

MINUTES OF THE JULY 15, 2009 REGULAR MEETING OF THE PUEBLO CONSERVANCY DISTRICT

Directors Present: Farley, Barela

Also Present: Administrator Rick Kidd, Councilor Don Banner

Guests: None

With a quorum present, the Pueblo Conservancy District board meeting was called to order at 8:07 am.

Minutes -- The Minutes of the June 15, 2009 Regular Meeting were reviewed. Minutes need to be corrected to show that Farley moved to approve the May 20, 2009 minutes. Barela moved to approve the minutes as corrected. The Minutes were approved, with Kidd making pen-in-ink corrections.

Treasurer's Report:

The May accountant's report was available for review. The June report was not available due to the early meeting date. Banner suggested that the accountant change the income from the maintenance fee assessments to be under a heading so stating rather than being included under "Other Income". Farley moved to receive and file the accountant's report and to pay the bills. Motion passed.

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

\$ 300.00	MBD&G, Accountant fees
\$ 400.00	Don Banner, Attorney fees
\$ 500.00	Kidd Engineering, Administrator/Engineer fees
\$ 55.41	Sandstrom, Director's Fee
\$ 55.41	Farley, Director's Fee
\$ 55.41	Barela, Director's Fee
\$ 351.00	Chem-Way, Ongoing treatment plus Runyon Levee
\$ 15,971.00	Spaccamonti Excavating, Runyon Levee tree and brush removal
\$ 5,000.00	HARP Authority, Ratify 5-20-09 Board Action to extend to allow other algae control measures
\$ 40.00	Southeastern Colorado Heritage Center, Balance on corrected invoice

HARP Support -- Sandstrom had requested that we ratify his commitment to HARP. He had polled the Board members before he told HARP that the District would participate in their algae control program. Barela moved to ratify this action as an extension of the May 20 Board action to approve \$5000 to HARP. Motion passed.

Banner stated that we need to document the work Sandstrom is doing on the Wildhorse Creek watershed to show the District's proactive stance. Banner said that this could be packaged as a win-win opportunity to Ft. Carson if they would allow detention basins to be built on their property. Barela suggested that we include a narrative of what Sandstrom is doing along with the letters he has written. Based upon her experience, Barela suggested that the Ft. Carson public works personnel would be better to work with than commanding officers. They are a more stable base. Kidd is to talk with Sandstrom about this and what the detention basin site selection criteria is.

Kidd reported that the District has now spent over \$18,000 to comply with the ACE Runyon Levee inspection report. There are still trees that need to be removed per ACE criteria, but they are on private property. Alamosa has the same situation along the Rio Grande. Banner

RECORD OF PROCEEDINGS

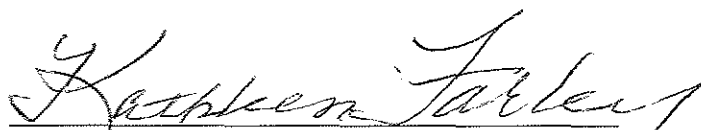
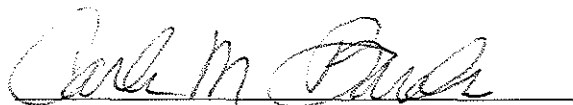
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suggested that we send letters to the landowners along the levee stating the ACE criteria and requesting permission for us to have professional arborists remove the required trees.

Weed Control Bills – Kidd is to meet with Pueblo Code Enforcement and Chem-way to see what areas we are being billed for and if these were already incorporated into what Chem-way is responsible for.

There being no further business to come before the Board, the business meeting was adjourned at 8:30 am. The next regular meeting date is August 20, 2009.

APPROVED:


Gus Sandstrom, Director
Kathleen Farley, Director
Carla Barela, Director

THE PUEBLO CONSERVANCY DISTRICT

NOTICE OF
REGULAR MEETING

DATE: JULY 15, 2009 (WEDNESDAY) AT 8:00 A.M.

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

AGENDA

1. ROLL CALL
2. APPROVAL OF JUNE 15, 2009 MINUTES
3. TREASURER'S REPORT
 - a. PAYMENT OF BILLS
4. RATIFICATION OF HARP SUPPORT
4. OTHER BUSINESS AS MAY BE BROUGHT BEFORE THE BOARD
5. ADJOURNMENT

Future regular meetings scheduled at 8:00 am on:

August 19
October 21

September 17
November 18

December 16

MINUTES OF THE JUNE 15, 2009 REGULAR MEETING OF THE PUEBLO CONSERVANCY DISTRICT

Directors Present: Sandstrom, Farley

Also Present: Administrator Rick Kidd

Guests: None

With a quorum present, the Pueblo Conservancy District board meeting was called to order at 8:06 am.

