



Upper Gunnison River Water Conservancy District

210 West Spencer Avenue, Suite B • Gunnison, Colorado 81230
Telephone (970) 641-6065 • www.ugrwcd.org

BOARD OF DIRECTORS **AGENDA – REGULAR BOARD MEETING**

Monday, July 24, 2023 at 5:30 p.m.

UGRWCD Offices, 210 W. Spencer Ave, Suite B, Gunnison, CO 81230

MISSION STATEMENT

To be an active leader in all issues affecting the water resources of the Upper Gunnison River Basin.

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| 5:30 p.m. | 1. Call to Order |
| 5:31 p.m. | 2. Agenda Approval |
| 5:33 p.m. | 3. Consent Agenda Items: Any of the following items may be removed for discussion from the consent agenda at the request of any Board member or citizen. <ul style="list-style-type: none">• Approval of June 26, 2023 Annual Meeting Minutes• Monthly Budget Review• Consideration of Expenses |
| 5:38 p.m. | 4. 2024 Budget – Budget Officer Appointment (ACTION) |
| 5:40 p.m. | 5. Legal and Legislative Issues |
| 5:50 p.m. | 6. Basin Water Supply Report |
| 6:00 p.m. | 7. BREAK |
| 6:20 p.m. | 8. General Manager, Staff and Committee Updates <ul style="list-style-type: none">• Treasurer's Report<ul style="list-style-type: none">○ Approval of 2022 Financial Audit (ACTION)• GM Memorandum• Wet Meadows Program Update• Gunnison River Festival Update• Scientific Endeavors |

- Gunnison Basin Roundtable

- 7:20 p.m. 9. Miscellaneous Matters**
- Electronic Participation in Board Meetings Policy
 - Current Gunnison River Spreadsheet
- 7:23 p.m. 10. Citizens Comments**
- 7:25 p.m. 11. Future Meetings**
- 7:30 p.m. 12. Summary of Meeting Action Items**
- 7:35 p.m. 13. Adjournment**

UPPER GUNNISON RIVER WATER ACTIVITY ENTERPRISE
BOARD OF DIRECTORS- AGENDA
REGULAR SEMI-ANNUAL MEETING

- 7:36 p.m. 1. Call to Order**
- 7:37 p.m. 2. Agenda Approval**
- 7:40 p.m. 3. Consent Agenda Items:** Any of the following items may be removed for discussion from the consent agenda at the request of any Board member or citizen.
- Approval of January 30, 2023 Minutes
 - Consideration of Expenses
 - Budget Report
- 7:45 p.m. 4. Meridian Lake Reservoir Update**
- 7:50 p.m. 5. Miscellaneous Matters**
- 7:55 p.m. 6. Citizen Comments**
- 7:57 p.m. 7. Adjournment**

Note: This agenda is subject to change, including the addition of items or the deletion of items at any time. All times are approximate. Regular meetings, public hearings, and special meetings are recorded, and action can be taken on any item. The Board may address individual agenda items at any time or in any order to accommodate the needs of the Board and the audience. Persons with special needs due to a disability are requested to call the District at (970) 641-6065 at least 24 hours prior to the meeting.

AGENDA ITEM 3

Consent Agenda Items

**Upper Gunnison River Water Conservancy District
Annual Meeting Minutes of the Board of Directors
June 26, 2023 at 5:30 p.m.**

The Board of Directors of the Upper Gunnison River Water Conservancy District (UGRWCD) conducted its annual meeting on Monday, June 26, 2023 at 5:30 p.m. in the District office, 210 West Spencer Avenue, Suite B, Gunnison, CO, 81230 and via Zoom video/teleconferencing.

Board members present: Rosemary Carroll (via Zoom), Joellen Fonken, Rebie Hazard, Stacy McPhail, Julie Nania (via Zoom), Bill Nesbitt, John Perusek, Michelle Pierce, Mike Rogers, Don Sabrowski and Andy Spann.

Others present:

Sonja Chavez, UGRWCD General Manager

Kathleen Curry, Colorado River Water Conservation District Board Member

Cheryl Cwelich, UGRWCD Water Resource Specialist II

David Gardner, City of Gunnison Public Works Director

John McClow, UGRWCD General Counsel

Luke Mecklenburg, Colorado Attorney General's Office (via Zoom)

Sue Uerling, UGRWCD Admin. Asst/Communications Support Specialist

1. **Call to Order**

Board President Michelle Pierce called the meeting to order at 5:30 p.m.

2. **Agenda Approval**

Director Stacy McPhail moved and Director Joellen Fonken seconded approval of the agenda. The motion carried.

3. **Consent Agenda Items**

Director Bill Nesbitt moved and Director Joellen Fonken seconded approval of the consent agenda items. The motion carried.

President Michelle Pierce asked the Board for their thoughts about having all of the detailed receipts and invoices of the expenses included in the Board packet. She noted that for the packets that are sent Priority Mail, this detail often makes the packets too large to fit in the envelopes.

After some discussion, it was proposed that the expense detail be included in a separate email or separate PDF file when the Board Packets are emailed. For those Directors who prefer to receive their packets in hard copy, if they have a question about a particular invoice or receipt, they can email staff (Sonja) or they can come into the office to review the master printed version of this detail. The consensus of the Board was that a separate PDF or email would be a good solution.

4. Legal and Legislative Matters

John reviewed the legal opinion in the packet regarding the Colorado Supreme Court case of “State vs. Hill.” John noted that Hill lacks standing to pursue a declaratory judgment that a river segment was navigable for title at statehood and belongs to the State. John said that Mr. Hill was also denied for a re-hearing on the matter and that he will keep the Board posted of any other such cases.

Bylaws Amendments

John referred to the proposed Bylaws amendments that were circulated at a previous Board meeting and asked for approval from the Board to increase the maximum allowable annual compensation for board meeting attendance to \$2,400 which requires a petition to the judge to make this change. Director Nesbitt asked if this could be discussed in August when the Board begins to review the budget for the next year. The consensus was that there was no reason to delay voting on the matter now and that this would enable staff to move forward on a comprehensive update to the District’s financial policies and internal controls which will be reviewed by the District’s auditor and CPA firm.

Director Stacy McPhail moved and Director Rebie Hazard seconded approval of the Bylaws amendments previously circulated and petitioning the judge to increase the maximum annual Director compensation for Board meeting attendance to \$2,400. The motion carried.

5. Treasurer’s Report

Treasurer Bill Nesbitt reported that the feds did not raise the discount rate again at their June 13th meeting. He said it was reported that inflation is down and that they are seeing some response from the previous 10 interest rate increases. He noted that at the Fed’s November meeting, they may increase rates again by another 25 basis point bump. Director Nesbitt noted that he thinks the purchase of Suite A next door will end up providing a good return to the District of somewhere between six and a half and eight percent annually, which makes it a wise investment.

General Manager Chavez said that for now she is leaving \$1.2 million in the Colorado Trust Plus account, which earned five percent last month. This provides liquidity for the District. If she sees this rate dropping, Sonja said she would work with Treasurer Nesbitt on purchasing a different investment.

6. General Manager’s Report

Finance Committee - Sonja reported that the committee met with auditor Paul Miller and Tom Stoeber and Alisha Jackson from Thomas N. Stoeber CPA on June 8, 2023. Sonja appreciated having all of the parties at the table and noted that there were many suggestions made that will eventually become part of the financial policies. She said much of the discussion focused on internal controls, especially having multiple sets of eyes on transactions and having the Board review the financials. She said in the internal controls, the District should be using position titles and not names for the individuals responsible for actions. Paul suggested that all bank transfers or movement of funds should be reviewed/initialed on a monthly basis and that there should be an email between the General Manager and Treasurer identifying such transfers and their approval.

With respect to grants, Sonja said the District needs to get prepared for a Single Audit which is required when an organization expends \$750,000 or more in federal funding in a single year. Also, as part of reimbursement for staff technical assistance on grants or recouping time for management of the federal grant(s), Paul noted that an actual “timesheet” will need to be provided, so Sonja is looking into timesheet applications or other options, such as using QuickBooks. The auditor also noted that when the District applies a de minimus federal indirect cost rate (e.g., 10%) to the grants that we manage, we need to have the background for the applied rate.

Director Nesbitt asked if the District was to rent space to another conservation entity under a federal grant, how would this be detailed in indirect costs? Sonja said that rent would fall under the direct costs.

At times, granting entities may want to disburse funds in advance of expenditures to get these funds off of their books. Auditor Paul Miller cautioned that the District does not want to have large amounts of funds sitting in a District interest bearing account without quick turnaround in use. Paul noted that the District may want to open a separate non-interest-bearing account for such funds if this occurs again.

Sonja noted that there was discussion about separating out the audit expenses from accounting expenses on the budget as Director Hazard had suggested at the last meeting. In addition, the District will revise the budget in the future using a chart of account numbers versus project names to help prevent misclassification of expenses. It was noted that the staff and Board could have a detailed budget with subaccounts to more closely monitor expenditures, but that for DOLA or the counties where we are required to provide our budget, the District can just provide the summary budget without subaccounts.

It was also recommended that the District create a separate line item in the budget called “vehicle rental income” if we are going to be annually renting District vehicles to the Wet Meadows Program.

It was also recommended that the Spencer Business Park Condominium Association be dissolved and the bank account for this at Wells Fargo be closed since the District now owns the entire building.

Sonja said that she will be looking into a phone application called Expensify that allows staff to take a cell phone photo of a receipt immediately upon getting one which then can be coded, saved, and uploaded to the proper account in QuickBooks. This should help prevent issues around lost credit card receipts and allows for better day-to-day tracking.

There was also discussion about the District not having online access/viewing of its bank accounts at Bank of the West (BOW), as well as the high fees BOW charges for credit cards. It was suggested at the Finance Committee meeting that the District look into possibly moving its operating accounts to a bank that is easier to work with. There were also some suggestions for other banks that have reasonable fees for credit cards, easier on-line access, etc.

Director Bill Nesbitt motioned for the approval of the Finance Committee’s recommendation to have staff research other banking options. The motion carried.

Waters of the United States – General Manager Chavez referred to her memo noting the court case of *Sackett vs. EPA* where the landowners, the Sacketts, filled an area on their property which was deemed wetlands by the EPA under the “Clean Water Act”. The Supreme Court unanimously sided with the Sacketts that the area they had filled was jurisdictional wetland, but the court was split 5 to 4 over the court’s conservative majority “new test” for determining if adjacent wetlands have a “continuous surface connection”. The majority exception was Justice Kavanaugh who sided with the court’s three other more liberal justices on the “new test”. Sonja said there has been long standing uncertainty and decades of litigation and agency action by the U.S. Army Corps of Engineers (Corps) and the United States Environmental Protection Agency (EPA) around the meaning of “the waters of the United States” or WOTUS. The definition of WOTUS has also changed under different presidential leadership further complicating things. Per Sonja, the court’s opinion created a new definition of “waters” that ignores the hydrologic connection between groundwater and surface water; requiring that in order for an adjacent wetland or body of water to be a WOTUS, it must be consistent with the definition of WOTUS, which they say is a relatively permanent body of standing or continuously flowing water connected to traditional interstate navigable waters.

The Colorado Water Quality Control Division (WQCD) began the development of draft policies in 2022 in anticipation of this Sackett ruling which would leave state “gap waters” (waters outside of federal CWA jurisdiction) unprotected while the Army Corps and EPA were developing official statements of rule or policy in response to the Sackett ruling. Sonja noted that the WQCD public input period was only two weeks and via Zoom which provided very little opportunity for discussion and input from stakeholders. She said while the District supports the position that clarity is needed to ensure that wetlands created by irrigation not be considered jurisdictional waters, staff are concerned that wetlands in Colorado that don’t have a “relatively permanent” and visible continuous surface connection to ‘navigable waters’ (e.g., streams, rivers, lakes, oceans) are now left unprotected by federal law, creating “gap waters”. This leaves the potential for degradation of perennially or groundwater fed wetlands which may

result in the loss of areas important to water quality improvement, flood flow attenuation and habitat. She is concerned how the interim draft dredge and fill policy might affect the Wet Meadows projects.

Standard Mine Superfund Site: General Manager Sonja Chavez attended the EPA Standard Mine Superfund site update meeting on June 8th in Crested Butte. The Standard Mine is an abandoned hard rock mine (silver, lead, copper and zinc) located in Gunnison County Colorado near Crested Butte. It was listed on a National Priorities List in 2005 due to elevated levels of cadmium, lead, and zinc. Phase 1 clean-up included installation of a flow control bulkhead to control the flow of water discharging from the mine. The current status of the project includes EPA's proposed full closure of the bulkhead within a few days following the above meeting with continued monitoring in this high-water year.

Director Julie Nania added that the purpose of the bulkhead was to try to eliminate interaction of air (oxygen) with the water in hopes this will reduce the mobilization of heavy metals that leech into the water. Julie noted that in previous years the EPA has wanted to test a full closure of the bulkhead but were unable to backfill behind it due to low water conditions during the year. Julie agreed that they are being conservative with the amount of water stored behind the bulkhead and that they will be testing any water getting beyond the bulkhead for heavy metals content. Sonja noted that if the Board was interested in hearing more about the Standard Mine Superfund site, she could contact the woman who led the meeting to give an update to the Board.

7. Presentation by David Gardner and Mike Rogers, City of Gunnison, Water Treatment Plant Update

David Gardner, public works director, and Mike Rogers, water and wastewater superintendent, both of the City of Gunnison, gave a Power Point presentation on the conceptual plans and need for development of a water treatment plant. They began the presentation by outlining Gunnison's water history, including the appropriation of a town pipeline for 15 c.f.s. of water in 1883, water shortages in the dustbowl 1930's, the construction of Taylor Park Dam and Reservoir in 1935 and the drilling of 10 wells for the City from 1960 to 1999. Of special note, the City purchased the VanTuyl Ranch in 1993 specifically for water purposes to protect and preserve the City's domestic water supply and aquifer, to provide for future development of municipal water wells and their delivery system, to utilize irrigation for the City's beneficial uses of existing and future water rights, and for future water storage as 450 acre-feet were decreed for storage.

In 2021 and 2022, the Gunnison Water Master Plan and Source Water Protection Plan were developed respectively. After reviewing several potential sites for the proposed plant, it was determined that the best location would be at the VanTuyl Ranch headquarters thanks to its adjacent water source, available piping, city electric grid proximity, being near storage and its connection to the city water main. From these plans, the following water system improvements have been proposed: construction of a water treatment plant (as the city does not currently have one); an infiltration gallery and pump station; a groundwater well manifold for current wells 7-9; construction of new wells 11-13; burying pipelines and dry utilities; development of a future raw water reservoir; construction of a water shop building, and the addition of a rooftop array of solar panels and possible geothermal system. If the VanTuyl Ranch location

is ultimately approved for the site, the project could also cover trail improvements and trail access to the reservoir, as well as new public facilities such as restrooms, a pavilion and recreation areas. David and Mike reiterated that the plant would be designed to coexist with the surrounding environment and existing habitat management plan, including preserving the active cattle ranch and agricultural use of the area while enhancing access and recreation opportunities.

David and Mike pointed out that if these improvements are not done soon, Colorado Department of Public Health & Environment (CDPHE) could require the City to install full treatment at each well and impose hefty daily fines for violating this requirement, which is what happened to the Town of Ouray. In addition, they explained that a new plant will allow the city to remove harmful contaminants from the City's water supply, instead of just using chlorination for disinfection, which is the current process. They also noted that many of the City's current wells are located in the middle of the street increasing the risk of potential contamination and that chlorine is combustible.

David and Mike explained that the timeline is for a public hearing with the City Council on July 11th and a possible Van Tuyl Management Plan update with potential approval by the Council. July 25th would be the next Council meeting for a possible second reading of the Planned Unit Development (PUD) amendment. David and Mike said that the City will be seeking grant funding from a variety of sources, including BIL, DOLA and the CWCB, totaling \$13,460,000.

Director John Perusek asked if one of the wells was abandoned due to contamination. David and Mike replied that Well One was decommissioned and capped off and that they would be utilizing the newer northern wells in the future due to the fact that they are newer, more productive, meet current standards and are in closest proximity to the new plant location.

Director Nesbitt asked what would happen to the current storage holding tanks behind Western's Campus? Mike and David replied that the City plans to erect new concrete holding tanks in a later phase that will be used for storage of treated water from the new plant.

Director Joellen Fonken asked how much of the VanTuyl Ranch will be used to house the water treatment plant. David and Mike replied that the overall footprint of the plant will be under two acres, and that the complex itself will not look like a traditional concrete and metal plant but will be made to blend with the existing land use and will look like a ranch barn.

Joellen noted that with her involvement with Gunnison Nordic, the group has witnessed wildlife and cattle drink from the warm water section near the ranch headquarters during the winter since it does not freeze over. She presumes the City will want to be cognizant of wildlife and herds utilizing these open water sources. Director Nesbitt also asked about whether the City will review the area for sage grouse habitat. David answered that all of these types of issues will be addressed through required environmental assessments.

8. Administration of Oath of Office

Steven Patrick, Gunnison County District Court Judge, administered the oath of office for Board members Michelle Pierce, Rebie Hazard, Joellen Fonken and Rosemary Carroll, all of whom submitted applications to renew their Board terms. In addition, Judge Patrick administered the oath of office for new Board member, Mike Rogers, who will fill the remaining term for Division 8, City of Gunnison, vacated by Sara Bergstrom.

9. DINNER BREAK with Basin Water Supply Update

General Manager Chavez reviewed the Basin Water Supply update included in the packet. At the time the memo was written on June 15th, both Blue Mesa Reservoir and Taylor Park Reservoir had filled to 84 percent of capacity. (As of the meeting date, Blue Mesa was at 92 percent and Taylor was at 95 percent of capacity.)

Director Bill Nesbitt asked if the District had received the results of the algal bloom study conducted at Blue Mesa Reservoir last summer. Sonja replied that the data collected by the USGS is still being analyzed. Katie Walton-Day will be giving a preliminary presentation to the Central Arizona Project tour group coming through the area on Wednesday. Katie did mention to Sonja that she would like to do a follow-up sediment study to try to understand any correlation between the algal blooms and sediment.

Sonja said she also got a call from a former intern and now Western graduate student who worked with the National Park Service (NPS) on the algal bloom study. She was wondering if the Board would support a funding request for her to work with CPW on a study looking at the effects of algal blooms on the kokanee salmon population. Sonja encouraged her to come back with a formal 2024 grant proposal.

10. Election of Officers

The current officers of the UGRWCD are President Michelle Pierce, Vice President Stacy McPhail; Secretary John Perusek; and Treasurer Bill Nesbitt. President Michelle Pierce asked for nominations from the floor. None were offered. All current officers agreed to continue to serve in their present roles for 2023.

Director Joellen Fonken moved and Director Andy Spann seconded approval of the re-election of the current slate of officers for 2023. The motion carried.

11. Consideration of Resolution Appointing Financial Officers

Resolution 2023-04 was included in the Board Packet. President Michelle Pierce asked if there were any questions. None were raised.

Director Rebie Hazard moved and Director Bill Nesbitt seconded the adoption of Resolution 2023-04 appointing the financial officers for the District. The motion carried.

12. **Re-authorization of Standing Committees**

A copy of the current committees and members of each committee was distributed in the Board Packet. President Pierce asked if there were any changes or additions to committees and/or committee members. Director Mike Rogers noted that he would like to be a member of the Projects Committee, Water Administration Committee, Watershed Management Planning Committee, and the Education and Outreach Committee. All other Board members chose to stay on the committees on which they are currently serving.

Director Bill Nesbitt moved and Director Andy Spann seconded approval of the re-authorization of Board committees and committee members for 2023-2024 with the changes noted above. The motion carried.

13. **General Manager, Committee and Staff Updates (continued)**

SFA - General Manager Sonja Chavez will be serving on the Watershed Function Science Focus Area (SFA) Advisory Board and requested consensus from the Board that they were in support of her spending a limited amount of time to serve on this Board. The purpose of the Science Advisory Board is to provide advice, guidance, and constructive feedback on SFA strategy, scientific relevance, team expertise, quality of achievements, and task priorities as needed to continuously improve the SFA. Sonja feels it is important that UGRWCD staff share our watershed knowledge, provide helpful input and be actively engaged with scientists working to further our understanding of climate impacts on our watershed, watershed characteristics that influence water retention and loss, as well as watershed response to, for example, disturbance from fire or vegetation management. The GM has been participating in Watershed Science SFA webinars when presentations are applicable and has attended the annual SFA retreat in Crested Butte as part of her general duties. Sonja said there will likely be a few additional video conferences she will need to attend.

Director Bill Nesbitt asked if Sonja will need to excuse herself from potential grant application that may come before the SFA. Sonja said this group does not provide grant funding. Director Rosemary Carroll, who is active in the SFA, said that Sonja may be asked to listen to candidates do a dry run on potential funding proposals and that as she is coming on, there will be increased work load as several projects are kicking off. She said the workload would be front-loaded but that she feels it will be beneficial to the District to have Sonja be on the advisory board and part of the process.

POWR Act - – The Protection Opportunities for Workers Rights Act (POWR) (SB23-172) was signed by Governor Polis on June 8, 2023. POWR does several things including redefining the standard employees must provide to establish workplace harassment claims, new requirements for non-disclosure

agreements and recordkeeping, making marital status a protected class, and for claims of discrimination no longer require showing an employee's disability has a significant impact on the job. Sonja said she and General Counsel John McClow will review the District's employee policies to see if there needs to be any changes made in order to comply with the POWR Act. If any changes are necessary, Sonja said these would be presented at the July Board meeting.

UVWUA Drought Contingency Planning Meeting - Uncompahgre Valley Water Users Association (UVWUA) held their first Drought Contingency Planning (DCP) meeting on June 5, 2023. UGRWCD (Sonja) attended as a stakeholder. UGRWCD relayed that our stakeholder interest would likely be related to any discussions associated with Taylor Park Reservoir.

Watershed Management Planning Committee – Sonja reported that the committee is wrapping up and is working on getting its last contract in place, which is for the Wetlands Assessment. She said the group did not formally meet in June. Unfortunately, Sonja said the District did hear from a funder that the funds awarded were not available for this wetland planning project, so staff will redirect the funding and move forward on additional fundraising to cover the cost of the assessment.

Drought Contingency Plan Update – Sonja reported that Water Resources Fellow Alana Nichols has been reading up on a variety of studies and research conducted around drought. Sonja said that due to upcoming vacations for herself and other members of the task force, the group elected to hold off on their formal kick-off meeting until the end of August.

Wet Meadows Program Update – Water Resource Specialist Cheryl Cwelich referred to her memo included in the packet and noted that the final application for the \$5M America the Beautiful grant to support wet meadows restoration and cheatgrass control is due on July 20th.

Taylor Local User's Group Update – Sonja noted that the Four Parties meeting, which includes the UGRWCD, US Bureau of Reclamation, Colorado River Water Conservancy District and the Uncompahgre Valley Water Users Association, will hold a meeting on July 5, 2023 at 2 p.m. to discuss the Taylor Operations for 2023.

TLUG Chair Don Sabrowski said it has been nice to have plenty of water this year, which makes flow recommendations very easy. So far, the reservoir conditions and runoff have matched the models, so there have been no difficult decisions to make as has been the case in the past. The next meeting is Monday, July 10 at noon.

Education and Outreach – Sonja noted the many events that staff have participated in as part of the Education and Outreach effort.

Scientific Endeavors – Director Rosemary Carroll reported that the Department of Energy has awarded two University grants for studies in the East River Basin in collaboration with the SFA (mentioned earlier). Jessica Lundquist will be leading the team for one of these grants, which will run for a three-

year period. From these studies, snow and hydrologic models will be produced with the purpose of addressing how seasons have memories and how snowmelt affects the summer runoff.

