

Upper Blue Sanitation District
Board of Directors Meeting
Thursday June 9, 2011 @ 5:30 PM

I. ROLL CALL:

Mr. Robin Theobald called the meeting to order at 5:30 PM. Mr. Robin Theobald, Mr. Michael Turek and Mr. Barrie Stimson answered "present" at roll call. Mr. Tim Casey was present via the telephone.

Mr. Andrew Carlberg and Mrs. Marjorie Borsina attended as well.

Note: There was a work session preceding the Board Meeting from 3:30 PM to 4:30 PM at the Farmers Korner plant. David Heyde from Mortenson gave the Board a construction update on the Farmers Korner plant expansion during the work session. Mr. Robin Theobald, Mr. Barrie Stimson and Mr. Andrew Carlberg were present at the Farmers Korner work session.

Mr. Tim Mayberry presented the 2010 audited Financial Statements to the Board during the continuation of work session at the Administration Office. Mr. Robin Theobald, Mr. Barrie Stimson, Mr. Michael Turek, Mr. Andrew Carlberg and Mrs. Marjorie Borsina were in attendance for the 2010 audited Financial Statement presentation.

II. MINUTES:

May 12, 2011 minutes: Mr. Theobald recommended a clarification change in the minutes. Mr. Turek made a motion to approve the May 12, 2011 Board of Directors meeting minutes as amended. Mr. Stimson seconded the motion. The motion was passed unanimously by the Board.

III. PUBLIC HEARINGS:

A. Inclusion of Lot 109R in Valley of the Blue Subdivision:

Mr. Carlberg explained to the Board that lot 109R in Valley of the Blue Subdivision is having problems with their septic system. The owner of lot 109R is working together with the owners of lot 110R and lot 108R who will be responsible for paying for installing the sewer line extension. Mr. Carlberg said that the Board accepted lot 109R's Inclusion Petition at the March Board meeting and called for a Public Hearing. The Public Hearing has been advertised in the Summit Journal and to date the District has not received any comments. In addition, the District has reviewed the well permit and does not have any problems with the well on lot 109R. Mr. Carlberg recommended approving the Inclusion of lot 109R.

A. Resolution 4, Series 2011 Inclusion-Lot 109R Valley of the Blue:

Mr. Theobald opened and closed the Public Hearing for Lot 109R, as there was not anyone from the public in attendance. Mr. Turek made a motion to approve Resolution 4, Series 2011 for the Inclusion of Lot 109R in Valley of the Blue subdivision. Mr. Stimson seconded the motion. The motion was passed unanimously by the Board.

IV. PUBLIC COMMENT: None

V. BILLS:

The bills were reviewed and discussed by the Board of Directors. Mr. Stimson made a motion to approve the bills as submitted with the exception of items on the agenda which will be discussed later in the meeting. Mr. Turek seconded the motion. Mr. Theobald asked the Board for a roll call and the motion was passed unanimously by the Board.

Upper Blue Sanitation District
Board of Directors Meeting
Thursday June 9, 2011 @ 5:30 PM

VI. FINANCIAL REPORT:

The Financial Report was reviewed and discussed by the Board of Directors during the work session. In addition, Mr. Tim Mayberry presented the 2010 audited Financial Statements to the Board during the work session.

VII. MONTHLY REPORTS:

B. Plant and Collection:

The Plant and Collection reports were discussed by the Board of Directors during the work session.

C. Manager Report:

The Manager report was discussed by the Board of Directors during the work session.

-Infiltration/Inflow:

Mr. Carlberg reported to the Board that the District is concentrating efforts to locate and repair Infiltration/Inflow problems in the collection system. The District has also made preparations for emergency response if flooding occurs from snow runoff.

-Iowa Hill Water Right:

The District is working through water court with the District's diligence case for Iowa Hill discharge. The District has a conditional water right and the District continues to develop that water right. The only objector is the Town of Breckenridge.

-Re-side and Paint the old Farmers Korner Building:

At the May Board meeting Mr. Carlberg presented to the Board the approximate cost from Glacier Construction of \$222,000.00 to re-side and paint the old Farmers Korner building, which does not include painting the flashing and brick. During the time that Mr. Carlberg and Glacier Construction were working toward an exact price for the re-siding and painting of the old Farmers Korner building, Glacier Construction decided not to proceed with the change order. Therefore, the District will bid the job out separately which will save the District approximately \$30,000 to \$40,000.

VIII. OLD BUSINESS: None

IX. NEW BUSINESS:

D. Pay Request #24 Mortenson Construction:

Mr. Carlberg recommended approval of Mortenson's pay request #24 in the amount of \$24,721.91. Mr. Turek made a motion to approve Mortenson's pay request #24 in the amount of \$24,721.91. Mr. Stimson seconded the motion. Mr. Theobald asked the Board for a roll call and the motion was passed unanimously by the Board.

E. Glacier Construction Pay Request #23:

Mr. Carlberg recommended approval of Glacier's pay request #23 in the amount of \$913,083.85 representing costs for work completed thru May 31, 2011. Mr. Stimson made a motion to approve Glacier's pay request #23 in the amount of \$913,083.85. Mr. Turek seconded the motion. Mr. Theobald asked the Board for a roll call and the motion was passed unanimously by the Board.

F. Carollo Pay Request #0116068:

Mr. Carlberg reported that staff and the Construction Manager have reviewed the bill and Carollo has performed the services rendered thru April 30, 2010. Mr. Carlberg recommended payment of Carollo pay request #0116068 in the amount of \$63,747.81. Mr. Stimson made a

Upper Blue Sanitation District
Board of Directors Meeting
Thursday June 9, 2011 @ 5:30 PM

motion to approve the Carollo pay request #0116068 in the amount of \$63,747.81 for work completed thru April 30, 2011. Mr. Turek seconded the motion. Mr. Theobald asked the Board for a roll call and the motion was passed unanimously by the Board.

