

**Upper Blue Sanitation District**  
**Board of Directors Meeting**  
**Thursday September 10, 2015 @ 5:30 PM**

**I. ROLL CALL:**

Mr. Michael Turek called the meeting of the Upper Blue Sanitation District Board of Directors to order at 5:30 PM. Mr. Kenneth Trausch, Mr. Allyn Mosher, Mr. Michael Turek, Mrs. Patricia Theobald and Mr. Barrie Stimson answered "present" at roll call.

Mr. Andrew Carlberg and Ms. Marjorie Covey attended as well.

**II. MINUTES:**

August 13, 2015 minutes: Mr. Trausch made a motion to approve the August 13, 2015 Board of Directors meeting minutes. Mr. Mosher seconded the motion. The motion was passed unanimously by the Board.

**III. PUBLIC HEARINGS:**

**IV. PUBLIC COMMENT:** None

**V. BILLS:**

The bills were reviewed and discussed by the Board of Directors during the work session. Mr. Stimson made a motion to approve the bills as submitted. Mr. Trausch seconded the motion. Mr. Turek asked the Board for a roll call and the motion was passed unanimously by the Board.

**VI. FINANCIAL REPORT:**

The Board discussed the financial report during the work session.

The Board discussed having the ability to view checks disbursed by the District each month. Mrs. Theobald made a motion to allow Mr. Mosher, the Board Treasurer to have view only access to the Wells Fargo Bank account. Mr. Stimson seconded the motion. The motion was passed unanimously by the Board.

**VII. MONTHLY REPORTS:**

**A. Plant and Collection:**

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

**B. Manager Report:**

The Manager's report was discussed by the Board of Directors.

**-Sale of Prepaid Plant Investment Fees (PIF's):**

Mr. Carlberg told the Board that the partners of Georgian Square have requested the District sell their prepaid PIF's in accordance with the District's Rules and Regulations. Mr. Carlberg explained to the Board that in 1994 the District began to aggressively reduce the amount of outstanding prepaid PIF's. The District wanted the prepaid PIF's reduced so the District would not have to reserve future plant capacity. The District decided to allow owners of prepaid PIF's to assign them to parcels of property and upon assignment pay the District 25% of the current PIF rate as a transfer fee. Therefore, the District would sell the PIF's at the current PIF rate and pass on the revenue to the original owner minus the 25% transfer fee.

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Mr. Carlberg said that currently Georgian Square has 10.73 prepaid PIF's that the District would sell to the next customers purchasing PIF's. The 10.73 PIF's would sell for \$124,296.32. The District would return \$93,222.24 to Georgian Square and the District would retain \$31,074.08.

-97 Subdivision:

Mr. Carlberg reported that the 97 Subdivision sewer line extension project is moving along without any issues and we anticipate completion of the project within three weeks.

-Town of Breckenridge:

Mr. Carlberg said that the Town of Breckenridge responded to the District's August 14, 2015 letter and the Town's letter is in the Board packet. The Board discussed the letter sent from Mr. John Warner, the Mayor for the Town of Breckenridge.

**VIII. OLD BUSINESS:**

**IX. NEW BUSINESS:**

**C. 2016 Draft Budget**

The Board discussed the 2016 Draft Budget during the work session. Mr. Carlberg said that he is proposing the District not increase service fees or plant investment fees for 2016. Repair and Maintenance will be the focus of the 2016 budget. There will be a line item in the budget for miscellaneous line extensions to address issues as they arise. The District is planning to start up the Iowa Hill plant in 2016, so there will be additional expenses for Iowa Hill. Mr. Mosher asked Mr. Carlberg to discuss the capital items budgeted for 2016.

**D. Stan Miller Pay Request #1**

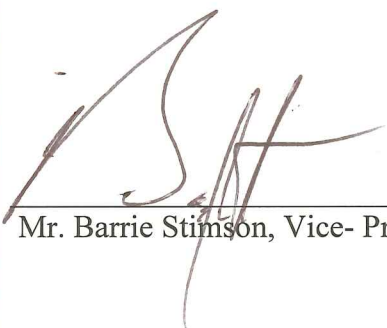
Mr. Carlberg said that Stan Miller has submitted their first pay request for the 97 Subdivision sewer line extension in the amount of \$43,751.80. The pay request has been reviewed by the engineer and staff recommends approval of Stan Miller pay request #1.

