

Upper Blue Sanitation District
Board of Directors Meeting
Thursday July 12, 2012 @ 5:30 PM

I. ROLL CALL:

Mr. Robin Theobald called the meeting to order at 5:30 PM. Mr. Robin Theobald, Mr. Kenneth Trausch, Mr. Allyn Mosher, Mr. Michael Turek and Mr. Barrie Stimson answered "present" at roll call.

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

ELECTION OF OFFICERS:

Mr. Turek made a motion to nominate Mr. Robin Theobald as Board President. Mr. Stimson seconded the motion. The motion was passed unanimously by the Board.

Mr. Stimson made a motion to nominate Mr. Michael Turek as Board Vice-President. Mr. Theobald seconded the motion. The motion was passed unanimously by the Board.

Mr. Stimson made a motion to nominate Mr. Allyn Mosher as Board Secretary/Treasurer. Mr. Trausch seconded the motion. The motion was passed unanimously by the Board.

The Board reviewed the Standards of Conduct for Board Members.

II. MINUTES:

June 14, 2012 minutes: Mr. Turek made a motion to approve the minutes as amended from the June 14, 2012 Board of Directors meeting. Mr. Mosher seconded the motion. The motion was passed unanimously by the Board.

III. PUBLIC HEARINGS: None

IV. PUBLIC COMMENT:

There were three people present regarding a noise issue at the South Blue River plant.

Mr. Theobald addressed the public and stated that the Board had discussed the South Blue River plant noise issue during the work session. Mr. Theobald said that the District Manager will look into using a different process to vacuum out sludge from the plant and report back to the Board at the next Board meeting. In addition, the Manager will look into the humming noise made by the blowers and report back to the Board at the next meeting.

V. BILLS:

The bills were reviewed and discussed by the Board of Directors during the work session.

Mr. Trausch made a motion to approve the bills as submitted. Mr. Turek seconded the motion. Mr. Theobald asked the Board for a roll call and the motion was passed unanimously by the Board.

VI. FINANCIAL REPORT:

The Financial report was presented to the Board.

VII. MONTHLY REPORTS:

C. Plant and Collection:

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

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D. Manager Report:

-Sewer Service to the 97 Subdivision in Blue River:

Mr. Carlberg said that the survey work has been completed and the District is working with the property owner on acquiring easements.

-Blue River Phase III:

Construction in Blue River Phase III will begin on July 9, 2012. The segment along Highway 9 will be completed first, and then Stan Miller, Inc. will move to the Wilderness Subdivision.

VIII. OLD BUSINESS:

C. Revised Resolution 6, Series 2012 – Inclusion of a Portion of East Moonstone Subdivision:

Mr. Carlberg said that the Board previously adopted Resolution 6, Series 2012 at the Public Hearing held in June. Upon further review and discussion with the District's legal counsel it was decided that the Resolution should include why the District is waiving the inclusion fees. The owner agrees and has already signed the revised Resolution. Mr. Carlberg said he recommends that the Board adopt the revised Resolution 6, Series 2012.

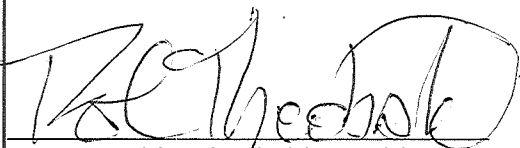
Mr. Turek made a motion to approve the revised Resolution 6, Series 2012 for inclusion of a portion of East Moonstone Subdivision. Mr. Trausch seconded the motion. The motion was passed unanimously by the Board.

IX. NEW BUSINESS:

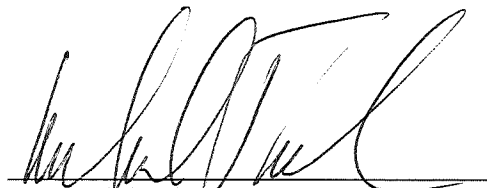
X. CORRESPONDENCE:

XII. ADJOURN:

Mr. Trausch made a motion to adjourn the meeting at 6:08 PM. Mr. Turek seconded the motion. The motion was passed unanimously by the Board.



Mr. Robin Theobald, President



Mr. Michael Turek, Vice-President

Memorandum

To: Andy Carlberg

From: Marjorie Borsina

Date: July 6, 2012

Re: Financial Update

- The District's Financial Records are in good order.
- We have not received all of the June 2012 bills. Therefore, the June 2012 Financial Statements are a preliminary draft for your review.
- At the June Board meeting the Board asked for a breakdown of the prepaid expenses. As of June 30, 2012 the prepaid expenses in the amount of \$335,745.89 are as follows:
Prepaid Loan Credit: \$245,322.93
(The prepaid loan credit is the new addition to prepaid expenses when the District received interest earned credit on the Colorado Water & Power loan.)
Prepaid Liability Insurance: \$82,653.40
Prepaid Workers Comp Insurance: \$7,769.56
- The Board requested that the audited financial statements have a note added which states that the District is not able to give away fees or assets belonging to the District. The auditor has added a note to the financial statements. Please see the attached copy of page 14 of the audited financial statements in which the note has been highlighted.
- We continue to solicit our customers to sign up for ACH/Auto Pay.

Marjorie

**UPPER BLUE SANITATION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 2011

Note 4: COMMITMENTS AND CONTINGENCIES

Prepaid Plant Investment Fees

The District has received prepaid plant investment fees for approximately 65 single-family equivalent plant investment connections. The District is not required to repay the fees but is required to provide service without additional cash payment from the property owners.