Sonja noted that the USGS will also be visiting on Wednesday and Thursday to review the Tomichi Creek, Taylor River, Ohio Creek and East River to develop a scope of work for the proposed Water Budget and Irrigation Return Flow Study.

Gunnison River Festival – Director Cheryl Cwelich reported that there were 55 participants in the race and thanks to the high water, it went really fast. She acknowledged former Director Joellen Fonken for the amount of time and effort she put into all of the festival events over the years. Cheryl said the Paddle Film Festival was this week on Wednesday evening, June 28th, in Crested Butte, SUP Event at Lake San Cristobal on July 29th and the SunniGunni Costume float on August 26th.

Sonja noted that arrangements were made for two boats with bilingual interpreters which would carry local Spanish speaking immigrants and educate them about the watershed. She appreciates the support of the Board for this important outreach.

STOR Committee – Sonja reported that she was not able to attend the last meeting so Cheryl attended in her place and wrote a memo for the packet. Since STOR is still in the middle of Strategic Planning she said there was not a lot to report.

14. Miscellaneous Matters

Current Gunnison River Spreadsheet – included in the packet for review

Colorado Water Congress Conference – August 22-24, 2023; a preliminary agenda was included in the packet and Board members were encouraged to let staff know as soon as possible if they were interested in attending as the rooms in the Steamboat Grand tend to sell-out fast.

Suite A Update – Sonja reported that Eric Kowalt stopped by earlier in the day to meet with her and John McClow to do a walk through on the proposed renovations to Suite A. Eric said he would get a proposal with estimated costs back to the District in the next few weeks and that his crew would not be able to start construction until January 2024. Sonja said she is still waiting for a final report from Keenan's in Montrose on their review of the HVAC system, but it does look like one unit will need to be replaced. Finally, Sonja said she hopes that by the next meeting we will have our new roof or at least be started on construction.

13. Citizens Comments

Kathleen Curry, the Gunnison County Representative on the Colorado River Water Conservancy District wanted to update the Board that at their June 20th meeting Andy Mueller and Kathy Chandler Henry represented the Board on the Colorado River Drought Resiliency Task Force and that she was happy that there would be two representatives from this area to attend the meetings over the next several months before the Task Force report is due to the General Assembly in early December. She noted that there will

be a lot that needs to be done in a very short period of time to meet these requirements. She said these meetings will be led by a facilitator who has not yet been selected.

Kathleen said that the Board has been very busy reviewing Community Funding Partnership applications and noted that there have been more requests than there is monies available.

Kathleen also thanked the District for the several representatives that attended the Gunnison County Stockgrowers Association meeting, as she feels this is a very important collaboration for the District.

Finally, she said the City of Gunnison would be sending representatives to talk about the proposed new Water Treatment plant at the next Gunnison Basin Roundtable meeting.

14. Future Meetings – these were listed in the Board Packet

15. Summary of Meeting Action Items

General Manager Sonja Chavez will see about getting a speaker on the Superfund Site clean-up for a future Board meeting.

General Counsel John McClow and Sonja will review personnel policies to see if any changes will be required with respect to the POWR Act.

John and Sonja will continue to work on reviewing the recommendations from the Finance Committee meeting to update the Financial Policies & Bylaws accordingly.

16. Adjournment

Board President Michelle Pierce adjourned the Annual Meeting on June 26, 2023, at 7:56 p.m.

Respectfully submitted,

John Perusek, Secretary

Michelle Pierce, President

Upper Gunnison River Water Conservancy District

Monthly Budget Summary 2023

| | Jun 23 | YTD 2023 | 2023 Budget | % of Budget |
|------------------------------------|-------------------|---------------------|---------------------|----------------|
| Ordinary Income/Expense | | | | |
| Income | | | | |
| Asp Water Sales | 743.20 | 22,548.03 | 20,920.00 | 107.78% |
| Cloud Seeding Income | 0.00 | 140,750.00 | 140,750.00 | 100.0% |
| Interest Income | 9,650.31 | 43,914.76 | 20,000.00 | 219.57% |
| Property Tax Income | | | | |
| Property Tax Current | 126,902.17 | 1,211,233.24 | | |
| Specific Ownship | 8,455.81 | 43,135.28 | | |
| Delinquent Tax & Interest | 147.94 | -1,628.28 | | |
| Grant Income - Property Taxes | 554.83 | 554.83 | | |
| Property Tax Income - Other | 0.00 | 0.00 | 1,598,974.00 | |
| Total Property Tax Income | 136,060.75 | 1,253,295.07 | 1,598,974.00 | 78.38% |
| Reimbursed Exp Income | | | | |
| GRF Reimbursed Income | 0.00 | 0.00 | 35,000.00 | 0.0% |
| LSC Reimbursed Income | 0.00 | 0.00 | | |
| Misc Income | 0.00 | 35,036.32 | 0.00 | 100.0% |
| UGRAWE Reimbursed Inc | 9,458.86 | 9,458.86 | 0.00 | 100.0% |
| Reimbursed Exp Income - Other | 0.00 | 0.00 | 0.00 | 0.0% |
| Total Reimbursed Exp Income | 9,458.86 | 44,495.18 | 35,000.00 | 127.13% |
| Taylor-CWRPDA Hydro Income | 0.00 | 0.00 | | |
| Unspent Funds from Previous Yr | 0.00 | 0.00 | | |
| Watershed Mgmt Income | | | | |
| CWCB 2023-2404 Black Mesa Gen. | 0.00 | 0.00 | | |
| BOR DCP 2023-24 \$140,480 | 0.00 | 0.00 | | |
| Blue Mesa HABs Study | 0.00 | 0.00 | | |
| CWCB WMP (TBD) Grant Income | 0.00 | 0.00 | | |
| CRWCD CFP2021-15 Grant Inc | 0.00 | 0.00 | | |
| CWCB 2019-2891 \$150,000 | 0.00 | 0.00 | | |
| CWCB 2020-2113 \$31,507 | 0.00 | 0.00 | | |
| CWCB 2022-2085 \$180,000 | 0.00 | 43,758.10 | | |
| NPS 2021-4821 Grant Inc | 0.00 | 0.00 | | |
| TU Restore Grant Inc | 0.00 | 0.00 | | |
| Watershed Restore Program Inc | 0.00 | 0.00 | | |
| WMP CWCB PO 2023-3317 | 0.00 | 0.00 | | |
| Watershed Mgmt Income - Other | 0.00 | 0.00 | 435,018.00 | |
| Total Watershed Mgmt Income | 0.00 | 43,758.10 | 435,018.00 | 10.06% |
| Wet Meadows Income | | | | |
| USFS SPA 2018 Grant | 21,000.00 | 53,941.05 | | |
| BLM L17AC00255 | 0.00 | 113,222.31 | | |
| BLM L19AC00207 Silt | 0.00 | 43,186.64 | 0.00 | |
| NFWF Landscape | 0.00 | 0.00 | | |
| NFWF Phase II Grant Income | 0.00 | 0.00 | | |
| NRCS Grant Income | 0.00 | 0.00 | | |
| Wet Meadows BLM Grant Inc | 0.00 | 0.00 | | |
| WM USFS PA 18 Inc | 0.00 | 0.00 | | |
| Wet Meadows Income - Other | 0.00 | 103,950.00 | 274,166.00 | 37.92% |
| Total Wet Meadows Income | 21,000.00 | 314,300.00 | 274,166.00 | 114.64% |

Upper Gunnison River Water Conservancy District
Monthly Budget Summary 2023

| | Jun 23 | YTD 2023 | 2023 Budget | % of Budget |
|----------------------------------|-------------------|---------------------|---------------------|---------------|
| WQ Monitoring Inc | 0.00 | 0.00 | 38,869.00 | 0.0% |
| Water Supply Income | | | | |
| CWCB NCAR Water Supply2023-2377 | 0.00 | 6,923.70 | | |
| CWCB PO 2023-3158 | 0.00 | 0.00 | | |
| Water Supply Income - Other | 0.00 | 0.00 | | |
| Total Water Supply Income | 0.00 | 6,923.70 | | |
| Additional Contribution Reserve | 0.00 | 0.00 | 283,636.00 | |
| Total Income | 176,913.12 | 1,869,984.84 | 2,847,333.00 | 65.68% |
| Cost of Goods Sold | | | | |
| Cloud Seeding COST | 93.84 | 113,722.76 | 189,060.00 | 60.15% |
| COST Grants | 0.00 | 0.00 | | |
| Cost of Goods Sold | 0.00 | 0.00 | | |
| NPS PO 2021-4821 COST | 0.00 | 0.00 | | |
| UGR&D CRWCD CFP2021-15 COST | 0.00 | 0.00 | | |
| Watershed COST | | | | |
| CRWD CFP Grant - HAB's | 0.00 | 9,750.00 | | |
| 2023 GOCO Planning COST | 0.00 | 20,000.00 | | |
| CWCB 2020-2113 | 0.00 | 2,104.00 | | |
| BOR DCP 2023-24 COST | 539.00 | 539.00 | | |
| CWCB WMP 2023-3317 | 0.00 | 32,703.75 | | |
| 2021-15 UG Restoration COST | 0.00 | 0.00 | | |
| CWCB 2022-2085 (Restore) COST | 4,064.00 | 10,641.50 | | |
| CWCB 2019-2891 COST | 0.00 | 0.00 | | |
| CWCB PO 2019 2891 COST | 0.00 | 0.00 | | |
| CWCB WtrShed Restore Grant COST | 0.00 | 0.00 | | |
| TU Restore Grant COST | 0.00 | 0.00 | | |
| UGR&D CRWCD CFP2022 COST | 0.00 | 6,158.00 | | |
| CWCB GBRT-PEPO 2023-2489 | 1,754.39 | 9,685.53 | | |
| Watershed COST - Other | 272.95 | 37,297.80 | 482,920.00 | 7.72% |
| Total Watershed COST | 6,630.34 | 128,879.58 | 482,920.00 | 26.69% |
| Wet Meadows COST | | | | |
| CAWA | 1,338.78 | 1,338.78 | | |
| FWS Sagebrush Ecosystem COST | 7,679.40 | 25,679.39 | | |
| BLM Coop L17AC00255 COST | 0.00 | 728.00 | | |
| BLM L19AC00207 COST | 0.00 | 0.00 | | |
| CPW HPP COST | 0.00 | 0.00 | | |
| CPW Wetlands Grant COST | 0.00 | 0.00 | | |
| NFWF Phase II COST | 0.00 | 0.00 | | |
| NRCS Grant Exp COST | 0.00 | 0.00 | | |
| USFS 22-PA-11020400-050 | 0.00 | 1,350.68 | | |
| USFS PA-2 17-PA COST | 0.00 | 0.00 | | |
| USFS SPA 2018 COST | 0.00 | 0.00 | | |
| 2022 GOCO Planning COST | 6,794.68 | 13,816.59 | | |
| Wet Meadows COST - Other | 1,789.64 | 6,216.86 | 294,166.00 | 2.11% |
| Total Wet Meadows COST | 17,602.50 | 49,130.30 | 294,166.00 | 16.7% |

Upper Gunnison River Water Conservancy District
Monthly Budget Summary 2023

| | Jun 23 | YTD 2023 | 2023 Budget | % of Budget |
|---------------------------------|------------------|-------------------|---------------------|----------------|
| WQ Monitoring COST | | | | |
| WQ Monitoring USGS JFA 2023 | 0.00 | 37,117.00 | | |
| WQ Monitoring COST - Other | 0.00 | 40,861.00 | 163,761.00 | 24.95% |
| Total WQ Monitoring COST | 0.00 | 77,978.00 | 157,930.00 | 49.38% |
| Water Supply COST | | | | |
| CWCB/ NCAR #2023-2377 \$14,998 | 0.00 | 7,555.57 | | |
| CWCB PO 2023-3158 | 15,031.47 | 34,906.07 | | |
| Water Supply COST - Other | 0.00 | 0.00 | | |
| Total Water Supply COST | 15,031.47 | 42,461.64 | | |
| Total COGS | 39,358.15 | 412,172.28 | 1,124,076.00 | 36.67% |
| Gross Profit | 137,554.97 | 1,457,812.56 | 1,723,257.00 | 84.6% |
| Expense | | | | |
| Reconciliation Discrepancies | 0.00 | 0.00 | | |
| 1 Op X | | | | |
| Donation-Endangered Fish | 0.00 | 0.00 | | |
| Admin.Travel & Exp. | 302.06 | 13,157.86 | 35,000.00 | 37.59% |
| Accounting & Professional Fees | 4,195.00 | 19,025.00 | | |
| Audit Expense | 5,800.00 | 5,800.00 | 10,000.00 | 58.0% |
| Bad Debts | 0.00 | 0.00 | | |
| Bank Service Charges | 15.00 | 9,256.06 | | |
| BOD Expenses | 0.00 | 5,060.04 | 15,000.00 | 33.73% |
| BOD Mileage | 677.97 | 1,769.58 | 2,200.00 | 80.44% |
| BOD Mtg Fees | 6,100.00 | 9,500.00 | 13,360.00 | 71.11% |
| Bonding and Insurance | 1,627.00 | 14,674.00 | 12,003.00 | 122.25% |
| Building Rep/Maint | 0.00 | 0.00 | 10,000.00 | 0.0% |
| Computer Exp | | | | |
| Computer Asset Purchase | 1,944.00 | 4,467.26 | | |
| Computer Repairs | 0.00 | 0.00 | | |
| Computer Software | 1,199.92 | 8,661.18 | | |
| Internet | 1,556.52 | 5,351.10 | | |
| Computer Exp - Other | 400.00 | 5,022.47 | 22,850.00 | 21.98% |
| Total Computer Exp | 5,100.44 | 23,502.01 | 22,850.00 | 102.85% |
| Copier Expenses | 485.78 | 2,246.39 | 5,000.00 | 44.93% |
| County Treasurers' Fees | 3,952.21 | 36,652.74 | 47,969.00 | 76.41% |
| Donation RMBL Weather | 0.00 | 0.00 | | |
| Donation Selenium Program | 0.00 | 0.00 | | |
| Dues, Memberships&Subscriptions | 559.90 | 9,380.47 | 15,000.00 | 62.54% |
| Election Expenses | 0.00 | 0.00 | | |
| Legal Publication | 109.30 | 4,441.14 | 6,000.00 | 74.02% |
| Manager's Discretionary | 538.11 | 16,729.32 | 25,000.00 | 66.92% |
| Meeting Expenses | 990.74 | 2,137.44 | 4,000.00 | 53.44% |
| Office Equipment Exp | 0.00 | 1,390.69 | 21,500.00 | 6.47% |
| Office Supplies & Misc Expenses | 639.97 | 4,718.17 | 21,250.00 | 22.2% |

Upper Gunnison River Water Conservancy District

Monthly Budget Summary 2023

| | Jun 23 | YTD 2023 | 2023 Budget | % of Budget |
|--------------------------------------|------------------|-------------------|---------------------|---------------|
| Payroll Exp | | | | |
| CRA Retirement Plan | 3,761.47 | 22,425.50 | | |
| Medical Insurance | 377.40 | 20,178.60 | | |
| Payroll Taxes | 4,079.41 | 21,568.56 | | |
| Salaries - Admin | 30,900.75 | 182,404.50 | | |
| Salaries - Staff | 20,691.18 | 92,306.67 | | |
| Staff Development | 82.80 | 2,129.70 | | |
| Work Comp Ins | 557.00 | 4,552.00 | | |
| Payroll Penalties | 0.00 | 0.00 | | |
| Payroll Exp - Other | 375.00 | 375.00 | 762,354.00 | 0.05% |
| Total Payroll Exp | 60,825.01 | 345,940.53 | 762,354.00 | 45.38% |
| Postage | 0.00 | 441.00 | 1,500.00 | 29.4% |
| Public Outreach | | | | |
| 4-H Sponsorships | 0.00 | 500.00 | | |
| Donation GRF | 0.00 | 0.00 | | |
| Internship | 0.00 | 0.00 | | |
| Mini-Grants | 500.00 | 500.00 | | |
| Public Ed./Advertising | 2,931.94 | 14,651.94 | | |
| Social Media | 0.00 | 0.00 | | |
| Website Updates | 0.00 | 774.00 | | |
| Youth Conservation Corps | 0.00 | 0.00 | | |
| Public Outreach - Other | 100.00 | 2,047.04 | 61,680.00 | 3.32% |
| Total Public Outreach | 3,531.94 | 18,472.98 | 61,680.00 | 29.95% |
| RICD Exp | 0.00 | 0.00 | | |
| Telephone | 589.04 | 4,120.78 | 7,110.00 | 57.96% |
| Utilities, Clean, Condo Dues | 1,305.51 | 14,337.58 | 15,516.00 | 92.41% |
| Vehicle Expenses - Toyota Highlander | 205.15 | 479.23 | 4,525.00 | 10.59% |
| Vehicle Expenses - Toyota Tacoma | 143.25 | 143.25 | | |
| 1 Op X - Other | 0.00 | 0.00 | | |
| Total 1 Op X | 97,693.38 | 563,376.26 | 1,118,817.00 | 50.36% |
| 2 Non-Op X | | | | |
| Lake Fork Conservancy | 0.00 | 10,000.00 | 10,000.00 | 100.0% |
| Coal Creek Watershed Coalition | 0.00 | 0.00 | 10,000.00 | 0.0% |
| City of Gunnison Cleanup | 0.00 | 0.00 | 2,000.00 | 0.0% |
| Asp Subordination Report | 0.00 | 5,040.00 | 22,040.00 | 22.87% |
| Aspinall Contract Costs | 0.00 | 18,494.59 | | |
| Cloud Seeding | 0.00 | 0.00 | | |
| Consulting/Engineering | 3,800.78 | 10,321.41 | 15,000.00 | 68.81% |
| Contribution to Reserve Fund | 0.00 | 0.00 | | |
| Donation Dust on Snowpack | 0.00 | 3,500.00 | 3,500.00 | 100.0% |
| Drought Contingency Cont | 0.00 | 0.00 | 44,000.00 | 0.0% |
| Endanger Fish Recovery Program | 0.00 | 0.00 | 3,000.00 | 0.0% |

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Monthly Budget Summary 2023

| | Jun 23 | YTD 2023 | 2023 Budget | % of Budget |
|---------------------------------|------------|--------------|--------------|-------------|
| Home Loan Program Cont | 0.00 | 0.00 | 100,000.00 | 0.0% |
| Legal Fees/Projects | 0.00 | 0.00 | | |
| LSC Expenses | 0.00 | 0.00 | 13,464.00 | 0.0% |
| RMBL (Basinwide Planning X) | 0.00 | 0.00 | | |
| Regional Water Supply Imp. Exp. | 0.00 | 0.00 | | |
| Grant Program | 62,970.00 | 157,360.65 | 300,000.00 | 52.45% |
| Spencer Ave Res Exp | 0.00 | 0.00 | 10,000.00 | 0.0% |
| Taylor Park Projects Exp | 0.00 | 7,436.00 | 7,436.00 | 100.0% |
| Taylor River Modeling Exp | 0.00 | -13,653.48 | 40,000.00 | -34.13% |
| Watershed Mgmt X | 0.00 | 5,988.28 | | |
| Wet Meadow X | 1,308.01 | 14,208.41 | | |
| WQ Monitoring | 0.00 | 0.00 | | |
| 2 Non-Op X - Other | 0.00 | 0.00 | | |
| Total 2 Non-Op X | 68,078.79 | 218,695.86 | 580,440.00 | 37.68% |
| Capital Outlay Expense | 0.00 | 714,876.83 | 0.00 | 100.0% |
| SUSPENSE | 0.00 | 0.00 | | |
| Total Expense | 165,772.17 | 1,496,948.95 | 1,699,257.00 | 88.09% |
| Net Ordinary Income | -28,217.20 | -39,136.39 | 24,000.00 | -163.07% |
| Other Income/Expense | | | | |
| Other Income | 0.00 | 0.00 | 0.00 | 0.0% |
| Other Expense | | | | |
| Contingency | 0.00 | 0.00 | 24,000.00 | 0.0% |
| Depreciation Expenses | 0.00 | 0.00 | | |
| Total Other Expense | 0.00 | 0.00 | 24,000.00 | 0.0% |
| Net Other Income | 0.00 | 0.00 | -24,000.00 | 0.0% |
| Net Income | -28,217.20 | -39,136.39 | 0.00 | 100.0% |

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Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|---------------------------------|---------------------------|------------------------------|----------|
| Alan Wartes Media LLC | | | |
| 06/30/2023 | Alan Wartes Media LLC | Public Ed./Advertising | 1,366.46 |
| 06/30/2023 | Alan Wartes Media LLC | Legal Publication | 80.08 |
| Total Alan Wartes Media LLC | | | 1,446.54 |
| Alpenglow Publishers, LLC | | | |
| 06/30/2023 | Alpenglow Publishers, LLC | CWCB GBRT-PEPO 2023-2489 | 120.19 |
| 06/30/2023 | Alpenglow Publishers, LLC | CWCB GBRT-PEPO 2023-2489 | 119.00 |
| Total Alpenglow Publishers, LLC | | | 239.19 |
| Andy Spann BOD | | | |
| 06/30/2023 | Andy Spann BOD | BOD Mtg Fees | 700.00 |
| 06/30/2023 | Andy Spann BOD | BOD Mileage | 18.36 |
| Total Andy Spann BOD | | | 718.36 |
| Anthem | | | |
| 06/07/2023 | Anthem | Medical Insurance | 304.30 |
| Total Anthem | | | 304.30 |
| Applegate Group, Inc. | | | |
| 06/30/2023 | Applegate Group, Inc. | Consulting/Engineering | 3,262.78 |
| Total Applegate Group, Inc. | | | 3,262.78 |
| Atmos Energy | | | |
| 06/27/2023 | Atmos Energy | Utilities, Clean, Condo Dues | 540.49 |
| 06/30/2023 | Atmos Energy | Utilities, Clean, Condo Dues | 48.11 |
| 06/30/2023 | Atmos Energy | Utilities, Clean, Condo Dues | 38.82 |
| Total Atmos Energy | | | 627.42 |

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Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
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| Date | Name | Account | Amount |
|--------------------------|--------------------|---------------------------------|----------|
| Bank of the West | | | |
| 06/01/2023 | Bank of the West | Office Supplies & Misc Expenses | 27.09 |
| 06/01/2023 | Bank of the West | Dues, Memberships&Subscriptions | 28.15 |
| 06/01/2023 | Bank of the West | Internet | 124.56 |
| 06/01/2023 | Bank of the West | Computer Software | -186.88 |
| 06/01/2023 | Bank of the West | Manager's Discretionary | 68.66 |
| 06/01/2023 | Bank of the West | Meeting Expenses | 408.08 |
| 06/01/2023 | Bank of the West | Admin.Travel & Exp. | 95.94 |
| 06/01/2023 | Bank of the West | Staff Development | 82.80 |
| 06/01/2023 | Bank of the West | Dues, Memberships&Subscriptions | 438.60 |
| 06/01/2023 | Bank of the West | Wet Meadow X | 1,308.01 |
| 06/28/2023 | Bank of the West | Watershed COST | 272.95 |
| 06/28/2023 | Bank of the West | Office Supplies & Misc Expenses | 439.37 |
| 06/28/2023 | Bank of the West | Dues, Memberships&Subscriptions | 28.15 |
| 06/28/2023 | Bank of the West | Internet | 124.56 |
| 06/28/2023 | Bank of the West | Computer Software | 1,202.80 |
| 06/28/2023 | Bank of the West | Manager's Discretionary | 469.45 |
| 06/28/2023 | Bank of the West | Meeting Expenses | 582.66 |
| 06/28/2023 | Bank of the West | Admin.Travel & Exp. | 206.12 |
| 06/28/2023 | Bank of the West | Public Ed./Advertising | 1,065.48 |
| 06/28/2023 | Bank of the West | Wet Meadows COST | 863.64 |
| 06/28/2023 | Bank of the West | Vehicle Expenses - Toyota Highl | 205.15 |
| 06/28/2023 | Bank of the West | Vehicle Expenses - Toyota Tacom | 143.25 |
| 06/28/2023 | Bank of the West | GRF Receivable | 138.58 |
| 06/28/2023 | Bank of the West | Dues, Memberships&Subscriptions | 65.00 |
| Total Bank of the West | | | 8,202.17 |
| Bill Nesbitt - BOD | | | |
| 06/30/2023 | Bill Nesbitt - BOD | BOD Mtg Fees | 500.00 |
| Total Bill Nesbitt - BOD | | | 500.00 |