Mr. Stimson made a motion to approve Stan Miller pay request #1 in the amount of \$43,751.80. Mr. Trausch seconded the motion. Mr. Turek asked the Board for a roll call and the motion was passed unanimously by the Board.

**X. CORRESPONDENCE:**

**XI. ADJOURN:**

Mr. Stimson made a motion to adjourn the meeting at 5:46 PM. Mr. Trausch seconded the motion. The motion was passed unanimously by the Board.

  
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Mr. Barrie Stimson, Vice- President

  
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Mr. Allyn Mosher, Secretary

# Memorandum

**To:** Andy Carlberg

**From:** Marjorie Covey

**Date:** September 4, 2015

**Re:** Financial Update

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-The District's Financial Records are in good order.

- We have not received all of the August 2015 bills. Therefore, the August 2015 Financial Statements are a preliminary draft for your review.

-The August 2015 accounts payable check register is included in the financial section of the Board packet behind the red tab.

-I will report to the Board at the September 10, 2015 Board meeting my findings from Wells Fargo regarding check images.

*Marjorie*



Upper Blue Sanitation District  
 Comparative Balance Sheet-UNAUDITED DRAFT  
 August 31, 2015 and August 31, 2014

	<u>2015</u>	<u>2014</u>	<u>Increase</u> <u>(Decrease)</u>
<b><u>Current Assets:</u></b>			
Petty Cash	\$200	\$200	-
Checking-Wells Fargo Bank	18,721,259	13,678,240	5,043,019
Cash-Centennial Bank Money Market	250,496	251,219	(723)
ColoTrust Prime	3,640,532	3,640,134	398
<b>Total Cash and Equivalents</b>	<b>22,612,487</b>	<b>17,569,793</b>	<b>5,042,694</b>
<b>Investments</b>			
FK Construction Retainage Escrow	-	-	-
Cert. of Deposit & Treasuries	2,000,150	2,000,171	(21)
<b>Total Investments</b>	<b>2,000,150</b>	<b>2,000,171</b>	<b>(21)</b>
<b>Other Current Assets</b>			
<b>Receivables-Utility + Spec. Assessments</b>	<b>24,598</b>	<b>40,820</b>	<b>(16,222)</b>
Developer/Contractor Escrow	193,586	170,236	23,350
Interest Receivable & Market Adjustments	-	-	-
Notes Receivable	295,266	350,921	(55,655)
Prepaid Expenses	62,388	50,913	11,475
Loan Issuance Costs (Net)	-	-	-
<b>Total Other Assets</b>	<b>575,838</b>	<b>612,890</b>	<b>(37,052)</b>
<b>Total Current Assets:</b>	<b>25,188,475</b>	<b>20,182,854</b>	<b>5,005,621</b>
<b>Property Plant and Equipment:</b>			
<b>Land</b>	<b>721,070</b>	<b>721,070</b>	<b>-</b>
Easements	97,113	96,160	953
Sewer Lines	13,894,928	13,858,598	36,330
Treatment Plants	77,397,858	76,792,362	605,496
Office Equipment	210,830	210,830	-
Other Machines & Equipment	459,772	459,772	-
Autos & Trucks	1,144,023	877,369	266,654
IH Administration Building	138,162	138,162	-
Upper Blue System Costs	5,711,804	4,321,429	1,390,375
Telemetry	316,466	316,466	-
Employee Housing	1,038,191	1,038,191	-
<b>Total Property Plant and Equipment :</b>	<b>101,130,217</b>	<b>98,830,409</b>	<b>2,299,808</b>
<b>Less Accumulated Depreciation</b>	<b>(31,881,051)</b>	<b>(29,823,891)</b>	<b>(2,057,160)</b>
<b>Net Property Plant and Equipment :</b>	<b>69,249,166</b>	<b>69,006,518</b>	<b>242,648</b>
<b>Total Assets:</b>	<b>94,437,641</b>	<b>89,189,372</b>	<b>5,248,269</b>

