

MINUTES OF THE OCTOBER 18, 2006 REGULAR MEETING OF THE PUEBLO CONSERVANCY DISTRICT

Directors Present: Sandstrom; Farley; Haynes

Also Present: Counselor Don Banner; Administrator Rick Kidd

With a quorum present, the Pueblo Conservancy District board meeting was called to order at 8:02 am.

The Minutes of the September 28, 2006 Regular Meeting were reviewed. Farley moved to approve the Minutes. The Minutes were approved as posted.

Treasurer's Report:

The accountant's reports for September were reviewed. Farley moved to receive and file the September reports. Motion passed.

Bills – The following bills were posted for review and approval

\$ 225.00	MBD&G, Accountant fees
\$ 117.65	Aquila, Electricity
\$ 300.00	Don Banner, Attorney fees
\$ 400.00	Kidd Engineering, Administrator/Engineer fees
\$ 55.41	Sandstrom, Director's Fee
\$ 55.41	Haynes, Director's Fee
\$ 55.41	Farley, Director's Fee

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

Budget Hearing – Farley discussed the budget adjustments per the September 28 work session. There being no further comments, Farley moved to approve the 2007 budget. Motion passed.

District Appraisal – Sandstrom is looking for old court orders with project values. He hopes to have these orders by the November meeting. Judges Maes told Sandstrom that he will select three appraisers from a list of six potential appraisers provided by the District. Sandstrom is looking for appraiser qualifications from a previous appraisal. The Colorado Special Districts Association told Sandstrom that the Rio Grand Conservancy District is currently going through an appraisal. David Robbins is their attorney. Sandstrom will contact them to learn from their experiences.

Pasquin Access – Kidd provided an update from a meeting on October 14. Pasquins are considering two options. A decision of the route they prefer to take has not been made.

Interstate 25 Routing – Sandstrom reviewed the October 17 meeting he and Kidd attended with CDOT representatives. He presented a picture and a brief discussion about the routing alternatives being considered. CDOT would like to have a joint meeting, probably in January.

Levee Piping – Kidd to try to make direct contact with the Corp of Engineers instead of going through the City. We need to arrange to have a meeting with them and discuss the piping and the impact that we believe the Legacy Project has had on this problem.

Tax Election – Banner reported that the Conservancy District tax election must be held on an odd numbered year. The reference provided was Colorado Statute 1-41-103. A copy of this reference is attached to the minutes.

RECORD OF PROCEEDINGS

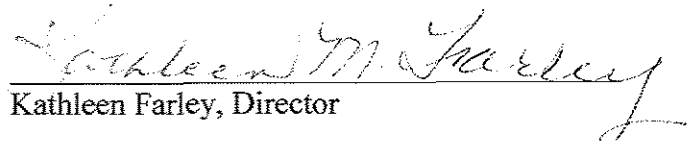
October 18, 2006 Minutes, Page 2 of 2

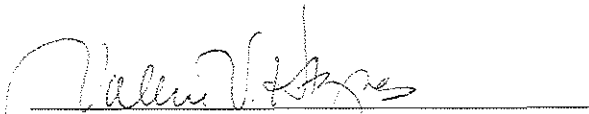
The next meeting is set for November 29 at 8:00 am. Subsequent meetings are scheduled for December 13 and January 17.

There being no further business to come before the Board, the meeting was adjourned at 8:30 a.m.

APPROVED:


Gus Sandstrom, Director


Kathleen Farley, Director


Valerie V. Haynes, Director

THE PUEBLO CONSERVANCY DISTRICT

NOTICE OF MEETING

DATE: OCTOBER 18, 2006 (Wednesday) AT 8:00 A.M.

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

AGENDA

1. ROLL CALL
2. APPROVAL OF SEPTEMBER 28, 2006 MINUTES
3. TREASURER'S REPORT
 - a. SEPTEMBER 2006 ACCOUNTANT'S REPORTS
 - b. PAYMENT OF BILLS
4. 2007 BUDGET HEARING
5. FUNDING STRATEGY
6. PASQUIN PROPERTY ACCESS UPDATE
7. WILDHORSE CREEK SURVEY UPDATE
8. OTHER BUSINESS AS MAY BE BROUGHT BEFORE THE BOARD
9. ADJOURNMENT

MINUTES OF THE SEPTEMBER 28, 2006 REGULAR MEETING OF THE PUEBLO CONSERVANCY DISTRICT

Directors Present: Sandstrom; Farley; Haynes

Also Present: Administrator Rick Kidd

With a quorum present, the Pueblo Conservancy District board meeting was called to order at 8:09 am.