G. Pay Request BHH Partners:

Mr. Carlberg recommended that the Board approve BHH Partners pay request for work completed on the Farmers Korner plant expansion during the month of April 2011 (a detailed description of services is attached) in the amount of \$5,624.36; which included a \$200.00 courtesy labor credit. Mr. Turek made a motion to approve payment of BHH Partners pay request in the amount of \$5,624.36 for the Farmers Korner plant expansion project thru the month of April 2011. Mr. Stimson seconded the motion. Mr. Theobald asked the Board for a roll call and the motion was passed unanimously by the Board.

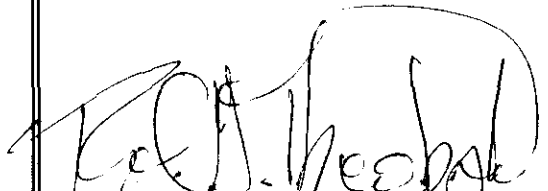

H. Line Extension Agreement-Columbia Lode:

Mr. Carlberg reported to the Board that the developers for Columbia Lode have submitted a complete line extension agreement. The plans have been reviewed and accepted and Mr. Carlberg recommends approval. Mr. Stimson made a motion to approve the Columbia Lode Line Extension Agreement as presented. Mr. Turek seconded the motion. The motion was passed unanimously by the Board.

X. CORRESPONDENCE:

XI. ADJOURN:

Mr. Turek made a motion to adjourn the meeting at 5:50 PM. Mr. Stimson seconded the motion. The motion was passed unanimously by the Board.


Mr. Robin Theobald, President
Mr. Barrie Stimson

Memorandum

To: Andy Carlberg
From: Marjorie Borsina
Date: June 3, 2011
Re: Financial Update

- The District's Financial Records are in good order.
- We have not received some of the May 2011 Bills. Specifically, we have not received the Xcel Energy bill, the Asgard Energy bill and the Vranesh and Raisch bill. Therefore, the May Financial Statements are a preliminary draft for your review.
- The Board received a draft of the 2010 audited Financial Statements at the May 12, 2011 Board meeting in preparation for the presentation of the 2010 audited Financial Statements at the June 9, 2011 Board meeting.
- On the May Comparative Financial Statement the amount of the 2010 salaries reflects only one pay period that month since May 31, 2010 fell on a holiday. Therefore, the pay date was June 1, 2010.

Marjorie

Upper Blue Sanitation District
 Comparative Balance Sheet-UNAUDITED DRAFT
 May 31, 2011 and May 31, 2010

	<u>2011</u>	<u>2010</u>	<u>Increase</u> <u>(Decrease)</u>
<u>Current Assets:</u>			
Petty Cash	\$200	\$200	-
Checking-Alpine Bank	\$ 208,508	\$ 13,936,615	(13,728,107)
Checking-Wells Fargo Bank	7,500,748	-	7,500,748
Cash on Deposit with CWRPDA	-	4,056,516	(4,056,516)
ColoTrust Prime	6,336,461	9,526,632	(3,190,171)
Total Cash and Equivalents	14,045,917	27,519,963	(13,474,046)
Investments			
FK Construction Retainage Escrow	1,308,245	749,633	558,612
Cert. of Deposit & Treasuries	5,635,751	5,109,042	526,709
Total Investments	6,943,996	5,858,675	1,085,321
Other Current Assets			
Receivables-Utility + Spec. Assessments	34,014	38,706	(4,692)
Developer/Contractor Escrow	122,244	122,244	-
Interest Receivable & Market Adjustments	-	-	-
Notes Receivable	179,908	134,477	45,431
Prepaid Expenses	79,633	64,604	15,029
Loan Issuance Costs (Net)	151,549	163,849	(12,300)
Total Other Assets	567,348	523,880	43,468
Total Current Assets:	21,557,261	33,902,518	(12,345,257)
Property Plant and Equipment:			
Land	721,070	721,070	-
Easements	69,583	61,720	7,863
Sewer Lines	13,105,905	12,953,474	152,431
Treatment Plants	65,498,666	52,115,891	13,382,775
Office Equipment	173,451	147,154	26,297
Other Machines & Equipment	459,772	459,772	-
Autos & Trucks	791,743	769,511	22,232
Upper Blue System Costs	3,080,936	1,868,670	1,212,266
Telemetry	102,075	102,075	-
Employee Housing	1,038,191	1,038,191	-
Total Property Plant and Equipment :	85,041,392	70,237,528	14,803,864
Less Accumulated Depreciation	(24,660,391)	(23,376,428)	(1,283,963)
Net Property Plant and Equipment :	60,381,001	46,861,100	13,519,901
Total Assets:	81,938,262	80,763,618	1,174,644