**Liabilities**

	<u>2015</u>	<u>2014</u>	<u>Increase (Decrease)</u>
<b>Current Liabilities:</b>			
<b>Accounts Payable</b>	112,511	474,402	(361,891)
Construction/Developer Escrow	193,586	170,236	23,350
Earned Employee Benefits	124,965	120,992	3,973
Unearned User Fees	446,474	440,806	5,668
Interest Payable	131,843	143,799	(11,956)
Loan Payable (Current Portion)	964,010	941,170	22,840
Retainage Payable-Construction in Progress	-	11,610	(11,610)
Retainage Payable-Blue River	-	47,863	(47,863)
Employee Housing Deposit Payable	1,750	1,750	-
Total Current Liabilities:	<u>1,975,139</u>	<u>2,352,628</u>	<u>(377,489)</u>
<b>Long Term Liabilities:</b>			
<b>Loan Payable</b>	7,385,294	8,349,304	(964,010)
Total Long Term Liabilities:	<u>7,385,294</u>	<u>9,290,474</u>	<u>(1,905,180)</u>
Total Liabilities	<u>9,360,433</u>	<u>11,643,102</u>	<u>(2,282,669)</u>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	60,768,018	60,768,018	-
Unrestricted Net Assets	16,309,190	10,778,252	5,530,938
Unrestricted Net Assets - Nutrient Reserve	8,000,000	6,000,000	2,000,000
Total Contributed Capital	<u>85,077,208</u>	<u>77,546,270</u>	<u>7,530,938</u>
Total Liabilities and Equity	<u>94,437,641</u>	<u>89,189,372</u>	<u>5,248,269</u>

Upper Blue Sanitation District  
 Monthly Financial Statement-UNAUDITED DRAFT  
 August 31, 2015

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	2015	2015	2015	2015	2015
	<u>August</u>	<u>Year To Date</u>	<u>Approved Budget</u>	<u>Uncollected</u>	<u>% Uncol/Col</u>
<b>Operating Revenue</b>					
Sewer User Fees	446,474	3,558,146	5,315,000	1,756,854	33
Tap Inspection Fees	900	7,900	7,000	(900)	(13)
Miscellaneous Revenue	0	9,500	1,000	(8,500)	(850)
Camper Dump Fees	2,791	6,522	3,000	(3,522)	(117)
Late Fees	560	9,382	15,000	5,618	37
Line Extension Fees	14,385	109,031	25,000	(84,031)	(336)
Rental Income	3,850	28,000	39,000	11,000	28
<b>Total Operating Revenue</b>	<u>468,960</u>	<u>3,728,481</u>	<u>5,405,000</u>	<u>1,676,519</u>	<u>31</u>
<b>Miscellaneous Revenue</b>					
Interest on Loan Payments	348	11,151	9,000	(2,151)	(24)
Plant Investment Fees	237,240	5,061,617	1,000,000	(4,061,617)	(406)
Inclusion Fees	0	520,431	30,000	(490,431)	(1,635)
Interest on Investments	1,080	9,131	18,000	8,869	49
Transfer from Reserve	0	0	0	0	0
<b>Total Miscellaneous Revenue</b>	<u>238,668</u>	<u>5,602,330</u>	<u>1,057,000</u>	<u>(4,543,179)</u>	<u>(430)</u>
<b>Total Revenue</b>	<u>707,628</u>	<u>9,330,811</u>	<u>6,462,000</u>	<u>(2,868,811)</u>	<u>(44)</u>