BIO-Logic Inc

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| Date | Name | Account | Amount |
|----------------------------------|----------------------------|------------------------------|-----------|
| 06/30/2023 | BIO-Logic Inc | FWS Sagebrush Ecosystem COST | 704.45 |
| 06/30/2023 | BIO-Logic Inc | 2022 GOCO Planning COST | 6,794.68 |
| 06/30/2023 | BIO-Logic Inc | CAWA | 1,338.78 |
| Total BIO-Logic Inc | | | 8,837.91 |
| Blair & Associates, P.C. | | | |
| 06/30/2023 | Blair & Associates, P.C. | Audit Expense | 5,800.00 |
| Total Blair & Associates, P.C. | | | 5,800.00 |
| Business Solutions Leasing | | | |
| 06/11/2023 | Business Solutions Leasing | Copier Expenses | 242.89 |
| 06/30/2023 | Business Solutions Leasing | Copier Expenses | 242.89 |
| Total Business Solutions Leasing | | | 485.78 |
| City of Gunnison | | | |
| 06/30/2023 | City of Gunnison | Utilities, Clean, Condo Dues | 164.08 |
| 06/30/2023 | City of Gunnison | Utilities, Clean, Condo Dues | 109.01 |
| 06/30/2023 | City of Gunnison | Grant Program | 22,970.00 |
| Total City of Gunnison | | | 23,243.09 |
| Colt Maule | | | |
| 06/30/2023 | Colt Maule | Mini-Grants | 500.00 |
| Total Colt Maule | | | 500.00 |
| Crested Butte News | | | |
| 06/30/2023 | Crested Butte News | Legal Publication | 11.62 |
| Total Crested Butte News | | | 11.62 |
| Don Sabrowski BOD | | | |

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Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
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| Date | Name | Account | Amount |
|----------------------------------|----------------------------|---------------------------------|----------|
| 06/30/2023 | Don Sabrowski BOD | BOD Mtg Fees | 600.00 |
| 06/30/2023 | Don Sabrowski BOD | BOD Mileage | 104.80 |
| Total Don Sabrowski BOD | | | 704.80 |
| Fullmer's Ace Hardware | | | |
| 06/30/2023 | Fullmer's Ace Hardware | Office Supplies & Misc Expenses | 4.17 |
| Total Fullmer's Ace Hardware | | | 4.17 |
| GL Computer Service, Inc. | | | |
| 06/30/2023 | GL Computer Service, Inc. | Computer Asset Purchase | 1,944.00 |
| 06/30/2023 | GL Computer Service, Inc. | Computer Exp | 400.00 |
| Total GL Computer Service, Inc. | | | 2,344.00 |
| Glatfelter Public Entities | | | |
| 06/16/2023 | Glatfelter Public Entities | Bonding and Insurance | 1,627.00 |
| Total Glatfelter Public Entities | | | 1,627.00 |
| Golden Eagle Trash Service | | | |
| 06/30/2023 | Golden Eagle Trash Service | Wet Meadows COST | 133.00 |
| Total Golden Eagle Trash Service | | | 133.00 |
| Hartman Brothers, Inc. | | | |
| 06/30/2023 | Hartman Brothers, Inc. | Cloud Seeding COST | 28.05 |
| 06/30/2023 | Hartman Brothers, Inc. | Cloud Seeding COST | 28.99 |
| Total Hartman Brothers, Inc. | | | 57.04 |
| Joellen Fonken BOD | | | |
| 06/30/2023 | Joellen Fonken BOD | BOD Mtg Fees | 600.00 |

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Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
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| Date | Name | Account | Amount |
|--------------------------|--------------------|------------------------|----------|
| 06/30/2023 | Joellen Fonken BOD | BOD Mileage | 26.20 |
| Total Joellen Fonken BOD | | | 626.20 |
| John Perusek BOD | | | |
| 06/30/2023 | John Perusek BOD | BOD Mtg Fees | 700.00 |
| Total John Perusek BOD | | | 700.00 |
| Julie Nania BOD | | | |
| 06/30/2023 | Julie Nania BOD | BOD Mtg Fees | 400.00 |
| 06/30/2023 | Julie Nania BOD | BOD Mileage | 39.30 |
| Total Julie Nania BOD | | | 439.30 |
| KEJJ Radio | | | |
| 06/30/2023 | KEJJ Radio | Public Ed./Advertising | 125.00 |
| Total KEJJ Radio | | | 125.00 |
| KVLE FM | | | |
| 06/30/2023 | KVLE FM | Public Ed./Advertising | 125.00 |
| Total KVLE FM | | | 125.00 |
| LexisNexis | | | |
| 06/08/2023 | LexisNexis | Internet | 653.70 |
| 06/30/2023 | LexisNexis | Internet | 653.70 |
| Total LexisNexis | | | 1,307.40 |
| Lightspeed Voice | | | |
| 06/30/2023 | Lightspeed Voice | Telephone | 265.80 |
| Total Lightspeed Voice | | | 265.80 |

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Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
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| Date | Name | Account | Amount |
|------------------------------------|------------------------------|------------------------------|--------|
| Melinda McCawmedia | | | |
| 06/30/2023 | Melinda McCawmedia | CWCB GBRT-PEPO 2023-2489 | 77.00 |
| Total Melinda McCawmedia | | | 77.00 |
| Michelle Pierce BOD | | | |
| 06/30/2023 | Michelle Pierce BOD | BOD Mtg Fees | 400.00 |
| 06/30/2023 | Michelle Pierce BOD | BOD Mileage | 220.08 |
| Total Michelle Pierce BOD | | | 620.08 |
| Microsoft | | | |
| 06/09/2023 | Microsoft | Computer Software | 184.00 |
| Total Microsoft | | | 184.00 |
| Mike Rogers BOD | | | |
| 06/30/2023 | Mike Rogers BOD | BOD Mtg Fees | 100.00 |
| Total Mike Rogers BOD | | | 100.00 |
| New Morning Improvement, LLC | | | |
| 06/30/2023 | New Morning Improvement, LLC | Utilities, Clean, Condo Dues | 405.00 |
| Total New Morning Improvement, LLC | | | 405.00 |
| OffCenter Designs, LLC | | | |
| 06/30/2023 | OffCenter Designs, LLC | Wet Meadows COST | 255.00 |
| 06/30/2023 | OffCenter Designs, LLC | Public Ed./Advertising | 250.00 |
| Total OffCenter Designs, LLC | | | 505.00 |
| Pinnacol Assurance | | | |
| 06/22/2023 | Pinnacol Assurance | Work Comp Ins | 557.00 |

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Expenses For Approval (Paid & Payable)
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| Date | Name | Account | Amount |
|-------------------------------|-------------------------|-------------------------------|----------|
| Total Pinnacol Assurance | | | 557.00 |
| PPE-Denver CO | | | |
| 06/27/2023 | PPE-Denver CO | CWCB 2022-2085 (Restore) COST | 4,064.00 |
| Total PPE-Denver CO | | | 4,064.00 |
| Rebie Hazard-BOD | | | |
| 06/30/2023 | Rebie Hazard-BOD | BOD Mtg Fees | 700.00 |
| 06/30/2023 | Rebie Hazard-BOD | BOD Mileage | 193.25 |
| Total Rebie Hazard-BOD | | | 893.25 |
| RigNet Inc | | | |
| 06/30/2023 | RigNet Inc | Cloud Seeding COST | 36.80 |
| Total RigNet Inc | | | 36.80 |
| Rosemary Carroll - BOD | | | |
| 06/30/2023 | Rosemary Carroll - BOD | BOD Mileage | 39.30 |
| 06/30/2023 | Rosemary Carroll - BOD | BOD Mtg Fees | 500.00 |
| Total Rosemary Carroll - BOD | | | 539.30 |
| Sara Bergstrom BOD | | | |
| 06/30/2023 | Sara Bergstrom BOD | BOD Mtg Fees | 300.00 |
| Total Sara Bergstrom BOD | | | 300.00 |
| Silver World Publishing | | | |
| 06/30/2023 | Silver World Publishing | Legal Publication | 17.60 |
| 06/30/2023 | Silver World Publishing | Public Outreach | 100.00 |
| Total Silver World Publishing | | | 117.60 |

11:13 AM
07/11/23
Accrual Basis

Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|---|---|---------------------------------|-----------|
| Stacy McPhail BOD | | | |
| 06/30/2023 | Stacy McPhail BOD | BOD Mtg Fees | 600.00 |
| 06/30/2023 | Stacy McPhail BOD | BOD Mileage | 36.68 |
| Total Stacy McPhail BOD | | | 636.68 |
| Sunshine Creatives | | | |
| 06/30/2023 | Sunshine Creatives | CWCB GBRT-PEPO 2023-2489 | 1,438.20 |
| Total Sunshine Creatives | | | 1,438.20 |
| The Paper Clip | | | |
| 06/30/2023 | The Paper Clip | Office Supplies & Misc Expenses | 169.34 |
| Total The Paper Clip | | | 169.34 |
| Thomas N Stoeber, CPA | | | |
| 06/30/2023 | Thomas N Stoeber, CPA | Accounting & Professional Fees | 4,195.00 |
| Total Thomas N Stoeber, CPA | | | 4,195.00 |
| Town of Crested Butte | | | |
| 06/30/2023 | Town of Crested Butte | Grant Program | 40,000.00 |
| Total Town of Crested Butte | | | 40,000.00 |
| UnitedHealthcare | | | |
| 06/05/2023 | UnitedHealthcare | Medical Insurance | 129.10 |
| Total UnitedHealthcare | | | 129.10 |
| University Corp. for Atmospheric Research | | | |
| 06/30/2023 | University Corp. for Atmospheric Research | CWCB PO 2023-3158 | 15,031.47 |
| Total University Corp. for Atmospheric Research | | | 15,031.47 |

11:13 AM
07/11/23
Accrual Basis

Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|---|---|------------------------------|------------|
| Verizon Wireless 06/29/2023 | Verizon Wireless | Telephone | 323.24 |
| Total Verizon Wireless | | | 323.24 |
| Western Colorado Conservation Corps 06/30/2023 | Western Colorado Conservation Corps | FWS Sagebrush Ecosystem COST | 6,974.95 |
| Total Western Colorado Conservation Corps | | | 6,974.95 |
| Wilson Water Group 06/30/2023 | Wilson Water Group | Consulting/Engineering | 538.00 |
| 06/30/2023 | Wilson Water Group | Wet Meadows COST | 538.00 |
| 06/30/2023 | Wilson Water Group | BOR DCP 2023-24 COST | 539.00 |
| Total Wilson Water Group | | | 1,615.00 |
| Square 06/26/2023 | Square | Misc Income | 0.01 |
| Total Square | | | 0.01 |
| Upper Gunn Riv Water Conservancy District 06/22/2023 | Upper Gunn Riv Water Conservancy District | BOW Checking | 150,000.00 |
| Total Upper Gunn Riv Water Conservancy District | | | 150,000.00 |
| No name 06/30/2023 | | Bank Service Charges | 15.00 |
| Total no name | | | 15.00 |
| TOTAL | | | 291,564.89 |

| UGRWCD | Instrument | Balance | Cost | Interest | Maturity | Date |
|---|--------------|----------------------|------------------------|---------------|------------|----------------------------------|
| Account Name: LPL Bonds | Type | 6/30/2023 | Basis | Rate | Date | Callable |
| LPL Bond 27 CUSIP 91282CDR9 Treasury Note | BOND | | | | | Sold 4/28/23. Value \$389,865.90 |
| LPL Bond 17 (FHLB) CUSIP 91282CDH1 Treasury Note | BOND | 192,771.75 | 204,335.35 | 0.750% | 11/15/2024 | |
| LPL 31 Fed. Home Loan Banks BOND CUSIP 3130 AT4D6 | BOND | 245,231.75 | 250,000.00 | 3.375% | 6/15/2024 | |
| LPL 28 Freddie Mac CUSIP 3134 GXQP2 | BOND | 192,294.40 | 200,000.00 | 3.030% | 4/28/2025 | 7/28/2022 |
| LPL Bond 20 (FHLB) CUSIP 3130 AJLA 5 | BOND | 506,507.65 | 550,000.00 | 0.750% | 5/19/2025 | |
| LPL Bond 21 (Fed Farm) CUSIP 3133 EL3P7 | BOND | 313,629.15 | 345,000.00 | 0.530% | 8/12/2025 | 8/12/2022 |
| LPL Bond 23 (FEDL) CUSIP 3130A1LD4 | BOND | 224,802.75 | 250,000.00 | 0.875% | 3/17/2026 | 9/17/2021 |
| LPL Bond 24 CUSIP 3130AMDY5 Fedl Home Loan Bank | BOND | 448,915.50 | 500,000.00 | 1.000% | 5/20/2026 | 5/20/2022 |
| LPL 26 (Fed. Home Loan Banks) CUSIP 3130 APBE4 | BOND | 142,057.76 | 160,000.00 | 1.000% | 9/30/2026 | 9/30/2022 |
| LPL 29 FHL CUSIP 3134 GXYD0 | BOND | | | | | Sold 4/28/23. Value \$292,891.08 |
| LPL BOND SUBTOTAL: | | 2,266,210.71 | \$ 2,459,335.35 | 1.414% | | |
| | | | | | | |
| Account Name: LPL Certificates of Deposit | | | | | | |
| LPL 22 Merrick Bank CD thru LPL CUSIP 59013KLR5 | CD | \$ 231,801.32 | \$ 249,000.00 | 0.380% | 12/30/2024 | |
| LPL CD 25 Sallie Mae Bank CUSIP 795451 AA1 | CD | 233,249.31 | 245,000.00 | 0.580% | 7/22/2024 | 3/30/2022 |
| LPL 30 Synchrony Bank CD CUSIP 87165 EXB8 | CD | 237,295.73 | 245,000.00 | 3.510% | 7/29/2025 | |
| LPL CD SUBTOTAL: | | \$ 702,346.36 | \$ 739,000.00 | 1.490% | | |
| | | | | | | |
| Account Name: LPL Money Markets Savings | | | | | | |
| LPL Money Market Savings Account | M.M. SAVINGS | \$ 9,712.20 | - | 1.094% | N/A | |
| LPL MM SUBTOTAL: | | \$ 9,712.20 | | | | |

| | INSTRUMENT | Balance | Cost | Interest | Maturity | |
|---|------------|------------------------|-------|------------------|------------|--|
| Account Name | TYPE | 6/30/2023 | Basis | Rate | Date | Notes |
| Bank of the West Checking | CHKG | \$ 268,817.68 | | 0.01% | N/A | |
| Community Banks of Colo. CD 1487 0420 | CD | 52,233.19 | | 0.40% | 9/26/2022 | *Updated on quarterly basis |
| Community Banks of Colo. Lake City CD # 7668 | CD | 105,015.89 | | 4.01% | 11/20/2026 | Rolled over \$104,881.01 into new Community Banks CD on 5/20/23. |
| 10520 Gunnison Bank & Trust CD 6637 | CD | 213,382.69 | | 1.90% | 2/26/2025 | *Updated on quarterly basis |
| 10540 Gunnison Bank & Trust MM - Spencer Ave. Res. 3589 | SAVING | 43,126.39 | | 0.25% | | *Updated on quarterly basis |
| | | | | Average | | |
| | | | | Mo. Yield | | |
| 10295 COLOTRUST PLUS+ | COLO. | 1,081,670.11 | | 5.22% | N/A | |
| 10290 COLOTRUST PRIME | COLO. | 97,537.01 | | 4.92% | N/A | |
| 10200 Petty Cash | PETTY | 8.00 | | N/A | N/A | |
| MISCELLANEOUS BANK & COLOTRUST SUBTOTAL: | | 1,861,790.96 | | | | |
| | | | | | | |
| TOTAL UGRWCD | | \$ 4,840,060.23 | | | | |

| UGRWAE | INSTRUMENT | Balance | | Interest | Maturity | |
|---------------------------|------------|----------------------|--|----------|----------|--|
| Account Name | TYPE | 6/30/2023 | | Rate | Date | |
| Bank of the West Checking | CHKG | \$ 25,060.93 | | N/A | N/A | |
| | | | | | | |
| COLOTRUST PLUS+ | COLO. | 380,119.71 | | 5.22% | N/A | |
| TOTAL UGRWAE | | \$ 405,180.64 | | | | |

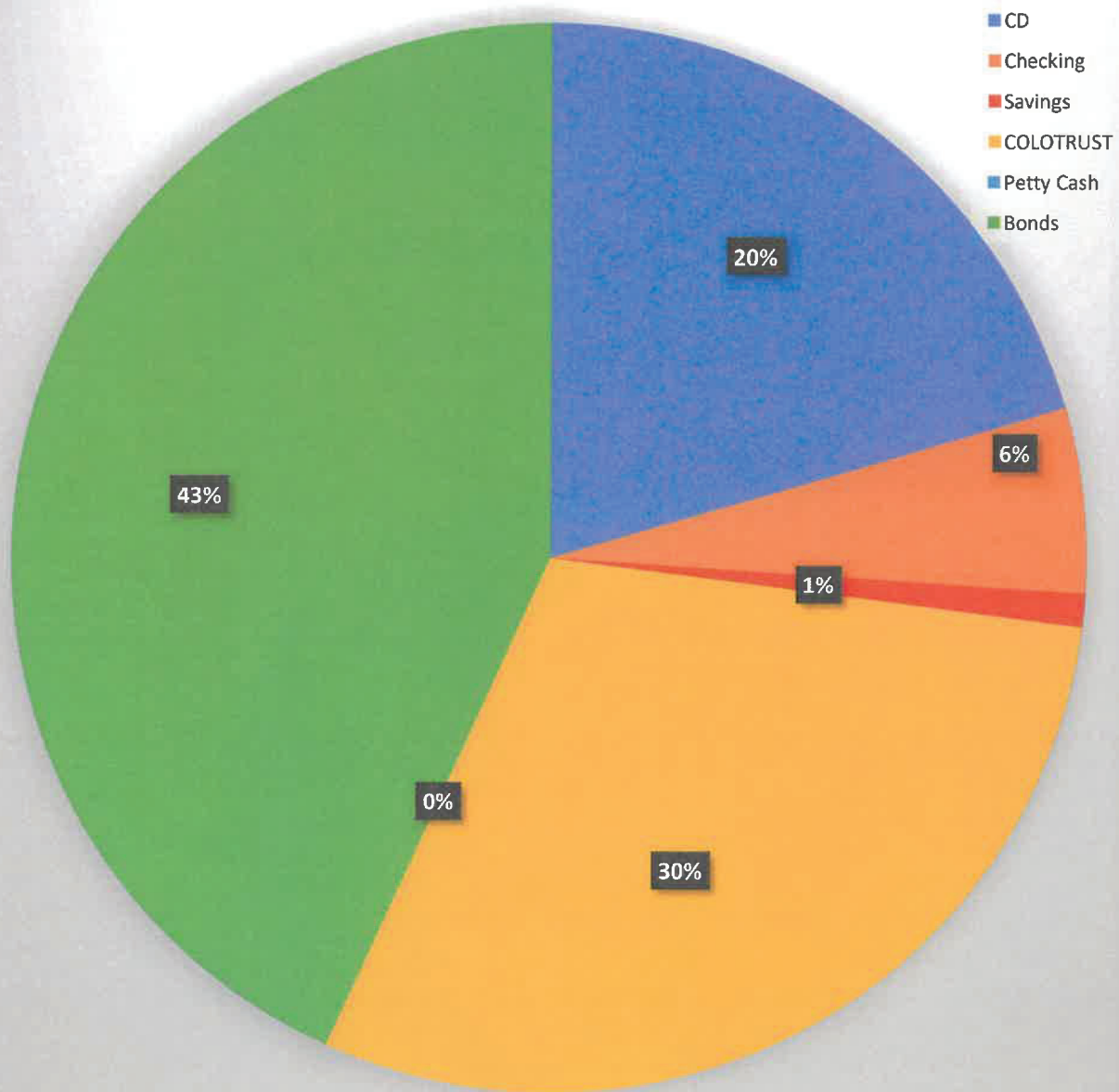
| | |
|------------------------------|------------------------|
| TOTAL UGRWCD + UGRWAE | \$ 5,245,240.87 |
|------------------------------|------------------------|

| Total UGRWCD and UGRWAE by Bank | | | Total UGRWCD & UGRWAE by Investment Type | | |
|---------------------------------|------------------------|-------------|--|-------------|------------------------|
| LPL Financial | \$ 2,978,269.27 | 57% | CD | 20% | \$ 1,072,978.13 |
| Bank of the West | 293,878.61 | 6% | Checking | 6% | 293,878.61 |
| Community Banks of Colo. | 157,249.08 | 3% | Savings | 1% | 52,838.59 |
| Gunnison Bank & Trust | 256,509.08 | 5% | COLOTRUST | 30% | 1,559,326.83 |
| COLOTRUST | 1,559,326.83 | 30% | Petty Cash | 0% | 8.00 |
| Petty Cash | 8.00 | 0% | Bonds | 43% | \$ 2,266,210.71 |
| TOTAL ALL BANKS | \$ 5,245,240.87 | 100% | Total | 100% | \$ 5,245,240.87 |

UGRWCD & UGRWAE INVESTMENTS BY TYPE

| | | | |
|--------------|-------------|-----------|---------------------|
| CD | 20% | \$ | 1,072,978.13 |
| Checking | 6% | \$ | 293,878.61 |
| Savings | 1% | \$ | 52,838.59 |
| COLOTRUST | 30% | \$ | 1,559,326.83 |
| Petty Cash | 0% | \$ | 8.00 |
| Bonds | 43% | \$ | 2,266,210.71 |
| Total | 100% | \$ | 5,245,240.87 |

UGRWCD + UGRWAE INVESTMENTS BY TYPE



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07/11/23
Accrual Basis

Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|---------------------------------|---------------------------|------------------------------|----------|
| Alan Wartes Media LLC | | | |
| 06/30/2023 | Alan Wartes Media LLC | Public Ed./Advertising | 1,366.46 |
| 06/30/2023 | Alan Wartes Media LLC | Legal Publication | 80.08 |
| Total Alan Wartes Media LLC | | | 1,446.54 |
| Alpenglow Publishers, LLC | | | |
| 06/30/2023 | Alpenglow Publishers, LLC | CWCB GBRT-PEPO 2023-2489 | 120.19 |
| 06/30/2023 | Alpenglow Publishers, LLC | CWCB GBRT-PEPO 2023-2489 | 119.00 |
| Total Alpenglow Publishers, LLC | | | 239.19 |
| Andy Spann BOD | | | |
| 06/30/2023 | Andy Spann BOD | BOD Mtg Fees | 700.00 |
| 06/30/2023 | Andy Spann BOD | BOD Mileage | 18.36 |
| Total Andy Spann BOD | | | 718.36 |
| Anthem | | | |
| 06/07/2023 | Anthem | Medical Insurance | 304.30 |
| Total Anthem | | | 304.30 |
| Applegate Group, Inc. | | | |
| 06/30/2023 | Applegate Group, Inc. | Consulting/Engineering | 3,262.78 |
| Total Applegate Group, Inc. | | | 3,262.78 |
| Atmos Energy | | | |
| 06/27/2023 | Atmos Energy | Utilities, Clean, Condo Dues | 540.49 |
| 06/30/2023 | Atmos Energy | Utilities, Clean, Condo Dues | 48.11 |
| 06/30/2023 | Atmos Energy | Utilities, Clean, Condo Dues | 38.82 |
| Total Atmos Energy | | | 627.42 |