Liabilities

	<u>2011</u>	<u>2010</u>	<u>Increase (Decrease)</u>
Current Liabilities:			
Accounts Payable	1,028,626	1,239,017	(210,391)
Construction/Developer Escrow	122,244	122,244	-
Earned Employee Benefits	117,720	110,478	7,242
Unearned User Fees	414,695	393,325	21,370
Interest Payable	175,689	166,690	8,999
Loan Payable (Current Portion)	867,859	751,782	116,077
Retainage Payable-Construction in Progress	1,308,245	749,633	558,612
Retainage Payable-Blue River	40,317	-	40,317
Employee Housing Deposit Payable	1,750	1,500	250
Total Current Liabilities:	<u>4,077,145</u>	<u>3,534,669</u>	<u>542,476</u>
Long Term Liabilities:			
Loan Payable	11,094,434	12,716,281	(1,621,847)
Total Long Term Liabilities:	<u>11,094,434</u>	<u>12,716,281</u>	<u>(1,621,847)</u>
Total Liabilities	<u>15,171,579</u>	<u>16,250,950</u>	<u>(1,079,371)</u>
Net Assets			
Contributed Capital	8,000,000	0	8,000,000
Invested in Capital Assets, Net of Related Debt	28,856,241	28,856,241	0
Restricted Net Assets (CWRPDA Escrow)	0	8,000,000	(8,000,000)
Unrestricted Net Assets	29,910,442	27,656,427	2,254,015
Total Contributed Capital	<u>66,766,683</u>	<u>64,512,668</u>	<u>2,254,015</u>
Total Liabilities and Equity	<u>81,938,262</u>	<u>80,763,618</u>	<u>1,174,644</u>

Upper Blue Sanitation District
 Monthly Financial Statement-UNAUDITED DRAFT
 May 31, 2011

	2011	2011	2011	2011	2011
	<u>May</u>	<u>Year To Date</u>	<u>Approved Budget</u>	<u>Uncollected</u>	<u>% Uncol/Col</u>
Operating Revenue					
Sewer User Fees	414,900	2,073,471	4,939,461	2,865,990	58
Tap Inspection Fees	600	1,250	1,000	(250)	(25)
Miscellaneous Revenue	0	8,801	1,000	(7,801)	(780)
Camper Dump Fees	0	0	2,500	2,500	100
Late Fees	458	7,878	25,000	17,122	68
Line Extension Fees	0	0	20,000	20,000	100
Rental Income	3,000	13,500	20,000	6,500	33
Interest on Investments & Loans	5,059	39,135	114,431	75,296	66
Total Operating Revenue	<u>424,017</u>	<u>2,144,035</u>	<u>5,123,392</u>	<u>2,979,357</u>	<u>58</u>
Capital Revenue					
Plant Investment Fees	172,671	811,087	445,520	(365,567)	(82)
Inclusion Fees	400	1,200	20,000	18,800	94
Bonds and Grant	0	0	0	0	0
Transfer from Reserve	0	0	0	0	0
Total Capital Revenue	<u>173,071</u>	<u>812,287</u>	<u>465,520</u>	<u>(346,767)</u>	<u>(74)</u>
Total Revenue	<u>597,088</u>	<u>2,956,322</u>	<u>5,588,912</u>	<u>2,632,590</u>	<u>47</u>

Administration Expense	2011 May	2011 Year to Date	2011 Approved Budget	2011 Available	2011 % Available
Payroll & Employee Benefits					
Salaries	77,012	412,020	1,120,000	707,980	63
Overtime	1,805	10,372	45,000	34,628	77
FICA-Admn	4,805	25,742	75,000	49,258	66
Medicare-Admin	1,124	6,020	18,000	11,980	67
401K Contributions	5,198	30,399	58,000	27,601	48
Unemployment Insurance	(70)	5,350	18,000	12,650	70
Health Insurance	15,426	81,950	237,574	155,624	66
Total	105,300	571,853	1,571,574	999,721	64
Office Supplies	0	1,565	4,500	2,935	65
Telephone	1,705	6,104	13,500	7,396	55
Business Expenses	2,142	12,156	30,000	17,844	59
Legal Counsel	0	21,930	50,000	28,070	56
Education	396	5,493	25,000	19,507	78
Audit & Accounting	0	5,800	8,000	2,200	28
Legal Publications	14	1,356	6,000	4,644	77
Board Members	500	2,500	6,000	3,500	58
Elections	0	0	0	0	0
Computer Expenses	608	6,494	6,000	(494)	(8)
Copy Machine & Supply	0	0	1,000	1,000	100
Postage & Meter Rent	600	5,409	13,000	7,591	58
Insurance - General	8,709	43,547	130,000	86,453	67
Insurance - Deductible	0	0	1,000	1,000	100
Engineering	0	5,000	25,000	20,000	80
Tools	0	(103)	3,000	3,103	103
Radios	0	0	0	0	0
Vehicle Expense	0	0	500	500	100
Dues & Memberships	0	3,302	7,000	3,698	53
Safety	666	2,036	3,500	1,464	42
Summit Water Quality	961	4,803	12,500	7,697	62
Building Maintenance	514	4,658	25,000	20,342	81
Employee Housing Maintenance	0	1,962	15,000	13,038	87
Employee Housing Utilities	238	2,854	10,000	7,146	71
Total Administration	122,353	708,719	1,967,074	1,258,355	64
Iowa Hill Plant Expenses					
Utilities					
Gas	0	8,006	20,000	11,994	60
Electric	0	60,341	200,000	139,659	70
Freight	576	4,325	9,000	4,675	52
Equipment Repairs	138	18,192	50,000	31,808	64
Chemicals	2,741	58,924	100,000	41,076	41
Contracted Repairs	1,442	3,374	15,000	11,626	78
Laboratory Supplies	2,664	6,059	15,000	8,941	60
Biomonitoring	0	2,210	10,000	7,790	78
Discharge Permit	0	0	7,000	7,000	100
Supplies	47	1,575	8,000	6,425	80
Total Iowa Hill	7,608	163,006	434,000	270,994	62