Minutes -- The Minutes of the May 20, 2009 Regular Meeting were reviewed. Barela moved for approval. The Minutes were approved as posted.

Treasurer's Report:

The May accountant's report was not available due to the early date for the meeting. Farley moved to pay the bills. Motion passed.

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

\$ 455.00	Black Hills Energy, Runyon Electricity (Quarterly estimate)
\$ 300.00	MBD&G, Accountant fees
\$ 400.00	Don Banner, Attorney fees
\$ 500.00	Kidd Engineering, Administrator/Engineer fees
\$ 55.41	Sandstrom, Director's Fee
\$ 55.41	Farley, Director's Fee
\$ 55.41	Barela, Director's Fee
\$ 110.00	Post Master, PO Box Rental thru 6-2010

Sandstrom reported that the Heritage Center is going to be sending a revised contract for a new fee of approximately \$720. He met with Fran Reed and she explained the error that had been made in the previous contract and invoice. Sandstrom also said that the HARP Authority decided that it was not currently feasible to locate the utility conduits that the District had authorized \$5000 toward. They felt that when the Boat House project is done may be a better time.

September Meeting -- It was agreed to change the meeting date from September 16 to the 17th.

Wildhorse Creek -- The walk for the Wildhorse Creek Levee will be scheduled after we receive more information from the FEMA engineers. Sandstrom is in contact with the City, County, and Pueblo West.

Arkansas Levee -- Kidd is to find someone with the Corp of Engineers who will discuss where they are on plans for repair through the Legacy Project area.

RECORD OF PROCEEDINGS

May 20, 2009 Minutes, Page 2 of 2

There being no further business to come before the Board, the business meeting was adjourned at 8:40 am. The next regular meeting date is July 15, 2009.

APPROVED:

Gus Sandstrom, Director

Kathleen Farley, Director

Carla Barela, Director



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Phone (719) 543-0516
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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 May 31, 2009 and December 31, 2008, and the related comparative statements of revenue and expenditures – actual and budget – general fund for the five months ended May 31, 2009, and the twelve months ended December 31, 2008, 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

June 16, 2009

PUEBLO CONSERVANCY DISTRICT
BALANCE SHEET - GENERAL FUND ONLY
MAY 31, 2009 AND DECEMBER 31, 2008

	<u>5/31/2009</u>	<u>12/31/2008</u>
ASSETS		
VECTRA BANK CHECKING	\$ 72,054	\$ 21,940
VECTRA BANK MONEY MARKET	11,839	11,814
BROKERAGE MONEY MARKET ACCOUNTS	51,401	316,951
COLOTRUST INVESTMENT	25,000	25,000
WACHOVIA SECURITIES INVESTMENT	525,351	467,805
UBS INVESTMENT	320,852	133,680
ACCRUED INTEREST	<u>-</u>	<u>1,794</u>
 TOTAL ASSETS	 <u>\$ 1,006,497</u>	 <u>\$ 978,984</u>
 LIABILITIES AND FUND EQUITY		
ACCOUNTS PAYABLE	\$ -	\$ 822
PAYROLL TAXES PAYABLE	69	312
DEFERRED INCOME	<u>2,500</u>	<u>1,042</u>
 TOTAL LIABILITIES	 <u>2,569</u>	 <u>2,176</u>
 RESERVE FOR EMERGENCIES	 6,000	 6,000
DESIGNATED FOR SUBSEQUENT YEAR'S EXPENDITURES	156,376	156,376
UNDESIGNATED	<u>841,552</u>	<u>814,432</u>
 TOTAL FUND EQUITY	 <u>1,003,928</u>	 <u>976,808</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$ 1,006,497</u>	 <u>\$ 978,984</u>

SEE ACCOUNTANTS' COMPILATION REPORT

PUEBLO CONSERVANCY DISTRICT
COMPARATIVE STATEMENT OF REVENUE AND EXPENDITURES -
ACTUAL AND BUDGET - GENERAL FUND
FOR THE FIVE MONTHS ENDED MAY 31, 2009
AND THE TWELVE MONTHS ENDED DECEMBER 31, 2008