The Minutes of the August 23, 2006 Regular Meeting were reviewed. Farley moved to approve the Minutes. The Minutes were approved as posted.

Treasurer's Report:

The accountant's reports for August were reviewed. Farley moved to receive and file the August reports. Motion passed.

Bills --- The following bills were posted for review and approval

\$ 225.00	MBD&G, Accountant fees
\$ 116.77	Aquila, Electricity
\$ 300.00	Don Banner, Attorney fees
\$ 400.00	Kidd Engineering, Administrator/Engineer fees
\$ 55.41	Sandstrom, Director's Fee
\$ 55.41	Haynes, Director's Fee
\$ 55.41	Farley, Director's Fee
\$ 398.53	Chem-Way, Weed Spraying

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

Wachovia Account -- Sandstrom reported that there was \$20,000 in the Wachovia money market account and Calvin Mason wanted to know what to do with it. It was decided to leave it in the money market account at the current time.

Tax Issue -- Sandstrom learned that the District cannot spend District funds on a campaign for a tax issue. The District needs to form an issue committee with a leader not related to the Board. The Board may have a resolution to support a tax issue. The Board members can go out and inform other organizations such as the Pueblo Board of Water Works. Banner is to verify that tax questions can appear only on even year ballots.

District Appraisal -- Sandstrom will ask Judge Maes about the process for selecting appraisers. He thinks we need to provide six to nine names. The Board needs to discuss directions that should be given to the Judge to give to the appraisers. These would include items that the appraisers should consider to adequately evaluate the benefits of the District. Sandstrom believes there are two court reports that provide District construction cost values. Sandstrom is to check with the Special Districts Association to see if there is a member district that has recently done an appraisal.

Budget -- Farley presented her estimates for the 2007 budget. It was decided that anticipated costs for any remedial action for levee certification will be charged to the line item for repairs and maintenance. The accountant's fees are increasing to \$250 per month. Other minor adjustments were discussed. Farley is to have the final budget proposal ready for the next meeting.

Levee Certification -- Kidd reported that during the last certification conference call Dennis Maroney reported that we had recently had, according to some determinations, a 200-year flood pass down Wildhorse Creek. Maroney stated that debris lines would indicate the flood high

RECORD OF PROCEEDINGS

September 28, 2006 Minutes, Page 2 of 2

water levels and would be a good basis for the need for any required levee certification. Kidd reported that he had gone out and found high water erosion marks and debris. He stated that it would cost \$1100 to survey and map flood elevations at Wildhorse Creek. Farley moved to approve this expenditure. Motion passed.

Future Meetings -- The following meeting dates were decided upon:

October 18, 2006
November 29, 2006
December 13, 2006
January 17, 2007

Accountant's Agreement -- Kidd presented the accountant's proposed agreement for 2007. The services will remain as previous but the fee will increase to \$250 per month. Haynes moved to approve and execute the agreement. Motion passed.

Arkansas Valley Water Round Table -- Sandstrom reported that he no longer has time to serve on the Round Table Committee. The Committee is currently developing an appraisal of water needs in the Arkansas Valley. They meet monthly usually from 12:30 to 3:00 pm. Each Board member is to present a proposed replacement for consideration at the next Board meeting.

The next meeting is set for October 18 at 8:00 am. This will be a budget hearing meeting and a notice needs to be published.