Tax, Spending, and Debt Limitations

Article X, Section 20 of the Colorado Constitution, commonly known as the Taxpayer's Bill of Rights (TABOR), contains tax, spending, revenue, and debt limitations which apply to the State of Colorado and all local governments.

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10 percent of annual revenue in grants from all state and local governments combined, are excluded from the provisions of TABOR. The District's management believes, after consultation with legal counsel, it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of the provisions, including interpretation of qualification as an Enterprise will require judicial interpretation.

Construction Commitment

The District has entered into construction contracts for upgrading the plant. Remaining balances to finish on each contract as of December 31, 2011 are \$598,335 with Glacier Construction and \$130,394 with M.A. Mortenson Company.

Note 5: LONG TERM DEBT

The District has three outstanding loans with the Colorado Water Resources and Power Development Authority. In 1997, the District entered into a loan agreement to partially finance a wastewater treatment expansion project, and in 2005, the District entered into a second loan agreement that will finance the construction of a pump-back system. However due to the Board canceling the pump-back project these funds have been diverted to facility expansion at the Farmers Korner treatment plant. In 2010, the District entered into a third loan agreement that will further the completion of the Farmers Korner facility expansion. The loans contain various covenants and a revenue pledge. Among the covenants are rate maintenance provisions, operations and maintenance reserve requirements and provisions against providing free service or capacity to any person, firm, corporation, public agency or instrumentality.

The 1997 loan requires semiannual payments through September 2017 with interest at an effective rate of approximately 4.53 percent. The District has the option to repay the loan in whole or in part (In minimum increments of \$100,000) upon prior written notice. Additionally, prepayments shall be subject to prepayment of certain administrative fees and a redemption premium as determined by the Authority.

Upper Blue Sanitation District
Comparative Balance Sheet-UNAUDITED DRAFT
June 30, 2012 and June 30, 2011

	<u>2012</u>	<u>2011</u>	<u>Increase</u> <u>(Decrease)</u>
<u>Current Assets:</u>			
Petty Cash	\$200	\$200	-
Checking-Alpine Bank	\$ -	\$ 45,084	(45,084)
Checking-Wells Fargo Bank	8,454,186	7,498,986	955,200
Cash on Deposit with CWRPDA	-	-	-
ColoTrust Prime	3,638,203	5,336,672	(1,698,469)
Total Cash and Equivalents	12,092,589	12,880,942	(788,353)
Investments			
FK Construction Retainage Escrow	429,802	1,307,710	(877,908)
Cert. of Deposit & Treasuries	2,509,816	5,638,966	(3,129,150)
Total Investments	2,939,618	6,946,676	(4,007,058)
Other Current Assets			
Receivables-Utility + Spec. Assessments	65,290	31,726	33,564
Developer/Contractor Escrow	135,744	122,244	13,500
Interest Receivable & Market Adjustments	-	-	-
Notes Receivable	181,059	172,478	8,581
Prepaid Expenses	335,746	68,259	267,487
Loan Issuance Costs (Net)	139,249	151,549	(12,300)
Total Other Assets	857,088	546,256	310,832
Total Current Assets:	15,889,295	20,373,874	(4,484,579)
Property Plant and Equipment:			
Land	721,070	721,070	-
Easements	69,583	69,583	-
Sewer Lines	13,368,225	13,105,905	262,320
Treatment Plants	75,663,825	65,498,666	10,165,159
Office Equipment	210,830	173,451	37,379
Other Machines & Equipment	459,772	459,772	-
Autos & Trucks	821,984	791,743	30,241
Upper Blue System Costs	3,587,750	3,080,936	506,814
Telemetry	102,075	102,075	-
Employee Housing	1,038,191	1,038,191	-
Total Property Plant and Equipment :	96,043,305	85,041,392	11,001,913
Less Accumulated Depreciation	(25,913,128)	(24,660,391)	(1,252,737)
Net Property Plant and Equipment :	70,130,177	60,381,001	9,749,176
Total Assets:	86,019,472	80,754,875	5,264,597

Liabilities

	<u>2012</u>	<u>2011</u>	<u>Increase</u> <u>(Decrease)</u>
Current Liabilities:			
Accounts Payable	33,133	1,202,466	(1,169,333)
Construction/Developer Escrow	135,745	122,244	13,501
Earned Employee Benefits	121,416	117,720	3,696
Unearned User Fees	-	-	-
Interest Payable	164,671	175,689	(11,018)
Loan Payable (Current Portion)	890,595	867,859	22,736
Retainage Payable-Construction in Progress	429,802	1,307,710	(877,908)
Retainage Payable-Blue River	-	40,317	(40,317)
Employee Housing Deposit Payable	1,250	1,250	-
Total Current Liabilities:	1,776,612	3,835,255	(2,058,643)
Long Term Liabilities:			
Loan Payable	10,203,839	11,094,434	(890,595)
Total Long Term Liabilities:	10,203,839	11,094,434	(890,595)
Total Liabilities	11,980,451	14,929,689	(2,949,238)
Net Assets			
Invested in Capital Assets, Net of Related Debt	58,871,070	45,875,324	12,995,746
Restricted Net Assets	565,546	1,429,954	(864,408)
Unrestricted Net Assets	14,602,405	18,519,908	(3,917,503)
Total Contributed Capital	74,039,021	65,825,186	8,213,835
Total Liabilities and Equity	86,019,472	80,754,875	5,264,597