	ACTUAL				
	CURRENT MONTH	YEAR TO DATE	2009 BUDGET	UNUSED BUDGET	2008 ACTUAL
REVENUES					
INTEREST INCOME					
COLOTRUST	\$ 11	\$ 49	\$ -	\$ -	\$ 645
MONEY MARKET ACCOUNTS	7	101	-	-	1,571
WACHOVIA SECURITIES	(195)	6,892	-	-	30,167
UBS INVESTMENT	1,604	3,716	-	-	9,026
UNREALIZED GAINS (LOSSES)	(3,782)	(21,271)	-	-	29,740
TOTAL INTEREST INCOME	(2,355)	(10,513)	47,117	57,630	71,149
LEASE PAYMENTS	208	1,042	2,500	1,458	2,700
OTHER INCOME	98,353	135,516	-	(135,516)	4,500
COST OF SALES	-	-	-	-	-
TOTAL REVENUES	\$ 96,206	\$ 126,045	\$ 49,617	\$ (76,428)	\$ 78,349
EXPENDITURES					
80 LEGAL FEES	\$ 400	\$ 2,000	\$ 4,800	\$ 2,800	\$ 4,700
81 DIRECTORS FEES	180	900	3,000	2,100	2,040
82 FICA TAXES	-	-	166	166	156
83 ENGINEER/ADMINISTRATIVE	500	2,000	6,000	4,000	6,000
90 AUDIT & BOOKKEEPING	300	1,200	3,600	2,400	3,000
92 INSURANCE/BONDS	-	2,646	3,000	354	2,506
96 OFFICE EXPENSE	-	90	500	410	543
97 OFFICE RENT	680	680	750	70	680
100 PROFESSIONAL FEES	-	-	30,000	30,000	31,401
APPRAISAL	-	17,376	-	(17,376)	-
103 TRAVEL	-	-	3,500	3,500	-
105 REPAIRS & MAINTENANCE	-	12,033	90,000	77,967	12,018
PIPING REPAIRS	-	-	75,000	75,000	-
108 CONTINGENCIES	-	-	500	500	-
109 EMERGENCY REPAIR	-	-	20,000	20,000	-
110 CAPITAL IMPROVEMENTS	-	-	25,000	25,000	-
111 PLANNING & DEVELOPMENT	-	-	5,000	5,000	-
112 HARP - O & M / HARP - IGA CNTRB	60,000	60,000	50,000	(10,000)	78,000
113 SALES TAX	-	-	12,000	12,000	-
TOTAL EXPENDITURES	62,060	98,925	332,816	233,891	141,044
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ 34,146	\$ 27,120	\$ (283,199)	\$ (310,319)	\$ (62,695)

