

MINUTES OF THE BOARD OF DIRECTORS MEETING OF THE
PUEBLO CONSERVANCY DISTRICT
JANUARY 29, 1981

The Directors met for a regular meeting at 10:00 A.M. on the above date, in the office of the District at 111 E. 5th Street, Pueblo, Colorado.

DIRECTORS PRESENT : G. Sandstrom, K. Farley, P. Kelley
ATTORNEY PRESENT : D. Banner
ENGINEER PRESENT : R. Koester
OTHERS PRESENT : Sweeney of Fountain Sand and Tom McAvoy of Star Journal

The meeting was called to order by the President.

It was moved and carried that the minutes of the December 26, 1980, meeting be approved as written.

The Treasurer's report was read and approved. The following vouchers were approved for payment:

16619	Park National Bank	\$130,000.00
16620	Rocky Mountain Bank Note Company	9.00
16621	Weicker Moving & Storage, Inc.	240.00
16622	State Compensation Insurance Fund	39.00
16623	KLH Engineering Consultants, Inc.	430.00
16624	Gus Sandstrom, Jr.	40.00
16625	Kathleen Farley	40.00
16626	Patricia Kelly	40.00
16627	Predovich & Ward Attorneys	150.00

It was moved and carried that a \$130,000. Certificate of Deposit be purchased from American Federal, per attached bid tabulation, to mature in 91 days.

Mr. Sweeney was asked to present the proposal of Fountain Sand & Gravel Co., for a gravel mining operation that involves some District owned land. Their proposal offered the District a cash up front royalty in payment for a lease to mine sand and gravel from the site. Copy of proposal attached to these minutes.

The Board agreed to have Attorney Banner draft an agreement that binds Fountain Sand and the District to the intent of the proposal, and deliver the agreement to Sweeney for review and execution.

Chairman Sandstrom advised the Board that Judge Phelps has given the opinion that he, Sandstrom, as District Attorney, has no conflict of interest in serving on this Board.

The Board then heard a plan for dissolution of the District, by Attorney Banner. (copy attached). The Board agreed to submit a petition for a revision of the State Statute (37-3-101 through 37-8-101) to begin legislation that will provide an authority for the dissolution of a Conservancy District. The Board also agreed to ask a housekeeping amendment of statute 37-3-105(1) to clarify the employment of agents so that the Board would have authority to appoint other members of the Board as custodians for district funds. (copy attached)

The Board received a lease agreement to Louis Kastelic, drawn by Attorney Banner, and approved it to be put in final form and presented to Kastelic for signature and recording (copy attached).

The Board asked K. Farley to arrange for a presentation by the Platte River Commission on flood work planning, at the February meeting of the Board. The Board authorized Farley to offer expenses of travel and subsistence be paid by this District upon presentation of a statement of charges.

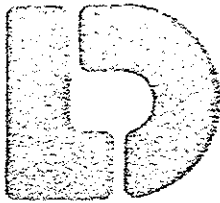
The next meeting of the Conservancy District is scheduled for 11:00 A.M., March 2, 1981.

There being no further business to come before the Board, the meeting adjourned at 11:00 A.M.

RECEIVED

JAN 22 1981

Fountain Sand and Gravel Co.



Lincoln DeVore

1000 West Fillmore St.
Colorado Springs, Colorado 80907
(303) 632-3593
Home Office

January 21, 1981

Fountain Sand & Gravel
P. O. Box 535
Pueblo, CO 81002

Attn: Steve Hooper

Re: Test Boring - PO # 21754
Pueblo Conservancy District Property
Between Runyon and Fountain Lakes

Dear Mr. Hooper:

Personnel of this laboratory have drilled and logged a test boring at the above referenced site. A log of that test boring is as follow:

<u>Depth - Ft.</u>	<u>Soil and Rock Description</u>
0 - 24	Well graded sand and gravel with a free watertable at five ft. depth
24 - 29	Very dense dark gray shale of the Niobrara Formation

The drilling was accomplished with a power-driven continuous auger drill and identification of soils was done visually.

If any questions arise, please feel free to contact this laboratory.

Respectfully submitted,

LINCOLN-DEVORE TESTING LABORATORY, INC.

By Larry J. Frank

LJP/ap

602 East 8th Street
Pueblo, Colo 81001
(303) 546-1150

P.O. Box 1427
Glenwood Springs, Colo 81601
(303) 945-6020

109 Rosemont Plaza
Montrose, Colo 81401
(303) 249-7638

P.O. Box 1822
Grand Junction, Colo 81501
(303) 242-2958

P.O. Box 1643
Rock Springs, Wyo 82901
(307) 382-2649

Total mineable acreage per takeoff of aerial photo
overlay on map

1.04 ac.