Upper Blue Sanitation District
Monthly Financial Statement-UNAUDITED DRAFT
June 30, 2012

	2012	2012	2012	2012	2012
	<u>June</u>	<u>Year To Date</u>	<u>Approved Budget</u>	<u>Uncollected</u>	<u>% Uncol/Col</u>
Operating Revenue					
Sewer User Fees	434,814	2,598,873	5,178,264	2,579,391	50
Tap Inspection Fees	4,000	6,000	1,000	(5,000)	(500)
Miscellaneous Revenue	16,739	19,239	1,000	(18,239)	(1,824)
Camper Dump Fees	152	252	2,500	2,248	90
Late Fees	13,416	23,495	25,000	1,505	6
Line Extension Fees	8,551	24,281	20,000	(4,281)	(21)
Rental Income	3,750	22,500	35,000	12,500	36
Interest on Investments & Loans	2,812	17,364	29,000	11,636	40
Total Operating Revenue	484,234	2,712,004	5,291,764	2,579,760	49
Capital Revenue					
Plant Investment Fees	167,343	1,235,044	600,000	(635,044)	(106)
Inclusion Fees	7,100	29,060	20,000	(9,060)	(45)
Bonds and Grant	0	0	0	0	0
Transfer from Reserve	0	0	0	0	0
Total Capital Revenue	174,443	1,264,104	620,000	(644,104)	(104)
Total Revenue	658,677	3,976,108	5,911,764	1,935,656	33

Administration Expense	2012 June	2012 Year to Date	2012 Approved Budget	2012 Available	2012 % Available
Payroll & Employee Benefits					
Salaries	85,099	493,875	1,134,000	640,125	56
Overtime	2,930	20,629	45,000	24,371	54
FICA-Admn	5,374	31,391	74,000	42,609	58
Medicare-Admin	1,257	7,342	22,000	14,658	67
401K Contributions	5,979	35,357	75,000	39,643	53
Unemployment Insurance	1,295	5,742	23,000	17,258	75
Health Insurance	18,245	109,487	250,000	140,513	56
Total	120,179	703,823	1,623,000	919,177	57
Office Supplies	167	1,475	4,000	2,525	63
Telephone	1,194	9,255	15,000	5,745	38
Business Expenses	1,812	19,381	32,000	12,619	39
Legal Counsel	1,705	24,624	70,000	45,376	65
Education	1,019	4,115	25,000	20,885	84
Audit & Accounting	2,100	8,100	9,000	900	10
Legal Publications	1,500	7,021	6,000	(1,021)	(17)
Board Members	500	2,900	6,000	3,100	52
Elections	0	21	7,500	7,479	100
Computer Expenses	662	3,595	9,000	5,405	60
Copy Machine & Supply	0	400	1,000	600	60
Postage & Meter Rent	600	5,627	13,000	7,373	57
Insurance - General	9,142	54,851	110,000	55,149	50
Insurance - Deductible	0	0	1,000	1,000	100
Engineering	0	9,450	25,000	15,550	62
Tools	388	830	3,000	2,170	72
Radios	0	1,104	0	(1,104)	0
Vehicle Expense	0	0	500	500	100
Dues & Memberships	170	2,491	7,000	4,509	64
Safety	705	2,879	3,500	621	18
Summit Water Quality	0	11,531	13,000	1,469	11
Building Maintenance	2,018	8,156	25,000	16,844	67
Employee Housing Maintenance	3,656	10,407	25,000	14,593	58
Employee Housing Utilities	0	2,635	5,000	2,365	47
Total Administration	147,517	894,671	2,038,500	1,143,829	56
Iowa Hill Plant Expenses					
Utilities					
Gas	904	9,654	15,000	5,346	36
Electric	3,002	51,239	110,000	58,761	53
Freight	21	5,185	2,000	(3,185)	(159)
Equipment Repairs	190	14,564	10,000	(4,564)	(46)
Chemicals	0	19,812	10,000	(9,812)	(98)
Contracted Repairs	7,520	20,332	10,000	(10,332)	(103)
Laboratory Supplies	508	8,522	15,000	6,478	43
Biomonitoring	0	2,254	10,000	7,746	77
Discharge Permit	0	0	7,000	7,000	100
Supplies	320	1,483	3,000	1,517	51
Total Iowa Hill	12,465	133,045	192,000	58,955	31