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Accrual Basis

Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|--------------------------|--------------------|---------------------------------|----------|
| Bank of the West | | | |
| 06/01/2023 | Bank of the West | Office Supplies & Misc Expenses | 27.09 |
| 06/01/2023 | Bank of the West | Dues, Memberships&Subscriptions | 28.15 |
| 06/01/2023 | Bank of the West | Internet | 124.56 |
| 06/01/2023 | Bank of the West | Computer Software | -186.88 |
| 06/01/2023 | Bank of the West | Manager's Discretionary | 68.66 |
| 06/01/2023 | Bank of the West | Meeting Expenses | 408.08 |
| 06/01/2023 | Bank of the West | Admin.Travel & Exp. | 95.94 |
| 06/01/2023 | Bank of the West | Staff Development | 82.80 |
| 06/01/2023 | Bank of the West | Dues, Memberships&Subscriptions | 438.60 |
| 06/01/2023 | Bank of the West | Wet Meadow X | 1,308.01 |
| 06/28/2023 | Bank of the West | Watershed COST | 272.95 |
| 06/28/2023 | Bank of the West | Office Supplies & Misc Expenses | 439.37 |
| 06/28/2023 | Bank of the West | Dues, Memberships&Subscriptions | 28.15 |
| 06/28/2023 | Bank of the West | Internet | 124.56 |
| 06/28/2023 | Bank of the West | Computer Software | 1,202.80 |
| 06/28/2023 | Bank of the West | Manager's Discretionary | 469.45 |
| 06/28/2023 | Bank of the West | Meeting Expenses | 582.66 |
| 06/28/2023 | Bank of the West | Admin.Travel & Exp. | 206.12 |
| 06/28/2023 | Bank of the West | Public Ed./Advertising | 1,065.48 |
| 06/28/2023 | Bank of the West | Wet Meadows COST | 863.64 |
| 06/28/2023 | Bank of the West | Vehicle Expenses - Toyota Highl | 205.15 |
| 06/28/2023 | Bank of the West | Vehicle Expenses - Toyota Tacom | 143.25 |
| 06/28/2023 | Bank of the West | GRF Receivable | 138.58 |
| 06/28/2023 | Bank of the West | Dues, Memberships&Subscriptions | 65.00 |
| Total Bank of the West | | | 8,202.17 |
| Bill Nesbitt - BOD | | | |
| 06/30/2023 | Bill Nesbitt - BOD | BOD Mtg Fees | 500.00 |
| Total Bill Nesbitt - BOD | | | 500.00 |

BIO-Logic Inc

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07/11/23
Accrual Basis

Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|----------------------------------|----------------------------|------------------------------|-----------|
| 06/30/2023 | BIO-Logic Inc | FWS Sagebrush Ecosystem COST | 704.45 |
| 06/30/2023 | BIO-Logic Inc | 2022 GOCO Planning COST | 6,794.68 |
| 06/30/2023 | BIO-Logic Inc | CAWA | 1,338.78 |
| Total BIO-Logic Inc | | | 8,837.91 |
| Blair & Associates, P.C. | | | |
| 06/30/2023 | Blair & Associates, P.C. | Audit Expense | 5,800.00 |
| Total Blair & Associates, P.C. | | | 5,800.00 |
| Business Solutions Leasing | | | |
| 06/11/2023 | Business Solutions Leasing | Copier Expenses | 242.89 |
| 06/30/2023 | Business Solutions Leasing | Copier Expenses | 242.89 |
| Total Business Solutions Leasing | | | 485.78 |
| City of Gunnison | | | |
| 06/30/2023 | City of Gunnison | Utilities, Clean, Condo Dues | 164.08 |
| 06/30/2023 | City of Gunnison | Utilities, Clean, Condo Dues | 109.01 |
| 06/30/2023 | City of Gunnison | Grant Program | 22,970.00 |
| Total City of Gunnison | | | 23,243.09 |
| Colt Maule | | | |
| 06/30/2023 | Colt Maule | Mini-Grants | 500.00 |
| Total Colt Maule | | | 500.00 |
| Crested Butte News | | | |
| 06/30/2023 | Crested Butte News | Legal Publication | 11.62 |
| Total Crested Butte News | | | 11.62 |
| Don Sabrowski BOD | | | |

11:13 AM
07/11/23
Accrual Basis

Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|----------------------------------|----------------------------|---------------------------------|----------|
| 06/30/2023 | Don Sabrowski BOD | BOD Mtg Fees | 600.00 |
| 06/30/2023 | Don Sabrowski BOD | BOD Mileage | 104.80 |
| Total Don Sabrowski BOD | | | 704.80 |
| Fullmer's Ace Hardware | | | |
| 06/30/2023 | Fullmer's Ace Hardware | Office Supplies & Misc Expenses | 4.17 |
| Total Fullmer's Ace Hardware | | | 4.17 |
| GL Computer Service, Inc. | | | |
| 06/30/2023 | GL Computer Service, Inc. | Computer Asset Purchase | 1,944.00 |
| 06/30/2023 | GL Computer Service, Inc. | Computer Exp | 400.00 |
| Total GL Computer Service, Inc. | | | 2,344.00 |
| Glatfelter Public Entities | | | |
| 06/16/2023 | Glatfelter Public Entities | Bonding and Insurance | 1,627.00 |
| Total Glatfelter Public Entities | | | 1,627.00 |
| Golden Eagle Trash Service | | | |
| 06/30/2023 | Golden Eagle Trash Service | Wet Meadows COST | 133.00 |
| Total Golden Eagle Trash Service | | | 133.00 |
| Hartman Brothers, Inc. | | | |
| 06/30/2023 | Hartman Brothers, Inc. | Cloud Seeding COST | 28.05 |
| 06/30/2023 | Hartman Brothers, Inc. | Cloud Seeding COST | 28.99 |
| Total Hartman Brothers, Inc. | | | 57.04 |
| Joellen Fonken BOD | | | |
| 06/30/2023 | Joellen Fonken BOD | BOD Mtg Fees | 600.00 |

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Accrual Basis

Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|--------------------------|--------------------|------------------------|----------|
| 06/30/2023 | Joellen Fonken BOD | BOD Mileage | 26.20 |
| Total Joellen Fonken BOD | | | 626.20 |
| John Perusek BOD | | | |
| 06/30/2023 | John Perusek BOD | BOD Mtg Fees | 700.00 |
| Total John Perusek BOD | | | 700.00 |
| Julie Nania BOD | | | |
| 06/30/2023 | Julie Nania BOD | BOD Mtg Fees | 400.00 |
| 06/30/2023 | Julie Nania BOD | BOD Mileage | 39.30 |
| Total Julie Nania BOD | | | 439.30 |
| KEJJ Radio | | | |
| 06/30/2023 | KEJJ Radio | Public Ed./Advertising | 125.00 |
| Total KEJJ Radio | | | 125.00 |
| KVLE FM | | | |
| 06/30/2023 | KVLE FM | Public Ed./Advertising | 125.00 |
| Total KVLE FM | | | 125.00 |
| LexisNexis | | | |
| 06/08/2023 | LexisNexis | Internet | 653.70 |
| 06/30/2023 | LexisNexis | Internet | 653.70 |
| Total LexisNexis | | | 1,307.40 |
| Lightspeed Voice | | | |
| 06/30/2023 | Lightspeed Voice | Telephone | 265.80 |
| Total Lightspeed Voice | | | 265.80 |

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07/11/23
Accrual Basis

Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|------------------------------------|------------------------------|------------------------------|--------|
| Melinda McCawmedia | | | |
| 06/30/2023 | Melinda McCawmedia | CWCB GBRT-PEPO 2023-2489 | 77.00 |
| Total Melinda McCawmedia | | | 77.00 |
| Michelle Pierce BOD | | | |
| 06/30/2023 | Michelle Pierce BOD | BOD Mtg Fees | 400.00 |
| 06/30/2023 | Michelle Pierce BOD | BOD Mileage | 220.08 |
| Total Michelle Pierce BOD | | | 620.08 |
| Microsoft | | | |
| 06/09/2023 | Microsoft | Computer Software | 184.00 |
| Total Microsoft | | | 184.00 |
| Mike Rogers BOD | | | |
| 06/30/2023 | Mike Rogers BOD | BOD Mtg Fees | 100.00 |
| Total Mike Rogers BOD | | | 100.00 |
| New Morning Improvement, LLC | | | |
| 06/30/2023 | New Morning Improvement, LLC | Utilities, Clean, Condo Dues | 405.00 |
| Total New Morning Improvement, LLC | | | 405.00 |
| OffCenter Designs, LLC | | | |
| 06/30/2023 | OffCenter Designs, LLC | Wet Meadows COST | 255.00 |
| 06/30/2023 | OffCenter Designs, LLC | Public Ed./Advertising | 250.00 |
| Total OffCenter Designs, LLC | | | 505.00 |
| Pinnacol Assurance | | | |
| 06/22/2023 | Pinnacol Assurance | Work Comp Ins | 557.00 |

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07/11/23
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Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|-------------------------------|-------------------------|-------------------------------|----------|
| Total Pinnacol Assurance | | | 557.00 |
| PPE-Denver CO | | | |
| 06/27/2023 | PPE-Denver CO | CWCB 2022-2085 (Restore) COST | 4,064.00 |
| Total PPE-Denver CO | | | 4,064.00 |
| Rebie Hazard-BOD | | | |
| 06/30/2023 | Rebie Hazard-BOD | BOD Mtg Fees | 700.00 |
| 06/30/2023 | Rebie Hazard-BOD | BOD Mileage | 193.25 |
| Total Rebie Hazard-BOD | | | 893.25 |
| RigNet Inc | | | |
| 06/30/2023 | RigNet Inc | Cloud Seeding COST | 36.80 |
| Total RigNet Inc | | | 36.80 |
| Rosemary Carroll - BOD | | | |
| 06/30/2023 | Rosemary Carroll - BOD | BOD Mileage | 39.30 |
| 06/30/2023 | Rosemary Carroll - BOD | BOD Mtg Fees | 500.00 |
| Total Rosemary Carroll - BOD | | | 539.30 |
| Sara Bergstrom BOD | | | |
| 06/30/2023 | Sara Bergstrom BOD | BOD Mtg Fees | 300.00 |
| Total Sara Bergstrom BOD | | | 300.00 |
| Silver World Publishing | | | |
| 06/30/2023 | Silver World Publishing | Legal Publication | 17.60 |
| 06/30/2023 | Silver World Publishing | Public Outreach | 100.00 |
| Total Silver World Publishing | | | 117.60 |

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Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

| Date | Name | Account | Amount |
|---|---|---------------------------------|-----------|
| Stacy McPhail BOD | | | |
| 06/30/2023 | Stacy McPhail BOD | BOD Mtg Fees | 600.00 |
| 06/30/2023 | Stacy McPhail BOD | BOD Mileage | 36.68 |
| Total Stacy McPhail BOD | | | 636.68 |
| Sunshine Creatives | | | |
| 06/30/2023 | Sunshine Creatives | CWCB GBRT-PEPO 2023-2489 | 1,438.20 |
| Total Sunshine Creatives | | | 1,438.20 |
| The Paper Clip | | | |
| 06/30/2023 | The Paper Clip | Office Supplies & Misc Expenses | 169.34 |
| Total The Paper Clip | | | 169.34 |
| Thomas N Stoeber, CPA | | | |
| 06/30/2023 | Thomas N Stoeber, CPA | Accounting & Professional Fees | 4,195.00 |
| Total Thomas N Stoeber, CPA | | | 4,195.00 |
| Town of Crested Butte | | | |
| 06/30/2023 | Town of Crested Butte | Grant Program | 40,000.00 |
| Total Town of Crested Butte | | | 40,000.00 |
| UnitedHealthcare | | | |
| 06/05/2023 | UnitedHealthcare | Medical Insurance | 129.10 |
| Total UnitedHealthcare | | | 129.10 |
| University Corp. for Atmospheric Research | | | |
| 06/30/2023 | University Corp. for Atmospheric Research | CWCB PO 2023-3158 | 15,031.47 |
| Total University Corp. for Atmospheric Research | | | 15,031.47 |

11:13 AM
07/11/23
Accrual Basis

Upper Gunnison River Water Conservancy District
Expenses For Approval (Paid & Payable)
June 2023

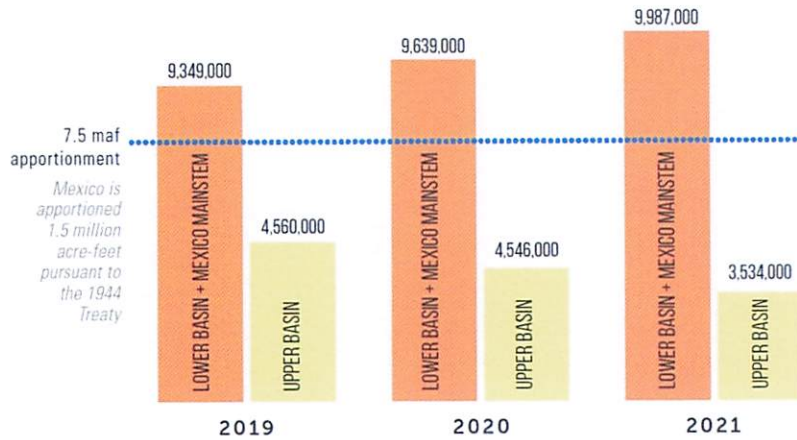
| Date | Name | Account | Amount |
|---|---|------------------------------|------------|
| Verizon Wireless 06/29/2023 | Verizon Wireless | Telephone | 323.24 |
| Total Verizon Wireless | | | 323.24 |
| Western Colorado Conservation Corps 06/30/2023 | Western Colorado Conservation Corps | FWS Sagebrush Ecosystem COST | 6,974.95 |
| Total Western Colorado Conservation Corps | | | 6,974.95 |
| Wilson Water Group 06/30/2023 | Wilson Water Group | Consulting/Engineering | 538.00 |
| 06/30/2023 | Wilson Water Group | Wet Meadows COST | 538.00 |
| 06/30/2023 | Wilson Water Group | BOR DCP 2023-24 COST | 539.00 |
| Total Wilson Water Group | | | 1,615.00 |
| Square 06/26/2023 | Square | Misc Income | 0.01 |
| Total Square | | | 0.01 |
| Upper Gunn Riv Water Conservancy District 06/22/2023 | Upper Gunn Riv Water Conservancy District | BOW Checking | 150,000.00 |
| Total Upper Gunn Riv Water Conservancy District | | | 150,000.00 |
| No name 06/30/2023 | | Bank Service Charges | 15.00 |
| Total no name | | | 15.00 |
| TOTAL | | | 291,564.89 |

AGENDA ITEM 4

Legal and Legislative Matters



COLORADO
Colorado Water
Conservation Board
Department of Natural Resources

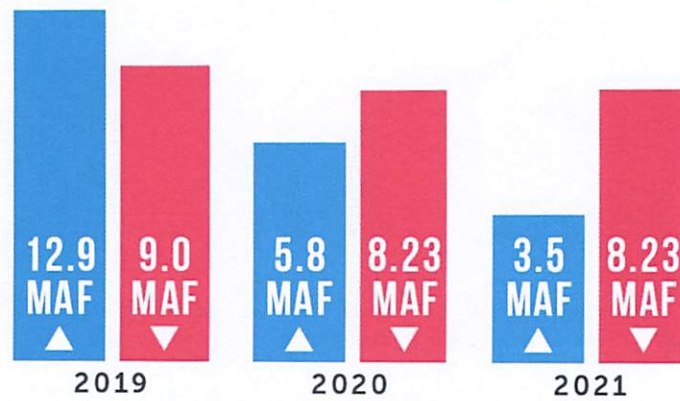


WATER USE BY BASIN

Lower Basin use only includes Mainstem Colorado River use by the Lower Basin States and Mexico, as calculated by the Upper Colorado River Commission. Tributary use is not included in this calculation.

WATER THAT FLOWED INTO LAKE POWELL

WATER RELEASED FROM LAKE POWELL INTO LAKE MEAD





COLORADO
Colorado Water
Conservation Board
Department of Natural Resources

Colorado's Post-2026 Principles

Commissioner Mitchell is committed to negotiating sustainable operations at Lake Powell and Lake Mead with the Basin States, federal government, and the Tribal Nations. Her principles are rooted in irrefutable truths that we can all agree to:

1

Acknowledging that climate change is real. We must anticipate a drier, but also a more variable, hydrologic future. Upper Basin water users live on the front lines of climate change and for the last twenty plus years regularly have experienced significant cuts to their water supplies.

2

Recognizing that water users in the Lower Basin are not more important than water users in the Upper Basin. The Upper and Lower Basins have equal apportionments to the River in perpetuity, established by the 1922 Colorado River Compact. The 1922 Compact promises certainty and security of water supplies for both the Upper and Lower Basins.

3

Preventing overuse in the Lower Basin. Water use in the Lower Basin cannot continue to exceed available supplies and operations of Lake Powell and Lake Mead must better respond to actual hydrology. The Lower Basin must account for all depletions, including evaporation and transit losses. The Lower Basin's overuse poses risks to the entire Basin.

4

Defending against attempts at Compact curtailment in the Upper Basin States. The Upper Division States are in full compliance with the 1922 Colorado River Compact; therefore, Upper Basin water uses must not be curtailed.

5

Operating Lake Powell and Lake Mead to respond to actual hydrology and protect storage. Balancing releases from Lake Powell and the tier structure in the 2007 Guidelines depend on conditions at Lake Mead. This has led to depleted storage, and has driven both reservoirs and System into crisis. Lake Powell releases must be determined by actual hydrology and protecting storage rather than by Lake Mead conditions.

6

Preserving federal reserved water rights for Tribal Nations. The Tribal Nations have water rights that they are entitled to use. Solutions for overuse in the Lower Basin cannot continue to depend on Tribes' undeveloped federal reserved water rights.

In addition, any interstate agreement must **comply with with federal environmental law and advance coordination between the United States and Mexico.**

AGENDA ITEM 5

Appointment of 2024 Budget Officer

AGENDA ITEM 6

Basin Water Supply Report

MEMORANDUM

TO: UGRWCD Board Members

FROM: Beverly Richards, Water Resource Specialist

DATE: July 17, 2023

SUBJECT: Basin Water Supply Information

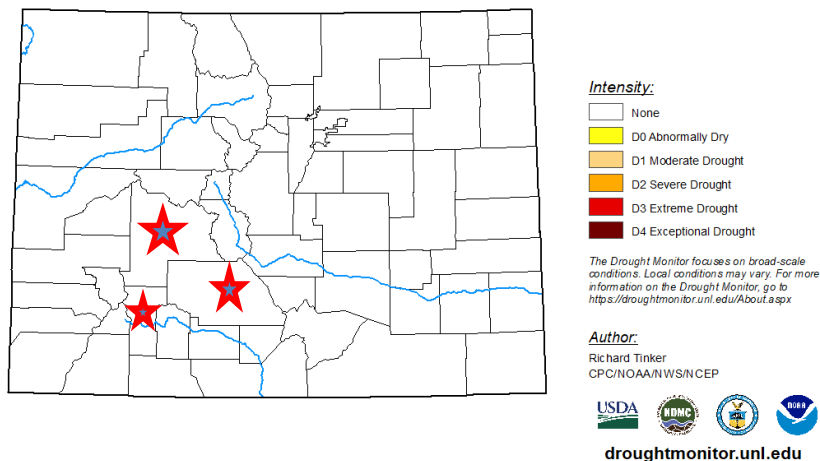
The information supplied as part of this memorandum is a monthly feature and includes information about drought, precipitation, snowpack information, streamflows, and reservoir storage.

Current Conditions – Drought and Precipitation

As shown in the map from the *US Drought Monitor* dated July 11, 2023, the entire state of Colorado (100%) is registering no drought conditions, and this is based upon short-term conditions. This began the week of July 4, 2023, and is the first time this has happened since July 16, 2019. The improvement in conditions on the western slope has been ongoing since March of this year. The improvement on the eastern slope has been due primarily to rain conditions that have persisted throughout the spring and early summer.

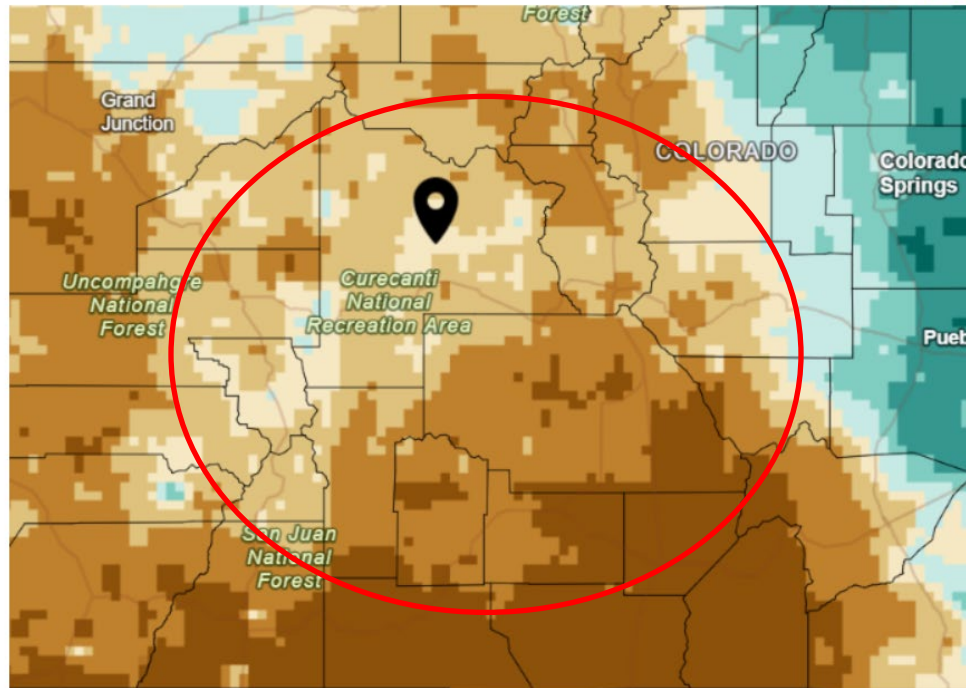
U.S. Drought Monitor **Colorado**

July 11, 2023
(Released Thursday, Jul. 13, 2023)
Valid 8 a.m. EDT

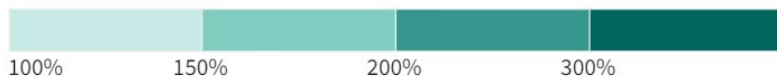
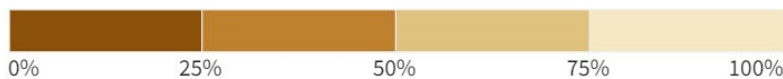


As you can see from the figure provide below (*Drought.gov, July 11, 2023*), precipitation in the Upper Gunnison River Basin for the past 30 days has been on the dry side with some areas receiving only zero to 25% of normal precipitation. These areas are primarily located in the southern part of Hinsdale and Saguache counties. There are some areas in Gunnison County which did receive 100% of normal precipitation but the wetter conditions that we experienced earlier this spring have not occurred over the last 30 days.