Administration Expense	2015 <u>August</u>	2015 <u>Year to Date</u>	2015 <u>Approved Budget</u>	2015 <u>Available</u>	2015 <u>% Available</u>
<b>Payroll &amp; Employee Benefits</b>					
Salaries	76,463	674,295	1,254,800	580,505	46
Overtime	4,170	22,659	45,000	22,341	50
FICA-Admn	4,989	43,057	77,800	34,743	45
Medicare-Admin	1,167	10,070	18,200	8,130	45
401K Contributions	5,634	46,943	94,110	47,167	50
Worker's Compensation Insurance	1,327	6,789	25,000	18,211	73
Health Insurance	22,799	159,681	245,000	85,319	35
<b>Total</b>	<b>116,549</b>	<b>963,494</b>	<b>1,759,910</b>	<b>796,416</b>	<b>45</b>
Office Supplies	0	1,253	5,000	3,747	75
Telephone	563	10,212	22,000	11,788	54
Business Expenses	31	20,968	45,000	24,032	53
Bank Service Fees - Admin	0	1	5,000	4,999	100
Legal Counsel	2,571	25,006	65,000	39,994	62
Education	650	7,373	25,000	17,627	71
Audit & Accounting	2,100	8,500	9,000	500	6
Legal Publications	0	1,684	12,000	10,316	86
Board Members	500	4,000	6,000	2,000	33
Elections	0	0	0	0	0
Computer Expenses	356	11,446	25,000	13,554	54
Copy Machine & Supply	0	0	1,000	1,000	100
Postage & Meter Rent	0	9,298	13,000	3,702	28
Insurance - General	11,858	94,807	142,300	47,493	33
Insurance - Deductible	0	0	1,000	1,000	100
Engineering	0	6,630	60,000	53,370	89
Tools	152	1,872	3,500	1,628	47
Radios	0	0	0	0	0
Vehicle Expense	0	0	1,000	1,000	100
Dues & Memberships	95	5,472	7,000	1,528	22
Safety	216	3,601	5,000	1,399	28
Summit Water Quality	0	15,832	15,000	(832)	(6)
Building Maintenance	1,474	18,547	30,000	11,453	38
Employee Housing Maintenance	60	5,161	20,000	14,839	74
Employee Housing Utilities	0	2,966	5,000	2,034	41
<b>Total Administration</b>	<b>137,175</b>	<b>1,218,123</b>	<b>2,282,710</b>	<b>1,064,587</b>	<b>47</b>
<b>Iowa Hill Plant Expenses</b>					
Utilities					
Gas	107	6,823	15,000	8,177	55
Electric	2,072	19,586	75,000	55,414	74
Freight	88	1,252	10,000	8,748	87
Equipment Repairs	0	5,013	60,000	54,987	92
Chemicals	0	0	40,000	40,000	100
Contracted Repairs	1,439	18,046	20,000	1,954	10
Laboratory Supplies	1,854	11,372	15,000	3,628	24
Biomonitoring	0	0	15,000	15,000	0
Discharge Permit	0	0	8,000	8,000	100
Supplies	232	3,693	9,000	5,307	59
<b>Total Iowa Hill</b>	<b>5,792</b>	<b>65,785</b>	<b>267,000</b>	<b>201,215</b>	<b>75</b>

August Financial Statement Cont.