	<u>2012 June</u>	<u>2012 Year to Date</u>	<u>2012 Approved Budget</u>	<u>2012 Available</u>	<u>2012 % Available</u>
Farmers Korner Expenses					
Utilities					
Gas	0	28,297	75,000	46,703	62
Electric	25,839	193,982	580,000	386,018	67
Freight	1,238	9,968	12,000	2,032	17
Equipment Repairs	7,838	28,918	50,000	21,082	42
Chemicals	20,478	159,079	180,000	20,921	12
Supplies	0	10,685	8,000	(2,685)	(34)
Contracted Repairs	477	4,116	18,000	13,884	77
Dumpster Charges	995	5,970	14,000	8,030	57
Biomonitoring	0	1,327	7,000	5,673	81
Discharge Permit	0	0	17,000	17,000	100
Composting	0	30,509	115,000	84,491	73
Site Monitoring	0	10,885	25,000	14,115	56
Sludge Hauling Costs	0	18,175	55,000	36,825	67
State Health Fees	1,281	1,365	2,500	1,135	45
Total Farmers Korner	58,146	503,276	1,158,500	655,224	57
Collection Expenses					
Utilities	1,032	6,492	18,000	11,508	64
Vehicle Expense	0	10,911	26,000	15,089	58
Line Cleaner Expenses	403	20,269	4,000	(16,269)	(407)
Manhole Repairs/Line Repairs	20,992	60,052	100,000	39,948	40
Equipment Repairs	0	1,161	9,000	7,839	87
CCTV Expense	0	0	4,000	4,000	100
Total Collection	22,427	98,885	161,000	62,115	39
Replacement Capital					
Administration	0	0	35,000	35,000	100
Plant:					
IH	0	0	135,000	135,000	100
FK	5,063	14,394	175,000	160,606	92
Upper Blue	0	0	0	0	0
Collection	35,700	81,001	335,000	253,999	76
Misc	0	0	0	0	0
Vehicle	0	0	30,000	30,000	100
Total Replacement Capital	40,763	95,395	710,000	614,605	87
Non Operating Expenses					
Bond Principal	0	42,884	890,595	847,711	95
Bond Interest	0	127,667	394,781	267,114	68
Total Non Operating	0	170,551	1,285,376	1,114,825	87

	<u>2012</u> <u>June</u>	<u>2012</u> <u>Year to Date</u>	<u>2012</u> <u>Approved Budget</u>	<u>2012</u> <u>Available</u>	<u>2012</u> <u>% Available</u>
Capital Outlay					
Plant:					
IH	0	0	25,000	25,000	100
FK	0	691,608	1,910,000	1,218,392	64
Upper Blue	0	0	10,000	10,000	100
Collection	6,300	26,485	1,035,000	1,008,515	97
Administration	0	0	0	0	0
Total Capital Outlay	<u>6,300</u>	<u>718,093</u>	<u>2,980,000</u>	<u>2,261,907</u>	<u>76</u>
Total Expenses	<u>287,618</u>	<u>2,613,916</u>	<u>8,525,376</u>	<u>5,911,460</u>	<u>69</u>
Revenue Less Expenses	<u>371,059</u>	<u>1,362,192</u>	<u>(2,613,612)</u>		

Upper Blue Sanitation District
Comparative Financial Statement-UNAUDITED DRAFT
June 30, 2012 vs. June 30, 2011

	2012	2011	2012	2011	Increase
	<u>June</u>	<u>June</u>	<u>Year To Date</u>	<u>Year to Date</u>	<u>(Decrease)</u>
Operating Revenue					
Sewer User Fees	434,814	414,422	2,598,873	2,487,893	110,980
Tap Inspection Fees	4,000	500	6,000	1,750	4,250
Miscellaneous Revenue	16,739	(2,741)	19,239	1,657	17,582
Camper Dump Fees	152	0	252	0	252
Late Fees	13,416	9,850	23,495	17,728	5,767
Line Extension Fees	8,551	1,896	24,281	1,896	22,385
Rental Income	3,750	2,166	22,500	15,667	6,833
Interest on Investments	2,812	8,018	17,364	49,709	(32,345)
Total Operating Revenue	484,234	434,111	2,712,004	2,576,300	135,704
Capital Revenue					
Plant Investment Fees	167,343	91,706	1,235,044	902,793	332,251
Inclusion Fees	7,100	9,356	29,060	10,556	18,504
Bonds & Grant	0	0	0	0	0
Transfer from Reserve	0	0	0	0	0
Total Capital Revenue	174,443	101,062	1,264,104	913,349	350,755
Total Revenue	658,677	535,173	3,976,108	3,489,649	486,459

Administration Expense	2012 June	2011 June	2012 Year to Date	2011 Year to Date	Increase (Decrease)
Payroll & Employee Benefits					
Salaries	85,099	79,133	493,875	491,153	2,722
Overtime	2,930	1,657	20,629	12,029	8,600
FICA-Admin	5,374	4,927	31,391	30,669	722
Medicare-Admin	1,257	1,152	7,342	7,173	169
401K Contributions	5,979	5,463	35,357	35,862	(505)
Unemployment Insurance	1,295	2,470	5,742	7,819	(2,077)
Health Insurance	18,245	16,254	109,487	98,204	11,283
Total	120,179	111,056	703,823	682,909	20,914
Office Supplies	167	102	1,475	1,933	(458)
Telephone	1,194	1,245	9,255	7,445	1,810
Business Expenses	1,812	1,393	19,381	14,401	4,980
Legal Counsel	1,705	3,559	24,624	31,097	(6,473)
Education	1,019	392	4,115	5,885	(1,770)
Audit & Accounting	2,100	0	8,100	5,800	2,300
Legal Publications	1,500	1,591	7,021	2,947	4,074
Board Members	500	500	2,900	3,000	(100)
Elections	0	0	21	0	21
Computer Expenses	662	728	3,595	7,222	(3,627)
Copy Machine & Supply	0	0	400	0	400
Postage & Meter Rent	600	0	5,627	5,409	218
Insurance - General	9,142	8,709	54,851	52,257	2,594
Insurance - Deductible	0	0	0	0	0
Engineering	0	0	9,450	5,000	4,450
Tools	388	132	830	29	801
Radios	0	0	1,104	0	1,104
Vehicle Expense	0	0	0	0	0
Dues & Memberships	170	2,416	2,491	5,719	(3,228)
Safety	705	242	2,879	2,297	582
Summit Water Quality	0	961	11,531	5,764	5,767
Building Maintenance	2,018	884	8,156	5,915	2,241
Employee Housing Maintena	3,656	4,055	10,407	6,297	4,110
Employee Housing Utilities	0	354	2,635	3,208	(573)
Total Administration	147,517	138,319	894,671	854,534	40,137
Iowa Hill Plant Expenses					
Utilities					
Gas	904	1,345	9,654	10,804	(1,150)
Electric	3,002	16,089	51,239	91,715	(40,476)
Freight	21	757	5,185	5,165	20
Equipment Repairs	190	1,182	14,564	19,374	(4,810)
Chemicals	0	8,215	19,812	67,139	(47,327)
Contracted Repairs	7,520	0	20,332	3,498	16,834
Laboratory Supplies	508	681	8,522	6,740	1,782
Biomonitoring	0	2,210	2,254	4,420	(2,166)
Discharge Permit	0	0	0	0	0
Supplies	320	739	1,483	2,314	(831)
Total Iowa Hill	12,465	31,218	133,045	211,169	(78,124)