There being no further business to come before the Board, the meeting was adjourned at 9:05 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 September 30, 2006 and December 31, 2005, and the related comparative statements of revenue and expenditures – actual and budget – general fund for the one month and nine months ended September 30, 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

October 16, 2006

PUEBLO CONSERVANCY DISTRICT
BALANCE SHEET - GENERAL FUND ONLY
SEPTEMBER 30, 2006 AND DECEMBER 31, 2005

	<u>8/31/2006</u>	<u>12/31/2005</u>
ASSETS		
VECTRA BANK CHECKING	\$ 36,639	\$ 24,754
VECTRA BANK MONEY MARKET	11,557	11,475
BROKERAGE MONEY MARKET ACCOUNTS	66,772	93,353
COLOTRUST INVESTMENT	25,000	25,000
WACHOVIA SECURITIES INVESTMENT	531,069	571,301
PIPER JAFFRAY INVESTMENT	341,974	343,428
ACCRUED INTEREST	5,032	5,032
BOOK INVENTORY	<u>6,290</u>	<u>6,290</u>
 TOTAL ASSETS	 <u>\$ 1,024,333</u>	 <u>\$ 1,080,633</u>
 LIABILITIES AND FUND EQUITY		
ACCOUNTS PAYABLE	\$ -	\$ 740
PAYROLL TAXES PAYABLE	124	82
DEFERRED INCOME	<u>1,666</u>	<u>1,042</u>
 TOTAL LIABILITIES	 <u>1,790</u>	 <u>1,864</u>
 RESERVE FOR EMERGENCIES	 6,000	 6,000
DESIGNATED FOR SUBSEQUENT YEAR'S EXPENDITURES	156,376	111,176
UNDESIGNATED	<u>860,167</u>	<u>961,593</u>
 TOTAL FUND EQUITY	 <u>1,022,543</u>	 <u>1,078,769</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$ 1,024,333</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 NINE MONTHS ENDED SEPTEMBER 30, 2006
AND THE TWELVE MONTHS ENDED DECEMBER 31, 2005

	ACTUAL				
	CURRENT MONTH	YEAR TO DATE	2006 BUDGET	UNUSED BUDGET	2005 ACTUAL
REVENUES					
INTEREST INCOME					
COLOTRUST	\$ 109	\$ 879	\$ -	\$ -	\$ 782
MONEY MARKET ACCOUNTS	105	1,106	-	-	2,346
WACHOVIA SECURITIES	4,210	24,197	-	-	25,159
PIPER JAFFRAY	1,119	10,132	-	-	13,529
UNREALIZED GAINS (LOSSES)	6,923	1,269	-	-	(22,500)
TOTAL INTEREST INCOME	12,466	37,583	40,000	2,417	19,316
LEASE PAYMENTS	208	2,075	2,500	425	2,499
OTHER INCOME	-	-	-	-	10,180
COST OF SALES	-	-	-	-	(138)
TOTAL REVENUES	\$ 12,674	\$ 39,658	\$ 42,500	\$ 2,842	\$ 31,857
EXPENDITURES					
80 LEGAL FEES	\$ 300	\$ 7,633	\$ 3,600	\$ (4,033)	\$ 3,600
81 DIRECTORS FEES	180	1,620	2,160	540	2,160
82 FICA TAXES	-	-	166	166	165
83 ENGINEER/ADMINISTRATIVE	400	3,200	4,800	1,600	4,800
90 AUDIT & BOOKKEEPING	225	1,800	2,700	900	2,700
92 INSURANCE/BONDS	-	2,034	2,500	466	1,616
96 OFFICE EXPENSE	-	205	650	445	271
97 OFFICE RENT	-	1,420	1,800	380	1,984
100 PROFESSIONAL FEES	-	3,462	5,000	1,538	751
103 TRAVEL	-	-	-	-	-
105 REPAIRS & MAINTENANCE	515	24,509	80,000	55,491	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	-	-	-	-	-
TOTAL EXPENDITURES	1,620	95,883	198,876	102,993	91,883
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 11,054	\$ (56,225)	\$ (156,376)	\$ (100,151)	\$ (60,026)