	2015 <u>August</u>	2015 <u>Year to Date</u>	2015 <u>Approved Budget</u>	2015 <u>Available</u>	2015 <u>% Available</u>
<b>Farmers Korner Expenses</b>					
Utilities					
Gas	43	31,909	78,000	46,091	59
Electric	30,837	283,438	500,000	216,562	43
Freight	1,944	22,986	35,000	12,014	34
Equipment Repairs	(320)	14,825	60,000	45,175	75
Chemicals	21,344	322,632	400,000	77,368	19
Supplies	26	10,157	10,000	(157)	(2)
Contracted Repairs	396	27,524	30,000	2,476	8
Dumpster Charges	1,025	8,200	14,000	5,800	41
Biomonitoring	0	3,009	7,000	3,991	57
Discharge Permit	553	2,843	25,000	22,157	89
Composting	5,402	77,918	105,000	27,082	26
Site Monitoring	782	20,800	40,000	19,200	48
Sludge Hauling Costs	0	41,175	75,000	33,825	45
State Health Fees	0	0	2,500	2,500	100
<b>Total Farmers Korner</b>	<b>62,032</b>	<b>867,416</b>	<b>1,381,500</b>	<b>514,084</b>	<b>37</b>
<b>Collection Expenses</b>					
Utilities	1,757	14,254	28,000	13,746	49
Vehicle Expense	0	11,138	35,000	23,862	68
Line Cleaner Expenses	0	1,031	2,000	969	48
Manhole Repairs/Line Repairs	1,501	62,360	120,000	57,640	48
Equipment Repairs	28	7,100	9,000	1,900	21
CCTV Expense	0	380	3,500	3,120	89
<b>Total Collection</b>	<b>3,286</b>	<b>96,263</b>	<b>197,500</b>	<b>101,237</b>	<b>51</b>
<b>Total Operating Expenditures</b>	<b>208,285</b>	<b>2,247,587</b>	<b>4,128,710</b>	<b>1,881,123</b>	<b>210</b>
<b>Net Cash from Operations</b>	<b>260,675</b>	<b>1,480,894</b>	<b>1,276,290</b>	<b>(204,604)</b>	
<b>Replacement Capital</b>					
Administration	0	33,464	45,000	11,536	26
Plant:					
IH	0	0	300,000	300,000	100
FK	0	94,636	299,000	204,364	68
Upper Blue	0	0	50,000	50,000	100
Collection		147,809	675,000	527,191	78
Vehicle	0	0	40,000	40,000	100
<b>Total Replacement Capital</b>	<b>0</b>	<b>275,909</b>	<b>1,409,000</b>	<b>1,133,091</b>	<b>80</b>
<b>Non Operating Expenses</b>					
Bond Principal	0	964,010	996,452	32,442	3
Bond Interest	0	315,967	315,967	0	0
<b>Total Non Operating</b>	<b>0</b>	<b>1,279,977</b>	<b>1,312,420</b>	<b>32,443</b>	<b>2</b>



August Financial Statement Cont.

	<u>2015</u> <u>August</u>	<u>2015</u> <u>Year to Date</u>	<u>2015</u> <u>Approved Budget</u>	<u>2015</u> <u>Available</u>	<u>2015</u> <u>% Available</u>
<b>Capital Outlay</b>					
Plant:					
IH	0	5,375	124,000	118,625	96
FK	0	0	200,000	200,000	100
Upper Blue	0	22,165	500,000	477,835	96
Collection	43,752	53,739	895,000	841,261	94
Administration	0	0	15,000	15,000	100
<b>Total Capital Outlay</b>	<u>43,752</u>	<u>81,279</u>	<u>1,734,000</u>	<u>1,652,721</u>	<u>95</u>
<b>Total Expenses</b>	<u>252,037</u>	<u>3,884,752</u>	<u>8,584,130</u>	<u>4,699,378</u>	<u>55</u>
<b>Total Revenue - Total Expenses</b>	<u>455,591</u>	<u>5,446,059</u>	<u>(2,122,130)</u>		

Upper Blue Sanitation District  
 Comparative Financial Statement-UNAUDITED DRAFT  
 August 31, 2015 vs. August 31, 2014

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	2015	2014	2015	2014	Increase
	<u>August</u>	<u>August</u>	<u>Year To Date</u>	<u>Year to Date</u>	<u>(Decrease)</u>
<b>Operating Revenue</b>					
Sewer User Fees	446,474	441,637	3,558,146	3,518,572	39,574
Tap Inspection Fees	900	900	7,900	5,600	2,300
Miscellaneous Revenue	0	0	9,500	3,230	6,270
Camper Dump Fees	2,791	0	6,522	1,966	4,556
Late Fees	560	455	9,382	5,637	3,745
Line Extension Fees	14,385	12,429	109,031	58,895	50,136
Rental Income	3,850	3,750	28,000	29,000	(1,000)
<b>Total Operating Revenue</b>	<u>468,960</u>	<u>459,171</u>	<u>3,728,481</u>	<u>3,622,900</u>	<u>105,581</u>
<b>Miscellaneous Revenue</b>					
Interest on Loan Payments	348	427	11,151	7,123	4,028
Plant Investment Fees	237,240	215,462	5,061,617	2,714,561	2,347,056
Inclusion Fees	0	7,700	520,431	70,148	450,283
Interest on Investments	1,080	1,356	9,131	10,292	(1,161)
Transfer from Reserve	0	0	0	0	0
<b>Total Miscellaneous Reven</b>	<u>238,668</u>	<u>224,945</u>	<u>5,602,330</u>	<u>2,802,124</u>	<u>2,796,178</u>
<b>Total Revenue</b>	<u>707,628</u>	<u>684,116</u>	<u>9,330,811</u>	<u>6,425,024</u>	<u>2,905,787</u>