1.04 ac. x 43,560 ft.²/ac. =

45,302 ft.²

times average depth per Lincoln Devore test

$\frac{24}{1,087,248 \text{ ft.}^3}$

Divide by area per cubic yard

27

cubic yards of material

40,268

times average weight per cubic yard

$\frac{3,000 \text{ lbs/cu.yd.}}{}$

total weight of material available

120,804,000 lbs.

divided by tons conversion

2,000

total tons available

60,402

times price per ton

$\frac{\$.15}{}$

Offer price

$\frac{\$ 9,060}{}$

THE PUEBLO CONSERVANCY DISTRICT

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

111 EAST FIFTH STREET
544-6823
PUEBLO, COLORADO

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

TREASURER'S REPORT

Date January 26, 1981

Acct. #	Account	1980 Spent	1981 Budget	Current Month Voucher	Total @ 1/31/81	Unused Portion of Budget
#80	Attorney's Fees	\$ 1,800.	\$ 1,800.	150.00	150.00	1650.00
#81	Director's Fees	1,360.	2,160.	120.00	120.00	2040.00
#83	Engineer-Administrative	4,560.	4,560.	380.00	380.00	4180.00
#90	Audit Fees	550.	750.	--	--	750.00
#92	Insurance & Bond Premiums	797.	1,100.	39.00	39.00	1061.00
#96	Office Supplies, Postage	367.	500.	249.00	249.00	251.00
#97	Office Rent	600.	600.	50.00	50.00	550.00
#100	Professional Fees	8,825.	12,000.	--	--	12000.00
#105	Repairs & Maintenance of Flood Protection Works	27,802.	30,000.	--	--	30000.00
#108	Contingencies, unforeseen	000.	5,000.	--	--	5000.00
#109	Reserve for Emergency Flood Repairs	000.	81,930.	--	--	81930.00

CD # 05A Park National Bank

130,000.00

\$46,661. \$140,400. \$130,988.00 \$ 988.00 \$139412.00

TOTAL EXPENDED THROUGH CURRENT MONTH \$ 988.00

Vouchers # 16619 thru # 16627

Amount to be transferred \$ 15,613.81 from checking to Savings

Deposits 146,601.81

Tel. Transfer Savings Balance 61,892.72

Checking Account Balance 150.00

Total CD's 1,470,000.

Checking Acct. Bal 12/31	= \$ 150.00
Tel Tfr Bal 12/31	= \$ 45924.69
Matured CD	= \$ 130000.00
Interest on above CD	= \$ 16601.81
Interest on Tel Tfr.	= \$ 354.22
Purchased CD Park National Bank	= \$ 193030.72
January Expenses	= \$ 988.00

January 31, 1981 cash bal \$ 62042.72

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

111 EAST FIFTH STREET
544-6823
PUEBLO, COLORADO

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

January 28, 1980

BID TABULATION - 2:00 P.M.

BIDDER	INTEREST RATE %		91 DAYS	TYPE COMPOUNDING	EFFECTIVE ANNUAL YIELD
	364 DAYS	182 DAYS			
American Federal	14.350	15.500	17.000	Quarterly	\$19,770.
				Quarterly	\$20,635.
				Quarterly	\$22,309. *
Columbia Savings	13.500	15.500	15.750	Quarterly	\$18,460.
				Quarterly	\$20,605.
				Quarterly	\$20,475.
First National Bank	14.050	14.780	15.050	Simple	\$18,265.
				Simple	\$19,214.
				Simple	\$19,565.
Majestic Savings & Loan	11.621	11.962		Daily	\$15,107.
				Daily	\$15,551.
Midland Federal Savings & Loan	13.250	15.125	16.350	Simple	\$17,416.
				Simple	\$19,881.
				Simple	\$21,492.
Otero Savings & Loan	13.000	14.371	16.000	Simple	\$16,900.
				Simple	\$18,682.
				Simple	\$20,800.
United Bank of Pueblo	14.000	15.000	16.000	Simple	\$18,200.
				Simple	\$19,500.
				Simple	\$20,800.
Western Federal Savings	13.250	15.500	17.000	Simple	\$17,464.
				Simple	\$20,374.
				Simple	\$22,100.

* APPARENT BEST BID: American Federal Savings

AMOUNT : \$130,000. Certificate of
Deposit