTORIC ARKANSAS RIVER DURING JUNE 15-
18TH 2006**

**PAINTERS OF THE PAST, PRESENT, AND FUTURE ARE
INVITED TO HELP US CONTINUE TO BREAK OUR CURRENT
MURAL RECORD OF 127,000 SQUARE FEET. ANY ONE
INTERESTED IN RENOVATING OLD MURALS, SUBMITTING
NEW DESIGN PROPOSALS, ASSISTING OTHER PAINTERS,
OR JUST SUPPORTING THIS PROJECT SHOULD DIRECT
YOUR INTEREST TO**

CYNTHIA AT PUEBLOLEVEE@PSAS.ORG

**Radar Investigation of Arkansas River Levee
Pueblo Conservancy District
Pueblo, Colorado**

Prepared for:
Mr. Rick Kidd
Engineer/Administrator
Pueblo Conservancy District
719-544-5239

Prepared by:
Atkinson-Noland & Associates, Inc.
2619 Spruce Street
Boulder, CO 80302
(303) 444-3620
(303) 444-3239 FAX
<http://www.ana-usa.com>

March 28, 2006



Background

Ground Penetrating Radar (GPR) was used to investigate potential voided areas behind the concrete facing on the Arkansas River levee in Pueblo, Colorado.

Atkinson-Noland & Associates engineers David Woodham and Shan Wo conducted the survey with help from Mr. Rick Kidd. The investigations were done on January 31 and February 1, 2006.

The equipment used was a Geophysical Survey Systems Incorporated (GSSI) SIR-3000 ground penetrating radar unit with 1500 MHz antenna.

The GPR method involves the transmission of high frequency electromagnetic radio (radar) pulses into the object of interest and measuring the time elapsed between transmission, reflection off a buried discontinuity, and reception back at a surface radar antenna. A pulse of radar energy is generated on a dipole transmitting antenna that is placed on the surface of the structure. The resulting wave of electromagnetic energy propagates into the material where portions of it are reflected back to the surface at discontinuities. The discontinuities where reflections occur are usually created by changes in electrical properties of the underlying material. Void spaces, which may be encountered, will also generate significant radar reflections due to a significant change in radar wave velocity at the interface.

Calibration

The GPR system was calibrated by determining the depth of the concrete at a hole drilled in one of the vertical control joints. The time of reflection to the back of the slab could be compared to the measured thickness of the concrete at this location to establish a velocity of the radar energy in the concrete. Once this velocity has been determined, the depth to subsequent reflections can be estimated provided that the radar energy is traveling within a media with nearly the same electromagnetic properties.

Typical values for the relative dielectric permittivity of the concrete were determined to be 8 to 12 times the dielectric permittivity of air (defined as 1). The variation in velocity is most likely due to the varying moisture content of the concrete depending on the height above the water line. Moisture in concrete increases the relative dielectric permittivity, slowing the velocity of the radar waves within the concrete.

This corresponds to a velocity of approximately 9 to 11 cm (3.8 to 4.2 inch) per nanosecond or roughly one-third the speed of light in a vacuum. Because the time to a reflection, as measured by the GPR system, is the time the energy takes to travel from the antenna to the object and back to the antenna, a "two-way velocity" is typically used for convenience. The two-way velocity can be multiplied by the time of reflection shown on the radar instrument to estimate the depth to a particular feature. The two-way velocity is roughly 5 cm (2 inch) per nanosecond.

Data Acquisition

Fourth Drop in Kayak Course

Radar data was gathered at three areas of the levee face in areas just above the water level at this location. Each data set consisted of lines of GPR reflection data gathered along grid lines spaced 1 ft apart. Grid lines were horizontal (x direction) and vertical (y direction) along the face of the levee.

The areas investigated were two areas on the downstream side and one area on the upstream side of the rock peninsula. Each grid was approximately 16 ft horizontal by 6 ft. high. Grids 2 and 4 were established on the downstream side of the rock peninsula. These corresponded roughly to the first and second slabs from waters edge to the first major horizontal crack. Grid 7 was upstream side of the rock peninsula in the two first panels of the concrete facing.

Holes were drilled through the concrete levee facing to determine the depth of the slab and detect the presence of voids behind the slab. Probing the drilled holes with a long drill bit revealed that a void of 3 to 6 inches is present on the downstream side of the rock peninsula to a height of nearly 6 feet above the water line (measured along the face of the levee). Table 1 presents the findings of the drilling at the downstream location and Table 2 presents the information from the upstream location. Additional holes were drilled at 3 additional control joints where the levee facing and the rock peninsula meet. A void depth of 4 to 6 inches was measured at each control joint drilled. A sketch of the

measurements reported to Table 1 can be found in Figure 15 and a sketch of the measurements in Table 2 can be found as Figure 16.

Table 1. Void depth behind facing slab below 4th drop.

Distance above water line (in.)	Depth of void behind facing (in.)	Endoscope Observations
27	3	Water filled.
36	4	Water filled
46	6	Water filled
58	5	Water 2-3 in. below slab
70	4	dry

Table 2. Void depth behind facing slab above 4th drop.

Distance above water line (in.)	Depth of void behind facing (in.)	Endoscope Observations
25	12	Water observed bottom 6 in. void
38	11	Dry, moist soil at bottom
72	0	Moist soil below facing slab

Third Drop in Kayak Course

Radar data was gathered at two areas of the levee face in areas just above the water level at each location. Each data set consisted of lines of GPR reflection data gathered along grid lines spaced 1 ft apart. Grid lines were horizontal (x direction) and vertical (y direction) along the face of the levee.

The areas investigated were one area on the downstream side and one area on the upstream side of the rock peninsula. Each grid was approximately 8 ft horizontal by 8 ft. high. Grid 9 was established on the downstream side of the rock peninsula and Grid 10 on the upstream side.

Holes were drilled through the concrete levee facing to determine the depth of the slab and detect the presence of voids behind the slab. Probing the drilled holes with a long drill bit revealed that a void of 0 to 2 ½ inches is present on the upstream side of the rock peninsula. Table 3 presents the findings of the drilling at this location.

Table 3. Void depth behind facing slab above 3rd drop.

Distance above water line (in.)	Depth of void behind facing (in.)	Endoscope Observations
12	2 1/2	Water filled at bottom of void.
22	0	Muddy

Elevation Measurements

Elevation measurements were taken with an optical level and rod to determine the water level elevation difference at each drop where radar data was taken. The elevation readings were taken on February 1, 2006 and are expected to vary considerably with the seasons.

Table 4. Elevation Measurements at Drop 3. Located at approximately ACE Legacy Project Station 411+82.

Location: Drop #3	Elevation (ft.)
Reference Point El. *	4660.67 **
Upstream Water Surface El.	4656.78
Downstream Water Surface El.	4655.67
Drop at Feature	1.11

* Large rock on upstream side with blue paint on point.

Table 5. Elevation Measurements at Drop 4. Located at approximately ACE Legacy Project Station 416+30.

Location: Drop #4	Elevation (ft.)
Reference Point El. (assumed)*	4656.19 **
Upstream Water Surface El.	4654.45
Downstream Water Surface El.	4652.33
Drop at Feature	2.12

* Top of rock to the left of the Pueblo Paddlers painting (sign).

**Reference point elevations tied to ACE Benchmark AR-12 LEP B&C, Elevation 4684.00

Data Analysis

The results from the radar measurements were analyzed with two computer programs: one from GSSI called RADAN which provides methods of displaying the original radar data in three dimensions, and another program GPR_Process written to combine the data from adjacent radar traces to provide three dimensional mapping of high amplitude data. The GPR_Process program incorporates spatial information about the relationship between traces and forms a three-dimensional model of the region scanned. This volume can then be "sliced" to form sections at various depths/time below the surface that can be imported into commercial graphing packages. Several sets of sections were generated for each grid to determine which processing techniques provided the most information from the data set.

Results

The radar scans in each grid show that high amplitude reflections are present immediately behind the concrete levee facing. Holes in the concrete levee facing, drilled with a hammer drill in the control joints, indicate significant voids behind the facing as well. The piping or erosion of soil behind the levee face appears to be worse at the fourth elevation drop in the kayak course. Depths of voids behind the levee facing were less on the third elevation drop in the kayak course.

Conclusions

A void system was located behind the concrete levee facing using ground penetrating radar and a series of holes drilled through the face of the levee. Significant flow exists at the fourth elevation drop in the Arkansas River kayak course and water spouted from holes drilled below the rock projection at this location.

Smaller voids and lesser flow were observed at the third elevation drop in the kayak course.

It is recommended to explore methods of stabilization to prevent further settlement of the lower concrete panels of the levee facing. Significant settlement is evident in the lightly reinforced concrete panels and will continue as the slabs continue to be undermined by the flow of water. Grout injection is a possible method of stabilizing the lower portions of the concrete levee facing.

References:

Conyers, L.B., Goodman, D, "Ground-Penetrating Radar," Altamira Press, Walnut Creek California, 1997.

Daniels, D.J., "Surface Penetrating Radar," The Institution of Electrical Engineers, London, UK, 1996.

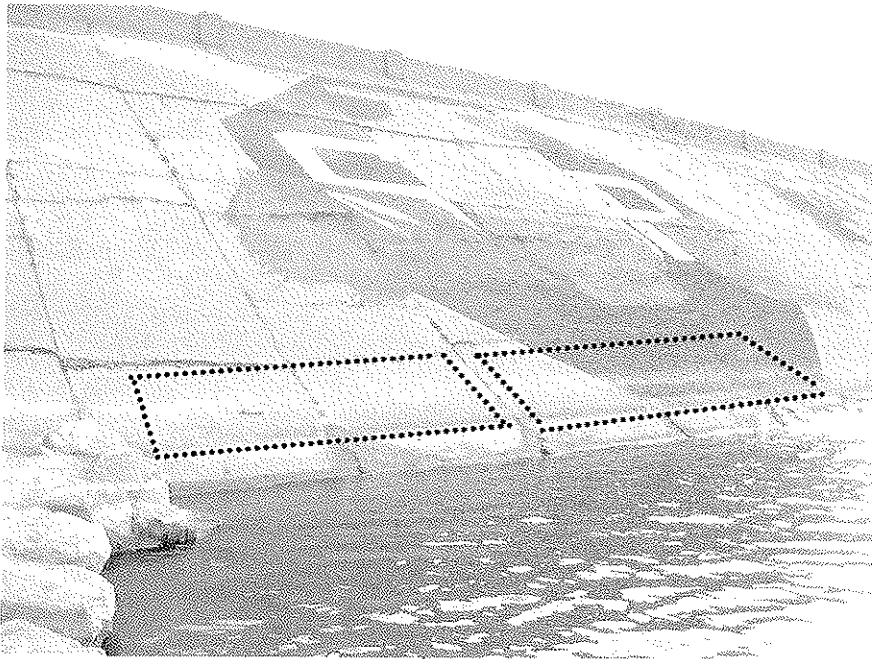


Figure 1. Areas investigated at 4th drop in kayak course, downstream of rock peninsula. Dashed lines indicate area investigated as Grid 2 (left) and Grid 4 (right). Grid 2 is 15 ft wide by 6 ft. high and Grid 4 is 17 ft. wide by 7 ft. high. The origin is, by convention, at the lower left corner.