30-Day Percent of Normal Precipitation



Percent of Normal Precipitation (%)

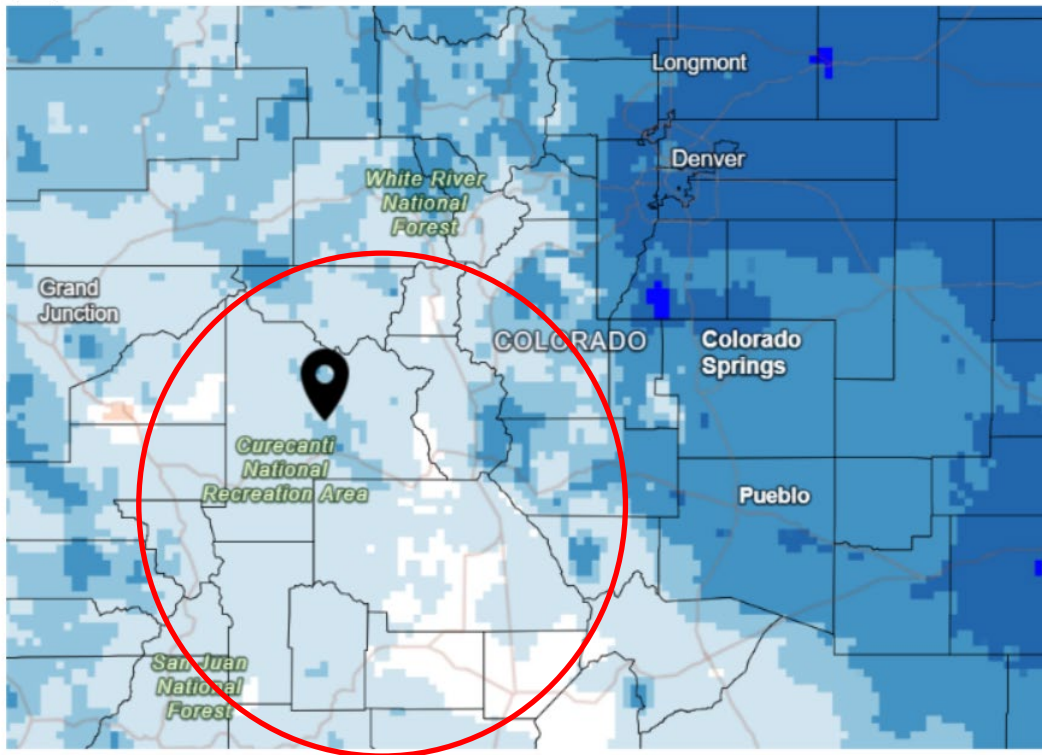


Source(s): UC Merced
Data Valid: 07/11/23

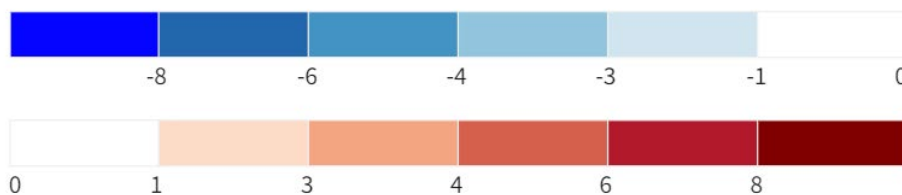
Drought.gov

Temperature have continued to remain cooler than normal for the entire basin in the past 30 days though this may change due to the warmer temperatures the basin has been experiencing over the past week. This is shown in the figure provided below dated July 11, 2023. This figure shows that temperatures for the past 30 days have again ranged from -1 degree to -4 degrees below normal for this time of year.

30-Day Departure from Normal Maximum Temperature (°F)



Departure from Normal Max Temperature (°F)

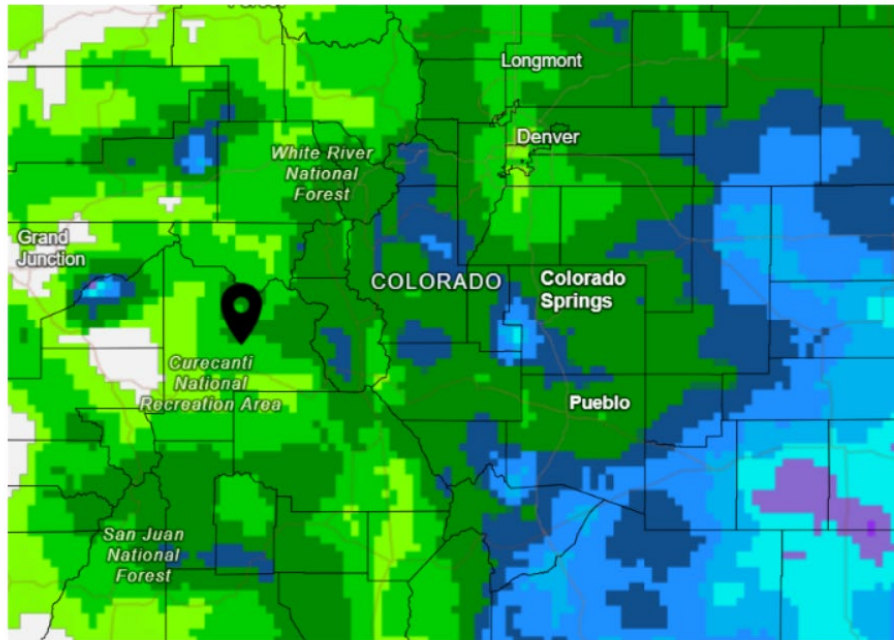


Source(s): UC Merced
Data Valid: 07/11/23

Drought.gov

The 7-day Quantitative Precipitation Forecast figure dated July 14, 2023, shows the precipitation forecast for the next seven days. This forecast indicates that the area could receive precipitation in the range of one-tenth of an inch to one-half inch throughout the entire basin with the exception of a small area in southern Hinsdale County that could receive close to an inch of precipitation in the next seven days.

7-Day Quantitative Precipitation Forecast



Predicted Inches of Precipitation



Source(s): National Weather Service Weather Prediction Center
Data Valid: 07/14/23

Drought.gov

Streamflow Information

Streamflow information throughout the basin is provided in the table below. As shown, most sites are above historical average for July 14th except for those on Tomichi Creek and the Taylor River at Almont gage. In most cases streamflows are just above the historical average and this could be due to warming temperatures.

| Station Name | July 14 (cfs) | Historical Average July 14 (cfs) |
|--|---------------|-------------------------------------|
| Gunnison River near Gunnison | 1,250 | 1,185 |
| Gunnison River at Gunnison Whitewater Park | 1,140 | 891 |
| Tomichi Creek at Sargent's | 52 | 58 |
| Tomichi Creek at Gunnison | 111 | 157 |
| Taylor River at Taylor Park | 196 | 162 |
| Taylor River blw Taylor Park Reservoir* | 407 | 395 |
| Taylor River at Almont | 557 | 564 |
| Slate River abv Baxter Gulch | 248 | 170 |
| Coal Creek abv McCormick Ditch | 29 | 21 |
| East River blw Cement Creek | 570 | 471 |
| East River at Almont | 637 | 536 |
| Ohio Creek near Baldwin | 148 | 103 |
| Lake Fork blw Lake San Cristobal | 197 | 152 |
| Henson Creek at Lake City | 214 | 186 |
| Lake Fork at Gateview | 514 | 444 |

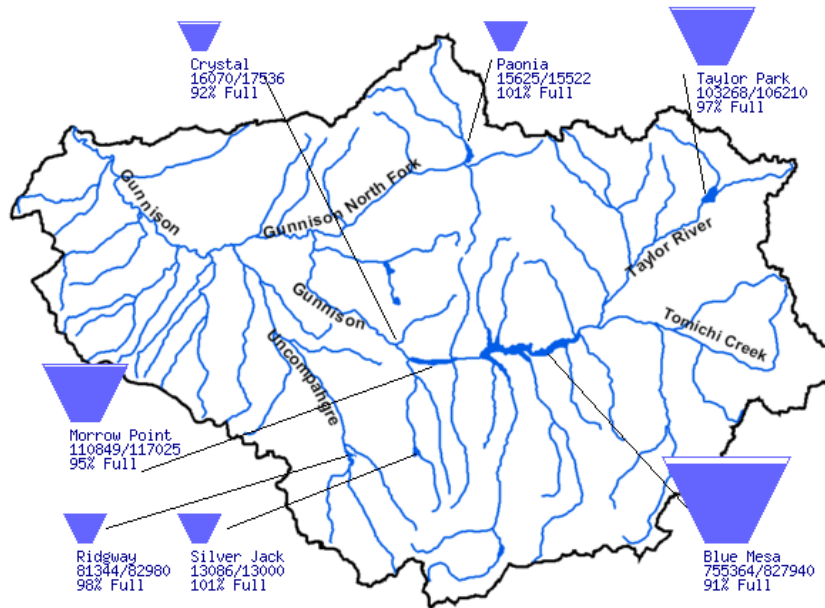
*This gage indicates releases out of Taylor Park Reservoir and are part of the TLUG operations plan

Reservoir Storage and Operations

Reservoir storage in the entire Gunnison Basin is at 96% of full, which is an increase of 5% from last month's report. The reservoirs in the Upper Gunnison basin, Taylor and Blue Mesa, are at 97% and 91%, respectively. Total reservoir storage in the Upper Gunnison basin is 94% which is an increase of 10% from last month's report. Erik Knight with the *US Bureau of Reclamation* has indicated that the peak storage amount has likely occurred in the Taylor Park Reservoir, and this is reflected by the inflow amount being lower than the release amount out of the reservoir.

Data Current as of:
07/13/2023

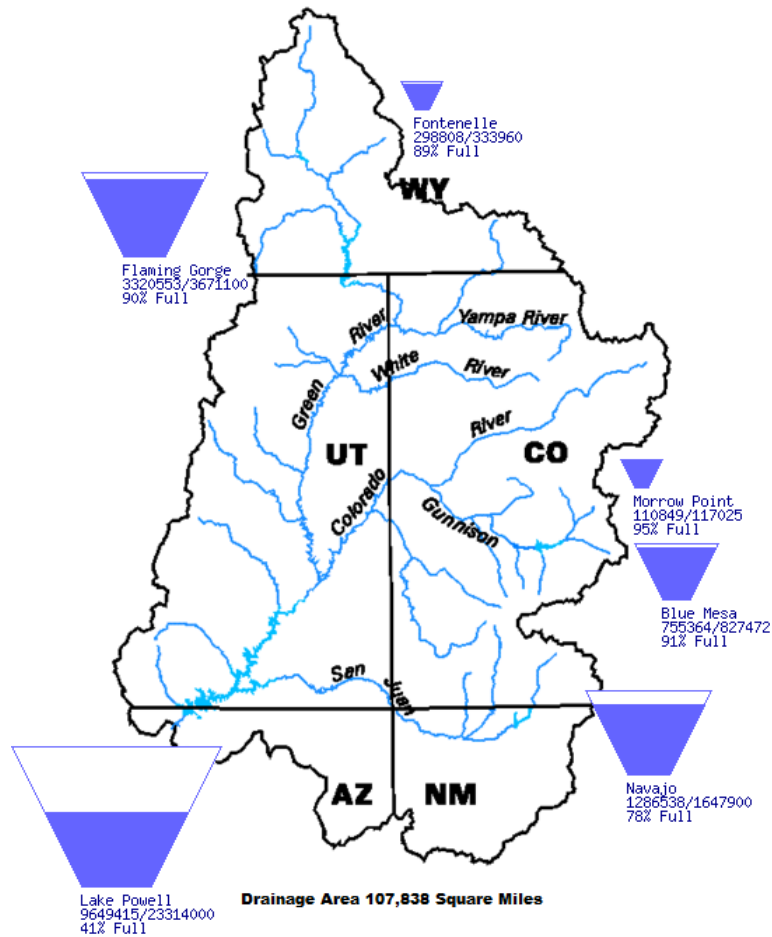
Gunnison River Basin, CO



Reservoir storage in the Upper Colorado River Basin is now at 81% full. This is a 3% increase from last month's report, and a 12% increase from last year at this time. This is reflected in the tea-cup diagram below dated July 13th.

Data Current as of:
07/13/2023

Upper Colorado River Drainage Basin



Aspinall Unit Operations:

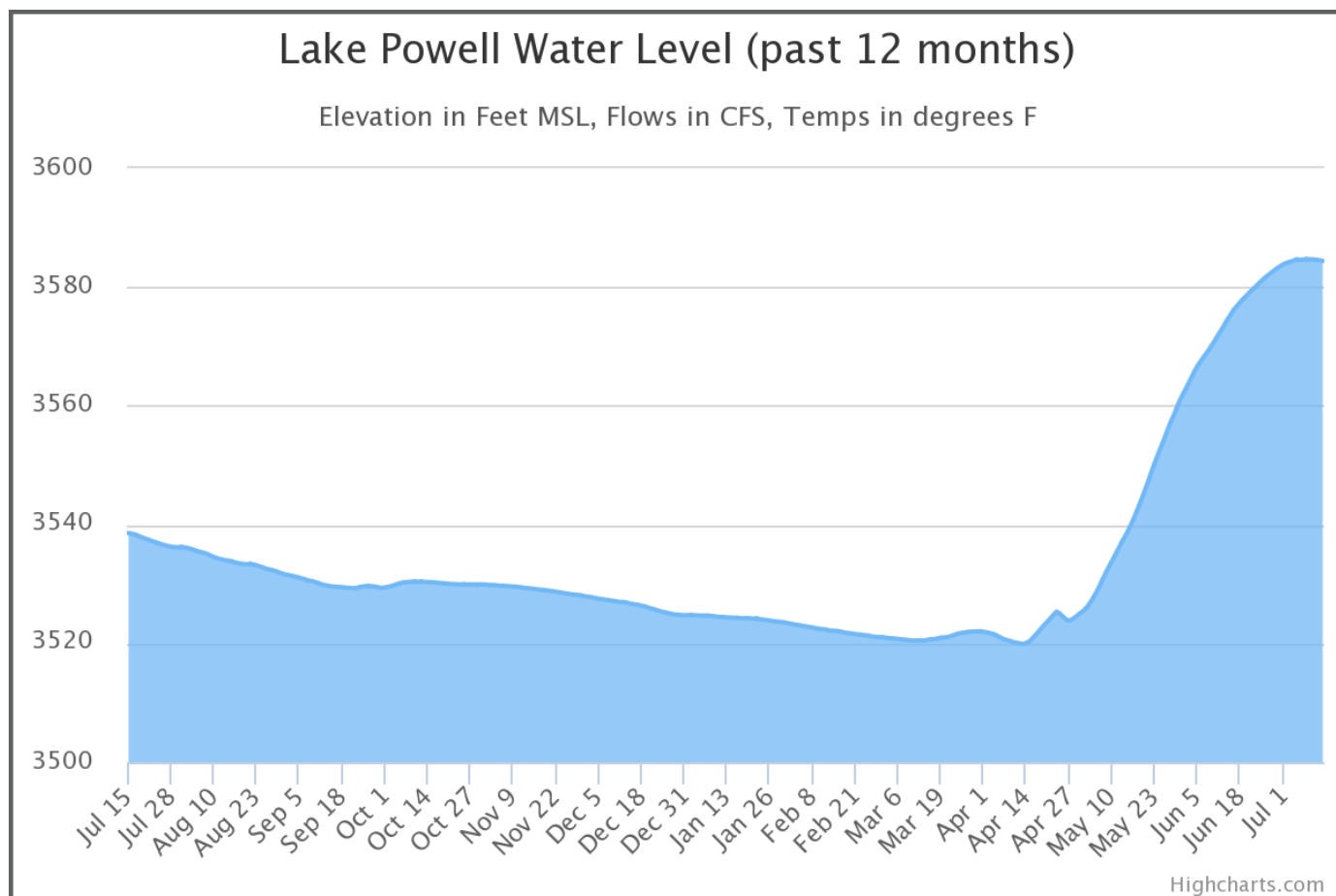
Per Erik Knight with the *US Bureau of Reclamation*, the July 13th forecast for the April – July unregulated inflow volume to Blue Mesa Reservoir is 845,000 acre-feet. This is 133% of the 30-year average. Blue Mesa Reservoir current content (July 14th) is 758,024 acre-feet which is 91% of full. The current elevation is 7511.42 feet.

The elevation in Blue Mesa has continued to increase over the past month. On June 13th, the content was 701,411 acre-feet, elevation 7504.83 feet (84% full). By the end of the water year, Blue Mesa content is projected to be 586,000 with a corresponding elevation of approximately 7491 feet. Based on these forecasts, Blue Mesa will end the year at approximately 70% of capacity which is the icing flow target for the winter.

Lake Powell Operations:

This information is provided by the *Lake Powell Water Database* webpage (lakepowell.water-data.com) and is dated July 13, 2021.

Lake Powell elevation is currently 3584.39 feet with a content of 9,649,415 acre-feet (41% full). This is shown in the figure provided below. There has been an average 0.09% decrease in elevation since June 30, 2023, indicating that runoff into the reservoir is complete for the season. Also, according to this information provided, this amount is an average of -64% change from when the reservoir was filled, an average -33% change from WY2000, and an average -17% change over the past ten years.



AGENDA ITEM 7

BREAK

AGENDA ITEM 8

General Manager and Committee Updates

AGENDA ITEM 8

**Treasurer's Report
and Action on 2022 Audit**

Upper Gunnison River Water Conservancy District
Financial Statements
December 31, 2022

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Upper Gunnison River Water Conservancy District
Management's Discussion and Analysis
December 31, 2022

As management of the Upper Gunnison River Water Conservancy District, (the District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended December 31, 2022. We encourage readers to consider the information presented here in conjunction with the additional information furnished in our basic financial statements to better understand the financial position of the District.

General Background

The Upper Gunnison River Water Conservancy District was formed pursuant to the Colorado Water Conservancy Act, Sections 37-45-101 et seq., C.R.S. The original organizational decree was entered June 1, 1959, with reorganization decrees entered in October 1991 and November 2011. The District boundaries include all the Upper Gunnison River basin drainage, which is made up of the majority of Gunnison County and portions of Hinsdale and Saguache Counties. The Water Conservancy Act gives the District fairly broad powers. The District can appropriate water, litigate, enter into contracts, hold real property, operate projects, and perform other functions as needed to meet the present and future water needs of the District. The 2011 reorganization shifted a boundary line between Divisions 4 and 5 and added a second director to Division 5 based on the 2010 U.S. Census data. This resulted in a temporary increase from eleven to twelve directors. When a vacancy subsequently arose in Division 8, City of Gunnison, the number of directors in that division decreased from four to three and the total number of directors reverted to eleven.

The District's mission is to be an active leader in all issues affecting the water resources of the Upper Gunnison River Basin.

An eleven-member Board of Directors governs the District. Each member of the Board of Directors serves a four-year term. The terms are staggered with no more than four seats open in any given year. The Board utilizes committees to assist in resolving specific issues affecting the District. Regular meetings of the Board are generally held on the fourth Monday of each month. The Board also holds special meetings and work sessions, as necessary.

A staff of five, consisting of a general manager, office manager /senior water resource specialist, administrative assistant/communication specialist, Water resource specialist/wet meadows program coordinator, and general counsel, along with contracted engineering consultants, and accounting/CPA firm, carries out the activities of the District as directed by the Board.

FINANCIAL HIGHLIGHTS

- The District's assets exceeded its liabilities by \$6,921,061 (i.e., net position) as of December 31, 2022, an increase of \$341,614 in comparison to the prior year.
- The District's Net Position for the General Fund was \$5,529,513, an increase of \$259,620 in comparison to the prior year.
- General property taxes totaled \$1,641,327 or 96% of general revenues.

Upper Gunnison River Water Conservancy District
Management's Discussion and Analysis
December 31, 2022

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The basic statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner like a private-sector business.

The **statement of net position** presents information on all the District's assets and liabilities, with the difference between the two being reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The **statement of activities** presents information showing how the District's Net Position changed during the most recent fiscal year. All changes in Net Position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses reported in this statement for some items will result in cash flows in future periods (e.g., uncollected taxes and earned but unused personal time).

The government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (*Governmental Activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*Business-type Activities*). The Governmental Activities of the District include general government administration. The Business-type Activities of the District include the following water enterprise fund.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is used to ensure and demonstrate compliance with finance-related legal requirements. The District's funds can be divided into two categories: Governmental Funds and Proprietary Funds.

Governmental Funds – *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *short-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's short-term financing requirements. The accounting method is called *modified accrual* accounting.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental activities in the

Upper Gunnison River Water Conservancy District
Management's Discussion and Analysis
December 31, 2022

Governmental funds with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's short-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The District maintains one governmental fund, the General Fund. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund.

Proprietary Funds – The District maintains one type of proprietary fund. *Enterprise Funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The District uses a separate enterprise fund to account for its utility fund: Water Enterprise Fund.

Notes to Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

As noted previously, net position may serve over time as a useful indicator of the District's financial position. For the year ended December 31, 2022, the District's combined assets exceeded liabilities by \$6,921,061. Of this amount, \$5,239,2052 is unrestricted and available to meet the District's ongoing financial obligations.

A portion of Net Position is the investment in capital assets (net of accumulated depreciation) of \$1,618,599 (23% of Net Position). This amount reflects the investment in all capital assets (e.g., infrastructure, land, dams, reservoirs, and office equipment) less any related debt used to acquire those assets that is still outstanding. These capital assets are used to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of debt, it should be noted that the resources needed to repay this debt must be provided from other sources since capital assets themselves cannot be used to liquidate these liabilities.

Upper Gunnison River Water Conservancy District
Management's Discussion and Analysis
December 31, 2022

The following table summarizes the District's governmental and business-type Net Position for 2021 and 2022:

| | Governmental Activities | | Business-Type Activities | | Government-Wide Totals | |
|--|----------------------------|---------------------|-----------------------------|---------------------|---------------------------|---------------------|
| | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
| Assets | | | | | | |
| Current and other assets | \$ 3,857,315 | \$ 3,157,259 | \$ 400,604 | \$ 314,159 | \$ 4,257,919 | \$ 3,471,418 |
| Capital assets | - | - | 1,000,583 | 1,003,813 | 1,618,990 | 1,629,434 |
| Long-term Investments | 2,709,806 | 3,118,220 | - | - | 2,709,806 | 3,118,220 |
| Total assets | <u>6,567,121</u> | <u>6,275,479</u> | <u>1,401,187</u> | <u>1,317,972</u> | <u>8,586,715</u> | <u>8,219,072</u> |
| Current Liabilities | 47,468 | 83,787 | 9,639 | 8,418 | 57,107 | 92,205 |
| Non-current liabilities | | | | | | |
| Compensated absences | - | - | - | - | 57,151 | 38,182 |
| Loans payable | - | - | - | - | - | - |
| Total liabilities | <u>47,468</u> | <u>83,787</u> | <u>9,639</u> | <u>8,418</u> | <u>114,258</u> | <u>130,387</u> |
| Deferred Inflow of Resources | | | | | | |
| Property taxes | <u>1,551,005</u> | <u>1,495,005</u> | <u>-</u> | <u>-</u> | <u>1,551,005</u> | <u>1,495,005</u> |
| Net Position | | | | | | |
| Investment in capital assets, net of related debt | - | - | 1,000,583 | 1,003,813 | 1,611,939 | 1,629,434 |
| Restricted | 63,257 | 63,257 | - | - | 63,257 | 63,257 |
| Nonspendable | 6,669 | 6,234 | - | - | 6,669 | 6,234 |
| Unrestricted | 4,898,722 | 4,627,196 | 390,965 | 305,741 | 5,239,587 | 4,894,755 |
| Total net position | <u>\$ 4,968,648</u> | <u>\$ 4,696,687</u> | <u>\$ 1,391,548</u> | <u>\$ 1,309,554</u> | <u>\$ 6,921,452</u> | <u>\$ 6,593,680</u> |

An additional portion of net position, \$63,257, represents resources that are subject to external restrictions on how they may be used, the Nonspendable amount represents prepaid expenses and therefore is not available funds to spend. The remaining balance of unrestricted net position, \$5,239,587 (76% of Net Position), may be used to meet the government's ongoing obligations to citizens and creditors.

Change in Net Position

Governmental and business-type activities increased the District's Net Position by \$341,614 in 2022.