SEE ACCOUNTANTS' COMPILATION REPORT

PUEBLO CONSERVANCY DISTRICT
INVESTMENTS
5/31/2009

6/16/2009 9:54 AM

<u>BROKER</u>	<u>DESCRIPTION</u>	<u>MATURITY DATE</u>	<u>RATE</u>	<u>PAR VALUE</u>	<u>BALANCE 12/31/2008</u>	<u>ADDITIONS</u>	<u>MKT VALUE CHANGE</u>	<u>REDEMPTION SALES</u>	<u>BALANCE 1/31/2009</u>	<u>INTEREST RECEIVED 1/31/2009</u>
<u>CASH ACCOUNTS</u>										
VECTRA BANK	Money Market Account				11,814.22	24.51	-	-	11,838.73	24.51
UBS INVESTMENT	Money Market Account				233,702.26	165,960.18	-	361,036.94	38,625.50	58.78
WACHOVIA SEC.	Evergreen Money Mkt Fund				83,248.06	10,001.88	-	80,475.00	12,774.94	17.73
TOTAL CASH ACCOUNTS WITH BROKERS					328,764.54	175,986.57	-	441,511.94	63,239.17	101.02
<u>INVESTMENTS</u>										
COLOTRUST	Acct. 7081 - PLUS		6.240%		25,000.00	-	-	-	25,000.00	74.68
TOTAL COLOTRUST					25,000.00	-	-	-	25,000.00	74.68
WACHOVIA SEC.	FNMA 05-27 GA REMIC MULTICLASS CMO	4/25/2034	5.500%	450,000.00	24,176.23	-	7.74	-	24,183.97	553.90
	FHLMC 3040 CA REMIC MULTICLASS CMO	9/15/2019	5.000%	108,000.00	-	-	-	-	-	-
	FHLMC 3334 WW RETAIL LOTTERY	9/15/2036	6.250%	30,000.00	19,803.70	-	(792.82)	11,000.00	8,010.88	354.17
	FHLMC 2646 LL RETAIL LOTTERY	8/15/2033	5.000%	78,000.00	33,864.48	-	1,229.04	-	35,093.52	600.00
	FHLMC 2688 DD RETAIL LOTTERY	11/15/2033	5.500%	36,000.00	35,585.28	-	417.60	-	36,002.88	660.00
	FHLMC 2804 UC REMIC MULTICLASS CMO	11/15/2033	6.000%	8,000.00	-	-	-	-	-	-
	FHLMC 3004 GG RETAIL LOTTERY	7/15/2034	5.000%	80,000.00	47,414.36	-	1,601.60	7,000.00	42,015.96	812.51
	FHLMC 3133 MB REMIC MULTICLASS CMO	3/15/2036	6.000%	150,000.00	155,440.50	-	(4,177.50)	-	151,263.00	3,000.00
	FNMA 05-16 WD REMIC MULTICLASS CMO	1/25/2035	5.000%	56,000.00	12,565.63	-	396.84	1,677.00	11,285.47	269.03
	FNMA 06-107 PD REMIC MULTICLASS CMO	6/25/1935	5.000%	78,000.00	-	80,345.00	(2,471.36)	-	77,873.64	(130.00)
	FHLMC 3230 BB REMIC MULTICLASS CMO	4/15/2036	5.750%	50,000.00	51,796.50	-	(1,803.76)	44,000.00	5,992.74	896.03
	FHLMC 3264 UU REMIC MULTICLASS CMO	6/15/2036	5.750%	50,000.00	49,468.80	-	(1,178.11)	7,000.00	41,290.69	920.00
	FHLMC 3290 WA REMIC MULTICLASS CMO	4/15/2007	5.000%	58,000.00	25,356.87	-	(220.69)	25,136.18	-	374.22
	FHLMC 3357 AA REMIC MULTICLASS CMO	12/15/1936	6.000%	32,000.00	12,333.00	-	(333.00)	12,000.00	-	155.00
	FHLMC 3393 BY REMIC MULTICLASS CPN	5/20/2009	5.500%	94,000.00	-	99,645.00	(7,306.92)	-	92,338.08	(359.03)
	WORLD SAVINGS BK FSB CD	5/2/2008	5.200%	25,000.00	-	-	-	-	-	-
TOTAL WACHOVIA SEC.					467,805.35	179,990.00	(14,631.34)	107,813.18	525,350.83	8,105.83
UBS INVESTMENT	GNMA POOL #676875X	3/15/2023	6.500%	235,000.00	-	228,761.42	(5,986.21)	25,156.51	197,618.70	2,358.80
	GNMA POOL #003851M	5/20/1936	3.852%	165,000.00	-	130,951.72	(663.12)	10,434.78	119,853.82	931.32
	FEDL HOME LN MTG CORP FREDDIENOTES B/E	12/15/2009	3.000%	120,000.00	-	-	-	-	-	-
	FEDL NATL MTG ASSN INVT NOTES B/E	8/20/2010	4.000%	100,000.00	-	-	-	-	-	-
	FEDL NATL MTG ASSN INVT NOTES B/E	6/24/2011	4.000%	130,000.00	130,081.90	-	(81.90)	130,000.00	-	866.66
	FHLMC #170217	3/1/2017	8.000%		3,598.05	-	91.90	310.11	3,379.84	113.39
TOTAL UBS INVESTMENT					133,679.95	359,713.14	(6,639.33)	165,901.40	320,852.36	4,270.17
TOTAL INVESTMENTS					626,485.30	539,703.14	(21,270.67)	273,714.58	871,203.19	12,450.68
TOTAL ALL ACCOUNTS					955,249.84	715,689.71	(21,270.67)	715,226.52	934,442.36	12,551.70

PUEBLO CONSERVANCY DISTRICT

JUNE 2009 - JULY 2009

RECEIPTS

VENDOR	ITEM	AMOUNT
First Clearing, LLC	Interest Payment	\$ 1,937.71
First Clearing, LLC	Interest Payment	\$ 482.74
UBS	Interest	\$ 1,564.10
Wells Fargo - Colotrust	Dividend	\$ 9.54
Pueblo County Treasurer	Maintenance Fund Assessment Collection	\$ 11,041.60
Wells Fargo - Colotrust	Dividend	\$ 7.65
		\$ 15,043.34

DEBITS

VENDOR	ITEM	AMOUNT	CHECK	CODE
Aquila	Electrical Billing	\$ (348.14)	Credit	105
MBDG, PC	Bookkeeping	\$ 300.00	3633	90
Don Banner - B&B, PC	Attorney Fees	\$ 400.00	3634	80
Kidd Engineering	Engineer/Admin Fees	\$ 500.00	3635	83
Director Sandstrom	Fees	\$ 55.41	3636	81
Director Farley	Fees	\$ 55.41	3637	81
Director Barela	Fees	\$ 55.41	3638	81
Chem-Way	Standard Weed Treatment	\$ 214.00	3639	105
Chem-Way	Runyon Levee Treatment	\$ 1,137.00	"	105
Spaccamonti Excavating	Runyon Levee Tree & Brush Removal and Repair	\$ 15,971.00	3640	105
HARP Authority	7-15-09 Board Action	\$ 5,000.00	3641	112
Southeastern Colorado Heritage Center	Balance on Corrected Invoice	\$ 40.00	3642	97
		\$ 23,728.23		