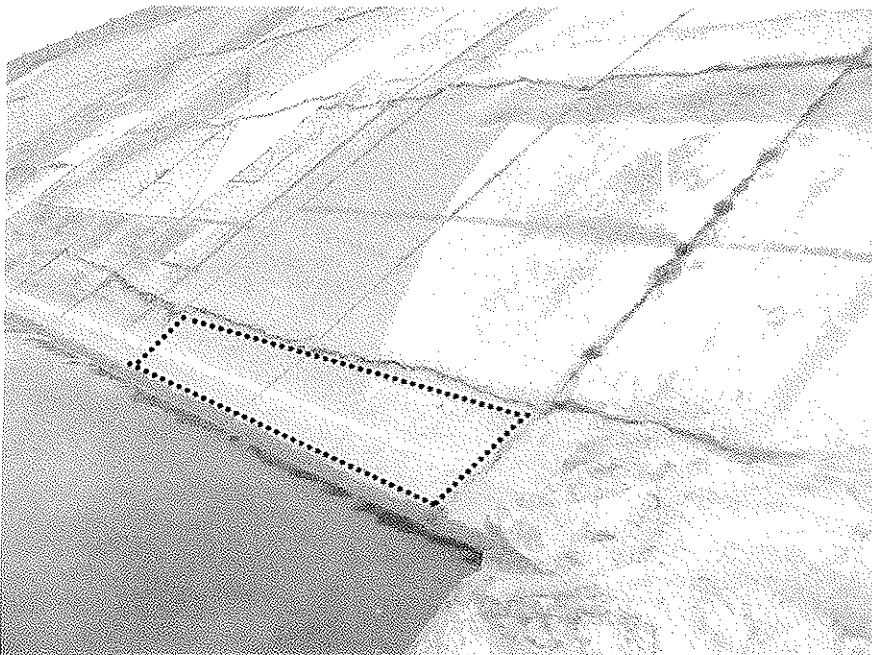


Figure 2. Grid 7 located on 4th drop in Kayak course upstream of rock peninsula. Note presence of horizontal crack and settlement of lower 6 to 7 feet of each panel.

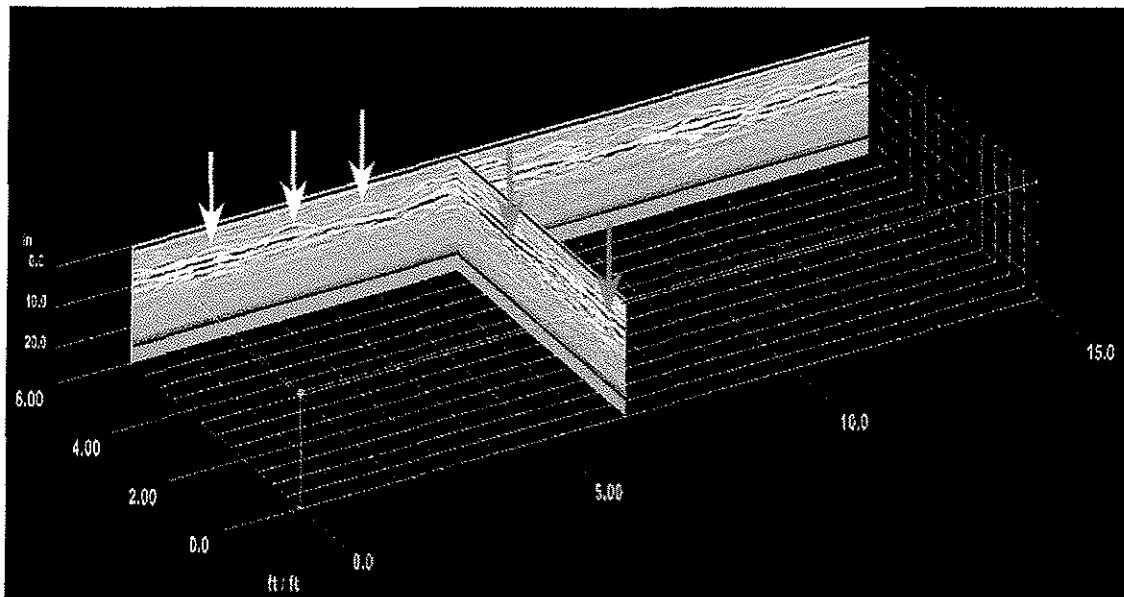


Figure 3. Three dimensional view of two radar traces in Grid 2. The horizontal scan, shown along the top of the figure shows the vertical steel (white arrows) and the reflection from the back face of the concrete (black/white line at approximately 10 inches depth). The vertical scan intersects the two voids as show at $x = 6.5$ feet (red arrows).

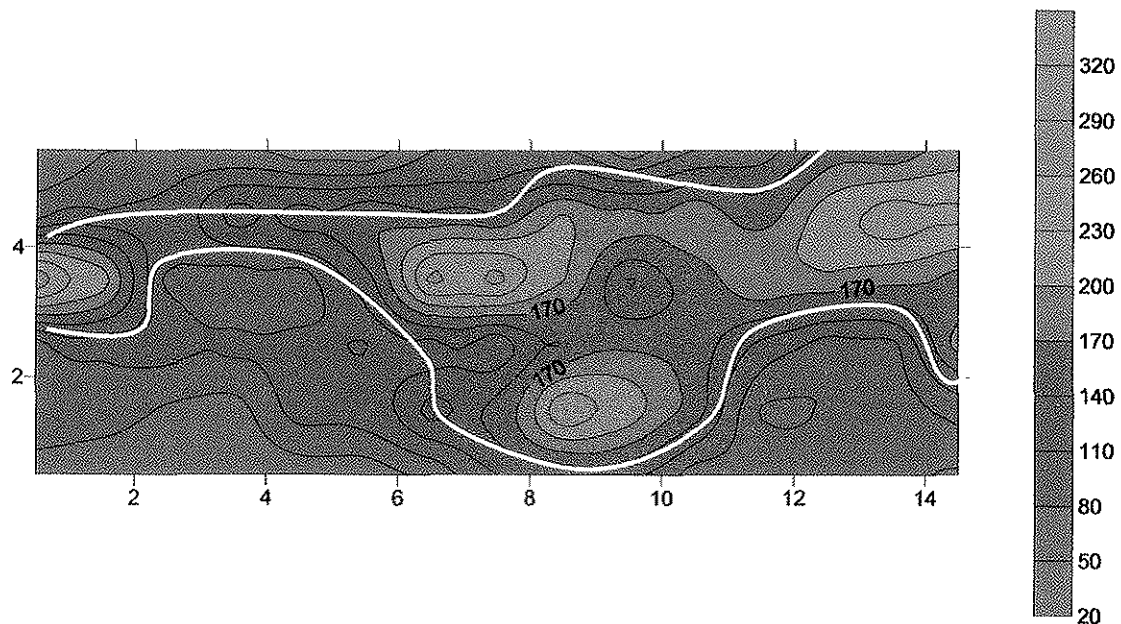


Figure 4. Grid 2 amplitude map of radar reflections. Areas with high amplitudes indicate areas with voids behind the facing slab. The white lines indicate likely flow channel beneath facing slab.

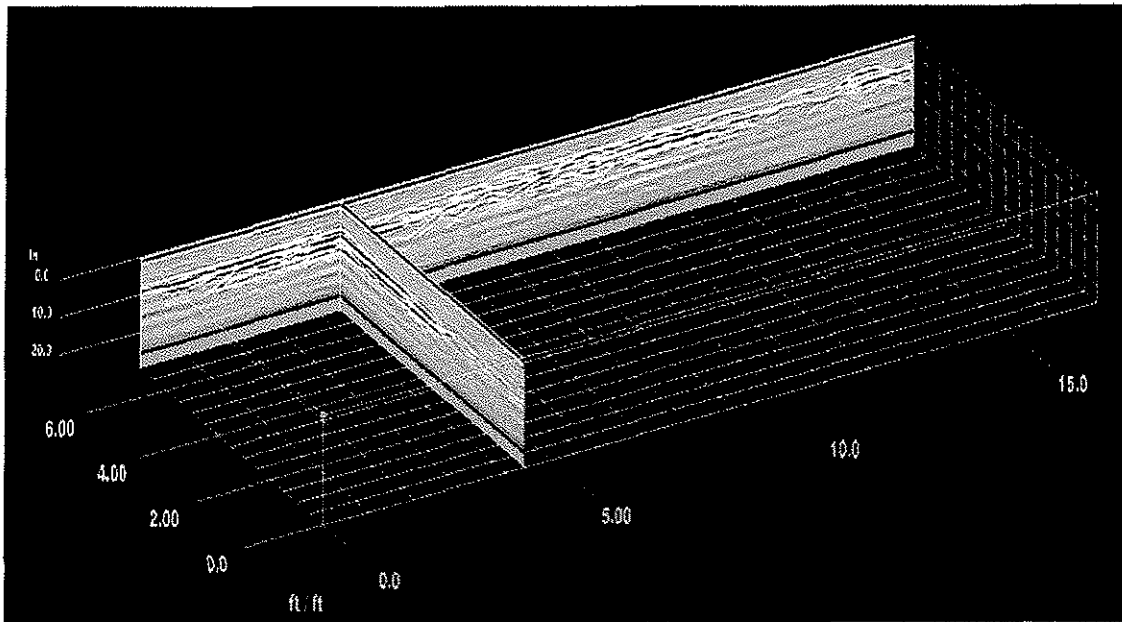


Figure 5. Three dimensional view of two radar traces in Grid 4. The horizontal scan, shown along the top of the figure, shows the high amplitude reflections vertical steel and the reflection from the back face of the concrete.

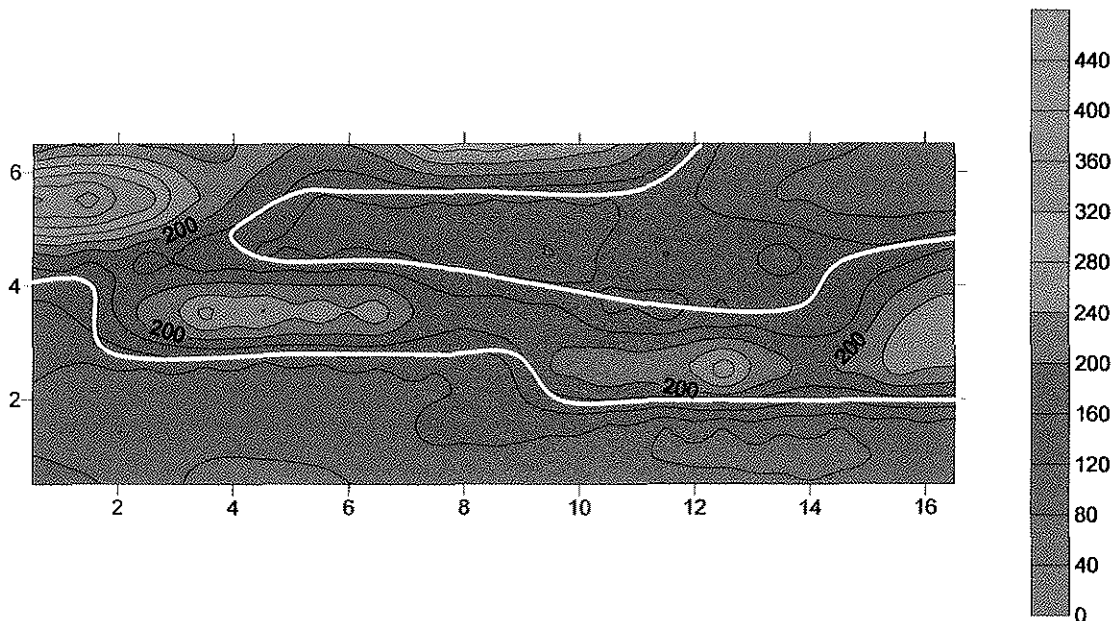


Figure 6. Grid 4 amplitude map of radar reflections. Areas with high amplitudes indicate voids behind slab. The white lines indicate likely flow channel beneath facing slab.