	2011 <u>May</u>	2011 <u>Year to Date</u>	2011 <u>Approved Budget</u>	2011 <u>Available</u>	2011 <u>% Available</u>
Farmers Korner Expenses					
Utilities					
Gas	649	17,122	75,000	57,878	77
Electric	458	123,611	360,000	236,389	66
Freight	678	6,660	7,000	340	5
Equipment Repairs	1,474	12,058	50,000	37,942	76
Chemicals	2,741	66,866	175,000	108,134	62
Supplies	1,877	6,264	4,000	(2,264)	(57)
Contracted Repairs	0	652	18,000	17,348	96
Dumpster Charges	995	4,955	13,000	8,045	62
Biomonitoring	0	2,650	7,000	4,350	62
Discharge Permit	0	0	17,000	17,000	100
Composting	0	29,090	110,000	80,910	74
Site Monitoring	1,824	10,997	25,000	14,003	56
Sludge Hauling Costs	0	17,325	55,000	37,675	69
State Health Fees	84	1,175	1,000	(175)	(18)
Total Farmers Korner	10,780	299,425	917,000	617,575	67
Collection Expenses					
Utilities	56	4,003	18,000	13,997	78
Vehicle Expense	0	6,649	25,000	18,351	73
Line Cleaner Expenses	334	2,005	5,000	2,995	60
Manhole Repairs/Line Repairs	10,806	38,089	80,000	41,911	52
Equipment Repairs	109	720	8,000	7,280	91
CCTV Expense	102	102	8,000	7,898	99
Total Collection	11,407	51,568	144,000	92,432	64
Replacement Capital					
Administration	0	5,520	43,000	37,480	87
Plant:					
IH	0	877	75,000	74,123	99
FK	(698)	8,317	100,000	91,683	92
Upper Blue	0	0	60,000	60,000	0
Collection	0	0	400,000	400,000	100
Misc	0	0	0	0	0
Vehicle	0	0	30,000	30,000	100
Total Replacement Capital	(698)	14,714	708,000	693,286	98
Non Operating Expenses					
Bond Principal	0	42,039	867,859	825,820	95
Bond Interest	0	137,645	421,234	283,589	67
Total Non Operating	0	179,684	1,289,093	1,109,409	86

May Financial Statement Cont.

	2011 <u>May</u>	2011 <u>Year to Date</u>	2011 <u>Approved Budget</u>	2011 <u>Available</u>	2011 <u>% Available</u>
Capital Outlay					
Plant:					
IH	0	1,378	25,000	23,622	94
FK	937,806	4,501,764	10,770,000	6,268,236	58
Upper Blue	1,172	25,615	750,000	724,385	97
Collection	8,123	15,022	60,000	44,978	75
Administration	0	0	0	0	0
Total Capital Outlay	<u>947,101</u>	<u>4,543,779</u>	<u>11,605,000</u>	<u>7,061,221</u>	<u>61</u>
Total Expenses	<u>1,098,551</u>	<u>5,960,895</u>	<u>17,064,167</u>	<u>11,103,272</u>	<u>65</u>
Revenue Less Expenses	<u>(501,463)</u>	<u>(3,004,573)</u>	<u>(11,475,255)</u>		

Upper Blue Sanitation District
 Comparative Financial Statement-UNAUDITED DRAFT
 May 31, 2011 vs. May 31, 2010

	2011	2010	2011	2010	Increase
	<u>May</u>	<u>May</u>	<u>Year To Date</u>	<u>Year to Date</u>	<u>(Decrease)</u>
Operating Revenue					
Sewer User Fees	414,900	393,325	2,073,471	1,950,083	123,388
Tap Inspection Fees	600	600	1,250	1,200	50
Miscellaneous Revenue	0	0	8,801	240	8,561
Camper Dump Fees	0	0	0	0	0
Late Fees	458	371	7,878	7,819	59
Line Extension Fees	0	0	0	1,000	(1,000)
Rental Income	3,000	0	13,500	4,000	9,500
Interest on Investments	5,059	17,030	39,135	128,756	(89,621)
Total Operating Revenue	<u>424,017</u>	<u>411,326</u>	<u>2,144,035</u>	<u>2,093,098</u>	<u>50,937</u>
Capital Revenue					
Plant Investment Fees	172,671	146,727	811,087	295,318	515,769
Inclusion Fees	400	0	1,200	0	1,200
Bonds & Grant	0	0	0	0	0
Transfer from Reserve	0	0	0	0	0
Total Capital Revenue	<u>173,071</u>	<u>146,727</u>	<u>812,287</u>	<u>295,318</u>	<u>516,969</u>
Total Revenue	<u>597,088</u>	<u>558,053</u>	<u>2,956,322</u>	<u>2,388,416</u>	<u>567,906</u>