June Comparative Statement Cont.

Pg. 3

	<u>2012 June</u>	<u>2011 June</u>	<u>2012 Year to Date</u>	<u>2011 Year to Date</u>	<u>Increase (Decrease)</u>
Farmers Korner					
Utilities					
Gas	0	0	28,297	19,051	9,246
Electric	25,839	23,949	193,982	175,643	18,339
Freight	1,238	1,140	9,968	7,800	2,168
Equipment Repairs	7,838	147	28,918	12,204	16,714
Chemicals	20,478	8,215	159,079	75,081	83,998
Supplies	0	450	10,685	6,714	3,971
Contracted Repairs	477	102	4,116	754	3,362
Dumpster Charges	995	995	5,970	5,950	20
Biomonitoring	0	1,300	1,327	3,950	(2,623)
Discharge Permit	0	0	0	0	0
Composting	0	8,683	30,509	44,332	(13,823)
Site Monitoring	0	3,576	10,885	14,783	(3,898)
Sludge Hauling Costs	0	5,400	18,175	26,550	(8,375)
State Health Fees	1,281	0	1,365	1,175	190
Total Farmers Korner	58,146	53,957	503,276	393,987	109,289
Collection Expenses					
Utilities	1,032	1,157	6,492	6,398	94
Vehicle Expense	0	2,282	10,911	11,286	(375)
Line Cleaner Expenses	403	1,665	20,269	5,384	14,885
Manhole Repairs/Line Repai	20,992	3,224	60,052	53,133	6,919
Equipment Repairs	0	240	1,161	960	201
CCTV Expense	0	960	0	1,162	(1,162)
Total Collection	22,427	9,528	98,885	78,323	20,562
Replacement Capital					
Administration	0	0	0	16,620	(16,620)
Plant					
IH	0	0	0	877	(877)
FK	5,063	5,034	14,394	13,351	1,043
Upper Blue	0	0	0	0	0
Collection	35,700	0	81,001	0	81,001
Misc	0	0	0	0	0
Vehicle	0	0	0	0	0
Total Replacement Capital	40,763	5,034	95,395	30,848	64,547
Non Operating Expenses					
CWRPDA Loan Principal	0	0	42,884	42,039	845
Loan Interest	0	0	127,667	137,645	(9,978)
Total Non Operating	0	0	170,551	179,684	(9,133)

June Comparative Statement Cont.

Pg. 4

	<u>2012</u> <u>June</u>	<u>2011</u> <u>June</u>	<u>2012</u> <u>Year to Date</u>	<u>2011</u> <u>Year to Date</u>	<u>Pg. 4</u> <u>Increase</u> <u>(Decrease)</u>
Capital Outlay					
Plant-IH-CO	0	0	0	1,378	(1,378)
Plant-FK-CO	0	1,084,748	691,608	5,635,116	(4,943,508)
Plant-South Blue-CO	0	762	0	27,090	(27,090)
Collection	6,300	11,930	26,485	27,992	(1,507)
Administration	0	0	0	0	0
Total Capital Outlay	<u>6,300</u>	<u>1,097,440</u>	<u>718,093</u>	<u>5,691,576</u>	<u>(4,973,483)</u>
Total Expenses	<u>287,618</u>	<u>1,335,496</u>	<u>2,613,916</u>	<u>7,440,121</u>	<u>(4,826,205)</u>
Revenue Less Expenses	<u>371,059</u>	<u>(800,323)</u>	<u>1,362,192</u>	<u>(3,950,472)</u>	<u>5,312,664</u>