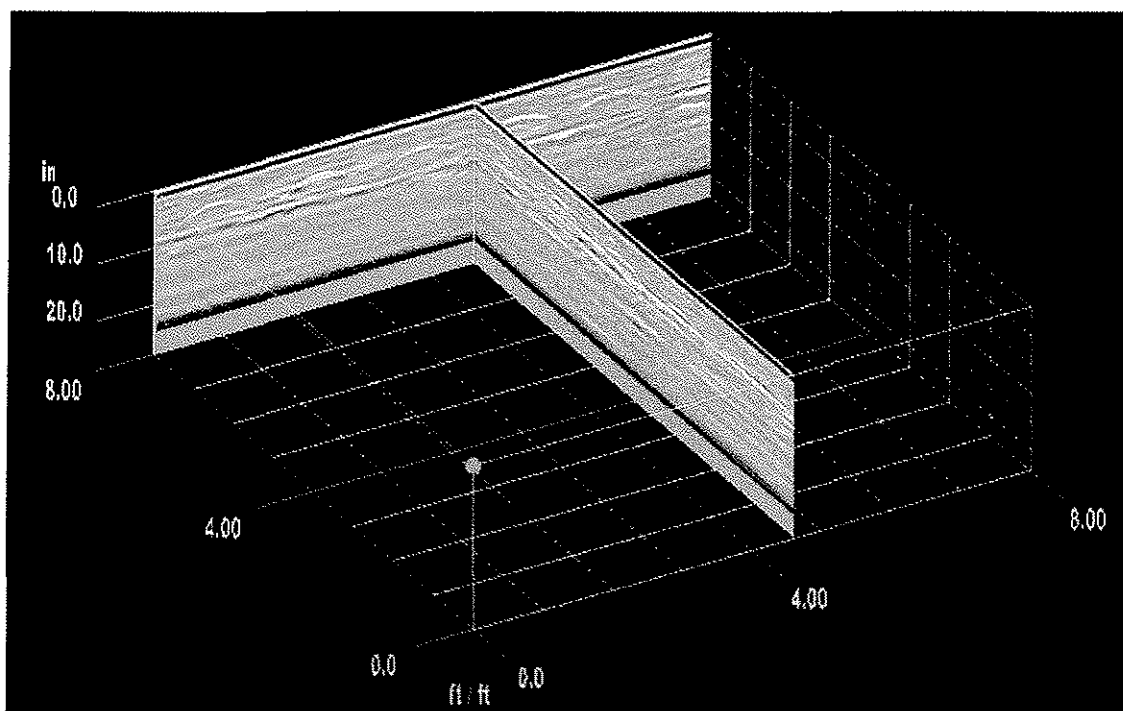


Figure 9. Grid 9 raw data in two orthogonal directions at high amplitude location shown below.

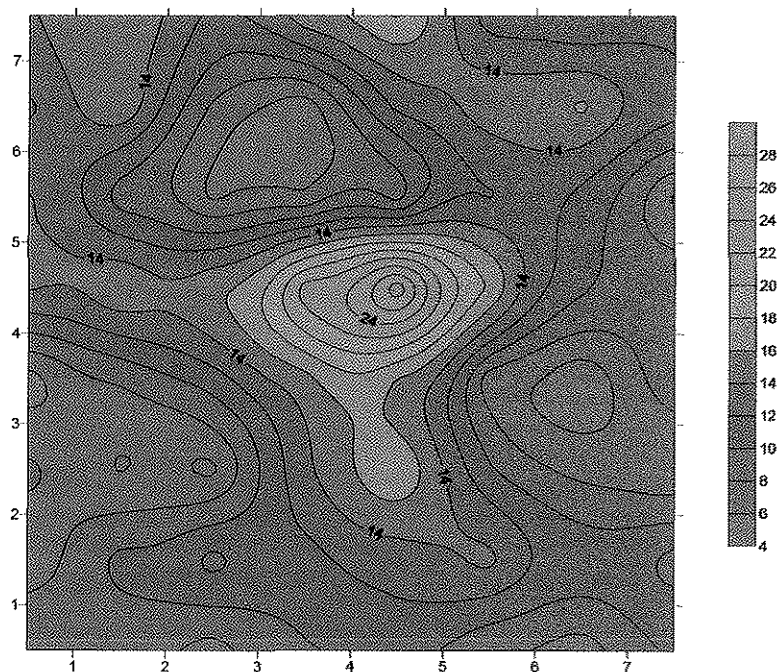


Figure 10. Grid 9 amplitude plot. The large amplitude region in the middle of the figure is likely a scoured region beneath the facing slab.

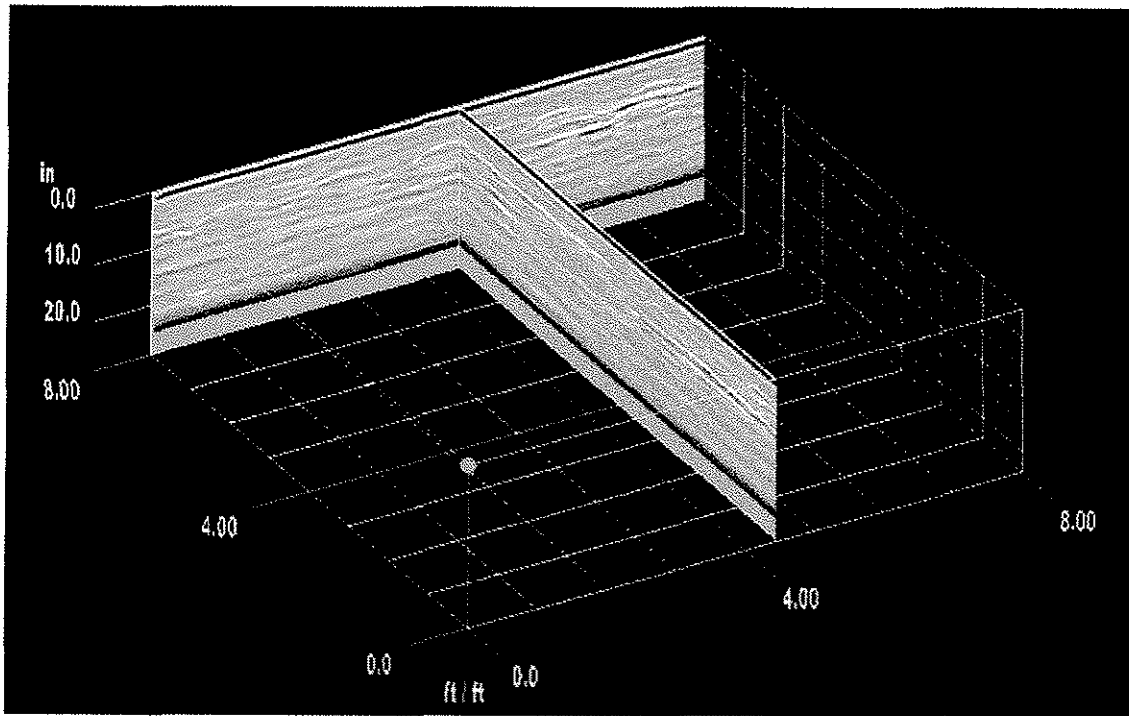


Figure 11. Grid 10 raw data in two orthogonal directions at high amplitude location shown below.

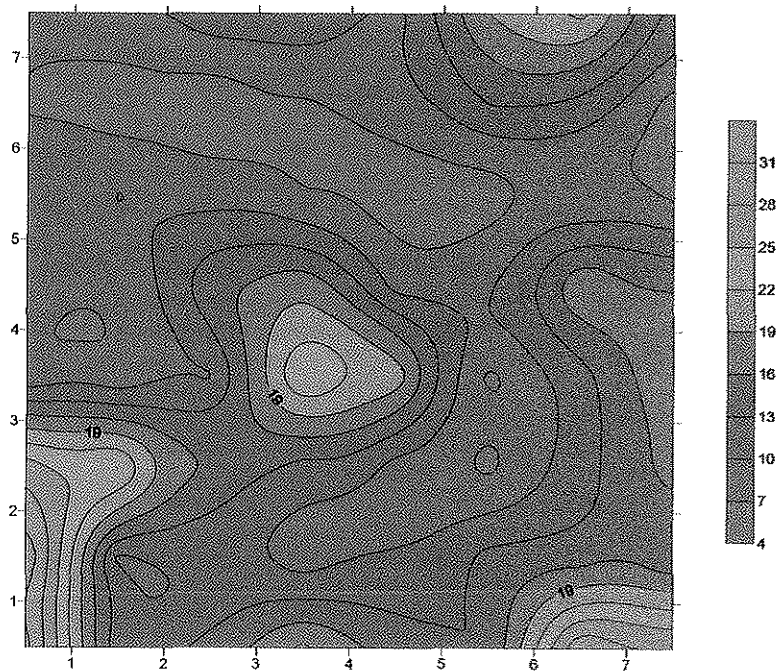


Figure 12 Grid 10 amplitude plot.

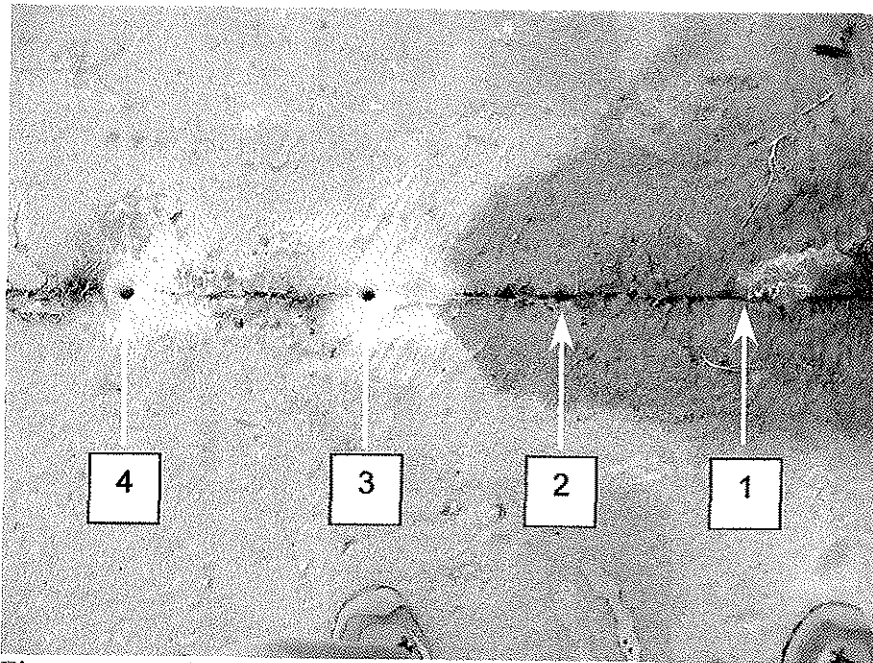


Figure 13. Series of holes drilled at various levels above water level downstream of drop number 4. Holes 1 and 2 were water filled. Holes 3 and 4 were dry in the concrete with water below the facing slab.