Administration Expense	2011 May	2010 May	2011 Year to Date	2010 Year to Date	Increase (Decrease)
Payroll & Employee Benefits					
Salaries	77,012	41,211	412,020	363,508	48,512
Overtime	1,805	2,619	10,372	11,419	(1,047)
FICA-Admin	4,805	2,647	25,742	22,485	3,257
Medicare-Admin	1,124	619	6,020	5,259	761
401K Contributions	5,198	2,013	30,399	18,124	12,275
Unemployment Insurance	(70)	1,122	5,350	6,403	(1,053)
Health Insurance	15,426	18,366	81,950	90,665	(8,715)
Total	105,300	68,597	571,853	517,863	53,990
Office Supplies	0	191	1,565	1,161	404
Telephone	1,705	187	6,104	4,579	1,525
Business Expenses	2,142	868	12,156	14,781	(2,625)
Legal Counsel	0	3,703	21,930	31,794	(9,864)
Education	396	590	5,493	3,235	2,258
Audit & Accounting	0	0	5,800	5,600	200
Legal Publications	14	709	1,356	2,026	(670)
Board Members	500	500	2,500	2,500	0
Elections	0	1,918	0	7,484	(7,484)
Computer Expenses	608	1,815	6,494	4,845	1,649
Copy Machine & Supply	0	0	0	0	0
Postage & Meter Rent	600	0	5,409	3,309	2,100
Insurance - General	8,709	9,885	43,547	42,253	1,294
Insurance - Deductible	0	0	0	500	(500)
Engineering	0	0	5,000	5,741	(741)
Tools	0	200	(103)	808	(911)
Radios	0	0	0	124	(124)
Vehicle Expense	0	0	0	0	0
Dues & Memberships	0	0	3,302	2,032	1,270
Safety	666	40	2,036	1,277	759
Summit Water Quality	961	0	4,803	11,531	(6,728)
Building Maintenance	514	1,229	4,658	14,390	(9,732)
Employee Housing Maintena	0	7,306	1,962	11,322	(9,360)
Employee Housing Utilities	238	1,033	2,854	5,183	(2,329)
Total Administration	122,353	98,771	708,719	694,338	14,381
Iowa Hill Plant Expenses					
Utilities					
Gas	0	1,164	8,006	9,400	(1,394)
Electric	0	17,115	60,341	81,497	(21,156)
Freight	576	523	4,325	3,578	747
Equipment Repairs	138	1,294	18,192	13,158	5,034
Chemicals	2,741	5,098	58,924	37,574	21,350
Contracted Repairs	1,442	3,711	3,374	7,841	(4,467)
Laboratory Supplies	2,664	2,131	6,059	6,463	(404)
Biomonitoring	0	0	2,210	2,210	0
Discharge Permit	0	0	0	0	0
Supplies	47	324	1,575	2,388	(813)
Total Iowa Hill	7,608	31,360	163,006	164,109	(1,103)

May Comparative Statement Cont.

	2011 <u>May</u>	2010 <u>May</u>	2011 <u>Year to Date</u>	2010 <u>Year to Date</u>	Increase <u>(Decrease)</u>
Farmers Korner					
Utilities					
Gas	649	2,179	17,122	20,471	(3,349)
Electric	458	32,143	123,611	156,003	(32,392)
Freight	678	552	6,660	2,605	4,055
Equipment Repairs	1,474	1,729	12,058	7,185	4,873
Chemicals	2,741	14,602	66,866	50,465	16,401
Supplies	1,877	44	6,264	918	5,346
Contracted Repairs	0	1,022	652	4,219	(3,567)
Dumpster Charges	995	975	4,955	4,875	80
Biomonitoring	0	0	2,650	1,300	1,350
Discharge Permit	0	85	0	84	(84)
Composting	0	1,971	29,090	31,212	(2,122)
Site Monitoring	1,824	2,726	10,997	10,666	331
Sludge Hauling Costs	0	1,125	17,325	18,450	(1,125)
State Health Fees	84	0	1,175	0	1,175
Total Farmers Korner	10,780	59,153	299,425	308,453	(9,028)

Collection Expenses

Utilities	56	965	4,003	5,334	(1,331)
Vehicle Expense	0	2,717	6,649	7,938	(1,289)
Line Cleaner Expenses	334	191	2,005	2,887	(882)
Manhole Repairs/Line Repai	10,806	2,721	38,089	12,406	25,683
Equipment Repairs	109	38	720	6,133	(5,413)
CCTV Expense	102	54	102	54	48
Total Collection	11,407	6,686	51,568	34,752	16,816

Replacement Capital

Administration	0	0	5,520	18,994	(13,474)
Plant					
IH	0	0	877	1,963	(1,086)
FK	(698)	0	8,317	2,752	5,565
Upper Blue	0	0	0	638	(638)
Collection	0	0	0	56,494	(56,494)
Misc	0	0	0	0	0
Vehicle	0	823	0	23,055	(23,055)
Total Replacement Capital	(698)	823	14,714	103,896	(89,182)

Non Operating Expenses

CWRPDA Loan Principal	0	0	42,039	167,500	(125,461)
Loan Interest	0	0	137,645	200,028	(62,383)
Total Non Operating	0	0	179,684	367,528	(187,844)

May Comparative Statement Cont.

	2011 <u>May</u>	2010 <u>May</u>	2011 <u>Year to Date</u>	2010 <u>Year to Date</u>	
Capital Outlay					
Plant-IH-CO	0	0	1,378	1,574	(196)
Plant-FK-CO	937,806	1,090,109	4,501,764	3,704,490	797,274
Plant-South Blue-CO	1,172	47,265	25,615	159,308	(133,693)
Collection	8,123	0	15,022	6,988	8,034
Administration	0	0	0	0	0
Total Capital Outlay	<u>947,101</u>	<u>1,137,374</u>	<u>4,543,779</u>	<u>3,872,360</u>	<u>671,419</u>
Total Expenses	<u>1,098,551</u>	<u>1,334,167</u>	<u>5,960,895</u>	<u>5,545,436</u>	<u>415,459</u>
Revenue Less Expenses	<u>(501,463)</u>	<u>(776,114)</u>	<u>(3,004,573)</u>	<u>(3,157,020)</u>	<u>152,447</u>