SEE ACCOUNTANTS' COMPILATION REPORT

PUEBLO CONSERVANCY DISTRICT
INVESTMENTS
9/30/2006

10/16/2006 11:10 AM

<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	82.53	-	-	11,557.09	82.53
PIPER JAFFRAY	Money Market Account				5,678.95	2,417.67	-	-	8,096.62	236.77
WACHOVIA SEC.	Evergreen Money Mkt Fund				87,673.99	274,377.41	-	303,376.10	58,675.30	786.47
TOTAL CASH ACCOUNTS WITH BROKERS					104,827.50	276,877.61	-	303,376.10	78,329.01	1,105.77
<u>INVESTMENTS</u>										
COLOTRUST	Acct. 7081 - PLUS		6.240%		25,000.00	-	-	-	25,000.00	879.55
TOTAL COLOTRUST					25,000.00	-	-	-	25,000.00	879.55
WACHOVIA SEC.	FNMA 05-27 GA REMIC MULTICLASS CMO	4/25/2034	5.500%	450,000.00	271,260.34	-	6,367.71	138,630.12	138,997.93	9,818.10
	FHLMC 3040 CA REMIC MULTICLASS CMO	9/15/2019	5.000%	108,000.00	93,900.44	-	(2,699.80)	91,200.64	-	1,901.96
	FNMA 03-52 BD REMIC MULTICLASS CMO	3/25/2033	5.500%	28,000.00	27,732.04	-	(400.94)	27,331.10	-	633.10
	FHLMC 2646 LL RETAIL LOTTERY	8/15/2033	5.000%	78,000.00	32,888.88	-	277.56	-	33,166.44	1,504.17
	FHLMC 2688 DD RETAIL LOTTERY	11/15/2033	5.500%	36,000.00	35,844.84	-	(473.76)	-	35,371.08	1,650.00
	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	-	1,116.61	3,000.00	73,452.61	3,333.30
	FHLMC 3133 MB REMIC MULTICLASS CMO	3/15/2036	6.000%	150,000.00	-	152,368.50	(2,662.50)	-	149,706.00	3,775.00
	FNMA 05-16 WD REMIC MULTICLASS CMO	1/25/2035	5.000%	56,000.00	34,157.34	-	(529.92)	12,786.16	20,841.26	1,125.00
	GNMA 06-27 WE REMIC MULTICLASS CMO	6/20/1936	6.000%	50,000.00	-	50,006.00	(472.00)	-	49,534.00	508.33
	NATIONAL CITY CD	6/15/2007	5.150%	30,000.00	-	29,979.90	20.10	-	30,000.00	(55.03)
TOTAL WACHOVIA SEC.					571,301.47	232,354.40	542.49	273,129.04	531,069.32	24,197.03
PIPER JAFFRAY	GNMA POOL #24920	6/15/2008	8.250%		3,032.38	-	18.47	1,013.05	2,037.80	162.19
	FEDL HOME LN MTG CORP FREDDIENOTES B/E	12/15/2009	3.000%	120,000.00	112,555.20	-	547.20	-	113,102.40	2,700.00
	FEDL NATL MTG ASSN INVT NOTES B/E	8/20/2010	4.000%	100,000.00	96,480.00	-	114.00	-	96,594.00	2,999.97
	FEDL NATL MTG ASSN INVT NOTES B/E	6/24/2011	4.000%	130,000.00	124,436.00	-	201.50	-	124,637.50	3,899.97
	FHLMC #170217	3/1/2017	8.000%		6,924.88	-	(154.43)	1,167.85	5,602.60	369.68
TOTAL PIPER JAFFRAY					343,428.46	-	726.74	2,180.90	341,974.30	10,131.81
TOTAL INVESTMENTS					939,729.93	232,354.40	1,269.23	275,309.94	898,043.62	35,208.39
TOTAL ALL ACCOUNTS					1,044,557.43	509,232.01	1,269.23	578,686.04	976,372.63	36,314.16