Administration Expense	2015 <u>August</u>	2014 <u>August</u>	2015 <u>Year to Date</u>	2014 <u>Year to Date</u>	Increase <u>(Decrease)</u>
<b>Payroll &amp; Employee Benefits</b>					
Salaries	76,463	90,218	674,295	696,019	(21,724)
Overtime	4,170	2,719	22,659	15,096	7,563
FICA-Admn	4,989	4,882	43,057	42,821	236
Medicare-Admin	1,167	1,339	10,070	10,246	(176)
401K Contributions	5,634	6,500	46,943	48,435	(1,492)
Worker's Compensation Insu	1,327	1,677	6,789	14,581	(7,792)
Health Insurance	22,799	18,274	159,681	140,766	18,915
<b>Total</b>	<b>116,549</b>	<b>125,609</b>	<b>963,494</b>	<b>967,964</b>	<b>(4,470)</b>
Office Supplies	0	0	1,253	3,009	(1,756)
Telephone	563	811	10,212	11,637	(1,425)
Business Expenses	31	1,109	20,968	21,848	(880)
Bank Service Fees - Admin	0	0	1	272	(271)
Legal Counsel	2,571	3,093	25,006	60,438	(35,432)
Education	650	1,518	7,373	7,541	(168)
Audit & Accounting	2,100	0	8,500	8,300	200
Legal Publications	0	255	1,684	6,866	(5,182)
Board Members	500	500	4,000	4,000	0
Elections	0	0	0	0	0
Computer Expenses	356	782	11,446	15,745	(4,299)
Copy Machine & Supply	0	0	0	0	0
Postage & Meter Rent	0	0	9,298	10,992	(1,694)
Insurance - General	11,858	11,359	94,807	89,066	5,741
Insurance - Deductible	0	0	0	0	0
Engineering	0	0	6,630	15,520	
Tools	152	0	1,872	2,394	(522)
Radios	0	0	0	0	0
Vehicle Expense	0	0	0	0	0
Dues & Memberships	95	0	5,472	3,016	2456
Safety	216	368	3,601	5,283	(1,682)
Summit Water Quality	0	0	15,832	14,021	1,811
Building Maintenance	1,474	1,309	18,547	9,909	8,638
Employee Housing Maintena	60	60	5,161	4,508	653
Employee Housing Utilities	0	86	2,966	3,392	(426)
<b>Total Administration</b>	<b>137,175</b>	<b>146,859</b>	<b>1,218,123</b>	<b>1,265,721</b>	<b>(38,708)</b>
<b>Iowa Hill Plant Expenses</b>					
Utilities					
Gas	107	135	6,823	8,499	(1,676)
Electric	2,072	6,034	19,586	23,101	(3,515)
Freight	88	0	1,252	79	1,173
Equipment Repairs	0	83	5,013	9,357	(4,344)
Chemicals	0	0	0	0	0
Contracted Repairs	1,439	1,403	18,046	11,315	6,731
Laboratory Supplies	1,854	231	11,372	9,852	1,520
Biomonitoring	0	0	0	0	0
Discharge Permit	0	6,090	0	6,090	(6,090)
Supplies	232	0	3,693	389	3,304
<b>Total Iowa Hill</b>	<b>5,792</b>	<b>13,976</b>	<b>65,785</b>	<b>68,682</b>	<b>(6,201)</b>