UPPER BLUE SANITATION DISTRICT
CERTIFICATES OF DEPOSIT
2012

	<u>MILLENNIUM</u>	<u>TOTAL</u>
Bal. Forward 1/1/2011	\$1,506,251.44	\$1,506,251.44
January Interest	\$694.11	\$694.11
Redemption		\$0.00
Bal. 1/31/2011	\$1,506,945.55	\$1,506,945.55
February Interest	\$767.29	\$767.29
Redemption		\$0.00
February 28, 2011	\$1,507,712.84	\$1,507,712.84
March Interest	\$582.81	\$582.81
Redemption		\$0.00
March 31, 2011	\$1,508,295.65	\$1,508,295.65
April Interest	\$490.31	\$490.31
Redemption		\$0.00
April 30, 2011	\$1,508,785.96	\$1,508,785.96
May Interest	\$445.04	\$445.04
Purchase		\$0.00
Redemption		\$0.00
May 31, 2011	\$1,509,231.00	\$1,509,231.00
June Interest	\$585.19	\$585.19
Purchase	\$1,000,000.00	\$1,000,000.00
Redemption		\$0.00
June 30, 2011	\$2,509,816.19	\$2,509,816.19
July Interest		\$0.00
Purchase		\$0.00
Redemption		\$0.00
July 31, 2011		\$0.00
August Interest		\$0.00
Purchase		
Interest Paid		
Redemption		
August 31, 2011		\$0.00
September Interest		\$0.00
Purchase		
Redemption		
September 30, 2011		\$0.00
October Interest		\$0.00
Purchase		
Redemption		
October 31, 2011		\$0.00
November Interest		\$0.00
Redemption		
Purchase		
November 30, 2011		\$0.00
December Interest		\$0.00
Redemption		\$0.00
Purchase		\$0.00
December 31, 2011		\$0.00

CAPITAL 2012

	Current Month	Year To Date	Budget
FARMERS KORNER - REPLACEMENT			
10-85-8524			
East Plant RAS/WAS Pumps	\$0.00	\$0.00	\$60,000.00
SCADA Upgrade	\$0.00	\$5,000.00	\$25,000.00
Hydroneumatic Tank	\$0.00	\$0.00	\$10,000.00
Hotsy	\$0.00	\$0.00	\$5,000.00
Centrifuge & Plant Lights	\$5,063.01	\$9,394.41	
Nutrient Study	\$0.00	\$0.00	\$75,000.00
TOTAL	\$5,063.01	\$14,394.41	\$175,000.00
FARMERS KORNER - NEW			
10-95-9540			
Finalize Plant Expansion	\$0.00	\$691,607.87	\$1,750,000.00
Snow and Ice Shed	\$0.00	\$0.00	\$75,000.00
Articulating Lift	\$0.00	\$0.00	\$40,000.00
New VFD Influent Pump	\$0.00	\$0.00	\$10,000.00
New 3 Windows South Building	\$0.00	\$0.00	\$25,000.00
Miscellaneous	\$0.00	\$0.00	\$10,000.00
TOTAL	\$0.00	\$691,607.87	\$1,910,000.00
IOWA HILL - REPLACEMENT			
10-85-8522			
Densedge and Filters Rehabilitation	\$0.00	\$0.00	\$125,000.00
Irrigation Rehabilitation	\$0.00	\$0.00	\$10,000.00
TOTAL	\$0.00	\$0.00	\$135,000.00
IOWA HILL - NEW			
10-95-9510			
Miscellaneous	\$0.00	\$0.00	\$25,000.00
TOTAL	\$0.00	\$0.00	\$25,000.00
SOUTH BLUE - REPLACEMENT			
10-85-8526			
TOTAL	\$0.00	\$0.00	\$0.00
SOUTH BLUE - NEW			
10-95-9590			
SCADA	\$0.00	\$0.00	\$10,000.00
TOTAL	\$0.00	\$0.00	\$10,000.00
COLLECTION - REPLACEMENT			
10-85-8530			
Warriors Mark/Illinois Gulch Slipline	\$33,900.00	\$62,918.05	\$200,000.00
Town of Breckenridge 6" to 8"	\$0.00	\$0.00	\$25,000.00
Miscellaneous Extensions/Repairs	\$0.00	\$0.00	\$100,000.00
Vehicle Replacement	\$0.00	\$0.00	\$30,000.00
Mapping	\$1,800.00	\$18,082.50	\$20,000.00
Line Cleaner Pump Replacement	\$0.00	\$0.00	\$10,000.00
TOTAL	\$35,700.00	\$81,000.55	\$385,000.00
COLLECTION - NEW			
10-95-9520			
Chemical Injection I/I Control	\$0.00	\$0.00	\$15,000.00
Miscellaneous Extension-Blue River Phase III	\$6,300.00	\$26,485.00	\$1,000,000.00
TOTAL	\$6,300.00	\$26,485.00	\$1,015,000.00
ADMINISTRATION - REPLACEMENT			
10-85-8510			
Equipment Replacement	\$0.00	\$0.00	\$35,000.00
TOTAL	\$0.00	\$0.00	\$35,000.00
GRAND TOTALS	\$47,063.01	\$813,487.83	\$3,690,000.00

DATE: July 5, 2012

TO: Andrew Carlberg, District Manager

FROM: Greg Brown, Chief Plant Operator

SUBJECT: Treatment plant operations for June, 2012.

1. Total influent flow for the Upper Blue Treatment Facilities was 35.7 million gallons for the month of June. The flow for the previous June was 56.5 million gallons. There was a 20.8 million gallon decrease (36.8%). The large decrease is due to the lack of infiltration and inflow because spring runoff was non-existent.
2. Influent flow for the Farmer's Korner Treatment facility was 35.7 million gallons for the month of June. We have taken the old Farmer's Korner South Plant off line so only the new North Plant is operating.
3. Solids loading at Farmer's Korner was down for May from 108,971# to 72,201#.
(33.7% decrease).
4. Glacier is still working on punch-list items and a few warranty items that have occurred. Glacier is still taking care of items so we can get a Certificate of Occupancy from the County Building Department. The building issues are being repaired and should be done by the end of July. The floor repairs have yet to be started. The staff is still in the process of fine tuning the treatment systems. We are discharging very good water that meets all discharge permit requirements. Our phosphorus concentration is at 0.012 parts per million. The goal is 0.010 ppm or less.