UPPER BLUE SANITATION DISTRICT
 CERTIFICATES OF DEPOSIT
 2011

	<u>ALPINE</u>	<u>FIRST BANK</u>	<u>MILLENNIUM</u>	<u>TOTAL</u>
Bal. Forward 1/1/2011	\$1,106,504.91	\$3,007,441.16	\$1,012,962.06	\$5,126,908.13
January Interest	\$2,278.98	\$3,959.86	\$836.79	\$7,075.63
Redemption				\$0.00
Bal. 1/31/2011	\$1,108,783.89	\$3,011,401.02	\$1,013,798.85	\$5,133,983.76
February Interest	\$2,283.68	\$594.00	\$707.01	\$3,584.69
Redemption				\$0.00
February 28, 2011	\$1,111,067.57	\$3,011,995.02	\$1,014,505.86	\$5,137,568.45
March Interest	\$2,066.98	\$1,485.30	\$585.12	\$4,137.40
Redemption				\$0.00
March 31, 2011	\$1,113,134.55	\$3,013,480.32	\$1,015,090.98	\$5,141,705.85
April Interest	\$2,292.63	\$1,486.20	\$595.36	\$4,374.19
Redemption				\$0.00
April 30, 2011	\$1,115,427.18	\$3,014,966.52	\$1,015,686.34	\$5,146,080.04
May Interest	\$2,223.30	\$1,487.10	\$813.64	\$4,524.04
Purchase			\$1,000,000.00	\$1,000,000.00
Redemption			(\$514,853.29)	(\$514,853.29)
May 31, 2011	\$1,117,650.48	\$3,016,453.62	\$1,501,646.69	\$5,635,750.79
June Interest				\$0.00
Purchase				\$0.00
Redemption				\$0.00
June 30, 2011				\$0.00
July Interest				\$0.00
Purchase				\$0.00
Redemption				\$0.00
July 31, 2011				\$0.00
August Interest				\$0.00
Purchase				\$0.00
Interest Paid				\$0.00
Redemption				\$0.00
August 31, 2011				\$0.00
September Interest				\$0.00
Purchase				\$0.00
Redemption				\$0.00
September 30, 2011				\$0.00
October Interest				\$0.00
Purchase				\$0.00
Redemption				\$0.00
October 31, 2011				\$0.00
November Interest				\$0.00
Redemption				\$0.00
Purchase				\$0.00
November 30, 2011				\$0.00
December Interest				\$0.00
Redemption				\$0.00
Purchase				\$0.00
December 31, 2011				\$0.00

CAPITAL 2011

	<u>Current Month</u>	<u>Year To Date</u>	<u>Budget</u>
FARMERS KORNER - REPLACEMENT			
10-85-8524			
Miscellaneous Equipment Repair/Replace	\$0.00	\$0.00	\$100,000.00
New Allen Bradley VFD-RAS Pump #1	\$0.00	\$8,317.00	
TOTAL	\$0.00	\$8,317.00	\$100,000.00
FARMERS KORNER - NEW			
10-95-9540			
Plant Expansion	\$937,805.76	\$4,501,763.91	\$10,700,000.00
Miscellaneous Equipment Repair/Replace	\$0.00	\$0.00	\$50,000.00
SCADA Upgrade	\$0.00	\$0.00	\$20,000.00
TOTAL	\$937,805.76	\$4,501,763.91	\$10,770,000.00
IOWA HILL - REPLACEMENT			
10-85-8522			
Miscellaneous Equipment Repair/Replace	\$0.00	\$0.00	\$75,000.00
Computer Replacement		\$877.00	
TOTAL	\$0.00	\$877.00	\$75,000.00
IOWA HILL - NEW			
10-95-9510			
Miscellaneous Equipment Repair/Repiace	\$0.00	\$0.00	\$25,000.00
ICS Upgrade	\$0.00	\$1,378.00	
TOTAL	\$0.00	\$1,378.00	\$25,000.00
SOUTH BLUE - REPLACEMENT			
10-85-8526			
Town of Blue River:			
Plant Expansion/Main Line	\$0.00	\$0.00	\$60,000.00
TOTAL	\$0.00	\$0.00	\$60,000.00
SOUTH BLUE - NEW			
10-95-9590			
Town of Blue River:			
Plant Expansion/Main Line	\$0.00	\$0.00	\$750,000.00
Engineering	\$0.00	\$24,442.67	
Lift Station	\$1,172.16	\$1,172.16	
TOTAL	\$1,172.16	\$25,614.83	\$750,000.00
COLLECTION - REPLACEMENT			
10-85-8530			
GIS Mapping Replacement	\$0.00	\$0.00	\$40,000.00
Warriors Mark Repairs	\$0.00	\$0.00	\$60,000.00
Town of Breckenridge-6" to 8"	\$0.00	\$0.00	\$100,000.00
Miscellaneous Extensions/Repairs	\$0.00	\$0.00	\$200,000.00
Vehicle Replacement	\$0.00	\$0.00	\$30,000.00
TOTAL	\$0.00	\$0.00	\$430,000.00
COLLECTION - NEW			
10-95-9520			
Miscellaneous Extensions/Repairs:			\$60,000.00
GIS System	\$8,123.40	\$15,021.75	
TOTAL	\$8,123.40	\$15,021.75	\$60,000.00
ADMINISTRATION - REPLACEMENT			
10-85-8510			
Springbrook Software Upgrade	\$0.00	\$5,520.00	\$43,000.00
TOTAL	\$0.00	\$5,520.00	\$43,000.00
GRAND TOTALS	\$947,101.32	\$4,558,492.49	\$12,313,000.00

DATE: June 3, 2011

TO: Andrew Carlberg, District Manager

FROM: Greg Brown, Chief Plant Operator

SUBJECT: Treatment plant operations for May, 2011.