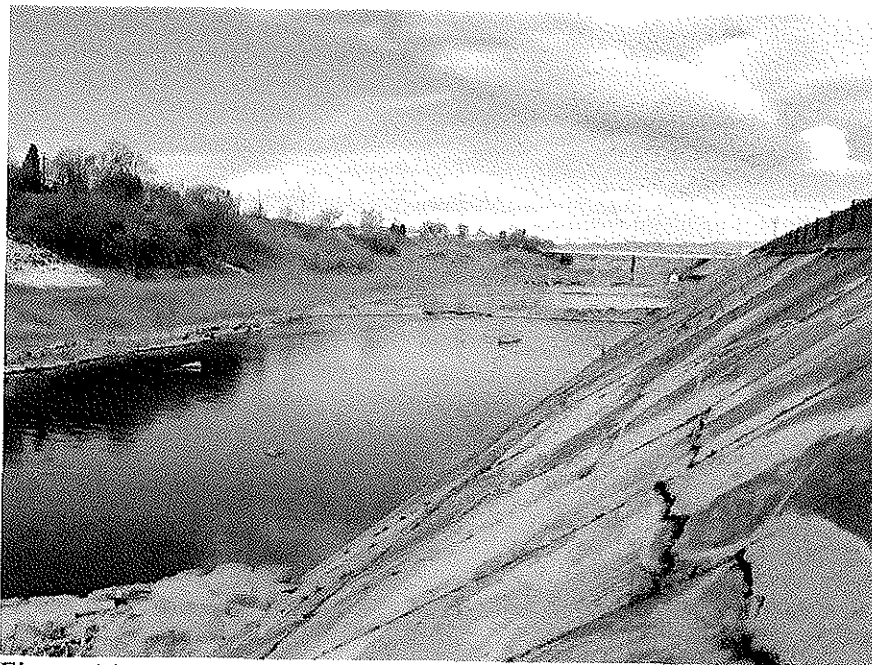


Figure 14. Upstream view of the levee and Arkansas River from Drop #4 towards Drop #3.

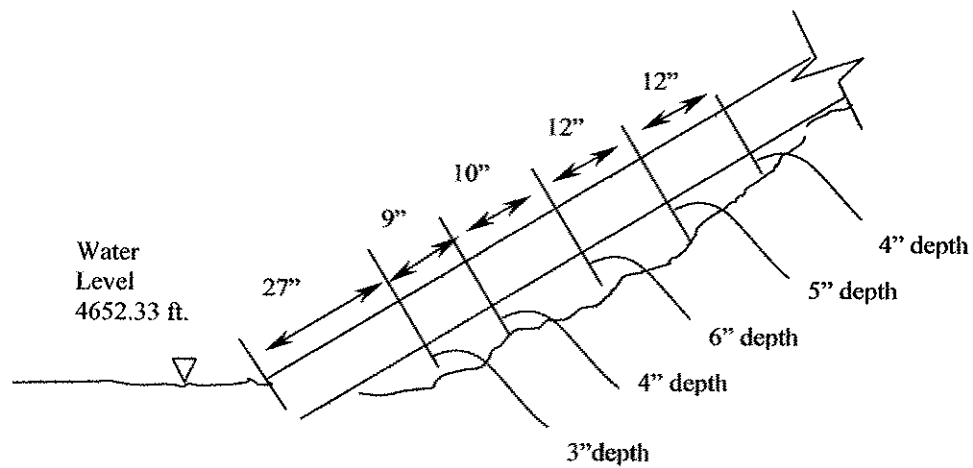


Figure 15. Dimensions of void space behind levee facing as determined by drilling through facing. Below 4th drop in kayak course.

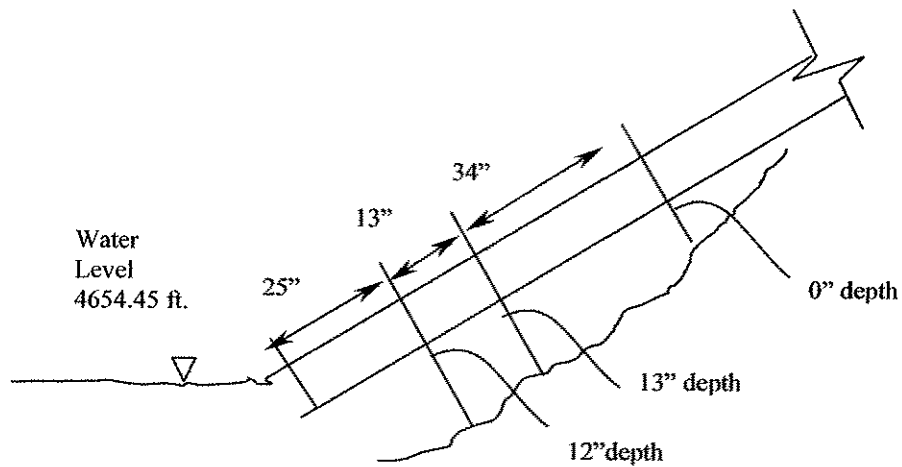


Figure 16. Dimensions of void space behind levee facing as determined by drilling through facing. Above 4th drop in kayak course.

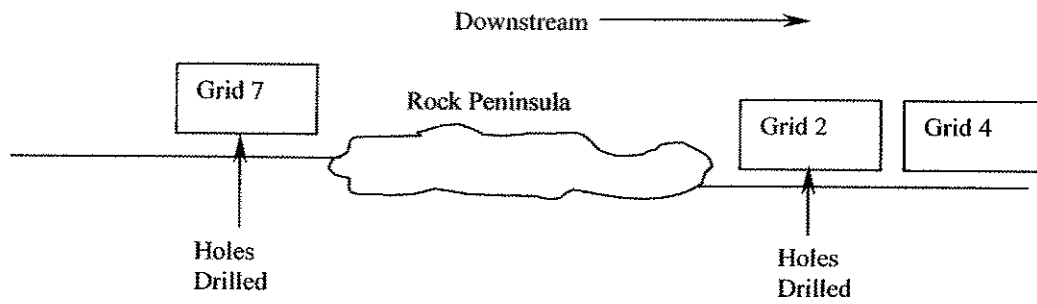


Figure 17. Sketch of radar grid locations and hole probes at 4th drop in kayak course.

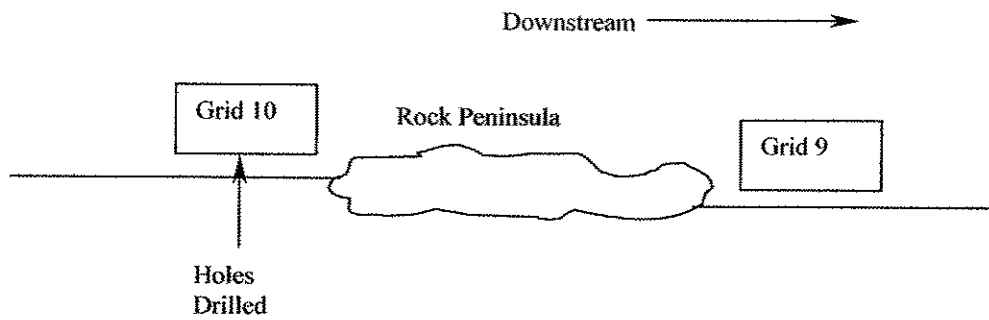


Figure 18 Sketch of radar grid locations and hole probes at 3rd drop in kayak course.

MINUTES OF THE MARCH 21, 2006 REGULAR MEETING OF THE PUEBLO CONSERVANCY DISTRICT

Directors Present: Sandstrom; Haynes; Farley

Also Present: Councilor Don Banner; Administrator Rick Kidd
Calvin Mason with Wachovia

President Sandstrom called the Pueblo Conservancy District board meeting to order at 8:02 am.

With a quorum present, the Minutes of the February 22, 2006 Regular Meeting were reviewed. Haynes moved to approve the Minutes. The Minutes were approved as posted.

Treasurer's Report:

The accountant's reports for January and February were reviewed.

Bills – The following bills were posted for review and approval

\$ 225.00	MBD&G, Accountant fees
\$ 115.31	Aquila, Electricity
\$ 100.00	HARP Authority, 3-20-06 Lease
\$ 300.00	Don Banner, Attorney fees
\$ 400.00	Kidd Engineering, Administrator/Engineer fees
\$ 55.41	Sandstrom, Director's fee for February 2006
\$ 55.41	Haynes, Director's fee for February 2006
\$ 55.41	Farley, Director's fee for February 2006
\$ 8270.00	Atkinson-Noland & Assoc., 66% on Levee Investigation

Sandstrom reported that the HARP Authority had been notified that the District was moving out of the HARP Foundation office and conference space that we had been renting. HARP has agreed to not charge rental for March.

Farley moved to approve payment of the monthly bills, except for HARP, and file the accountant's reports. Motion passed

Levee Investigation – Kidd presented the draft report authored by Atkinson-Noland Associates. Atkinson-Noland has been requested to make certain changes to aid in understanding of their report.

Kidd said that Dennis Maroney, City of Pueblo Drainage Engineer, was trying to arrange a meeting between himself, the Corps of Engineers, Scott Hobson (City of Pueblo Planning), and Kidd. The plan is to divert the 2006-2007 Arkansas River flows through HARP and allow the Corps of Engineers and the District to perform repair work this winter.

Investment Strategy – Calvin Mason said that Wachovia's prior strategy had been to invest in short term life instruments to get the best interest rates and yet have the principle coming back in to reinvest at higher rates later on. Mason suggested that we are now nearing an economic climate where we should go to longer term life and higher interest rate instruments. He said that about 10-year life would be the target. Mason said that today 11-year life instruments are at 6 to 6-1/4 percent where they were only at 3-1/2 to 4 percent interest a couple of years ago.

Sandstrom estimates that we need a flow of \$500,000 over the next 4 years. This leaves about \$400,000 for longer investments. Hopefully we will then have an income source that will support longer term investments. Mason stated that all of our current investments, with either Wachovia or PiperJaffray, are available in about 3 days. Their value will depend upon current

RECORD OF PROCEEDINGS

March 21, 2006 Minutes, Page 2 of 2

day market. Mason suggested that we trade in the investments that are in funds that will be expiring within the next few years.

Sandstrom invited a motion to authorize Calvin Mason to move \$150,000 of the Wachovia investments into longer term investments. Farley so moved. Motion passed.

The next meeting will be held at the Southeastern Colorado Heritage Center on April 11 at 8:00 am.

There being no further business to come before the Board, the meeting was adjourned at 9:00 a.m.

APPROVED:

Gus Sandstrom, Director

Kathleen Farley, Director

Valerie V. Haynes, Director



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

ACCOUNTANTS' COMPILATION REPORT

Board of Directors
The Pueblo Conservancy District
Pueblo, Colorado

We have compiled the accompanying balance sheets – general fund only – of the Pueblo Conservancy District as of March 31, 2006 and December 31, 2005, and the related comparative statements of revenue and expenditures – actual and budget – general fund for the one month and three months ended March 31, 2006, and the twelve months ended December 31, 2005, 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.