Greg
cc: file

PLANT STATISTICS - FARMERS KORNER

MONTH	FLOW (MG)			PHOS (LBS)			INF SS (LBS)			SLUDGE (TONS)		
	2010	2011	2012	2010	2011	2012	2010	2011	2012	2010	2011	2012
JAN	33.9	31.2	41.4	4.1	1.9	2.1	163448	132341	201554	49.9	54.5	43.2
FEB	30.7	29.0	38.1	3.1	2.0	2.5	84794	180701	123132	24.3	35.8	35.0
MAR	36.3	35.8	60.6	3.9	2.9	14.5	155910	155768	172780	70.4	59.0	66.1
APR	28.7	35.7	45.9	0.6	1.4	11.0	140701	137501	149764	55.2	46.0	21.5
MAY	28.8	44.3	38.9	1.1	0.7	4.8	48401	67212	86021	13.2	41.8	31.1
JUN	31.3	30.2	35.7	1.2	1.0	3.6	42767	72034	72201	36.4	55.6	39.0
JUL	27.4	37.0		2.3	0.9		50175	66111		52.2	62.6	
AUG	26.0	31.2		1.7	2.5		128708	123291		39.6	48.1	
SEP	17.6	20.4		1.4	1.5		37181	87790		25.2	28.3	
OCT	18.2	17.6		0.8	0.7		77049	43008		15.7	20.7	
NOV	19.2	18.2		1.4	1.0		80043	63296		29.5	47.1	
DEC	28.9	30.3		1.1	1.0		138477	76814		46.5	35.4	
TOTAL	327.0	360.9	260.6	22.7	17.5	38.5	1147654	1205867	805452	458.1	534.9	235.9

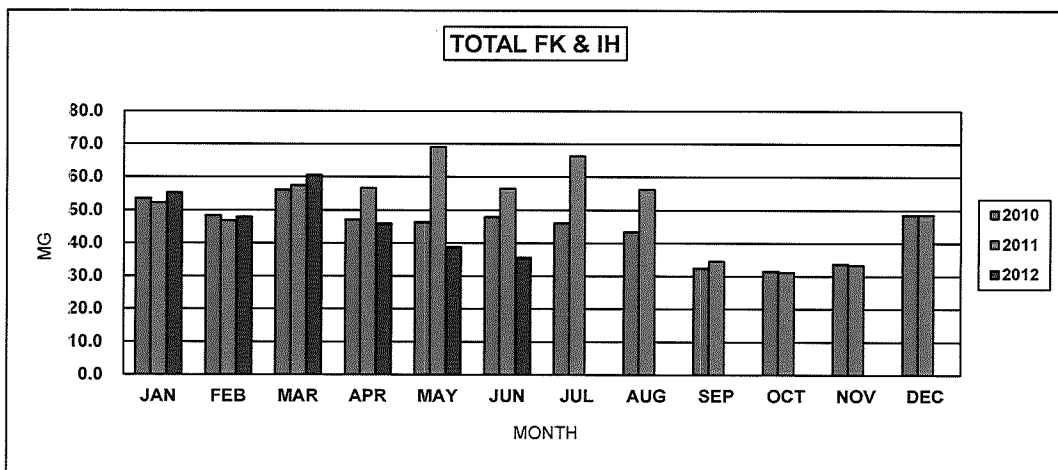
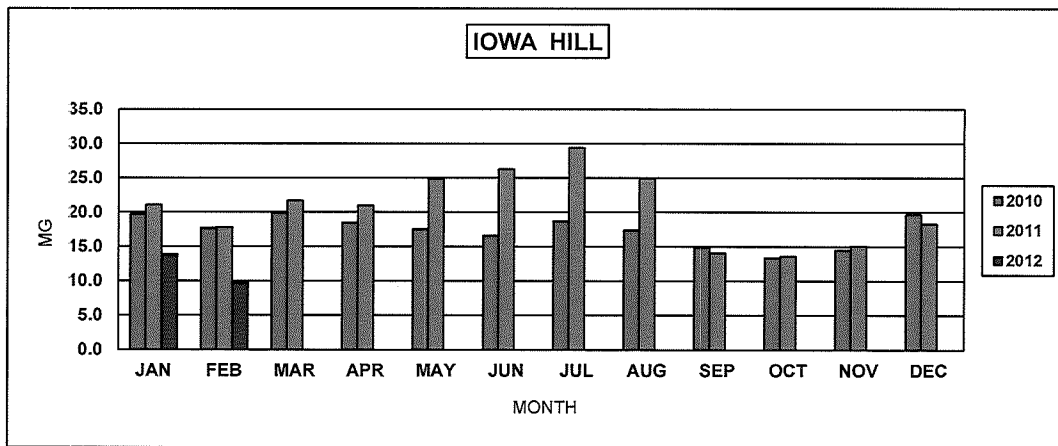
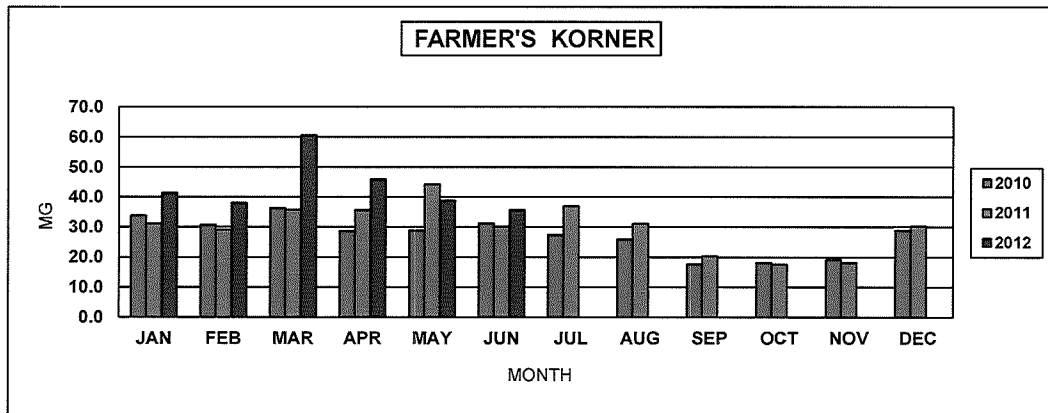
PLANT STATISTICS - IOWA HILL