Upper Gunnison River Water Conservancy District
Management's Discussion and Analysis
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| | Governmental Activities | | Business-Type Activities | | Government-Wide Totals | |
|-------------------------------|----------------------------|---------------------|-----------------------------|---------------------|---------------------------|---------------------|
| | 2022 | 2021 | 2022 | 2021 | 2022 | 2021 |
| Revenues | | | | | | |
| Program revenues | | | | | | |
| Charges for services | \$ 703,963 | \$ 494,321 | \$ 117,145 | \$ 287,080 | \$ 821,108 | \$ 781,401 |
| General Revenues | | | | | | |
| Taxes | 1,641,327 | 1,444,576 | - | - | 1,641,327 | 1,444,576 |
| Miscellaneous | 117,166 | 1,442 | - | - | 115,781 | 1,442 |
| Interest income | (174,475) | (3,776) | 6,310 | 47 | (168,165) | (3,729) |
| Lake San Cristobal | - | - | - | - | - | - |
| Totals | <u>2,287,981</u> | <u>1,936,563</u> | <u>123,455</u> | <u>287,127</u> | <u>2,410,051</u> | <u>2,223,690</u> |
| Expenses | | | | | | |
| Salaries & Benefits | 716,992 | 557,250 | 31,860 | 27,144 | 748,834 | 591,018 |
| Public Outreach | 43,559 | 27,125 | - | - | 43,559 | 27,125 |
| Legal & Accounting | 11,117 | 6,033 | 530 | 293 | 11,647 | 6,326 |
| Occupancy Expenses | 15,145 | 35,824 | 1,146 | 505 | 16,291 | 36,329 |
| Bonding & Insurance | 12,745 | 8,586 | 1,165 | 1,038 | 13,910 | 9,624 |
| Office Expense | 83,591 | 101,408 | 1,668 | 3,114 | 85,259 | 104,522 |
| Board of Directors Expenses | 10,617 | 5,628 | 523 | 169 | 11,140 | 5,797 |
| Board of Directors Fees | 11,560 | 9,680 | - | - | 11,560 | 9,680 |
| General & administrative | 26,873 | 19,429 | 1,340 | 375 | 28,213 | 19,804 |
| Membership & Dues | 7,198 | 12,398 | - | - | 7,198 | 12,398 |
| Computer Expense | 22,938 | 35,055 | - | - | 22,938 | 35,055 |
| Taylor Park Project | 41,526 | 43,557 | - | - | 41,526 | 43,557 |
| Watershed Program | 127,180 | 200,706 | - | - | 127,180 | 200,706 |
| Fish Recovery Program | - | 6,000 | - | - | - | 6,000 |
| Water Quality Program | 96,830 | 162,331 | - | - | 96,830 | 162,331 |
| Wet Meadows Program | 253,396 | 111,378 | - | - | 253,396 | 111,378 |
| Water Supply & Improvements | 342,287 | 331,941 | - | - | 342,287 | 331,941 |
| Lake San Cristobal | 13,464 | 13,464 | - | - | 13,464 | 13,464 |
| Cloud Seeding Program | 137,075 | 130,962 | - | - | 137,075 | 130,962 |
| Repairs & Maintenance | 10,549 | - | - | 66 | 10,549 | 66 |
| Miscellaneous | 3,500 | - | - | - | 3,500 | - |
| Capital Outlays | 27,879 | 48,780 | - | - | - | - |
| Depreciation Expense | - | - | 3,229 | 3,229 | 42,081 | 32,990 |
| Total Expenses | <u>2,016,021</u> | <u>1,867,535</u> | <u>41,461</u> | <u>35,933</u> | <u>2,068,437</u> | <u>1,891,073</u> |
| Increase in net assets | 271,960 | 69,028 | 81,994 | 251,194 | 341,614 | 332,617 |
| Beginning | 4,696,688 | 4,627,660 | 1,309,554 | 1,058,360 | 6,579,447 | 6,246,830 |
| Ending | <u>\$ 4,968,648</u> | <u>\$ 4,696,688</u> | <u>\$ 1,391,548</u> | <u>\$ 1,309,554</u> | <u>\$ 6,921,061</u> | <u>\$ 6,579,447</u> |

Business-type Activities

Business-type activities for the year resulted in an increase in Net Position of \$81,994. Charges for services accounted for 100% of total revenues.

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Management's Discussion and Analysis
December 31, 2022

FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS

Governmental funds. The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. Unreserved net position may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The District has one governmental fund, the General Fund, which is the primary operating fund for the District. At the end of 2022, unassigned net position of the General Fund was \$4,848,240 while the total fund balance was \$4,968,648. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned net position and total net position to total fund expenditures. The net position of the District's General Fund increased by \$271,960 during 2022.

Proprietary funds. The District's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

The District has one enterprise fund: Water Enterprise Fund. At the end of 2022, the fund represented the following net position amounts:

| | |
|---------------------------|--------------|
| Fund: | Water |
| Unrestricted net position | \$ 390,965 |
| Total net position | \$ 1,391,548 |
| Increase in net position | \$ 81,994 |

The substantial increase in services charged was due to a large block of water (Units) being purchased by one entity.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District budgeted \$2,013,133 for 2022 expenditures. Actual expenditures were \$2,016,021. There was no amendment to the original budget for the General Fund or the Enterprise Fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

The District's investment in capital assets for its governmental and business-type activities as of December 31, 2022, was \$1,611,939.

Upper Gunnison River Water Conservancy District
Management's Discussion and Analysis
December 31, 2022

| | Balance 12/31/2021 | Increase | Decrease | Balance 12/31/2022 |
|------------------------------------|-----------------------|--------------------|------------------|-----------------------|
| <u>Governmental Funds</u> | | | | |
| Buidling and Land | \$ 759,424 | \$ - | \$ - | \$ 759,424 |
| Office Equipment | 69,385 | 27,879 | 18,077 | 79,187 |
| Vehicles | 45,861 | - | - | 45,861 |
| Less Accumulated Depreciation | (244,296) | (38,852) | 16,692 | (266,456) |
| Net Governmental Capital Assets | <u>\$ 630,374</u> | <u>\$ (10,973)</u> | <u>\$ 34,769</u> | <u>\$ 618,016</u> |
| <u>Business-type Activities</u> | | | | |
| Asset not being depreciated | \$ 942,457 | \$ - | \$ - | \$ 942,457 |
| Asset being depreciated | | | | |
| Dam Rehabilitation | 113,024 | - | - | 113,024 |
| Less Accumulated Depreciation | (51,668) | (3,229) | - | (54,897) |
| Net Depreciable Capital Assets | 61,356 | (3,229) | - | 58,127 |
| Total Business-type Capital Assets | <u>\$ 1,003,813</u> | <u>\$ (3,229)</u> | <u>\$ -</u> | <u>\$ 1,000,584</u> |

Economic Factors and Next Year's Budget

Public health restrictions related to the pandemic eased in 2022. Gunnison County saw higher tourism tax revenue with visitors frequenting hotels and restaurants and participating in perceived "safer" outdoor activities like camping, biking, hiking, fishing, boating, etc.

General fund revenues increased by approximately \$209,000 in 2022 as market housing prices remained high. There was only one active foreclosure, a visible reduction in available single-family homes on the market, and an increase in the sales of vacant land/lots.

Staffing Changes and Efficiencies: In 2022, the District converted the \$65,000 annual UGRWCD contract for a Wet Meadows Coordinator to a permanent staff position (water resource specialist) at UGRWCD. The position is being supported by the \$50,000 annual contribution the UGRWCD formerly dedicated to this contract and \$10,000 - \$15,000 per year from agency partners as well as outside grants. This allowed executive management to improve management and direct the wet meadows program coordinator as staff while also providing additional support for other critical District-wide activities.

An unbenefited and non-permanent, seasonal wet meadow program field supervisor (May to October) position was added to staff in 2023. The position is supported entirely by outside, Wet Meadows Program grant program income. A water resource fellow position (non-permanent and unbenefited) part-time position was also added to staff. This position is also being supported almost entirely by outside grant funding.

In 2023, Gunnison County reports that they anticipate decreased tourism activity as a result of people returning to regular pre-pandemic travel. The District also anticipates a continued slight increase in general fund revenues in 2023 due to sustained high property values.

In 2023, the District had unplanned expenses related to a second vehicle purchase to support the Wet Meadows Program intern field crew, the purchase of Spencer Avenue Business Park Condominium Unit A which was formerly occupied by the Bureau of Land Management which means that full financial responsibility for the building roof replacement now belongs to the UGRWCD.

The second vehicle (Toyota Tacoma) was purchased on March 13, 2023, for \$45,250. A second vehicle with greater

Upper Gunnison River Water Conservancy District
Management's Discussion and Analysis
December 31, 2022

ground clearance was needed for field work and to support various activities occurring within the District. The vehicle is being rented back to the Wet Meadows Program (\$5,000 per season) and mileage is being reimbursed by Wet Meadows Program grants at published IRS rates.

Unit A was purchased for \$650,000 on May 18, 2023, due to a growing need for staff space and the presence of a willing seller. It was important to the Board that they could ensure that the use of the building space remained compatible with District operations and there was also strong long-term investment income potential for the District. The District now owns the entire building. The plan is to maintain existing District space in Unit B (Board room, general counsel office, and storage area) and move the rest of staff and District operations to the lower level of Unit A. The upstairs portion of Unit A and the entire Unit C space will be leased with estimated monthly income of \$4,600 beginning the first half of 2024 which is an annual return on investment of approximately 5.6 to 8 percent. In addition, the District was finally able to find a contractor to complete the building roof replacement project at a cost of \$105,245 of which \$50,000 came from the UGRWCD Spencer Avenue Reserve fund account.

The District will have a public meeting to amend the 2023 budget at the same time that they are developing and approving the 2024 budget.

Request for Information

The financial report is designed to provide a general overview of the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to General Manager, Upper Gunnison River Water Conservancy District, 210 West Spencer Avenue, Suite B, Gunnison, CO. 81230 or 970-641-6065, 970-641-1162 (fax), schavez@ugrwcd.org

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT

Government-Wide
Statement of Net Position
December 31, 2021

| | Primary Government | | |
|-------------------------------------|----------------------------|--------------------------------|--------------|
| | Governmental Activities | Business Type Activities | Totals |
| Assets | | | |
| Current Assets: | | | |
| Cash & equivalents | \$ 169,442 | \$ 29,657 | \$ 199,099 |
| Certificates of deposits | 1,680,927 | - | 1,680,927 |
| Investments-ColoTrust | 256,404 | 370,947 | 627,351 |
| Accounts receivable | 175,285 | - | 175,285 |
| Due from other Governments | 8,323 | - | 8,323 |
| Property taxes Receivable | 1,551,005 | - | 1,551,005 |
| Accrued Interest Receivable | 9,260 | - | 9,260 |
| Prepaid expenses | 6,669 | - | 6,669 |
| Total Current Assets | 3,857,315 | 400,604 | 4,257,919 |
| Long-term Investments: | | | |
| Bonds | 2,709,806 | - | 2,709,806 |
| Capital Assets: | | | |
| Office equipment | 79,187 | - | 79,187 |
| Office building & land | 759,424 | - | 759,424 |
| Vehicle | 45,861 | - | 45,861 |
| Dam rehabilitation | - | 113,024 | 113,024 |
| Meridian Lake Reservoir | - | 942,457 | 942,457 |
| Less accumulated depreciation | (266,456) | (54,898) | (321,354) |
| Net Capital Assets | 618,016 | 1,000,583 | 1,618,599 |
| TOTAL ASSETS | 7,185,137 | 1,401,187 | 8,586,324 |
| Liabilities | | | |
| Accounts payable | 28,539 | 9,639 | 38,178 |
| Accrued liabilities | 18,929 | - | 18,929 |
| Total Current Liabilities | 47,468 | 9,639 | 57,107 |
| Noncurrent Liabilities: | | | |
| Compensated absences | 57,151 | - | 57,151 |
| TOTAL LIABILITIES | 104,619 | 9,639 | 114,258 |
| Deferred Inflow of Resources | | | |
| Property taxes | 1,551,005 | - | 1,551,005 |
| Net Position | | | |
| Investment in capital assets | 618,016 | 1,000,583 | 1,618,599 |
| Restricted for TABOR reserve | 63,257 | - | 63,257 |
| Unrestricted | 4,848,240 | 390,965 | 5,239,205 |
| TOTAL NET POSITION | \$ 5,529,513 | \$ 1,391,548 | \$ 6,921,061 |

The accompanying notes are an integral part of these financial statement.

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT

Government-Wide
Statement of Activities
December 31, 2021

| | Primary Government | | |
|--|----------------------------|--------------------------------|---------------------|
| | Governmental Activities | Business Type Activities | Totals |
| <i>Expenses Programs</i> | | | |
| Salaries & Benefits | \$ 716,974 | \$ 31,860 | \$ 748,834 |
| Public Outreach | 43,559 | - | 43,559 |
| Legal & Accounting | 11,117 | 530 | 11,647 |
| Occupancy Expenses | 15,145 | 1,146 | 16,291 |
| Bonding & Insurance | 12,745 | 1,165 | 13,910 |
| Office Expense | 83,591 | 1,668 | 85,259 |
| Board of Directors Expenses | 10,617 | 523 | 11,140 |
| Board of Directors Fees | 11,560 | - | 11,560 |
| General & Administrative | 26,873 | 1,340 | 28,213 |
| Membership & Dues | 7,198 | - | 7,198 |
| Computer Expense | 22,938 | - | 22,938 |
| Vehicle Expense | 10,549 | - | 10,549 |
| Taylor Park Project | 41,526 | - | 41,526 |
| Aspinall Expense | 19,429 | - | 19,429 |
| Consulting & Engineering Expense | 18,742 | - | 18,742 |
| Regional Water Supply Improvement | 304,116 | - | 304,116 |
| Lake San Cristobal | 13,464 | - | 13,464 |
| Cloud seeding program costs | 137,075 | - | 137,075 |
| Watershed program costs | 71,281 | - | 71,281 |
| Wet Meadows program costs | 251,599 | - | 251,599 |
| Water Quality Monitoring program costs | 86,830 | - | 86,830 |
| Watershed Management General | 55,899 | - | 55,899 |
| Wet Meadows Meadows- General | 1,797 | - | 1,797 |
| Water Quality Monitoring-General | 10,000 | - | 10,000 |
| Miscellaneous | 3,500 | - | 3,500 |
| Depreciation | 38,852 | 3,229 | 42,081 |
| Capital Outlay | - | - | - |
| TOTAL PROGRAM EXPENSES | 2,026,976 | 41,461 | 2,068,437 |
| <i>Program Revenue</i> | | | |
| Basin wide Planning | 592,156 | - | 592,156 |
| Cloud Seeding Program | 90,750 | - | 90,750 |
| Charges for services | 21,057 | 117,145 | 138,202 |
| Total Program Revenue | 703,963 | 117,145 | 821,108 |
| NET PROGRAM REVENUE(EXPENSES) | (1,323,013) | 75,684 | (1,247,329) |
| <i>General Revenues</i> | | | |
| Property taxes | 1,641,327 | - | 1,641,327 |
| Interest on deposits and investments | (174,475) | 6,310 | (168,165) |
| Miscellaneous | 115,781 | - | 115,781 |
| TOTAL GENERAL REVENUES | 1,582,633 | 6,310 | 1,588,943 |
| Change in Net Position | 259,620 | 81,994 | 341,614 |
| Net Position - January 1 | 5,269,893 | 1,309,554 | 6,579,447 |
| Net Position - December 31 | \$ 5,529,513 | \$ 1,391,548 | \$ 6,921,061 |

The accompanying notes are an integral part of these financial statement.

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT

Balance Sheet - General Fund

December 31, 2022

Assets

Current Assets:

| | | |
|-----------------------------|----|------------------|
| Cash & equivalents | \$ | 169,442 |
| Certificates of deposits | | 1,680,927 |
| Investment-ColoTrust | | 256,404 |
| Due from other Governments | | 8,323 |
| Accounts receivable | | 175,285 |
| Property taxes receivable | | 1,551,005 |
| Accrued interest receivable | | 9,260 |
| Prepaid expense | | 6,669 |
| Total Current Assets | | <u>3,857,315</u> |

Long-term investments:

| | | |
|-------------|--|------------------|
| Investments | | <u>2,709,806</u> |
|-------------|--|------------------|

TOTAL ASSETS

6,567,121**Liabilities**

| | | |
|---------------------|--|---------------|
| Accounts payable | | 28,539 |
| Accrued Liabilities | | <u>18,929</u> |
| TOTAL LIABILITIES | | <u>47,468</u> |

Deferred Inflow of Resources

| | | |
|----------------|--|------------------|
| Property taxes | | <u>1,551,005</u> |
|----------------|--|------------------|

Net Position

| | | |
|------------------------------|----|-------------------------|
| Restricted for TABOR reserve | | 63,257 |
| Nonspendable | | 6,669 |
| Unassigned | | <u>4,898,722</u> |
| TOTAL NET POSITION | \$ | <u><u>4,968,648</u></u> |

The accompanying notes are an integral part of these financial statement.

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT
Reconciliation of the Governmental Net Position to
the Statement of Net Position
December 31, 2022

| | |
|---------------------------------|--------------|
| Total Governmental Net Position | \$ 4,968,648 |
|---------------------------------|--------------|

Amounts reported for governmental activities in the statement of
activities are different because:

| | |
|--|---------|
| Capital assets used in governmental activities are not financial resources and, therefore are not reported as assets in the governmental funds. | 618,016 |
|--|---------|

| | |
|--|----------|
| Long-term liabilities for compensated absences are not due and payable in the current period and therefore are not reported as expenditures in the funds. | (57,151) |
|--|----------|

| | |
|--|---------------------|
| Net position of Governmental Activities. | <u>\$ 5,529,513</u> |
|--|---------------------|

The accompanying notes are an integral part of these financial statement.

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT
Statement of Revenues, Expenditures and Change in Net Position - General Fund
For the Year Ended December 31, 2022

Revenues

| | |
|--------------------------------------|------------------|
| Taxes | \$ 1,641,327 |
| Charges for services | 21,057 |
| Interest on deposits and investments | (174,475) |
| Watershed Management Income | 199,687 |
| Cloud seeding program | 90,750 |
| Wet Meadows Income | 357,567 |
| Water Quality Monitoring Income | 34,902 |
| Miscellaneous | <u>117,166</u> |
| TOTAL REVENUES | <u>2,287,981</u> |

Expenditures

Current:

| | |
|--|------------------|
| Salaries & Benefits | 716,992 |
| Public Outreach | 43,559 |
| Legal & Accounting | 11,117 |
| Occupancy Expenses | 15,145 |
| Bonding & Insurance | 12,745 |
| Office Expense | 83,591 |
| Board of Directors Expenses | 10,617 |
| Board of Directors Fees | 11,560 |
| General & Administrative | 26,873 |
| Membership & Dues | 7,198 |
| Computer Expense | 22,938 |
| Vehicle Expense | 10,549 |
| Taylor Park Project | 41,526 |
| Aspinall Expense | 19,429 |
| Consulting & Engineering Expense | 18,742 |
| Regional Water Supply Improvement | 304,116 |
| Lake San Cristobal | 13,464 |
| Cloud seeding program costs | 137,075 |
| Watershed program costs | 71,281 |
| Wet Meadows program costs | 251,599 |
| Water Quality Monitoring program costs | 86,830 |
| Watershed Management General | 55,899 |
| Wet Meadows Meadows- General | 1,797 |
| Water Quality Monitoring-General | 10,000 |
| Miscellaneous | 3,500 |
| Capital Outlay | <u>27,879</u> |
| TOTAL EXPENDITURES | <u>2,016,021</u> |

NET CHANGE IN NET POSITION 271,960

Net Position January 1 4,696,688

Net Position December 31 \$ 4,968,648

The accompanying notes are an integral part of these financial statement.

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT
Reconciliation of the Governmental Net Position to
the Statement of Net Position
December 31, 2021

Net Change in Net Position - Governmental Fund

| | | |
|--|----|---------|
| Amounts reported for governmental activities in the statement of activities are different because: | \$ | 271,960 |
|--|----|---------|

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This amount by which capital outlays exceeded depreciation in the current period.

| | | | |
|----------------------------------|----|----------|----------|
| Fixed assets added during year | \$ | 27,879 | |
| Loss on Disposal of Fixes Assets | | (1,385) | |
| Depreciation | | (38,852) | (12,358) |

| | | |
|---|--|----|
| Expenses for compensated absences reported in the statement of activities do not require the use of current financial resources and, therefore are not reported as expenditures in the governmental funds | | 18 |
|---|--|----|

| | | |
|---|----|---------|
| Change in Net Position of Governmental Activities | \$ | 259,620 |
|---|----|---------|

The accompanying notes are an integral part of these financial statement.

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT
Statement of Net Position
Enterprise Fund
December 31, 2022

| | Water Enterprise Fund |
|---|--------------------------------------|
| Assets | |
| Current Assets: | |
| Cash & equivalents | \$ 29,657 |
| Accounts Receivable | - |
| Investments-ColoTrust | 370,947 |
| Total Current Assets | <u>400,604</u> |
| Capital Assets: | |
| Meridian Lake Reservoir | 942,457 |
| Dam Rehabilitation | 113,024 |
| Less Accumulated Depreciation | <u>(54,898)</u> |
| Net Capital Assets | <u>1,000,583</u> |
| Total Assets | <u>1,401,187</u> |
| Liabilities | |
| Current Liabilities | |
| Accounts payable | <u>9,639</u> |
| Total Current Liabilities | <u>9,639</u> |
| Total Liabilities | <u>9,639</u> |
| Net Position | |
| Invested in Capital Assets, Net of Related Debt | 1,000,583 |
| Unrestricted | <u>390,965</u> |
| Total Net Position | <u>\$ 1,391,548</u> |

The accompanying notes are an integral part of these financial statement.

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT
Statement of Revenues, Expenses and Change in Net Position
Enterprise Fund
For The Year Ended December 31, 2022

| | Water Enterprise Fund |
|--|--------------------------------------|
| Operating Revenues: | |
| Charges for Services | \$ 117,145 |
| Total Operating Revenue | <u>117,145</u> |
| Operating Expenses: | |
| Salaries & Benefits | 31,860 |
| Accounting & Legal | 530 |
| Occupancy Expenses | 1,146 |
| Bonding & Insurance | 1,165 |
| Office Expenses | 1,668 |
| General & Administrative | 1,340 |
| Board Expenses | 523 |
| Repairs & maintenance | - |
| Depreciation | <u>3,229</u> |
| Total Operating Expenses | <u>41,461</u> |
| Operating Income (Loss) | <u>75,684</u> |
| Non-Operating Revenues (Expenses) | |
| Interest Income | 6,310 |
| Miscellaneous income | - |
| Total Non-Operating Revenues (Expense) | <u>6,310</u> |
| Income (Loss) Before Transfers | 81,994 |
| Total Net Position, January 1 | 1,309,554 |
| Total Net Position, December 31 | <u>\$ 1,391,548</u> |

The accompanying notes are an integral part of these financial statement.

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT
Statement of Cash Flows
Enterprise Fund
For The Year Ended December 31, 2022

| | Water Enterprise Fund |
|--|--------------------------------------|
| Cash Flows From Operating Activities: | |
| Cash Received from Charges for Services | \$ 117,145 |
| Payments to and on behalf of employees | (31,860) |
| Cash Payments for Goods and Services | <u>(5,119)</u> |
| Net Cash Provided (Used) by Operating Activities | <u>80,166</u> |
| Cash Flows From Investing Activities | |
| Increase in Investment | (81,310) |
| Interest on Investments | <u>6,310</u> |
| Net Cash Provided (Used) by Investing Activities | <u>(75,000)</u> |
| Net Increase (Decrease) in Cash & Cash Equivalents | 5,166 |
| Cash Balance, January 1 | 24,493 |
| Cash Balance, December 31 | <u><u>\$ 29,659</u></u> |
| Reconciling of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities | |
| Operating Income (Loss) | <u>\$ 75,684</u> |
| Adjustment to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities | |
| Depreciation Expense | 3,229 |
| Assets (Increased) Decreased | |
| Accounts Receivable | 29 |
| Liabilities Increased (Decreased) | |
| Accounts Payable | <u>1,221</u> |
| Total Adjustments | <u>4,479</u> |
| Net Cash Provided (Used) by Operating Activities | <u><u>\$ 80,163</u></u> |

The accompanying notes are an integral part of these financial statement.