SEPTEMBER 2006 - OCTOBER 2006

RECEIPTS

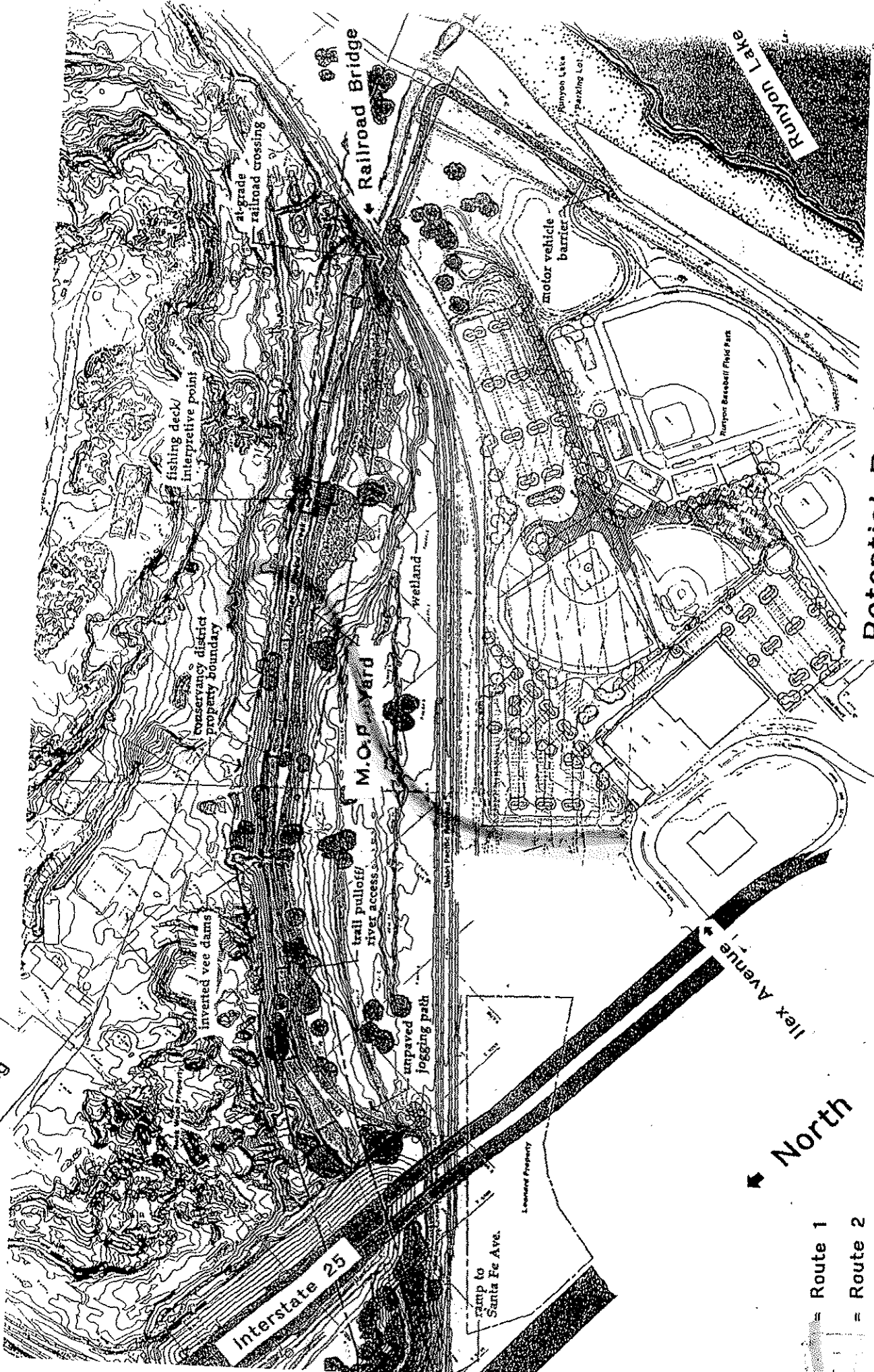
VENDOR	ITEM	AMOUNT
First Clearing, LLC	Interest Payment	\$ 1,398.33
First Clearing, LLC	Interest Payment	\$ 250.00
First Clearing, LLC	Interest Payment	\$ 830.63
UBS	Interest	\$ 1,066.66
UBS	Interest	\$ 1,080.49
Wells Fargo - Colotrust	Dividend	\$ 105.77
		\$ 4,731.88

DEBITS

VENDOR	ITEM	AMOUNT	CHECK	Code
Aquila	Electrical Billing	\$ 117.65	3359	105
MBDG, PC	Bookkeeping	\$ 225.00	3360	90
Don Banner -- BB&C, PC	Attorney Fees	\$ 300.00	3361	80
Kidd Engineering	Engineer/Admin Fees	\$ 400.00	3362	83
Director Sandstrom	Fees	\$ 55.41	3363	81
Director Farley	Fees	\$ 55.41	3364	81
Director Haynes	Fees	\$ 55.41	3365	81
		\$ 1,091.23		