McPherson, Breyfogle, Daveline & Goodrich, PC

April 10, 2006

PUEBLO CONSERVANCY DISTRICT
BALANCE SHEET - GENERAL FUND ONLY
MARCH 31, 2006 AND DECEMBER 31, 2005

	<u>3/31/2006</u>	<u>12/31/2005</u>
ASSETS		
VECTRA BANK CHECKING	\$ 32,234	\$ 24,754
VECTRA BANK MONEY MARKET	11,496	11,475
BROKERAGE MONEY MARKET ACCOUNTS	18,932	93,353
COLOTRUST INVESTMENT	25,000	25,000
WACHOVIA SECURITIES INVESTMENT	576,544	571,301
PIPER JAFFRAY INVESTMENT	341,149	343,428
ACCRUED INTEREST	5,032	5,032
BOOK INVENTORY	<u>6,290</u>	<u>6,290</u>
 TOTAL ASSETS	 <u>\$ 1,016,677</u>	 <u>\$ 1,080,633</u>
 LIABILITIES AND FUND EQUITY		
ACCOUNTS PAYABLE	\$ -	\$ 740
PAYROLL TAXES PAYABLE	41	82
DEFERRED INCOME	<u>417</u>	<u>1,042</u>
 TOTAL LIABILITIES	 <u>458</u>	 <u>1,864</u>
 RESERVE FOR EMERGENCIES	 6,000	 6,000
DESIGNATED FOR SUBSEQUENT YEAR'S EXPENDITURES	156,376	111,176
UNDESIGNATED	<u>853,843</u>	<u>961,593</u>
 TOTAL FUND EQUITY	 <u>1,016,219</u>	 <u>1,078,769</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$ 1,016,677</u>	 <u>\$ 1,080,633</u>

SEE ACCOUNTANTS' COMPILATION REPORT

PUEBLO CONSERVANCY DISTRICT
COMPARATIVE STATEMENT OF REVENUE AND EXPENDITURES -
ACTUAL AND BUDGET - GENERAL FUND
FOR THE ONE AND THREE MONTHS ENDED MARCH 31, 2006
AND THE TWELVE MONTHS ENDED DECEMBER 31, 2005

	<u>ACTUAL</u>				
	<u>CURRENT</u>	<u>YEAR</u>	<u>2006</u>	<u>UNUSED</u>	<u>2005</u>
	<u>MONTH</u>	<u>TO DATE</u>	<u>BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>
REVENUES					
INTEREST INCOME					
COLOTRUST	\$ 85	\$ 262	\$ -	\$ -	\$ 782
MONEY MARKET ACCOUNTS	25	265	-	-	2,346
WACHOVIA SECURITIES	2,236	8,596	-	-	25,159
PIPER JAFFRAY	1,130	3,393	-	-	13,529
UNREALIZED GAINS (LOSSES)	<u>(1,114)</u>	<u>(1,439)</u>	<u>-</u>	<u>-</u>	<u>(22,500)</u>
TOTAL INTEREST INCOME	2,362	11,077	40,000	28,923	19,316
LEASE PAYMENTS	209	625	2,500	1,875	2,499
OTHER INCOME	200	200	-	(200)	10,180
COST OF SALES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(138)</u>
TOTAL REVENUES	\$ 2,771	\$ 11,902	\$ 42,500	\$ 30,598	\$ 31,857
EXPENDITURES					
80 LEGAL FEES	\$ 300	\$ 900	\$ 3,600	\$ 2,700	\$ 3,600
81 DIRECTORS FEES	180	540	2,160	1,620	2,160
82 FICA TAXES	-	-	166	166	165
83 ENGINEER/ADMINISTRATIVE	400	800	4,800	4,000	4,800
90 AUDIT & BOOKKEEPING	225	450	2,700	2,250	2,700
92 INSURANCE/BONDS	-	2,034	2,500	466	1,616
96 OFFICE EXPENSE	-	16	650	634	271
97 OFFICE RENT	-	700	1,800	1,100	1,984
100 PROFESSIONAL FEES	-	510	5,000	4,490	751
103 TRAVEL	-	-	-	-	-
105 REPAIRS & MAINTENANCE	8,385	18,502	80,000	61,498	22,991
108 CONTINGENCIES	-	-	500	500	-
109 EMERGENCY REPAIR	-	-	20,000	20,000	-
110 CAPITAL IMPROVEMENTS	-	-	25,000	25,000	845
111 PLANNING & DEVELOPMENT	-	-	-	-	-
112 HARP - O & M	-	50,000	50,000	-	50,000
113 SALES TAX	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>9,490</u>	<u>74,452</u>	<u>198,876</u>	<u>124,424</u>	<u>91,883</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (6,719)</u>	<u>\$ (62,550)</u>	<u>\$ (156,376)</u>	<u>\$ (93,826)</u>	<u>\$ (60,026)</u>

SEE ACCOUNTANTS' COMPILATION REPORT

PUEBLO CONSERVANCY DISTRICT
INVESTMENTS
3/31/2006

4/10/2006 2:40 PM

<u>BROKER</u>	<u>DESCRIPTION</u>	<u>MATURITY DATE</u>	<u>RATE</u>	<u>PAR VALUE</u>	<u>BALANCE 12/31/2005</u>	<u>ADDITIONS</u>	<u>MKT VALUE CHANGE</u>	<u>REDEMPTION SALES</u>	<u>BALANCE 12/31/2006</u>	<u>INTEREST RECEIVED 12/31/2006</u>
<u>CASH ACCOUNTS</u>										
VECTRA BANK	Money Market Account				11,474.56	21.48	-	-	11,496.04	21.48
PIPER JAFFRAY	Money Market Account				5,678.95	494.74	-	-	6,173.69	18.37
WACHOVIA SEC.	Evergreen Money Mkt Fund				87,673.99	148,177.93	-	223,093.50	12,758.42	207.56
TOTAL CASH ACCOUNTS WITH BROKERS					104,827.50	148,694.15	-	223,093.50	30,428.15	247.41
<u>INVESTMENTS</u>										
COLOTRUST	Acct. 7081 - PLUS		6.240%		25,000.00	-	-	-	25,000.00	262.31
TOTAL COLOTRUST					25,000.00	-	-	-	25,000.00	262.31
WACHOVIA SEC.	FNMA 05-27 GA REMIC MULTICLASS CMO	4/25/2034	5.500%	450,000.00	271,260.34	-	1,098.11	27,239.88	245,118.57	3,883.16
	FHLMC 3040 CA REMIC MULTICLASS CMO	9/15/2019	5.000%	108,000.00	93,900.44	-	(562.26)	89,323.02	4,015.16	1,902.29
	FNMA 03-52 BD REMIC MULTICLASS CMO	3/25/2033	5.500%	28,000.00	27,732.04	-	(45.08)	27,331.10	355.86	504.77
	FHLMC 2646 LL RETAIL LOTTERY	8/15/2033	5.000%	78,000.00	32,888.88	-	50.04	-	32,938.92	604.17
	FHLMC 2688 DD RETAIL LOTTERY	11/15/2033	5.500%	36,000.00	35,844.84	-	(344.52)	-	35,500.32	660.00
	FHLMC 2804 UC REMIC MULTICLASS CMO	11/15/2033	6.000%	8,000.00	181.59	-	(0.57)	181.02	0.00	3.10
	FHLMC 3004 GG RETAIL LOTTERY	7/15/2034	5.000%	80,000.00	75,336.00	-	207.20	-	75,543.20	1,333.32
	FHLMC 3133 MB REMIC MULTICLASS CMO	3/15/2036	6.000%	150,000.00	-	152,368.50	-	-	152,368.50	(725.00)
	FNMA 05-16 WD REMIC MULTICLASS CMO	1/25/2035	5.000%	56,000.00	34,157.34	-	(20.92)	3,433.45	30,702.97	430.68
TOTAL WACHOVIA SEC.					571,301.47	152,368.50	382.00	147,508.47	576,543.50	8,596.49
PIPER JAFFRAY	GNMA POOL #24920	6/15/2008	8.250%		3,032.38	-	(25.55)	193.02	2,813.81	60.40
	FEDL HOME LN MTG CORP FREDDIENOTES B/E	12/15/2009	3.000%	120,000.00	112,555.20	-	(590.40)	-	111,964.80	900.00
	FEDL NATL MTG ASSN INVT NOTES B/E	8/20/2010	4.000%	100,000.00	96,480.00	-	(470.00)	-	96,010.00	999.99
	FEDL NATL MTG ASSN INVT NOTES B/E	6/24/2011	4.000%	130,000.00	124,436.00	-	(611.00)	-	123,825.00	1,299.99
	FHLMC #170217	3/1/2017	8.000%		6,924.88	-	(124.18)	265.61	6,535.09	132.14
TOTAL PIPER JAFFRAY					343,428.46	-	(1,821.13)	458.63	341,148.70	3,392.52
TOTAL INVESTMENTS					939,729.93	152,368.50	(1,439.13)	147,967.10	942,692.20	12,251.32
TOTAL ALL ACCOUNTS					1,044,557.43	301,062.65	(1,439.13)	371,060.60	973,120.35	12,498.73

PUEBLO CONSERVANCY DISTRICT

MARCH 2006 - APRIL 2006

RECEIPTS

VENDOR	ITEM	AMOUNT
First Clearing, LLC	Interest Payment	\$ 1,022.71
Colorado Outdoor Performing Arts	Land Lease 05-06 & 06-07	\$ 200.00
State of Colorado DOW	Runyon Lakes Lease	\$ 2,500.00
First Clearing, LLC	Interest Payment	\$ 1,415.27
PiperJaffray	Interest Payment	\$ 1,127.41
		\$ 6,265.39

DEBITS

VENDOR	ITEM	AMOUNT	CHECK	Code
MBDG, PC	Bookkeeping	\$ 225.00	3307	90
Belmont Self Storage	Storage Rental	Paid through April 2006		97
Aquila	Electrical Billing	\$ 115.31	3308	105
Don Banner -- BB&C, PC	Attorney Fees	\$ 300.00	3309	80
Kidd Engineering	Engineer/Admin Fees	\$ 400.00	3310	83
Director Sandstrom	Fees	\$ 55.41	3311	81
Director Farley	Fees	\$ 55.41	3312	81
Director Haynes	Fees	\$ 55.41	3313	81
		\$ 1,206.54		

STATE OF COLORADO

DEPARTMENT OF TRANSPORTATION

Region II – Right of Way
905 Erie Ave
Pueblo, CO 81002
(719) 546-5705
FAX (719) 546-5414



Project No.: BR 0961-008
State Highway No. 96
Project Code: 13141
Parcel: PE-15, PE-15A, 15B

May 1, 2006

Kidd Engineering and Management Services
For Pueblo Conservancy District
44811 E. US Hwy 50
Avondale, CO 81022-9704

The Colorado Department of Transportation (CDOT) is in the design process with eventual plans to reconstruct the State Highway 96 Bridge near Mid-Town Shopping Center over the existing BNSF/UP railroad yard. The project will improve traffic and address safety issues at this location. Although design is not complete, CDOT has identified your property as property that will be impacted by construction and improvements:

<u>Parcel No.</u>	<u>Area</u>	<u>Property Interest</u>	<u>Purpose/Use</u>
PE-15	26,865 sq. ft.	Permanent Easement	Construction and maintenance of bridge structure
PE-15A	1,372 sq. ft.	Permanent Easement	Construction and maintenance of bridge structure
PE-15B	11,829 sq. ft.	Permanent Easement	Construction and maintenance of bridge structure

CDOT is required to notify all parties of interest when purchasing property for project purposes. Before CDOT offers to purchase the property, a fair market value appraisal will be prepared. The appraiser will contact you to schedule an appointment to inspect the property. We anticipate CDOT's appraisals to be completed by approximately August 1, 2006.

This letter is your notice to hire an independent appraiser if you desire. *We strongly encourage you to obtain your own independent appraisal.* An additional copy of this letter and attachments are enclosed for your appraiser, should you decide to hire one. I have also enclosed basic appraisal guidelines titled "Minimum Appraisal Requirements" to aid the appraiser in meeting

CDOT's requirements. We encourage your appraiser to contact Nancy Hazlett, CDOT Appraiser, with any eminent domain appraisal questions. Ms. Hazlett can be contacted at (719) 546-5747. Upon receipt of your appraisal, we will forward to you all CDOT approved appraisals of your property. CDOT will pay for 1 (one) property owner appraisal. All owners of interest should coordinate this appraisal effort in order to insure an appraisal is received by CDOT addressing all interests in the property.