MONTH	EFF FLOW (MG)			EFF PHOS (LBS)			INF SS (LBS)		
	2010	2011	2012	2010	2011	2012	2010	2011	2012
JAN	19.7	21.1	13.9	2.7	1.8	4.2	50748	86584	36828
FEB	17.7	17.8	9.8	2.9	1.5	2.4	53585	73806	29021
MAR	19.9	21.7	0.0	3.3	2.0	0.0	69125	67754	0
APR	18.5	21.0	0.0	1.9	2.3	0.0	38484	40209	0
MAY	17.5	24.8	0.0	2.0	2.3	0.0	26866	24633	0
JUN	16.6	26.3	0.0	4.8	3.7	0.0	29572	36937	0
JUL	18.7	29.4		2.2	4.3		49902	71311	
AUG	17.4	25.0		2.1	2.0		40950	50532	
SEP	14.9	14.1		1.5	1.6		37846	40282	
OCT	13.4	13.6		1.6	2.2		26909	34260	
NOV	14.5	15.1		1.1	4.0		25263	33498	
DEC	19.7	18.3		1.6	3.7		63962	58386	
TOTAL	208.5	248.2	23.7	27.7	31.4	6.6	513212	618192	65849

PLANT STATISTICS - TOTAL

MONTH	EFF FLOW (MG)			EFF PHOS (LBS)			INF SS (LBS)			SLUDGE (TONS)		
	2012	2011	2012	2010	2011	2012	2010	2011	2012	2010	2011	2012
JAN	53.6	52.3	55.3	6.8	3.7	6.3	214196	218925	238382	49.9	54.5	43.2
FEB	48.4	46.8	47.9	6.0	3.5	4.9	138379	254507	152153	24.3	35.8	35.0
MAR	56.2	57.5	60.6	7.2	4.9	14.5	225035	223522	172780	70.4	59.0	66.1
APR	47.2	56.7	45.9	2.5	3.7	11.0	179185	177710	149764	55.2	46.0	21.5
MAY	46.3	69.1	38.9	3.1	3.0	4.8	75267	91845	86021	13.2	41.8	31.1
JUN	47.9	56.5	35.7	6.0	4.7	3.6	72339	108971	72201	36.4	55.6	39.0
JUL	46.1	66.4	0.0	4.5	5.2	0.0	100077	137422	0	52.2	62.6	0.0
AUG	43.4	56.2	0.0	3.8	4.5	0.0	169658	173823	0	39.6	48.1	0.0
SEP	32.5	34.5	0.0	2.9	3.1	0.0	75027	128072	0	25.2	28.3	0.0
OCT	31.6	31.2	0.0	2.4	2.9	0.0	103958	77268	0	15.7	20.7	0.0
NOV	33.7	33.3	0.0	2.5	5.0	0.0	105306	96794	0	29.5	47.1	0.0
DEC	48.6	48.6	0.0	2.7	8.7	0.0	202439	135200	0	46.5	35.4	0.0
TOTAL	535.5	609.1	284.3	50.4	52.9	45.1	1660866	1824059	871301	458.1	534.9	235.9

FACILITY FLOW



To: Andy Carlberg- District Manager
From: Wally Esquibel- Collection System Foreman
Date: July 2, 2012

Subject: June 2012 Collection System Report

Andy,

1. During the month of June 2012 the Upper Blue Sanitation District received one reported sanitary sewer back-up at 219 and 221 S. Harris Street. An incident report was written and submitted to you on Wednesday July 3, 2012.
2. The UBSD line cleaning and GIS crews have been working very aggressively and efficiently in order to maintain our three year maintenance cycle. During the month of June they have cleaned over twenty-two miles of mainline and have inspected and GPS'ed over three-hundred manholes. They have also completed the cleaning and inspection of nine lift stations.
3. Phase III of the Blue River Sewer Line Extension Project has been slated to start on Monday July 9, 2012. UBSD and Stan Miller Construction met Tuesday July 3, 2012 to tie-up last minute timeline schedules.
4. The month of June 2012 also reported 213 locates.

Sincerely,

Wally Esquibel

MANAGER REPORT

7-2012

- 1)** Sewer Service to the 97 subdivision. We have completed the survey work and are working with the property owner with acquiring easements.

- 2)** Construction in Blue River Phase III will begin on July 9. The segment along Highway 9 will be completed first, and then Stan Miller will move to the Wilderness Subdivision.