

**UPPER ARKANSAS WATER
CONSERVANCY DISTRICT**

Water Activity Enterprise Committee

**January 10, 2019
1:00 P.M.**

The Upper Arkansas Water Conservancy District Water Activity Enterprise committee held its regular meeting Thursday, January 10, 2019, at the District offices, 339 East Hwy 50, Salida, Colorado, commencing at 1:00 P.M., notice having been given by posting of Notice and Agenda on January 9, 2019, at the offices of the Upper Arkansas Water Conservancy District, 339 East Hwy 50, Salida, Colorado.

COMMITTEE MEMBERS PRESENT

Ralph L. (Terry) Scanga	Ken Baker	Robert M. Senderhauf
Franklin J. (Jay) Moore	Timothy C. Canterbury	Tim Payne
Robert B. (Bill) Donley	Gregory W. Felt	Mannie Colon
Tom E. French	Richard Hilderbrand	Thomas Goodwin
John H. Sandefur	Jeff Ollinger	

COMMITTEE MEMBERS ABSENT

Brett A. McMurry

DISTRICT OFFICIALS/STAFF MEMBERS PRESENT

Chelsey Nutter, Projects Manager	Kendall K. Burgemeister, Attorney
Jord Gertson, Hydrologist	Kimberly Kerschke, Secretary
Chris Manera, Engineer	

DISTRICT OFFICIALS/STAFF MEMBERS ABSENT

None

STATE OFFICIALS PRESENT

Bill Tyner, Division Engineer
Brian Sutton, Water Commissioner

GUESTS PRESENT

Kristie Nackord, Fremont County
Richard Shea, Penrose
Susan Hilderbrand, Penrose
Robert & Deborah Miller, Miller Ranch
Fred & Sharon Berry, Westcliffe
Tom Flower, Custer County Commissioner
Linda Poole, San Isabel Land Protection Trust
Drew Nelson, City of Salida
Joe Stone, Ark Valley Voice
George Medaris, Round Mountain Water & Sanitation District
Jay Printz, Custer County Commissioner
Roger Greg, Custer County
Blake Osborn, Colorado Water Institute
Bill Canda, Custer County Commissioner
Bob & Carol Allison
Max Smith
Mike & Sarah Shields
Additional Custer County Community Members

CHAIRMAN'S INTRODUCTION

Introduction of guests will be held over to the Board meeting.

RECORD OF PROCEEDING

MINUTES OF THE MEETING OF December 13, 2018

The minutes of the meeting of December 13, 2018, were unanimously approved upon motion by committee member Felt with second by committee member Colon. Committee members Goodwin, Canterbury, Hilderbrand, and Donley abstained due to absence from the December meeting.

TREASURER'S REPORT

Upon motion by committee member Goodwin with second by committee member French, the committee unanimously approved the financial report dated December 31, 2018.

Committee member Felt asked for clarification on 2019 Prepaid S & M fees. Manager Scanga said that these were storage and maintenance fees due in 2019 that were paid in 2018.

Manager Scanga requested to move review of the quarterly balance sheet to the District meeting and there was no opposition to the request.

MANAGER'S REPORT – Terry Scanga

Augmentation Report

Manager Scanga displayed the augmentation reports for November and December. As of the end of December total State approvals for augmentation were 612.18 acre-feet. Replacements for the month were 21.99 acre-feet including transit loss.

HYDROLOGIST REPORT

Reservoir Storage

Hydrologist Gertson reported that in our Twin Lakes account, we have 7.7 acre-feet of native water, 13.6 acre-feet of Twin Lakes, Transmountain water, and 113.5 acre-feet of project carryover. Pueblo reservoir has 613.0 acre-feet of project carryover and 1,000 acre-feet of project water. Total storage is at 3693.5 acre-feet.

ENGINEER'S REPORT – Chris Manera, Colorado River Engineering

Deferred to next meeting

LEGAL REPORT - Kendall Burgemeister, Law of the Rockies

Deferred to District Board meeting

OTHER BUSINESS

Committee member Ollinger said that, as a procedural matter, he wanted to note that having reviewed the minutes he believes the minutes that were sent out in advance of the meeting were different from the minutes included in the Board's files. He said that information was added most likely due to a phone call inquiring as to why certain important pieces of information were left out. Committee member Ollinger expressed his feeling that his comments regarding approximately \$2 million dollars in checking should be included in the minutes.

Committee member Goodwin, as a point of order, asked why discussion was going back to the minutes when they had already been approved. Committee member Ollinger said he felt it was an important matter in the best interest of the District. He then requested that his comments be included in the minutes. During the December meeting committee member Ollinger said that he pointed out to the Board that there was approximately \$2 million in checking, which was questioned by Manager Scanga. Committee member Canterbury requested that committee member Ollinger make his correction to the minutes and move on.

Committee member Ollinger made his correction saying that during the December meeting he stated that there was \$2 million in checking, which is an important flaw in the way cash is managed. He also stated that we were missing out on \$24,000 a year on potential interest income. Committee member Ollinger said that the General Manager then questioned his expression of the \$2 million in checking. Committee member Ollinger proceeded to highlight the 3rd quarter balance sheet which showed that, between the Enterprise and the District, there was \$2,012,807 in checking.

RECORD OF PROCEEDING

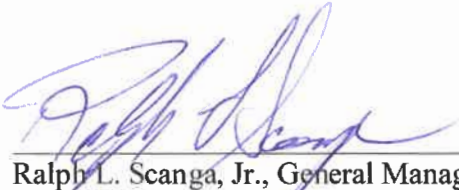
ADJOURN

No further business to come before the committee, the meeting adjourned at 2:18 p.m.

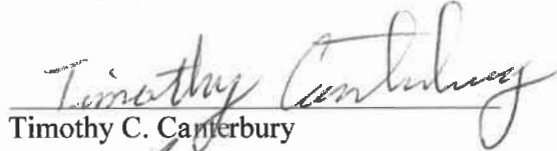
[The remainder of this page is intentionally left blank.]

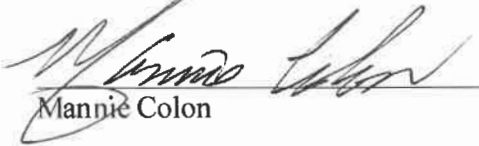
RECORD OF PROCEEDING

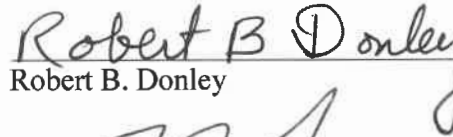
Respectfully submitted,


Ralph L. Scanga, Jr., General Manager


Ken Baker


Timothy C. Canterbury

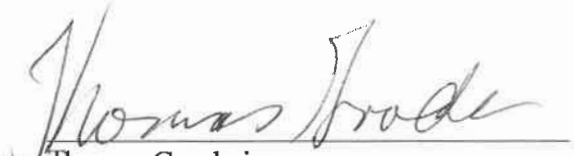

Mannie Colon


Robert B. Donley

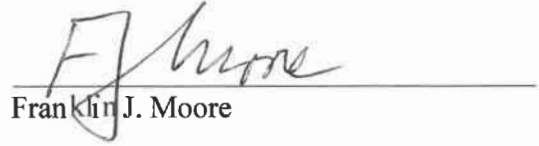

Gregory W. Felt


Tom E. French

Absent from Meeting- No Signature
Brett A. McMurry



Thomas Goodwin


Richard Hilderbrand


Franklin J. Moore

Absent for Approval- No signature
Jeff Ollinger


Tim Payne


John H. Sandefur


Robert M. Senderhauf