Upper Gunnison River Conservancy District
Notes to the Financial Statements
December 31, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Upper Gunnison River Water Conservancy District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below:

Reporting Entity

These financial statements present the financial position and results of operations of the District, a political subdivision of the State of Colorado created on June 1, 1959. The District is supported jointly by Gunnison, Hinsdale, and Saguache counties based upon a mill levy on real property located in the District. The purpose of the District is to represent the water interests of the residents of the Upper Gunnison River Watershed area. An eleven-member board governs the District.

These financial statements include only the District as there are no component units required to be included in accordance with GASB Statement No 14.

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of governmental net position and the statement of governmental activities) report information on all the nonfiduciary activities of the District. *Governmental activities*, which normally are supported by taxes, are reported separately from business-type activities, which rely to a significant extent on user charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific program. *Program revenues* include charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Fund Financial Statements

The accounts of the District are organized based on funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and how spending activities are controlled.

All governmental funds are accounted for on a flow of current financial resources basis. Balance sheets for these funds generally include only current assets and current liabilities. Reported fund balances are considered a measure of available, spendable resources. Operating statements for these funds present a summary of available, spendable resources and expenditures for the period. The District has only one governmental fund, the General *Fund*, which is the general operating fund of the District.

Proprietary Funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determinations of net income, financial position and cash flow. All assets and liabilities are included in the Statement of Net Position. The District has presented the following major proprietary fund.

Upper Gunnison River Conservancy District
Notes to the Financial Statements
December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-Continued

Water Enterprise Fund

Water Enterprise Fund is used to account for the provision of water services to the residents of the Upper Gunnison River Watershed and include administration, operations and maintenance of the water system and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for water debt. All costs are financed through charges to customers.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of personal and contractual services, supplies, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

The modified accrual basis of accounting is used by all governmental funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period (60 days). Those revenues associated with the current period susceptible to accrual are property taxes, interest revenue, and charges for services. All other revenues are reported when cash is received. Expenditures are recorded when the related fund liability is incurred.

It is the District's policy to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted Net Position are available.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Property Taxes Receivable

Property taxes for the current year are levied and attached as a line on property on January 1 of the succeeding year. They are payable in full by April 30 or in two equal installments due on February 28 and June 15. Property taxes levied in the current year and payable in the following year are reported as receivable on December 31. However, since the property taxes are not available to pay current liabilities, the receivable is reported as deferred revenue.

Capital Assets

Capital assets are stated at cost. Donated assets are recorded at their estimated fair market value at the date of donation. The District defines capital assets as assets with an initial cost of \$2,000 or greater. Replacements, which improve or extend the lives of property, are capitalized. Maintenance, repairs, and equipment replacements of a routine nature are charged to expenditures as incurred and are not capitalized.

Upper Gunnison River Conservancy District
Notes to the Financial Statements
December 31, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Capital Assets – continued

Capital assets are depreciated using the straight-line method over the following useful lives:

| | |
|--------------------|------------|
| Office equipment | 5-10 years |
| Dam rehabilitation | 35 years |

The District started to depreciate the cost of the Meridian Lake Reservoir dam rehabilitation in 2006 when the asset was transferred to the enterprise fund.

Compensated Absences

Full-time employees, except for the manager and water attorney who are covered under separate contracts, earn paid time-off based upon the number of years of service. At the Board's discretion, part-time employees may earn paid time off on a pro-rata basis. The maximum amount of paid time-off that can be accumulated is 432 hours, after 15 years of service. All earned paid time-off is payable upon termination.

Net Position

Net position represents the difference between assets and liabilities. Net assets invested in capital assets consist of capital assets, net of accumulated depreciation. Net position is reported as restricted when there are limitations imposed on their use by external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental funds balance sheet includes reconciliation between *fund balances* of the *governmental funds* and *Net Position of governmental activities* as reported in the government-wide statement of Net Position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between the *net change in fund balances of the governmental funds* and the *changes in Net Position of governmental activities* as reported in the government-wide statement of activities.

These reconciliations detail items that require adjustment to convert from the current resource's measurement and modified accrual basis for government fund statements to the economic resources measurement and full accrual basis used for government-wide statements.

NOTE 3 - TAX, SPENDING AND DEBT LIMITATIONS

In November 1992, Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments.

On November 3, 1998, the electors of the District approved the retention and spending of the District's non-tax revenues for the year beginning January 1, 1999, and subsequent years, without regard to the limitations imposed by the Amendment and to impose a maximum property tax rate not to exceed 2.0 mills. The Amendment requires that an emergency reserve be maintained at three percent of fiscal year spending. A portion of the general fund's fund balance is classified as restricted for emergencies as required by the Amendment. The Amendment is complex and subject to judicial interpretation. The District believes it is in compliance with the requirements of the Amendment.

Upper Gunnison River Conservancy District
Notes to the Financial Statements
December 31, 2022

NOTE 4 – BUDGETS

The District adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

- A. Budgets are required by state law for all governmental, proprietary, and trust funds.
- B. The budget officer is required to submit a proposed budget to the Board by October 15.
- C. Public hearings are conducted by the Board to obtain taxpayer comments.
- D. Certification of the mill levies to the Board of County Commissioners and adoption of the budget and appropriations are required by December 15.
- E. Expenditures may not legally exceed appropriations at the fund level. Board approval is required for changes in the budget. No changes were made to the originally adopted budget.
- F. Budget appropriations lapse at the end of each year.
- G. The District adopts budgets on a basis that is consistent with GAAP.

NOTE 5 - DEPOSITS AND INVESTMENTS

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulators. The eligible depository is required to pledge to the Colorado Division of Banking a pool of collateral having a market value that at all times exceeds 102% of the uninsured aggregate public deposits. The eligible collateral is determined by the PDPA, which includes obligations secured by first lien mortgages on real property located in the state. PDPA allows the institutions to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The State Regulatory Commission for banks and financial services is required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. There is no custodial credit risk for public deposits collateralized under PDPA.

On December 31, 2022, the carrying amounts of the District's deposits were \$199,099. Of the bank balances, all is covered by FDIC depository insurance. Of the above bank balance, the General Fund's share is \$169,340 and the Water Fund's share is \$29,657.

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. Authorized investments include obligations of the United States and certain US government agency securities, certain international agency securities; general obligation and revenue bonds of U.S. local government entities; bankers' acceptances of certain banks; commercial paper; local government investment pools; written repurchase agreements collateralized by certain authorized securities; certain money market funds; and guaranteed investment contracts. The District's investment policy follows Colorado statutes. On December 31, 2022, the District's investments included certificates of deposit, funds held in COLOTRUST and long-term government bonds. The CD's have maturity dates ranging from April 2023 to December 2024. The long-term Government maturities range from April 2023 to June 2027.

| | Carrying Value | Cost | |
|-------------------------------------|---------------------|---------------------|---------------------|
| CD's (Level 1) | \$ 938,323 | \$ 984,000 | |
| Federal Farm Credit Banks (Level 2) | 311,418 | 345,000 | Moodys AAA; S&P AA+ |
| Federal Home Loan Bank (Level 2) | 1,559,482 | 1,710,000 | Moodys AAA; S&P AA+ |
| Federal Home Mortgage | 482,748 | 500,000 | Moodys AAA; S&P AA+ |
| U.S. Treasury Notes (Level 2) | 576,032 | 598,967 | Moodys AAA |
| | <u>\$ 3,868,003</u> | <u>\$ 4,137,967</u> | |

Upper Gunnison River Conservancy District
Notes to the Financial Statements
December 31, 2022

NOTE 5 - DEPOSITS AND INVESTMENTS – continued

The District Categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value.

Level 1: Quoted prices (unadjusted) in active markets for an identical asset or liability that a government can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly, Level 2 inputs include quoted prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the asset or liabilities.

Level 3: Unobservable inputs for an asset or liability.

Net Asset Value Investment

The District had invested \$627,351 in the Colorado Government Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. COLOTRUST operates similarly to a money market fund and each share is equal in value to \$1.00. Investments of COLOTRUST consist of U.S. Treasury bills, notes, and note strips and repurchase agreements collateralized by U.S. Treasury securities. A designated custodial bank provides safekeeping and depository services to COLOTRUST in connection with the direct investment and withdrawal functions of COLOTRUST. Substantially all securities owned by COLOTRUST are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by COLOTRUST. These pools are not required to and are not registered with the SEC. COLOTRUST's funds are rated AAA by Standard and Poor's, Fitch's, and Moody's rating services. The General Funds share of the amount is \$256,404 and the Water fund's share is \$370,947. *These Investments are measured at Net Asset Value.*

Upper Gunnison River Conservancy District
Notes to the Financial Statements
December 31, 2022

NOTE 6 - CAPITAL ASSETS

Capital assets activity for the year ended December 31, 2022, was as follows:

| | Balance 12/31/2021 | Increase | Decrease | Balance 12/31/2022 |
|---|-----------------------|--------------------|-----------------|-----------------------|
| Governmental Funds | | | | |
| Capital assets being depreciated | | | | |
| Building and Land | \$ 759,424 | \$ - | \$ - | \$ 759,424 |
| Office Equipment | 69,385 | 27,879 | 18,077 | 79,187 |
| Vehicle | 45,861 | - | - | 45,861 |
| Less Accumulated Depreciation | <u>(244,296)</u> | <u>(38,852)</u> | <u>16,692</u> | <u>(266,456)</u> |
| Governmental Activities Capital Assets, Net. | <u>\$ 630,374</u> | <u>\$ (10,973)</u> | <u>\$ 1,385</u> | <u>\$ 618,016</u> |
| Business-type Activities | | | | |
| Capital assets not being depreciation | <u>\$ 942,457</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 942,457</u> |
| Capital assets being depreciated | | | | |
| Dam Rehabilitation | 113,024 | - | - | 113,024 |
| Less Accumulated Depreciation | <u>(51,668)</u> | <u>(3,229)</u> | <u>-</u> | <u>(54,897)</u> |
| Total Capital Assets Being Depreciated | <u>61,356</u> | <u>(3,229)</u> | <u>-</u> | <u>58,127</u> |
| Business-Type Activities Capital Assets, Net. | <u>\$ 1,003,813</u> | <u>\$ (3,229)</u> | <u>\$ -</u> | <u>\$ 1,000,584</u> |

Total depreciation expense for the General Fund for the year ended December 31, 2022, was \$ 38,852, which was charged to the General and Administrative function. Water Enterprise Fund had depreciation expense of \$3,229.

NOTE 7 - RETIREMENT PLANS

The District participates in the Colorado Retirement Association (CRA) that provides retirement benefits through a defined contribution money purchase plan (the Plan) to participating Colorado counties, municipalities, and special districts. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. All employees must participate in the plan immediately after employment. The District has agreed to contribute 7% of employee compensation. The employee is required to contribute an amount equal to the District's contribution and may contribute up to 10% of the compensation. Employees are 100% vested once they are eligible to participate in the Plan. The covered payroll for the Plan was \$471,657 for the year ended December 31, 2022. The District and employees, each, contributed \$33,226, which is 7% of the covered payroll. The employer can authorize the term benefits and has the right to amend those terms.

The District's employees may participate in CRA's 457 deferred compensation plan if they choose. There is no District participation in this plan.

NOTE 8 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims have not exceeded commercial coverage in any of the past three years.

Upper Gunnison River Conservancy District
Notes to the Financial Statements
December 31, 2022

NOTE 9 - COMMITMENTS

In 2007, the District entered into an agreement with Hinsdale County and the Town of Lake City to commission a feasibility study for a controlled outlet structure for Lake San Cristobal and the District. That project was ongoing as of December 31, 2022.

NOTE 10 – LEASES

The District leases a copier. The lease term is 60 months at \$243 per month. Below is the remaining lease payment schedule on December 31, 2022.

| | |
|------------------------------|-----------------|
| 2023-2024 / \$2,915 per year | \$ 5,830 |
| 2025 | <u>972</u> |
| Total | <u>\$ 6,802</u> |

NOTE 11 – FUND BALANCE CLASSIFICATION POLICIES AND PROCEDURES

During 2022, the District implemented GASB 54, Fund Balance Classification. With this new GASB, the fund balance is broken into five classifications. (1) Non-spendable – not in spendable form, (2) Restricted funds constrained by external parties, (3) Committed – constraints on use of funds imposed by the highest level of decision-making authority, in the District's case that is the Board of Directors. The funds must be established, modified, or rescinded by use of resolution of the Board. (4) Assigned – funds intended to be used for a specific purpose, where the intent is expressed by an official authorized by the governing board, in the District's case that is the General Manager and (5) Unassigned – which are funds available for any purpose. The District does not have Committed or Assigned fund classifications in 2022.

It is the District's policy to spend restricted funds first, then unrestricted funds, for the purpose for which the restriction dictates. Committed and assigned funds are spent first, when expenditure is incurred for which the commitment or assigned designation was established.

The District does have fund classifications as follows:

- Restricted which is dictated by Colorado State Law
- Nonspendable
- Unassigned.

REQUIRED SUPPLEMENTARY INFORMATION

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT
Statement of Revenues, Expenditures and Change in Fund Balance - Budget & Actual
General Fund
For the Year Ended December 31, 2022

| | Original & Final Budget | Actual | Variance |
|--|--|---------------|-----------------|
| Revenues | | | |
| Carryover from Prior Year | \$ 47,754 | \$ - | \$ (47,754) |
| Taxes: | | | |
| Property | 1,609,542 | 1,641,327 | 31,785 |
| Total Taxes | 1,609,542 | 1,641,327 | 31,785 |
| Cloud Seeding Program | 92,750 | 90,750 | (2,000) |
| Watershed Management Program | 381,500 | 199,687 | (181,813) |
| Water Contract Sales | 19,885 | 21,057 | 1,172 |
| Water Quality Monitoring | 35,570 | 34,902 | (668) |
| Wet Meadows Program | 288,066 | 357,567 | 69,501 |
| Earnings on Deposits & Investments | (20,000) | (174,475) | (154,475) |
| Miscellaneous | 43,676 | 117,166 | 73,490 |
| Total Revenues | 2,498,743 | 2,287,981 | (210,762) |
| Expenditures | | | |
| Salaries & Benefits | 621,993 | 716,992 | (94,999) |
| Public Outreach | 41,940 | 43,559 | (1,619) |
| Legal & Accounting | 7,500 | 11,117 | (3,617) |
| Occupancy Expenses | 32,626 | 15,145 | 17,481 |
| Bonding & Insurance | 12,003 | 12,745 | (742) |
| Office Expense | 76,637 | 83,591 | (6,954) |
| Board of Directors Expenses | 767 | 10,617 | (9,850) |
| Board of Directors Fees | 13,360 | 11,560 | 1,800 |
| General & Administrative | 1,003 | 26,873 | (25,870) |
| Membership & Dues | 5,222 | 7,198 | (1,976) |
| Computer Expense | 22,850 | 22,938 | (88) |
| Vehicle Expense | 4,525 | 10,549 | (6,024) |
| Taylor Park Project | 47,436 | 41,526 | 5,910 |
| Aspinall Expense | 23,550 | 19,429 | 4,121 |
| Consulting & Engineering Expense | - | 18,742 | (18,742) |
| Regional Water Supply Improvement | 250,000 | 304,116 | (54,116) |
| Lake San Cristobal | 13,464 | 13,464 | - |
| Cloud seeding program costs | 118,000 | 137,075 | (19,075) |
| Watershed program costs | 175,500 | 71,281 | 104,219 |
| Wet Meadows program costs | 369,636 | 251,599 | 118,037 |
| Water Quality Monitoring program costs | - | 86,830 | (86,830) |
| Watershed Management General | 75,000 | 55,899 | 19,101 |
| Wet Meadows Meadows- General | - | 1,797 | (1,797) |
| Water Quality Monitoring-General | 92,121 | 10,000 | 82,121 |
| Capital Outlay | - | 27,879 | (27,879) |
| Miscellaneous | 8,000 | 3,500 | 4,500 |
| Total Expenditures | 2,013,133 | 2,016,021 | (2,888) |
| Excess of Revenues Over (Under) Expenditures | 485,610 | 271,960 | (207,874) |
| Fund Balance, January 1, | 118,175 | 4,696,688 | 4,578,513 |
| Fund Balance December 31, | \$ 603,785 | \$ 4,968,648 | \$ 4,370,639 |

The accompanying notes are an integral part of these financial statement.

OTHER SUPPLEMENTARY INFORMATION

UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT
Schedule of Revenues, Expenses and Change in Available Resources - Budget & Actual
Water Enterprise Fund
For the Year Ended December 31, 2022

| | Original & Final Budget | Actual | Variance |
|--|--|---------------------|---------------------|
| Revenues | | | |
| Annual Meridian Dues | \$ 34,290 | \$ 39,914 | \$ 5,624 |
| Other Income | - | 77,231 | 77,231 |
| Earnings on Deposits & Investments | <u>47</u> | <u>6,310</u> | <u>6,263</u> |
| Total Revenues | <u>34,337</u> | <u>123,455</u> | <u>89,118</u> |
| Expenses | | | |
| Salaries & Benefits | 27,741 | 31,860 | 4,119 |
| Accounting & Legal | 335 | 530 | 195 |
| Occupancy Expenses | 1,209 | 1,146 | (63) |
| Bonding & Insurance | 1,098 | 1,165 | 67 |
| Office Expenses | 2,137 | 1,668 | (469) |
| General & Administrative | 1,003 | 1,340 | 337 |
| Board Expenses | 767 | 523 | (244) |
| Repairs & Maintenance | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Expenses | <u>34,290</u> | <u>38,232</u> | <u>3,942</u> |
| Excess of Revenues Over (Under) Expenses | 47 | 85,223 | 85,176 |
| Reconciliation to Statement of Activities: | | | |
| Depreciation | - | (3,229) | (3,229) |
| Available Resources, January 1 | 26,677 | 1,309,554 | 1,282,877 |
| Available Resources, December 31 | <u>\$ 26,724</u> | <u>\$ 1,391,548</u> | <u>\$ 1,364,824</u> |

The accompanying notes are an integral part of these financial statement.

MEMORANDUM



TO: Board of Directors

FROM: Sonja Chavez, General Manager
Beverly Richards, Water Resource Specialist/Office Manager

DATE: July 17, 2023

SUBJECT: General Manager Update & Committee Reports (July)

I. Treasurer's Report

Attached is the final 2022 audit report from the Blair and Associates, CPA.

ACTION: Approval of 2022 Financial Audit

II. General Manager Updates: Miscellaneous

- III. Watershed Management Planning (WMP) Committee Update** – The consultant for the WMP wetlands assessment, GEI Consultants, has begun a remote desktop analysis and GIS modeling. They will begin performing field verifications of areas identified in the GIS model on July 24th and will complete them on August 3rd or 4th. These verifications will assess aquatic resource locations, size, quality cohorts and stream condition. A component of this ground-truthing will utilize interns from the wet meadows crew to assist and learn from the senior consulting team. Data from the ground-truthing surveys will be developed to assist with remote sensing assumptions. An Unmanned Aerial System (UAS or “drone”) will also be utilized to gather field data, depending on location, accessibility, and size of wetland investigation area. Additionally, during the course of field survey and wetland/geomorphic assessments, any observed threats to aquatic resource extent or integrity will be noted on field data forms and photographs and/ or drone footage will be associated with each area where these observations are made. Refined assumptions from these surveys will be used to update GIS shapefiles and associated attribute tables. These data will inform the Wetland Risks/Threat Assessment.
- IV. Drought Contingency Planning** – Group is in the process of scheduling a meeting for Drought Contingency Planning and this should occur sometime in August.
- V. Wet Meadows Program & BLM Resource Management Plan Update** – Verbal update from Cheryl Cwelich, Water Resource Specialist & Wet Meadows Program Coordinator.
- VI. Taylor Local Users Group** - Minutes from the July 10th TLUG meeting have been provided in the Board packet. General Update from Director Sabrowski.

VII. Education and Outreach Update for June 2023

RADIO ADVERTISING:

- In June, the District began running a new “summer oriented” underwriting message on KBUT.
- Cheryl Cwelich recorded new radio spots for KEJJ-FM and KVLE-FM for the Gunnison River Festival and switched from a “winter” to a “summer” message.

TAYLOR RESERVOIR FISHING DERBY

- Ryan Birdsey of Taylor Park Marina reported that in spite of cool temperatures and rain, they still had good participation in the tournament and the participants seemed to appreciate the extra promotional products from the District.

MINI-GRANTS:

- The “Arteries of the Earth” art exhibit at the Gunnison Art Center by Colt Maule was well attended and well received. It concluded on June 30th.
- The District received a new application from Coal Creek Watershed Coalition for \$485 to go towards the purchase and education efforts of distributing waste alleviating and gelling bags to summer visitors in the watershed.

CATTLEMEN’S DAY:

- The District helped sponsor the 4-H Livestock Auction Luncheon on July 15th; there will also be a follow-up advertisement in the Gunnison Country Times.

FUTURE PLANNING:

- District staff is researching the CB Public Policy Forum for the possibility of sponsoring the August 1st forum by Sam Myers on “Planetary Health”.
- Staff is reaching out to the new elementary principal and the middle school principal at the REIJ Gunnison Watershed School District to plan for support of the Taylor Challenge and the Fall RMBL Field Trips.

PROMOTIONAL PRODUCTS:

- Staff is awaiting estimates on printing reusable shopping bags with the District logo and printing a couple of new banners for the District.

VIII. Scientific Endeavors - Verbal Update from Director Rosemary Carroll.

IX. Gunnison River Festival (GRF) – Verbal Update Cheryl Cwelich (Executive Director).

X. Strategic Tourism and Outdoor Recreation – STOR Committee meets on July 27th. An update will be provided in the August board meeting report.

- XI. Unit A Building Update** – Request for proposals are being developed for the renovation of Unit A. The work on the roof for the entire building has begun and will likely continue for at least two more weeks.

MEMORANDUM



TO: UGRWCD Board of Directors
FROM: Beverly Richards, Water Resource Specialist
DATE: July 17, 2023
SUBJECT: Grant Committee Update

The following information is being provided by staff to the Board of Directors as an update on UGRWCD Grant Program activities to date:

2022 Grant Program Update

- **2022 Contracts**
 - Completed - 7
 - In Progress – 7

2023 Grant Program Update

The 2023 Grant Program awarded a total of 18 grant awards for a total of \$287,237. We currently have 8 agreements completed and 1 project has been completed.

MINUTES
Taylor Local Users Group
July 10th, 2023

TLUG Attendees:

TLUG Representatives Present:

Don Sabrowski (Chair)
Mark Schumacher (Boating Interests)
Roark Kiklevich (Wade Fishing)
Ernie Cockrell (Taylor Place)
David Fisher (Property Owners)
Andy Spann (Agricultural via Zoom)

TLUG Representatives Absent:

Ryan Birdsey

Others in Person:

Dustin Brown (Scenic River Tours)

Beverly Richards (UGRWCD)
Sonja Chavez (UGRWCD)
Cheryl Cwelich (UGRWCD)
Alana Nichols (UGRWCD)

By Zoom:

Dirk Schumacher
Erik Knight (BOR)
David Gochis (UCAR)
Raquel Flinker
Sue Uerling (UGRWCD)

I. Introductions and Approval of Minutes

Chairman Don Sabrowski asked the Board if there were any requested changes to the June 6th, 2023, meeting minutes.