Project No.: BR -961-008
State Highway No. 96
Project Code: 13141
Parcels: PE-15, PE-15A,15B

Under Colorado law (Colorado Revised Statute 38-1-121), CDOT is required to pay the reasonable cost of your appraisal, provided:

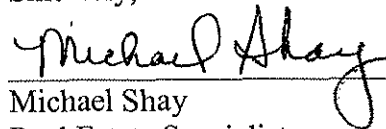
- 1) The estimated value of the property being acquired is more than \$5,000.00,
- 2) The appraisal is made using sound, fair, and recognized appraisal practices consistent with law, and
- 3) The property owner submits two (2) signed original copies of the appraisal to CDOT within **90 days from the date of this notice** and a completed W-9 form enclosed. CDOT recommends the owner order a minimum of three (3) signed original copies. Deliver two (2) copies to CDOT, Larry Johnson, 905 Erie Ave, Pueblo, CO 81002.

Your appraiser must perform his services according to the Uniform Standards of Professional Appraisal Practice and be familiar with eminent domain acquisitions.

Once the appraisals are completed they will be submitted to a review appraiser. The reviewer will examine the appraisals to ensure compliance with CDOT and appraisal standards. The reviewer will then determine the fair market value for your property based on the appraisals reviewed. As required by law, the fair market value will be the amount offered to purchase the property.

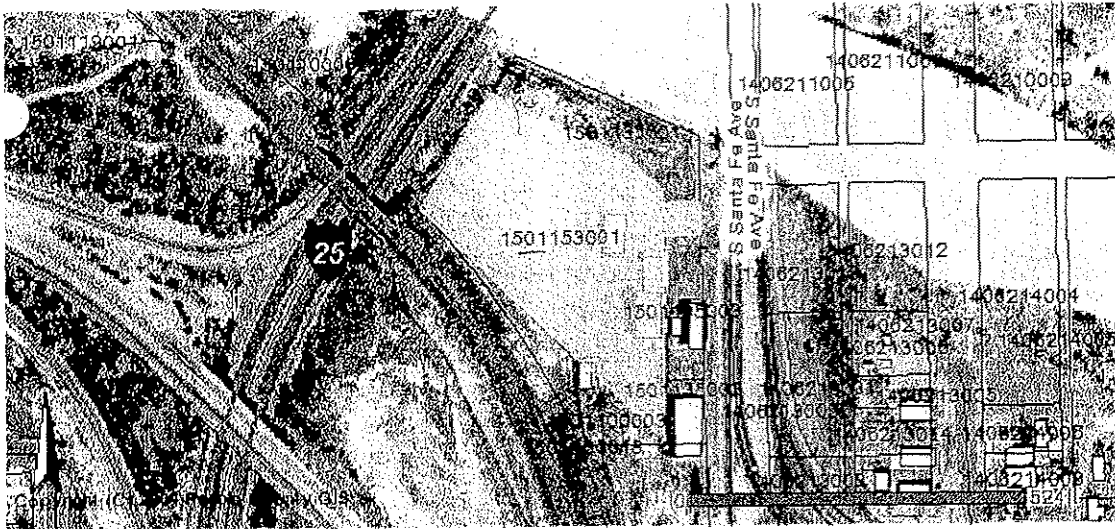
I have enclosed a Right of Way Information booklet describing the acquisition process. If you have any questions or need further information, please call me at (719) 546-5705.

Sincerely,


Michael Shay

Real Estate Specialist

cc: File
Nancy Hazlett



- 1981 purchase
- no access other than through his property.
- fenced since 1981
- 24,022 sq ft
- offered \$30000.



Pueblo County Government

Online

Assessor Query | Step 4 of 4 | Assessor Property Information |

View Property in GIS

If you experience problems in using the identify property feature on the GIS map page, you may need to allow popups from the Pueblo County Website on your PC. Please refer to our Browser Settings Help document for additional information.

[Find Comparable Commercial Sales](#)
[View Property Card In PDF Format](#)

Schedule: 1501153001
Name(s): STARR JOHN III
Location Address: 751 S SANTA FE AVE PUEBLO CO 81006
Mailing Address: 751 S SANTA FE AVE PUEBLO CO 81006
Location Information: Neighborhood: N/A Analysis Area: 500 Tax District: 60B
Legal Description: LOT 1 STARR SUB
 FORMERLY LOTS 25 + 26 BLK 21 STANTON + SNYDER ALSO
 POR OF 1-21-65 (15011-00-001) + (15011-35-004)

	Area/Frontage	Depth	Unit	Abstract Code	Value	Assessed Value
Land Value Information	119528.64	0	S	IND LAND MANU/PROCESSING	22700	6580
Improvement Value Information				COMMERCIAL WAREHOUSE/STORAGE	23962	6950
				COMMERCIAL SPECIAL PURPOSE	6580	1910
				COMMERCIAL WAREHOUSE/STORAGE	76565	22200
Totals					129807	37640

Non-Residential
Structure

1

Primary Use: WAREHOUSE

(Adjusted) Year Built: 1971

Building Area: 1050

Building Perimeter: 130

Stories: 1

Wall Height: 14

Total Basement Area: 0

Finished Basement Area: 0

Mezzanine Area: 0

Balcony Area: 0

Primary Occupancy: STORAGE WAREHOUSE
(100%)

Agricultural? no

Sprinklers? no

Secondary Occupancy:

Elevator? no

Building Class: Masonry

Non-Residential Structure 2

Primary Use: (not applicable)

Building Area: 1920

Stories: 1

Total Basement Area: 0

Mezzanine Area: 0

Primary Occupancy: STORAGE WAREHOUSE (100%)

Agricultural? no

Sprinklers? no

(Adjusted) Year Built: 1975

Building Perimeter: 184

Wall Height: 12

Finished Basement Area: 0

Balcony Area: 0

Secondary Occupancy:

Elevator? no

Building Class: Steel

Non-Residential Structure

3

Primary Use: WAREHOUSE

Building Area: 2880

Stories: 1

Total Basement Area: 0

Mezzanine Area: 0

Primary Occupancy: STORAGE WAREHOUSE
(100%)

Agricultural? no

Sprinklers? no

(Adjusted) Year Built: 1983

Building Perimeter: 224

Wall Height: 22

Finished Basement Area: 0

Balcony Area: 0

Secondary Occupancy:

Elevator? no

Building Class: Masonry

Current Tax Information:

Mill Levy Property Code Total Amount

93.615 REAL 3523.68

Additional Treasurer Information

Transfer History								
Sale Date	Amount	Reception	TYPE	CODE	Grantor	Grantee	Book	Page
03/31/82	165000	696779	WD			STARR JOHN III	2122	219



Pueblo County

Government

Online

Assessor Query | Step 4 of 4 | Assessor Property Information |

View Property in GIS

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[Find Comparable Land Sales](#)

[View Property Card In PDF Format](#)

Schedule: 1501135001

Name(s): CONS DIST

Mailing Address: 111 E 5TH ST PUEBLO CO 81003

Location Information: Neighborhood: 85 (SO PUE/GROVE/LAIBACH) Analysis Area: 0 Tax District: 60B

Legal Description: LOTS 9 TO 24 BLK 21 STANTON + SNYDER

	Area/Frontage	Depth	Unit	Abstract Code	Value	Assessed Value
Land Value Information	24022	0	S	POLITICAL-CONSERVANCY DIST	1130	0
Improvement Value Information					N/A	N/A
Totals					1130	0

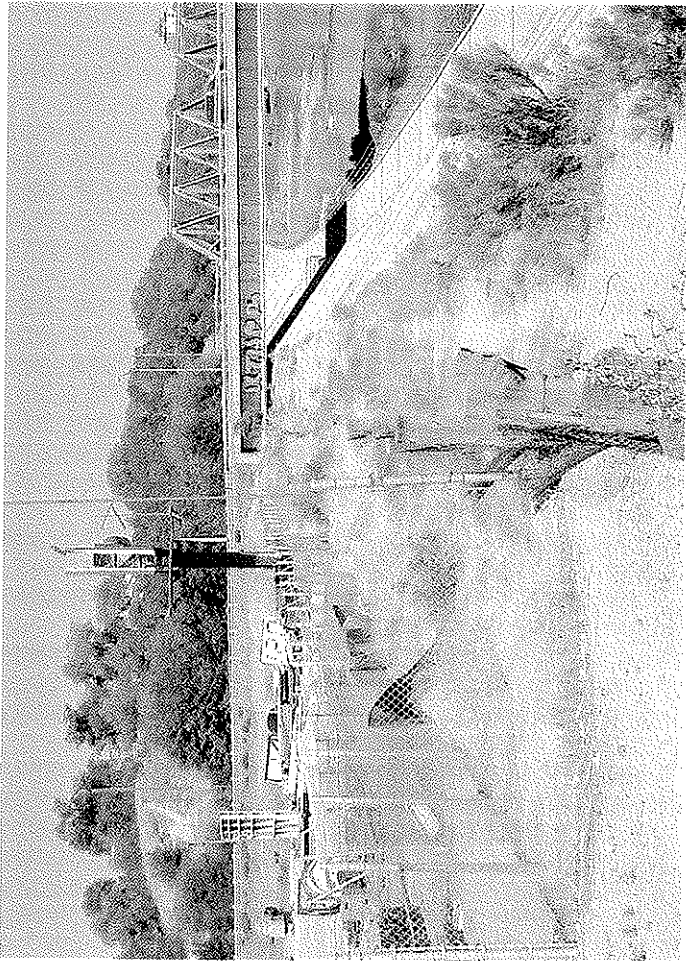
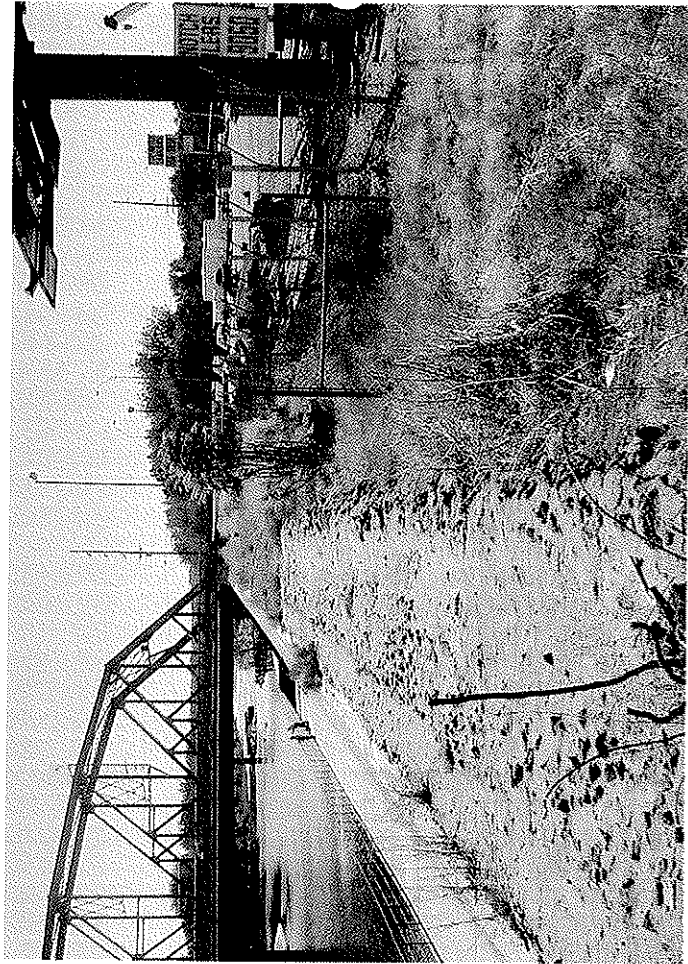
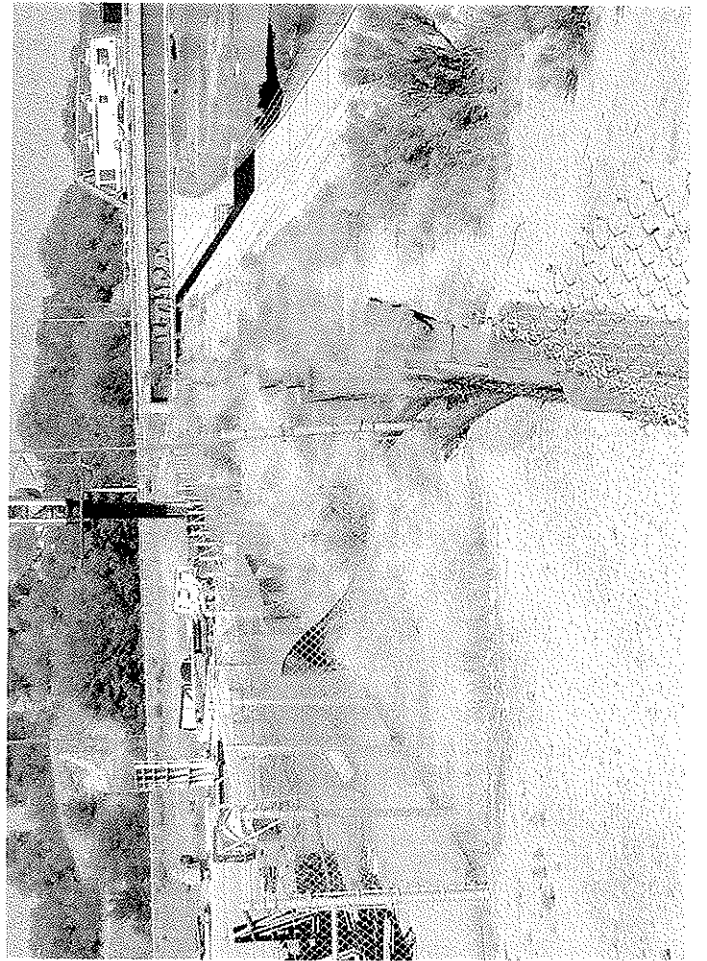
.55 acre