1. Total influent flow for the Upper Blue Treatment Facilities was 69.1 million gallons for the month of May. The flow for the previous May was 46.3 million gallons. There was a 22.8 million gallon increase (49.2% increase).
2. Influent flow to the Iowa Hill Treatment Facility was 24.8 million gallons for the month of May. Influent flow for the Farmer's Korner Treatment facility was 44.3 million gallons.
3. Solids loading at Farmer's Korner was up for May from 48,401# to 67,212#. Solids loading for Iowa Hill was down from 26,866# to 24,633# for April. Total loading was up for April from 75,267# to 91,845# (22.0% increase).
4. Construction at the Farmer's Korner North Plant is progressing well. Mechanical work is progressing on the interstage piping, and the densedeg equipment and piping. Electrical work is moving quickly with equipment panel installations. **The blower cabinets were sent back to HSI for installation of the blowers and harmonic filters in the cabinets.** The blowers were not shipped complete as required. The CMU walls are being painted. Construction meetings are occurring weekly with Mortenson and Glacier.
5. The Spring runoff is impacting the collection and treatment systems significantly. We are treating about 0.75 million gallons per day more this year than last year. This is making the **loading data higher than it really is.** This may continue for another month until the snowpack goes down.


Greg
cc:file

PLANT STATISTICS - FARMERS KORNER

MONTH	FLOW (MG)			PHOS (LBS)			INF SS (LBS)			SLUDGE (TONS)		
	2009	2010	2011	2009	2010	2011	2009	2010	2011	2009	2010	2011
JAN	34.0	33.9	31.2	2.7	4.1	1.9	102827	163448	132341	55.2	49.9	54.5
FEB	30.3	30.7	29.0	2.6	3.1	2.0	209878	84794	180701	43.1	24.3	35.8
MAR	32.9	36.3	35.8	1.8	3.9	2.9	101388	155910	155768	53.8	70.4	59.0
APR	32.0	28.7	35.7	2.2	0.6	1.4	128621	140701	137501	52.7	55.2	46.0
MAY	33.7	28.8	44.3	0.6	1.1	0.7	72416	48401	67212	39.0	13.2	41.8
JUN	29.0	31.3		1.5	1.2		61683	42767		43.5	36.4	
JUL	27.0	27.4		2.5	2.3		93499	50175		34.8	52.2	
AUG	22.8	26.0		1.1	1.7		194821	128708		41.8	39.6	
SEP	20.7	17.6		2.0	1.4		131053	37181		24.5	25.2	
OCT	18.3	18.2		1.4	0.8		167304	77049		37.2	15.7	
NOV	20.3	19.2		1.0	1.4		208767	80043		27.3	29.5	
DEC	32.5	28.9		1.6	1.1		121010	138477		32.0	46.5	
TOTAL	333.5	327.0	176.0	21.0	22.7	8.9	1593267	1147654	673523	484.9	458.1	237.1

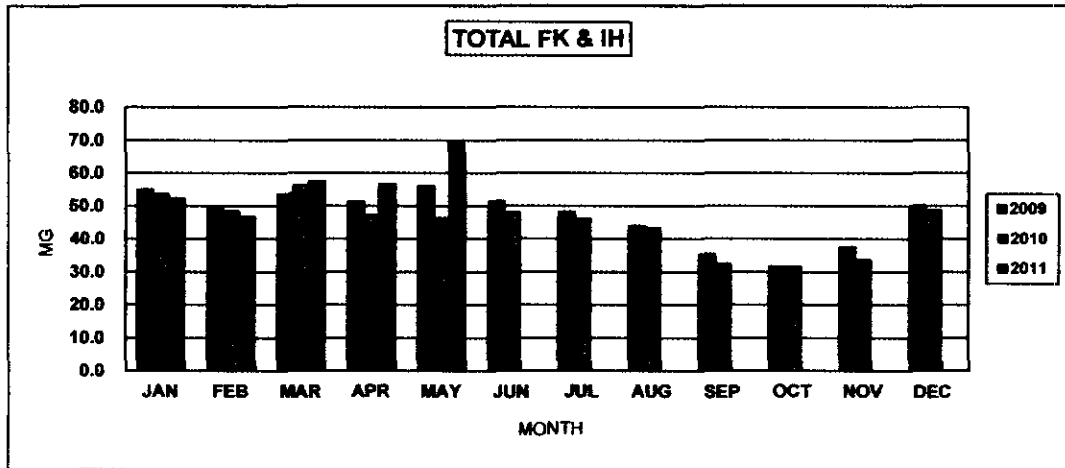
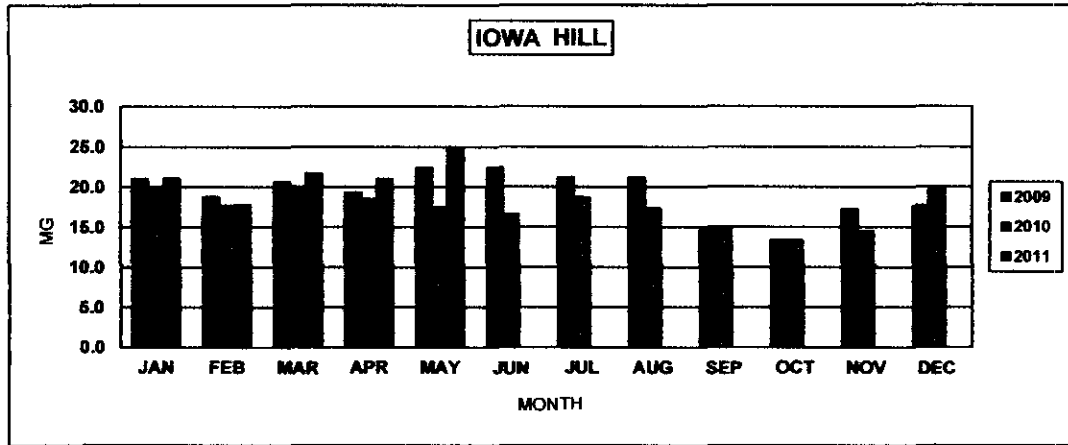
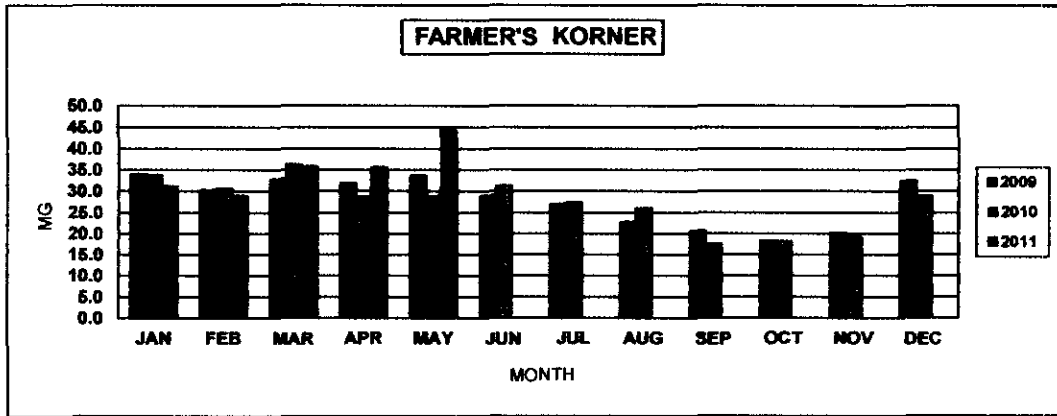
PLANT STATISTICS - IOWA HILL