Ernie Cockrell said he did not agree with the “Post Meeting Note” at the bottom of the release recommendations section. He asked for the “Post Meeting Note” to not be included in the meeting minutes since it was not discussed during the meeting.

Sonja Chavez agreed and said she would change the note to specify there had been a subsequent discussion on having additional water storage for next year.

Mark Schumacher moved and David Fisher seconded the motion to approve the June 6, 2023 minutes with the post meeting note removed as discussed. The motion carried.

Chairman Sabrowski asked for introductions of participants and Beverly Richards presented the names of those in attendance.

II. CBRFC Water Supply Update and USBR Model Forecast

Erik Knight presented the July CBRFC forecast. The April-July runoff forecast is up to 120,000 acre-feet of inflow to Taylor Park Reservoir or 128% of average. June inflow came in higher than expected which caused a small redistribution in the model, and therefore, it is expected that there will be a little less inflow in July. The Taylor Park inflows are in the top 25% of historical inflows. The peak inflow never went over 1,000 cfs for Taylor Park Reservoir. There was a long and sustained runoff period from mid-May to the third week of June before flows began to drop. **Since there was a sustained high runoff, peak inflows did not reach the highs projected.** This provided for less flooding concern during the runoff period in the area.

Taylor Park operational releases were decreased to 400 cfs today and will continue to be at 400 cfs for the remainder of July. The Taylor Park max fill is estimated to be 103,400 acre-feet and should occur within the next day or so. The releases are projected to be reduced to 350 cfs in August for the entire month and then September releases will be reduced to 300 cfs for the month. The projected end of water year content on October 31 is 76,725 acre-feet.

Mark Schumacher asked Erik Knight what day inflows became less than releases.

Erik Knight said that the inflow on the last couple of days was calculated to be at 460 cfs and 450 cfs which were below the rate of release. Since releases were dropped to 400 cfs today there will be two or three days of inflows above 400 cfs before dropping down below the release rate.

Don Sabrowski asked Erik Knight if there were any challenges of keeping water from going over the spillway or if the colder temperatures helped prevent spilling.

Erik Knight said he does believe the colder temperatures helped prevent spilling. He noted they were able to keep the level down to at least a one and one half foot buffer below the spillway.

Mark Schumacher asked Erik Knight what the operational advantages there are for keeping an extra 1,600 acre-feet of water in storage at the end of October 31st.

Erik Knight indicated that additional carryover storage helps create a buffer for a potential poor water year next year. There is a good probability of a max fill next year with an average year, but the trade-off would be choosing to limit the outflows for the current year.

Sonja Chavez said they are predicting another strong La Nina (correction: she meant to say El Nino) pattern for this next year which means a dryer and warmer weather pattern for our area..

Ernie Cockrell asked Erik Knight if we could store more water this year and if it did turn out to be a wet year next year, can releases be increased earlier in the spring if they are worrying about not have capacity in the reservoir.

Erik Knight said that although it is possible to make early season releases, early season forecasts are not as accurate as later season forecasts. The initial early season forecast would likely not reflect another major wet year and it would only be determined to be a wet year later into the season. This would still require managing potential high runoff. Erik noted that Taylor Park has significant release capacity, up to 1,500 cfs and therefore there is ability to control reservoir levels and not spill.

III. Latest UCAR WRF-Hydro Model Forecast

David Gochis presented the latest UCAR WRF-Hydro model forecast. He mentioned there was not a significant difference from the last cycle of forecast or from what Erik Knight presented. Taylor Reservoir inflow according to WRF-Hydro dropped to 117k AF and the majority of that decrease came from the mainstem Taylor River which is now 59.9 kac-ft. There is no physical explanation why the flows in the mainstem of Taylor River have decreased, but later reports should provide more explanation. David said to keep in mind that the ESP forecasts are not taking into account short-term weather events that provided recent rain in the area. The snowpack conditions in the basin are basically gone at this point and no longer will be updated in his reports.

The East River at Almont showed a small drop compared to the last forecast which is now at 265.3 kac-ft. Most of the tributaries decreased proportionally except for the Slate

River which seems to be carrying most of the water. The last ASO flight images had shown a large amount of snowpack in the Slate Basin which has been sustaining the flow rates. David mentioned he is reaching the end of the season analysis and he will be in a good position to have a full seasonal analysis of the forecasts, snow products, impact of ASO, etc., soon.

Don Sabrowski asked David Gochis when the last ASO flight was. David answered that believed the last ASO flight was on May 29th. The second ASO flight for Taylor Park showed a late season increase in the model when there were some late season snows. The second ASO flight image was beneficial in capturing the spring precipitation occurring.

IV. Preliminary TLUG Draft Operational Release Recommendations

Ernie Cockrell mentioned the flow regime as looks good. It's hard to get head around additional storage because the reservoir is full. He indicated that if the group decides to increase the year-end storage, it would probably be best to wait until the reservoir is going down. Ernie said his gut feeling is to increase the year-end storage a little bit at this time and set an objective level, knowing that the group will not be held to that objective. He is concerned about the wind and no rain causing the current dry conditions. He said he wouldn't mind trying to increasing storage to 76,000 or 77,000 and then decreasing it later to 75,000 if needed for the benefit of ag producers and boaters.

Andy Spann said this is a different year for ag producers and hay will be coming in later because of a later start. He predicts they will be pulling water later in the seasons. Andy wants to leave the flows as is, so there will be more water in the fall. He likes the idea of more water storage but isn't sure if water users downstream will agree with that. He said if the group does decide to set a different storage objective, he would rather pull water out of August or September. He does believe the objective should stay the same because it would be nice to have more water for irrigation in the fall.

Mark Schumacher said he doesn't want any water taken out in August or September. He would like to use up the 1600 acre-feet which is 50 cfs for 15 days, but he is good with the flows the way they are forecast for now. However, if it turns out that flows from 400 cfs to 300 cfs through September can't be sustained, then at the August meeting he would like to use see the flows utilize that 1600 acre-feet of storage. Right now, it is great the way it is for boaters.

Roark Kiklevich said he is good with the way it is set right now, but he is always supportive of having extra water for storage because of the issues TLUG has encountered in the past when dealing with drought years.

David Fisher said he sees both sides and understands it's a balancing act, but thinks there are positives on both sides for higher releases or higher year-end storage..

Roark Kiklevich said this morning prior to the decrease to 400 cfs, there were 480 cfs coming out while 422 cfs was coming in. The big change was in Willow Creek. In the last four or five days, he said it seems we have now released more than is coming in.

Ernie Cockrell said not all flows in the report are accounted for so it might be a good idea to account for it to see the most accurate flows.

Roark Kiklevich is very curious where we were on the spillway crest.

Don Sabrowski said there was a consensus among the TLUG representatives to go forward with Erik Knight's flow recommendations and storage objective and that this can be addressed again at the August meeting.

V. Miscellaneous Updates

Sonja Chavez reported that she and John McClow met with the Four Parties, and they are fine with the release recommendations made to date. They said holding storage for buffer would be fine if everyone agrees and that this can be revisited at the end of the season to have a better understanding of what will happen with holding water storage.

Sonja Chavez made note of Ernie Cockrell's comment about whether or not there needed to be an amendment to the stipulation to hold more storage and she said will get back to the board on this topic. As of now, she felt there was no need to address this until August or September. The application for ASO flights did get put in last meeting and the District is waiting to hear about funding.

VI. Schedule Next Meeting

Next meeting planned for Tuesday August 8th at 12:00 pm.

This meeting was adjourned at 12:34pm by Chair Don Sabrowski.

AGENDA ITEM 8

Wet Meadows Program Update

AGENDA ITEM 8

Gunnison River Festival Update

AGENDA ITEM 8

Scientific Endeavors Update

AGENDA ITEM 8

Gunnison Basin Roundtable

AGENDA ITEM 9

Miscellaneous Matters



UPPER GUNNISON RIVER WATER CONSERVANCY DISTRICT

MEMORANDUM

FROM: John H. McClow, General Counsel
Sonja Chavez, General Manager
TO: Board of Directors
RE: Electronic participation in Board meetings
DATE: July 13, 2023

It has become common practice for Board members to participate in regular Board meetings using the Zoom option. This practice is inconsistent with the existing policy regarding electronic participation in meetings, most recently revised in 2020.

We are suggesting the attached revisions to existing policy for your consideration. Both a redline showing the changes and a clean revised policy are attached. You may, of course, make modifications to the suggested revision if you wish.

Electronic Participation in Board and Committee Meetings

Adopted July 25, 2016

Revised March 19, 2020

Revised September 28, 2020

Revised July 24, 2023

Board members are encouraged to attend regularly scheduled Board of Directors meetings in person. A Board member who cannot attend a regularly scheduled meeting may ~~listen in on the meeting through electronic means, which may include telephone, participate by~~ video conferencing or other electronic means, ~~but may only listen and may not participate or vote, if the Chair of the meeting authorizes electronic participation.~~ The Chair may authorize electronic participation if:

1. A medical or family emergency occurs; or,
2. Inclement weather makes travel to the meeting location dangerous; or,
3. The Chair determines that electronic participation is appropriate under the circumstances.

~~Listening in on~~ Participating in regularly scheduled meetings by electronic means will ~~not~~ be considered attendance for the purpose of a quorum or compliance with the reorganization Decree dated October 8, 1991.¹

~~Notwithstanding the foregoing, the following exceptions to this policy are permitted:~~

- ~~1. If the president determines that there is an urgent need for the Board to conduct its regularly scheduled meeting through electronic means, Board members may participate and vote in such meeting, and attendance at such meeting will be considered to comply with the reorganization Decree.~~
- ~~2. If the Gunnison County COVID-19 Risk Level Indicator is greater than GREEN (No Threat), any Board member may participate and vote in a regularly scheduled meeting by electronic means, and attendance at such meeting will be considered to comply with the reorganization Decree.~~
- ~~3. Each Board member may participate and vote in a regularly scheduled meeting by electronic means one time in each year, and attendance at such meeting will be considered to comply with the reorganization Decree. This option may be exercised in addition to any participation pursuant to exception 2.~~

Board members may ~~attend~~ participate in special Board of Directors meetings and committee meetings by electronic means, ~~and may participate and vote by such means without limitation.~~ When Board members participate by electronic means in any meeting, technology must be in

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¹ The Decree states, at paragraph 9.2: “In recognition of the fact that each drainage division represented on the Board should have a proper opportunity to shape district policy, the Court directs that there shall be a rebuttable presumption of willful neglect of duty, as provided in C.R.S. 37-45-114(1)(e), for any director who misses more than two successive meetings or misses more than three meetings per year. The Court, in the manner provided in C.R.S. 37-45-114(1)(e), shall determine whether the fact that such director has missed meetings, as specified above, justifies the removal of the director from office.”

C.R.S. § 37-45-114(1)(e). Upon petition or upon its own motion, the court may remove any director of a district board for malfeasance, misfeasance, willful neglect of duty, or any other cause which renders such director incapable or unfit to perform the duties of his office. Such action for removal of a director shall occur after notice and a public hearing, unless such notice and hearing is expressly waived in writing by the challenged director.

Rebuttable presumption. An inference drawn from certain facts that establish a *prima facie* case, which may be overcome by the introduction of contrary evidence. *Black's Law Dictionary*, Seventh Edition (1999). Something presumed to be true until proven otherwise.

place at the noticed location of the meeting that will ensure that members of the public can hear comments made by Board members who attend the meeting electronically, and that the Board members can hear comments made by the public. Board members desiring to participate in any meeting by electronic means should provide twenty-four hours' notice to District staff.

Electronic Participation in Board and Committee Meetings

Adopted July 25, 2016

Revised March 19, 2020

Revised September 28, 2020

Revised July 24, 2023

Board members are encouraged to attend regularly scheduled Board of Directors meetings in person. A Board member who cannot attend a regularly scheduled meeting may participate by video conferencing or other electronic means if the Chair of the meeting authorizes electronic participation. The Chair may authorize electronic participation if:

1. A medical or family emergency occurs; or,
2. Inclement weather makes travel to the meeting location dangerous; or,
3. The Chair determines that electronic participation is appropriate under the circumstances.

Participating in meetings by electronic means will be considered attendance for the purpose of a quorum or compliance with the reorganization Decree dated October 8, 1991.¹

Board members may participate in special Board of Directors meetings and committee meetings by electronic means without limitation. When Board members participate by electronic means in any meeting, technology must be in place at the noticed location of the meeting that will ensure that members of the public can hear comments made by Board members who attend the meeting electronically, and that the Board members can hear comments made by the public. Board members desiring to participate in any meeting by electronic means should provide twenty-four hours' notice to District staff.

Consultants or guests may make presentations to the Board by electronic means at the discretion of the General Manager.

¹ The Decree states, at paragraph 9.2: "In recognition of the fact that each drainage division represented on the Board should have a proper opportunity to shape district policy, the Court directs that there shall be a rebuttable presumption of willful neglect of duty, as provided in C.R.S. 37-45-114(1)(e), for any director who misses more than two successive meetings or misses more than three meetings per year. The Court, in the manner provided in C.R.S. 37-45-114(1)(e), shall determine whether the fact that such director has missed meetings, as specified above, justifies the removal of the director from office."

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Rebuttable presumption. An inference drawn from certain facts that establish a *prima facie* case, which may be overcome by the introduction of contrary evidence. *Black's Law Dictionary*, Seventh Edition (1999). Something presumed to be true until proven otherwise.

Daily Summary for Month --> **Jul**[illegible]

AGENDA ITEM 10

Citizens Comments

AGENDA ITEM 12

Future Meetings

FUTURE MEETINGS/EVENTS

- ▶ GRF-SUP at Lake San Cristobal - July 29, 2023, 10 AM
 - ▶ TLUG Meeting - August 7, 2023, 12:00 PM
 - ▶ Watershed Mgt. Planning Committee Meeting - August 9, 2023, 1:30PM
 - ▶ Colorado Water Congress Summer Conference - August 22-24, 2023
 - ▶ GRF-Sunni Gunni Costume Float - August 26, 2023, 10 AM
 - ▶ UGRWCD Board Meeting - August 28, 2023, 5:30PM
 - ▶ Labor Day Holiday - Offices Closed - September 4, 2023
 - ▶ UGRWCD Board Meeting - September 25, 2023
- 
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AGENDA ITEM 12

Summary of Action Items

AGENDA ITEM 13

Adjournment



Upper Gunnison River Water Conservancy District

210 West Spencer Avenue, Suite B • Gunnison, Colorado 81230
Telephone (970) 641-6065 • www.ugrwc.org

UPPER GUNNISON RIVER WATER ACTIVITY ENTERPRISE

BOARD OF DIRECTORS- AGENDA

REGULAR SEMI-ANNUAL MEETING - July 24, 2023

- 8:05 p.m. 1. Call to Order**
- 8:07 p.m. 2. Agenda Approval**
- 8:10 p.m. 3. Consent Agenda Items:** Any of the following items may be removed for discussion from the consent agenda at the request of any Board member or citizen.
- Approval of January 30, 2023 Minutes
 - Consideration of Expenses
 - Budget Report
- 8:15 p.m. 4. Meridian Lake Reservoir Update**
- 8:25 p.m. 5. Miscellaneous Matters**
- 8:30 p.m. 6. Citizen Comments**
- 8:35 p.m. 7. Adjournment**

Note: This agenda is subject to change, including the addition of items or the deletion of items at any time. All times are approximate. Regular meetings, public hearings, and special meetings are recorded, and action can be taken on any item. The Board may address individual agenda items at any time or in any order to accommodate the needs of the Board and the audience. Persons with special needs due to a disability are requested to call the District at (970) 641-6065 at least 24 hours prior to the meeting.

WAE AGENDA ITEM 3

Consent Agenda Items

UPPER GUNNISON RIVER WATER ACTIVITY ENTERPRISE
BOARD OF DIRECTORS

REGULAR SEMI-ANNUAL MEETING MINUTES

January 30, 2023

The Board of Directors of the Upper Gunnison River Water Activity Enterprise (WAE) conducted a semi-annual meeting on Monday, January 30, 2023 at 8:35 p.m. in the District offices, 210 West Spencer Avenue, Suite B, Gunnison, CO, 81230 and via Zoom video/teleconference.

Board members present: Rosemary Carroll (via Zoom) Joellen Fonken, Rebie Hazard, Julie Nania (via Zoom), John Perusek, Don Sabrowski and Andy Spann.

Board members absent: Sara Bergstrom, Stacy McPhail, Bill Nesbitt, Michelle Pierce

Others present:

Sonja Chavez, UGRWCD General Manager
Cheryl Cwelich, UGRWCD Water Resource Specialist I
Cody Tusing, Engineer, City of Gunnison
John McCLOW, UGRWCD General Counsel
Luke Mecklenburg, Colorado Attorney General's Office (via Zoom)
Beverly Richards, UGRWCD Water Resource Specialist II
Jill Steele, Concerned Citizen (via Zoom)
Sue Uerling, UGRWCD Admin. Asst/Communications Specialist

1. CALL TO ORDER

Acting President and Secretary John Perusek called the meeting to order at 8:35 p.m.

2. AGENDA APPROVAL

Director Rebie Hazard moved and Director Joellen Fonken seconded approval of the agenda. The motion carried.

3. CONSENT AGENDA ITEMS:

Director Rebie Hazard moved and Director Don Sabrowski seconded approval of the consent agenda items as presented. The motion carried.

4. MERIDIAN LAKE RESERVOIR UPDATE:

Water Resource Specialist II Beverly Richards briefly highlighted her findings on Meridian Lake Reservoir included in the Basin Water Supply report included in the UGRWCD Board Packet.

There was discussion about some proposed legislation that would change the way recreational liability issues are handled on private property. As a government entity, General Counsel John McCLOW does not think the legislation applies to the District, but in any case, the District carries liability insurance. He has not reviewed this since 2003 so John will look at it again just to verify. Director Joellen Fonken asked how liability issues would be handled when a landowner gives permission to a recreationist to access the water by cutting across their private property, such as a landowner giving a boater permission to walk around Psychedelic Falls at the Whitewater Park. John reminded the Board that the Whitewater Park is under the jurisdiction of Gunnison County, so if anything happens there, it is not our responsibility. General Manager Sonja Chavez noted that Cheryl Cwelich has been coordinating with Gunnison County on behalf of the GRF on getting signage erected at the Whitewater Park about the dangers of tubing on the river and other safety issues. There will also be more to come about the drop at the waterpark.

5. 2023 UGWAE BUDGET REVIEW & CERTIFICATION

General Manager Chavez briefly reviewed the 2023 budget and noted that \$5,000 was added for general engineering. She asked if there were questions. None were raised.

Director Andy Spann moved and Director Rebie Hazard seconded certification of the 2023 WAE Budget. The motion carried.

6. CITIZEN COMMENTS:

There were no citizen comments.

7. MISCELLANEOUS MATTERS:

General Counsel John McCLOW was asked if there had been any further contact from the Mt. Crested Butte Water Sanitation Department about Meridian Lake Reservoir improvements and he said he has not been contacted.

8. ADJOURMENT:

Acting President and Secretary John Perusek adjourned the January 30, 2023 Water Activity Enterprise Board meeting at 8:46 p.m.

APPROVED:

John Perusek, Acting President and Secretary

UPPER GUNNISON RIVER WATER ACTIVITY ENTERPRISE - BUDGET SUMMARY 2023

| | Jan-March | | April-June | | 2023 | | 2023 | | 2023 |
|--|------------------|----------------|-------------------|-----------------|------------------|-----------|---------------|--|------------------|
| | 2023 | | 2023 | | YTD | | BUDGET | | % To Date |
| REVENUE | | | | | | | | | |
| 1 Water Contract Sales | \$ | 3,500 | | \$ | 3,500 | | | | |
| 2 Annual Assessments | | 41,236 | | 4,791 | 46,027 | | 44,422 | | 104% |
| 3 Interest on Investments | | - | | - | - | | 47 | | 0% |
| 4 Miscellaneous | | | | | | | - | | |
| 5 TOTAL REVENUE | \$ | 44,736 | \$ | 4,791 | \$ 49,527 | \$ | 44,469 | | |
| EXPENSES | | | | | | | | | |
| Operating Expenses | | | | | | | | | |
| 6 <i>Reimbursement - Augmentation Base Units</i> | | \$ | 31,500 | \$ | 31,500 | \$ | - | | 0% |
| 7 Administrative Salaries | \$ | 4,054 | \$ | - | \$ 4,054 | \$ | 15,999 | | 25% |
| 8 Staff Salaries | | 1,840 | | - | 1,840 | | 7,246 | | 25% |
| 9 Payroll Taxes | | 485 | | - | 485 | | 2,100 | | 23% |
| 10 Employee Benefits | | 1,162 | | - | 1,162 | | 4,500 | | 26% |
| 11 Audit & Accounting | | 445 | | - | 445 | | 2,290 | | 19% |
| 12 Utilities and Association Dues | | 410 | | - | 410 | | 692 | | 59% |
| 13 Bonding and Insurance | | 97 | | - | 97 | | 528 | | 18% |
| 14 Office Telephone | | 78 | | - | 78 | | 317 | | 25% |
| 15 Office Equipment | | 3 | | - | 3 | | 959 | | 0% |
| 16 Administrative Travel & Expenses | | 471 | | - | 471 | | 1,540 | | 31% |
| 17 Office Expenses | | 163 | | - | 163 | | 935 | | 17% |
| 18 Postage | | - | | - | - | | 106 | | 0% |
| 19 Legal Publication | | - | | - | - | | 50 | | 0% |
| 20 Board of Directors' Expenses | | 226 | | - | 226 | | 660 | | 34% |
| 21 Meeting Expenses | | 23 | | - | 23 | | 587 | | 4% |
| 22 Election Expenses | | - | | - | - | | - | | |
| 23 Board of Directors' Mileage | | 29 | | - | 29 | | 150 | | 19% |
| 24 Reservoir Insurance | | - | | - | - | | 563 | | 0% |
| 25 General Engineering | | - | | - | - | | 5,000 | | 0% |
| 26 Dam Operations and Maintenance | | - | | - | - | | 200 | | 0% |
| 27 Total Operating Expenses | \$ | 9,486 | \$ | 31,500 | \$ 40,986 | \$ | 44,422 | | 92% |
| Non-operating Expenses | | | | | | | | | |
| 28 Water Supply Acquisition | \$ | - | \$ | - | - | \$ | - | | |
| 29 Capital Improvements | \$ | - | | - | - | | - | | |
| 30 Total Non-operating Expenses | \$ | - | \$ | - | \$ - | \$ | - | | |
| 30 TOTAL EXPENSES | | \$9,486 | \$ | 31,500 | \$ 40,986 | \$ | 44,422 | | 92% |
| 31 Revenue Over (Under) Expenses | \$ | 35,250 | \$ | (26,709) | \$ 8,541 | \$ | 47 | | |
| 32 Contribution to the Capital Reserve | | | | | | \$ | 4,822 | | |

UPPER GUNNISON RIVER WATER ACTIVITY ENTERPRISE - EXPENSES FOR APPROVAL

| Name | Account | Amount |
|---|-----------------------------|--------------------|
| Upper Gunnison River Water Conservancy District | 1st Quarter 2023 Cost Share | \$9,458.86 |
| Gunnison County Clerk and Recorder | Office Expense | \$26.00 |
| Erika Vohman | Reimbursement | \$31,500.00 |
| Total Expenses for Approval | | \$40,984.86 |

WAE AGENDA ITEM 4

Meridian Lake Reservoir Update

WAE AGENDA ITEM 5

Miscellaneous Matters

WAE AGENDA ITEM 6

Citizen Comments

WAE AGENDA ITEM 7

Adjournment