No Improvement Records Available!

Current Tax Information:

No Tax Records Available!

Transfer History								
Sale Date	Amount	Reception	TYPE	CODE	Grantor	Grantee	Book	Page
N/A	0	889669				CONS DIST	0	0



THE PUEBLO CONSERVANCY DISTRICT

NOTICE OF MEETING

DATE: APRIL 11, 2006 (Tuesday) AT 8:00 A.M.

PLACE: SOUTHEASTERN COLORADO HERITAGE CENTER,
201 WEST B STREET, PUEBLO, COLORADO

AGENDA

1. ROLL CALL
2. APPROVAL OF MARCH 21, 2006 MINUTES
3. TREASURER'S REPORT
 - a. MARCH 2006 ACCOUNTANT'S REPORT
 - b. PAYMENT OF BILLS
4. DISCUSSION ON LEVEE INVESTIGATION REPORT
5. OTHER BUSINESS AS MAY BE BROUGHT BEFORE THE BOARD
6. ADJOURNMENT

MINUTES OF THE APRIL 11, 2006 REGULAR MEETING OF THE PUEBLO CONSERVANCY DISTRICT

Directors Present: Sandstrom; Haynes; Farley

Also Present: Councilor Don Banner; Administrator Rick Kidd

President Sandstrom called the Pueblo Conservancy District board meeting to order at 8:00 am.

With a quorum present, the Minutes of the March 21, 2006 Regular Meeting were reviewed. Farley moved to approve the Minutes. The Minutes were approved as posted.

Treasurer's Report:

The preliminary accountant's report for March was reviewed. Farley moved to receive the preliminary report. Motion passed

Bills – The following bills were posted for review and approval

\$ 225.00	MBD&G, Accountant fees
\$ 115.31	Aquila, Electricity
\$ 300.00	Don Banner, Attorney fees
\$ 400.00	Kidd Engineering, Administrator/Engineer fees
\$ 55.41	Sandstrom, Director's fee for February 2006
\$ 55.41	Haynes, Director's fee for February 2006
\$ 55.41	Farley, Director's fee for February 2006

Farley moved to approve payment of the monthly bills. Motion passed

Levee Investigation -- Kidd noted that Atkinson-Noland had added two new pages to the report. He will prepare a profile for them to bind into the final report. Kidd also wants them to provide a better explanation of what is evidenced in the radiographs. Atkinson-Noland has been paid for 66 percent of completion on their contract.

Purchase Proposal – Banner reported that he had been contacted by John Starr about the potential purchase of PCD land south and west of the Santa Fe Avenue / Arkansas River bridge. Starr purchased his property, 751 South Santa Fe Avenue, in 1981. He has learned that the fence he put up includes some of the PCD's property. Starr has offered \$3000 to purchase approximately 24,022 square feet. Kidd is to look at property and report to the Board at the May meeting. We need to make sure that we have adequate access for maintenance of the River channel.

Special District Attorney - Sandstrom and Haynes will finalize questions to which the PCD needs the attorney to provide comment. The PCD will need to know the attorney's estimated time line for rendering an opinion on our best course of action for attaining a funding stream. Kidd is to follow up with the County on their valuation of the properties within the PCD boundary.

RECORD OF PROCEEDINGS

April 11, 2006 Minutes, Page 2 of 2

The next meeting will be held at the Southeastern Colorado Heritage Center on May 17 at 8:00 am.

There being no further business to come before the Board, the meeting was adjourned at 8:25 a.m.

APPROVED:

Gus Sandstrom, Director

Kathleen Farley, Director

Valerie V. Haynes, Director



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

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

ACCOUNTANTS' COMPILATION REPORT

Board of Directors
The Pueblo Conservancy District
Pueblo, Colorado

We have compiled the accompanying balance sheets – general fund only – of the Pueblo Conservancy District as of March 31, 2006 and December 31, 2005, and the related comparative statements of revenue and expenditures – actual and budget – general fund for the one month and three months ended March 31, 2006, and the twelve months ended December 31, 2005, 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.

McPherson, Breyfogle, Daveline & Goodrich, PC

April 14, 2006

PUEBLO CONSERVANCY DISTRICT
BALANCE SHEET - GENERAL FUND ONLY
MARCH 31, 2006 AND DECEMBER 31, 2005

CORRECTED

	<u>3/31/2006</u>	<u>12/31/2005</u>
ASSETS		
VECTRA BANK CHECKING	\$ 32,234	\$ 24,754
VECTRA BANK MONEY MARKET	11,496	11,475
BROKERAGE MONEY MARKET ACCOUNTS	31,699	93,353
COLOTRUST INVESTMENT	25,000	25,000
WACHOVIA SECURITIES INVESTMENT	545,318	571,301
PIPER JAFFRAY INVESTMENT	338,364	343,428
ACCRUED INTEREST	5,032	5,032
BOOK INVENTORY	<u>6,290</u>	<u>6,290</u>
 TOTAL ASSETS	 <u>\$ 995,433</u>	 <u>\$ 1,080,633</u>
 LIABILITIES AND FUND EQUITY		
ACCOUNTS PAYABLE	\$ -	\$ 740
PAYROLL TAXES PAYABLE	41	82
DEFERRED INCOME	<u>417</u>	<u>1,042</u>
 TOTAL LIABILITIES	 <u>458</u>	 <u>1,864</u>
 RESERVE FOR EMERGENCIES	 6,000	 6,000
DESIGNATED FOR SUBSEQUENT YEAR'S EXPENDITURES	156,376	111,176
UNDESIGNATED	<u>832,599</u>	<u>961,593</u>
 TOTAL FUND EQUITY	 <u>994,975</u>	 <u>1,078,769</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$ 995,433</u>	 <u>\$ 1,080,633</u>

SEE ACCOUNTANTS' COMPILATION REPORT

PUEBLO CONSERVANCY DISTRICT
COMPARATIVE STATEMENT OF REVENUE AND EXPENDITURES -
ACTUAL AND BUDGET - GENERAL FUND
FOR THE ONE AND THREE MONTHS ENDED MARCH 31, 2006
AND THE TWELVE MONTHS ENDED DECEMBER 31, 2005

CORRECTED

	<u>ACTUAL</u>				
	<u>CURRENT</u>	<u>YEAR</u>	<u>2006</u>	<u>UNUSED</u>	<u>2005</u>
	<u>MONTH</u>	<u>TO DATE</u>	<u>BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>
REVENUES					
INTEREST INCOME					
COLOTRUST	\$ 85	\$ 262	\$ -	\$ -	\$ 782
MONEY MARKET ACCOUNTS	160	400	-	-	2,346
WACHOVIA SECURITIES	2,236	8,596	-	-	25,159
PIPER JAFFRAY	1,130	3,393	-	-	13,529
UNREALIZED GAINS (LOSSES)	<u>(22,493)</u>	<u>(22,818)</u>	<u>-</u>	<u>-</u>	<u>(22,500)</u>
TOTAL INTEREST INCOME	(18,882)	(10,167)	40,000	50,167	19,316
LEASE PAYMENTS	209	625	2,500	1,875	2,499
OTHER INCOME	200	200	-	(200)	10,180
COST OF SALES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(138)</u>
TOTAL REVENUES	\$ (18,473)	\$ (9,342)	\$ 42,500	\$ 51,842	\$ 31,857
EXPENDITURES					
80 LEGAL FEES	\$ 300	\$ 900	\$ 3,600	\$ 2,700	\$ 3,600
81 DIRECTORS FEES	180	540	2,160	1,620	2,160
82 FICA TAXES	-	-	166	166	165
83 ENGINEER/ADMINISTRATIVE	400	800	4,800	4,000	4,800
90 AUDIT & BOOKKEEPING	225	450	2,700	2,250	2,700
92 INSURANCE/BONDS	-	2,034	2,500	466	1,616
96 OFFICE EXPENSE	-	16	650	634	271
97 OFFICE RENT	-	700	1,800	1,100	1,984
100 PROFESSIONAL FEES	-	510	5,000	4,490	751
103 TRAVEL	-	-	-	-	-
105 REPAIRS & MAINTENANCE	8,385	18,502	80,000	61,498	22,991
108 CONTINGENCIES	-	-	500	500	-
109 EMERGENCY REPAIR	-	-	20,000	20,000	-
110 CAPITAL IMPROVEMENTS	-	-	25,000	25,000	845
111 PLANNING & DEVELOPMENT	-	-	-	-	-
112 HARP - O & M	-	50,000	50,000	-	50,000
113 SALES TAX	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>9,490</u>	<u>74,452</u>	<u>198,876</u>	<u>124,424</u>	<u>91,883</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>\$ (27,963)</u>	<u>\$ (83,794)</u>	<u>\$ (156,376)</u>	<u>\$ (72,582)</u>	<u>\$ (60,026)</u>