City Police & Fire
Training Range

Rockwool
Building



Interstate 25

Railroad Bridge

motor vehicle
barrier

Runyon Lake
Parking Lot

Runyon Baseball Field Park

Runyon Lake

North

= Route 1
= Route 2

Potential Rockwool Access Routes

Document 1 of 1**Source:**

Colorado Statutes/TITLE 1 ELECTIONS/ODD-YEAR ELECTIONS/ARTICLE 41 ODD-YEAR ELECTIONS/1-41-103. Local ballot issue elections in odd-numbered years.

1-41-103. Local ballot issue elections in odd-numbered years.

(1) At the local election to be held on the first Tuesday of November in 1993, and in each odd-numbered year thereafter, the following issues shall appear on the ballot if they concern local government matters arising under section 20 of article X of the state constitution and if they are submitted in accordance with applicable law:

(a) Amendments to the charter of any home rule city or home rule county initiated by the voters or submitted by the legislative body of the home rule city or county in accordance with said charter;

(b) Ordinances, resolutions, or franchises proposed in accordance with section 1 of article V of the state constitution and section 31-11-104, C.R.S.;

(c) Measures referred to the people pursuant to petitions filed against an ordinance, resolution, or franchise passed by the legislative body of any local government in accordance with section 1 of article V of the state constitution and section 31-11-105, C.R.S.;

(d) Questions which are referred to the people by the governing body of the local government in accordance with the law prescribing procedures therefor;

(e) Questions which are initiated by the people in accordance with the law prescribing procedures therefor.

(2) As used in this section, "local government" means a county, a municipality as defined in section 31-1-101 (6), C.R.S., a school district, or a special district as defined in sections 32-1-103 (20) and 35-70-109, C.R.S.

(3) As used in this section, a "question" means a proposition which is in the form of a question meeting the requirements of section 20 (3) (c) of article X of the state constitution and which is submitted in accordance with the law prescribing procedures therefor without reference to a specific ordinance, resolution, franchise, or other local legislation or a specific amendment to the charter of a home rule city or home rule county.

(4) As used in this section, "local government matters arising under section 20 of article X of the state constitution" includes:

(a) Approval of a new tax, tax rate increase, mill levy above that for the prior year, or extension of an expiring tax, or a tax policy change directly causing a net tax revenue gain pursuant to section 20 (4) (a) of article X of the state constitution;

(b) Approval of the creation of any multiple-fiscal year direct or indirect debt or other financial obligation without adequate present cash reserves pledged irrevocably and held for payments in all future fiscal years pursuant to section 20 (4) (b) of article X of the state constitution;

(c) Approval of emergency taxes pursuant to section 20 (6) of article X of the state constitution;

(d) Approval of revenue changes pursuant to section 20 (7) of article X of the state constitution;

(e) Approval of a delay in voting on ballot issues pursuant to section 20 (3) (a) of article X of the state constitution;

(f) Approval of the weakening of a local limit on revenue, spending, and debt pursuant to section 20 (1) of article X of the state constitution.

(5) The submission of issues at elections in November of odd-numbered years in accordance with this section, or at other elections as provided in section 20 (3) (a) of article X of the state constitution, shall not be deemed the exclusive method of submitting local issues to a vote of the people, and nothing in this section shall be construed to repeal, diminish, or otherwise affect in any way the authority of local governments to hold issue elections in accordance with other provisions of law.

(6) As the city of Broomfield will become the city and county of Broomfield on November 15, 2001, and the citizens of the city and county of Broomfield will no longer be located in Adams, Boulder, Jefferson, and Weld counties and will not be directly affected by the election results of ballot issues in those counties, the ballot for the registered voters of the city of Broomfield for the odd-year election to be held on November 6, 2001, shall exclude any local ballot issue pertaining to Adams, Boulder, Jefferson, and Weld counties that, by the terms of such ballot issue or as mandated by law, takes effect on or after November 15, 2001, so long as such ballot issue does not directly or indirectly impose any burden, obligation, or limitation upon the city and county of Broomfield or its citizens.