MONTH	EFF FLOW (MG)			EFF PHOS (LBS)			INF SS (LBS)		
	2009	2010	2011	2009	2010	2011	2009	2010	2011
JAN	21.0	19.7	21.1	4.6	2.7	1.8	57077	50748	86584
FEB	18.8	17.7	17.8	5.1	2.9	1.5	65609	53585	73806
MAR	20.7	19.9	21.7	3.9	3.3	2.0	60561	69125	67754
APR	19.3	18.5	21.0	1.9	1.9	2.3	37500	38484	40209
MAY	22.4	17.5	24.8	1.8	2.0	2.3	36507	26866	24633
JUN	22.4	16.6		2.4	4.8		42486	29572	
JUL	21.2	18.7		1.8	2.2		65688	49902	
AUG	21.2	17.4		1.9	2.1		64077	40950	
SEP	14.7	14.9		1.3	1.5		26832	37846	
OCT	13.4	13.4		1.5	1.6		28235	26909	
NOV	17.3	14.5		1.8	1.1		27765	25263	
DEC	17.7	19.7		2.5	1.6		40866	63962	
TOTAL	230.1	208.5	106.4	30.5	27.7	9.9	553203	513212	292986

PLANT STATISTICS - TOTAL

MONTH	EFF FLOW (MG)			EFF PHOS (LBS)			INF SS (LBS)			SLUDGE (TONS)		
	2009	2010	2011	2009	2010	2011	2009	2010	2011	2009	2010	2011
JAN	55.0	53.6	52.3	7.3	6.8	3.7	159904	214196	218925	55.2	49.9	54.5
FEB	49.1	48.4	46.8	7.7	6.0	3.5	275487	138379	254507	43.1	24.3	35.8
MAR	53.6	56.2	57.5	5.7	7.2	4.9	161949	225035	223522	53.8	70.4	59.0
APR	51.3	47.2	56.7	4.1	2.5	3.7	166121	179185	177710	52.7	55.2	46.0
MAY	56.1	46.3	69.1	2.4	3.1	3.0	108923	75267	91845	39.0	13.2	41.8
JUN	51.4	47.9	0.0	3.9	6.0	0.0	104169	72339	0	43.5	36.4	0.0
JUL	48.2	46.1	0.0	4.3	4.5	0.0	159187	100077	0	34.8	52.2	0.0
AUG	44.0	43.4	0.0	3.0	3.8	0.0	258898	169658	0	41.8	39.6	0.0
SEP	35.4	32.5	0.0	3.3	2.9	0.0	157885	75027	0	24.5	25.2	0.0
OCT	31.7	31.6	0.0	2.9	2.4	0.0	195539	103958	0	37.2	15.7	0.0
NOV	37.6	33.7	0.0	2.8	2.5	0.0	236532	105306	0	27.3	29.5	0.0
DEC	50.2	48.6	0.0	4.1	8.7	0.0	161876	202439	0	32.0	46.5	0.0
TOTAL	563.6	535.5	282.4	51.5	56.4	18.8	2146470	1660866	966509	484.9	458.1	237.1

FACILITY FLOW



Memo: Collection System Report for May, 2011
To: Andy Carlber – District Manager
From: Wally Esquibel – Collection System Foreman
Date: June 2, 2011

1. No backups reported for the month of May.
2. District is preparing for heavy run off. We may have multiple emergency plans in place.
3. Our priority for this month is to continue our fight with infiltration. We have pinpointed some areas already to be repaired later this summer.
4. Locates and service-line inspections are all up to date.

- Wally

MANAGER REPORT

06 -2011

1) INFILTRATION/INFLOW

We are concentrating our efforts to locate and repair I/I problems in our collection system. The most noticeable areas are located in the Upper Blue specifically in the McDill Placer subdivision.

We have also made preparations for emergency response if flooding occurs.

2) IOWA HILL WATER RIGHT

We are working through water court with the District's diligence case for the Iowa Hill discharge. Although we have a conditional water right we are simply showing that we continue to develop the right. The only objector is the Town of Breckenridge.