SEE ACCOUNTANTS' COMPILATION REPORT

PUEBLO CONSERVANCY DISTRICT
INVESTMENTS
3/31/2006

4/14/2006 12:58 PM

<u>BROKER</u>	<u>DESCRIPTION</u>	<u>MATURITY DATE</u>	<u>RATE</u>	<u>PAR VALUE</u>	<u>BALANCE 12/31/2005</u>	<u>ADDITIONS</u>	<u>MKT VALUE CHANGE</u>	<u>REDEMPTION SALES</u>	<u>BALANCE 12/31/2006</u>	<u>INTEREST RECEIVED 12/31/2006</u>
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	FHLMC 2688 DD RETAIL LOTTERY	11/15/2033	5.500%	36,000.00	35,844.84	-	(1,363.32)	-	34,481.52	660.00
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	FHLMC 3004 GG RETAIL LOTTERY	7/15/2034	5.000%	80,000.00	75,336.00	-	(1,270.40)	-	74,065.60	1,333.32
	FHLMC 3133 MB REMIC MULTICLASS CMO	3/15/2036	6.000%	150,000.00	-	152,368.50	(9,948.00)	-	142,420.50	(725.00)
	FNMA 05-16 WD REMIC MULTICLASS CMO	1/25/2035	5.000%	56,000.00	34,157.34	-	(15.57)	4,297.84	29,843.93	430.68
TOTAL WACHOVIA SEC.					571,301.47	152,368.50	(18,470.65)	159,881.35	545,317.97	8,596.16
PIPER JAFFRAY	GNMA POOL #24920	6/15/2008	8.250%		3,032.38	-	(40.33)	290.19	2,701.86	60.40
	FEDL HOME LN MTG CORP FREDDIENOTES B/E	12/15/2009	3.000%	120,000.00	112,555.20	-	(1,198.80)	-	111,356.40	900.00
	FEDL NATL MTG ASSN INVT NOTES B/E	8/20/2010	4.000%	100,000.00	96,480.00	-	(1,190.00)	-	95,290.00	999.99
	FEDL NATL MTG ASSN INVT NOTES B/E	6/24/2011	4.000%	130,000.00	124,436.00	-	(1,768.00)	-	122,668.00	1,299.99
	FHLMC #170217	3/1/2017	8.000%		6,924.88	-	(149.78)	427.08	6,348.02	132.14
TOTAL PIPER JAFFRAY					343,428.46	-	(4,346.91)	717.27	338,364.28	3,392.52
TOTAL INVESTMENTS					939,729.93	152,368.50	(22,817.56)	160,598.62	908,682.25	12,250.99
TOTAL ALL ACCOUNTS					1,044,557.43	313,828.59	(22,817.56)	383,692.12	951,876.34	12,650.56

PUEBLO CONSERVANCY DISTRICT

APRIL 2006 - MAY 2006

RECEIPTS

VENDOR	ITEM	AMOUNT
ColoTrust Plus	Dividend	\$ 96.76
First Clearing, LLC	Interest Payment	\$ 1,398.33
First Clearing, LLC	Interest Payment	\$ 1,239.20
		\$ 2,734.29

DEBITS

VENDOR	ITEM	AMOUNT	CHECK	Code
MBDG, PC	Bookkeeping	\$ 225.00	3315	90
Belmont Self Storage	Storage Rental	Paid through April 2006		97
Aquila	Electrical Billing	\$ 116.77	3314	105
Don Banner -- BB&C, PC	Attorney Fees	\$ 300.00	3316	80
Kidd Engineering	Engineer/Admin Fees	\$ 400.00	3317	83
Director Sandstrom	Fees	\$ 55.41	3318	81
Director Farley	Fees	\$ 55.41	3319	81
Director Haynes	Fees	\$ 55.41	3320	81
Begg's Safe & Lock Company	Safe Combination Set	\$ 70.00	3321	105
Atkinson-Noland & Associates	Levee Investigation Partial	\$ 3,260.00	3322	105
Atkinson-Noland & Associates	Levee Investigation Final	\$ 1,000.00	3323	105
Kidd Engineering	District Boundary Map	\$ 750.00	3324	100
First American Heritage Title	Ownership & Easements	\$ 2,202.00	3325	100
		\$ 6,288.00		

CITY OF PUEBLO / FEMA / PUEBLO COUNTY / PUEBLO CONSERVANCY
DISTRICT MEETING
APRIL 27, 2006

CONCLUSIONS: PCD RESPONSIBILITY

1. Compare flood stage water surface elevations to land side elevations. Maroney will provide 2-foot contour data from their aerial imagery. PCD will have to conduct actual land surveys to determine "real" elevations.
2. Determine areas where levee is required. These will be the areas where the land side elevation is less than the base flood elevation (BFE).
3. Review current status of levee in these locations.
4. Make a proposal for the levee certification process.
5. Anderson will determine if detailed BFE studies need to be done in any of these reaches.
6. Maroney cautioned that the PCD needs to make sure that they use the correct bench mark. There is about a 10-ft difference in the two local datums.
7. Michael Baker will look at the areas that need certification, after they have been identified by the PCD, and then Anderson will work with FEMA Region 8 to develop criteria for certification. This goes with Item 4 above.
8. Information flow is to be from the PCD to the CWCB, with a copy to the City.
9. PCD to wait on BFE data until the Corps of Engineers and North Star / Sellards and Grigg studies are reviewed by both Anderson and Baker. Expect this to take two months.

STATE OF COLORADO

Colorado Water Conservation Board

Department of Natural Resources

1313 Sherman Street, Room 721
Denver, Colorado 80203
Phone: (303) 866-3441
FAX: (303) 866-4474
www.cwcb.state.co.us



May 10, 2006

Dennis Maroney, P.E., CFM
City of Pueblo
211 E. "D" Street
Pueblo, CO 81003

Bill Owens
Governor

Russell George
Executive Director

Rod Kuharich
CWCB Director

Rick Brown
Acting Deputy Director

Dear Mr. Maroney:

Thank you for organizing the levee tour and meeting at the City of Pueblo (City) offices on April 27th. This is a letter to follow up on items that were discussed.

The levees below were visited during the tour and the following determinations were made:

Fountain Creek – This levee was designed and constructed by the U. S. Army Corps of Engineers (Corps) in the late 1980's to contain the 200-year flood event. Due to significant aggradation of Fountain Creek, certain sections of the levee apparently have insufficient freeboard. Preliminary indications are that the Corps will provide certification provided that the City add freeboard to the levee along the downstream reach. The City plans to construct a parapet wall to provide the required freeboard. The City is coordinating directly with the Corps to complete the recertification process for this levee.

East Dry Creek – The City is in the process of obtaining a detailed study of the floodplain along this levee. The study will extend to the confluence of the Arkansas River. The history and design of this levee is unknown. This levee has failed in the past and repairs have been made by Pueblo County. The County indicated that they do not have interest in taking ownership of the levee or the associated maintenance and operation activities. Without public ownership, this levee can not be recertified and will not be shown as providing protection on the DFIRM.

Wild Horse Dry Creek – There is a question as to how much of this levee system actually protects residents from inundation during the 100-year flood event. Based on detailed floodplain studies, the 100-year profile is below the toe of the levee. The City and the Pueblo Conservancy District (District) need to determine what sections of this levee provide protection to the extent that, if removed, the 100-year floodplain would inundate the landward properties. The assumed starting water surface elevation (SWEL) at the Wild Horse Dry Creek confluence with the Arkansas River should be revisited in relation to peak flow timing. If the study that is currently underway assumed a coincidental peak for both flooding sources the SWEL might be too conservative. The recertification process for this levee will be conducted by the District.

Arkansas River – There is a question as to how much of this levee actually provides Pueblo residents protection from the 100-year event. The City and the District need to determine the sections of the levee system that require recertification. The Base Flood Elevations (BFE's) need to be compared to the natural ground elevations to determine if the levee is acting as a

levee. In other words, if the manmade structure were to be removed, what would be the resultant inundation scenario for the landward properties.

Anderson Consulting performed an initial review of the Corps study report for the kayak course reach of the Arkansas River. This reach of the Arkansas River is a Zone A floodplain. The City found that the report contained the design plans of the kayak course and not the as-built information. FEMA's consultant, Michael Baker Jr., suggested that if the design plans reasonably represent the as-built conditions, they could be used to develop a model to determine if the levee is acting as such. The model could also be used to update the current regulatory Zone A floodplain. Further evaluation would be necessary based upon revised discharges in the Fountain Creek study results. If additional detail is needed, as-built topography, a hydraulic model and a new mapped floodplain would require additional funds. If necessary, FEMA is able to provide additional funding for this detailed study.

The District has identified an area along the kayak course that is showing signs of piping. This is thought to have occurred as a result of the Corps construction of the kayak course. The District is working to assess the situation.

Outstanding Questions:

As a result of the meeting and levee tour, the following questions are still outstanding and should be answered in the upcoming months:

- When will the ground surface elevations on the landward side of the levees be verified with the 100-year water surface elevations to verify whether the levee sections identified are being used as such?
- By what date will the Corps provide certification of the Fountain Creek levee?
- Will the new study on Wild Horse Dry Creek show that the new 100-year water surface elevations require use of the levee?
- What sections of the Wild Horse Dry Creek levee need to be recertified?
- When will the Pueblo Conservancy District be able to provide certification of the requisite portion of the Wild Horse Dry Creek levee?
- What sections of the Arkansas River levee need to be recertified?
- Will there need to be any additional detailed studies to determine what sections of the Arkansas levee needs to be recertified?
- How is the issue of piping along the Arkansas levee being addressed and when will this occur?
- What is the extent of the piping along the toe of the Arkansas levee?
- What are the guidelines necessary to accomplish recertification of the levees?

Funding:

FEMA is prepared to provide additional funding (\$30K) for an Arkansas River detailed study, if needed.

CWCB is prepared to provide some funding for levee certification. A cost estimate is needed to determine the amount of funding that is required. Construction loans with low interest rates are available through the CWCB, and local jurisdictions should contact Kirk Russell at (303) 866-3449 or kirk.russell@state.co.us for further information.

Future Planning:

This levee issue is expected to resurface in the future and certification will be necessary in order for levee protection to be utilized for FEMA floodplain mapping updates. Recertification will need to be in accordance with 44CFR Section 65.10(a), it is the responsibility of the community or other party seeking recognition of a levee system at the time of a flood risk study or restudy to provide the data outlined in 44 CFR 65.10.

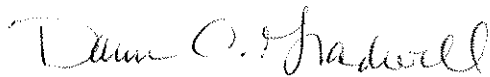
The CWCB suggests the implementation of a long-term maintenance plan for the continued use and future need for recertification of these levees and/or integration of a levee mitigation plan into the City's stormwater and floodplain management plan to eventually eliminate the need for some or all of the existing levees.

Coordination Effort:

The CWCB proposes monthly conference calls with all interested parties to keep the project moving toward the ultimate goal of updated floodplain maps. These conference call meetings would be used to address any problems as they arise during this complicated project and to keep all parties updated regarding the status of the progress. We would like to schedule calls on the last Thursday of every month at 10 a.m. (the first conference call will be on June 25th at 10 am, so participants should call the CWCB Flood Protection conference number 1-888-387-8686, Room #2354118). Please let me know if there is a problem with this date for any reason. The CWCB strives for maximum attendance during the conference calls.

Thank you very much for your time and attention to this matter.

Sincerely,



Dawn Gladwell, P.E., CFM
Floodplain Mapping Coordinator

cc:

Ricky Kidd – Kidd Engineering and Construction Management Services, Inc.

Dan Carlson – FEMA

Kevin Doyle – Michael Baker Jr.

Tom Browning – CWCB

Greg Koch – Anderson Consulting Engineers, Inc.