(7) As the city of Broomfield will become the city and county of Broomfield on November 15, 2001, the ballot for the registered voters of the city of Broomfield for the odd-year election to be held on November 6, 2001, may include any local ballot issue pertaining to the city and county of Broomfield that, by the terms of such ballot issue or as mandated by law, takes effect on or after November 15, 2001.

Source: L. 93: Entire article added, p. 1995, § 1, effective June 8. L. 94: (1)(b) and (1)(c) amended, p. 1622, § 6, effective May 31. L. 95: (1)(b) and (1)(c) amended, p. 439, § 24, effective May 8. L. 2001: (6) and (7) added, p. 273, § 31, effective March 30.

ANNOTATION

Proposed amendments to home-rule charters and local initiated or referred measures concerning issues arising under the provisions of article X, § 20, of the state constitution may be submitted to the people for a vote at a local election held on the first Tuesday of November in odd-numbered years. The provisions of article X, § 20 (3), apply only to issues of government financing, spending, and taxation governed by article X, § 20. *Zaner v. City of Brighton*, 917 P.2d 280 (Colo. 1996).

Legislation that furthers the purpose of self-executing constitutional provisions or that facilitates their enforcement is permissible. The general assembly did not exceed its authority by enacting legislation to resolve the ambiguity in article X, § 20, of the state constitution. *Zaner v. City of Brighton*, 917 P.2d 280 (Colo. 1996).

The term "referred measure" is defined in § 1-1-104 (34.5) to include any ballot question or ballot issue submitted to its eligible electors by any local governmental entity. Such referred measures encompass approval of revenue changes pursuant to § 20 (7) of article X of the state constitution referenced in subsection (4)(d). *Havens v. Bd. of County Comm'rs*, 924 P.2d 517 (Colo. 1996).

AFFIDAVIT OF PUBLICATION

THE PUEBLO CHIEFTAIN

State of Colorado)

Pueblo Chieftain

RICK KIDD
PUEBLO CONSERVANCY DIST
PO BOX 234
PUEBLO CO 81002-0234

REFERENCE: 811122
125763

PROPOSED BUDGET

Nancy R. Branim

, being first duly sworn upon her oath and says: That she is a representative of THE STAR-JOURNAL PUBLISHING CORPORATION, and has personal knowledge of the facts set forth herein; that said Corporation is a corporation organized under the laws of the State of Colorado and that its principal office and place of business is in the city of Pueblo, in the County of Pueblo, in the State of Colorado; that it is the proprietor, printer and publisher of THE PUEBLO CHIEFTAIN, which is, and at all times herein mentioned was a daily newspaper of general circulation printed and published in said City of Pueblo; that said newspaper is, and at all times was published daily, has been admitted to the United States Mails as a second class matter under the provisions of the Act of Congress of March 3, 1879, and any amendments thereof, and is duly qualified for publishing legal notices and advertisements within the meaning of the laws of the state of Colorado of which is attached a true copy cut from said newspaper and was published on the following dates:

PUBLISHED ON: 10/12

FILED ON: 10/13/06

In witness whereof, I have hereunto set my hand this 19th day of October A.D. 2006

Subscribed and sworn to before me this 19th day of October A.D. 2006
My commission expires November 29, 2007.

Notary

PUEBLO CONSERVANCY DISTRICT NOTICE OF PROPOSED BUDGET

The Board of Directors of THE PUEBLO CONSERVANCY DISTRICT, hereby gives notice that the proposed budget for the fiscal year commencing January 1, 2007 shall be open for inspection by the public at the office of the District at 44811 East US Highway 50, Avondale, Colorado at such times as may be arranged by appointment with the District Administrator, Rick Kidd, whose phone number is (719)544-5239. The Board of Directors will consider the adoption of such proposed budget on the 18th day of October, 2006, at 8:00 o'clock a.m. at the meeting place of the District, Southeastern Colorado Heritage Center, 201 West B Street, Pueblo, Colorado. Any interested elector may inspect such proposed budget and file or register any objections thereto at any time prior to the final adoption of the budget.

DIANE C. TAFOYA
NOTARY PUBLIC
STATE OF COLORADO