## August Comparative Statement Cont.

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	2015 <u>August</u>	2014 <u>August</u>	2015 <u>Year to Date</u>	2014 <u>Year to Date</u>	Increase <u>(Decrease)</u>
<b>Farmers Korner</b>					
Utilities					
Gas	43	1,578	31,909	54,346	(22,437)
Electric	30,837	36,113	283,438	288,528	(5,090)
Freight	1,944	2,782	22,986	22,721	265
Equipment Repairs	(320)	31,788	14,825	60,513	(45,688)
Chemicals	21,344	35,970	322,632	268,970	53,662
Supplies	26	1,154	10,157	6,561	3,596
Contracted Repairs	396	220	27,524	34,832	(7,308)
Dumpster Charges	1,025	995	8,200	7,960	240
Biomonitoring	0	0	3,009	2,876	133
Discharge Permit	553	13,725	2,843	15,149	(12,306)
Composting	5,402	5,134	77,918	52,593	25,325
Site Monitoring	782	3,314	20,800	20,114	686
Sludge Hauling Costs	0	3,375	41,175	44,591	(3,416)
State Health Fees	0	0	0	0	0
<b>Total Farmers Korner</b>	<b>62,032</b>	<b>136,148</b>	<b>867,416</b>	<b>879,754</b>	<b>(12,338)</b>
<b>Collection Expenses</b>					
Utilities	1,757	1,779	14,254	16,748	(2,494)
Vehicle Expense	0	4,328	11,138	25,750	(14,612)
Line Cleaner Expenses	0	0	1,031	44	987
Manhole Repairs/Line Repair	1,501	8,477	62,360	61,655	705
Equipment Repairs	28	617	7,100	8,630	(1,530)
CCTV Expense	0	0	380	5,403	(5,023)
<b>Total Collection</b>	<b>3,286</b>	<b>15,201</b>	<b>96,263</b>	<b>118,230</b>	<b>(21,967)</b>
<b>Total Operating Expenditure</b>	<b>208,285</b>	<b>312,184</b>	<b>2,247,587</b>	<b>2,332,387</b>	<b>(79,214)</b>
<b>Net Cash from Operations</b>	<b>260,675</b>	<b>146,987</b>	<b>1,480,894</b>	<b>1,290,513</b>	<b>190,381</b>
<b>Replacement Capital</b>					
Administration	0	0	33,464	0	33,464
Plant					
IH	0	58,662	0	128,068	(128,068)
FK	0	0	94,636	9,973	84,663
Upper Blue	0	0	0	0	0
Collection					
Misc	0	0	147,809	47,941	99,868
Vehicle	0	2,521	0	128,863	(128,863)
<b>Total Replacement Capital</b>	<b>0</b>	<b>61,183</b>	<b>275,909</b>	<b>314,845</b>	<b>(38,936)</b>
<b>Non Operating Expenses</b>					
CWRPDA Loan Principal	0	0	964,010	941,170	22,840
Loan Interest	0	0	315,967	344,671	(28,704)
<b>Total Non Operating</b>	<b>0</b>	<b>0</b>	<b>1,279,977</b>	<b>1,285,841</b>	<b>(5,864)</b>



August Comparative Statement Cont.

	<u>2015</u> <u>August</u>	<u>2014</u> <u>August</u>	<u>2015</u> <u>Year to Date</u>	<u>2014</u> <u>Year to Date</u>	<u>Increase</u> <u>(Decrease)</u>
<b>Capital Outlay</b>					
Plant-IH-CO	0	4,225	5,375	14,150	(8,775)
Plant-FK-CO	0	1,057	0	27,259	(27,259)
Plant-South Blue-CO	0	0	22,165	0	22,165
Collection	43,752	233,891	53,739	434,519	(380,780)
Administration	0	0	0		0
<b>Total Capital Outlay</b>	<u>43,752</u>	<u>239,173</u>	<u>81,279</u>	<u>475,928</u>	<u>(394,649)</u>
<b>Total Expenses</b>	<u>252,037</u>	<u>612,540</u>	<u>3,884,752</u>	<u>4,409,001</u>	<u>(518,663)</u>
<b>Revenue Less Expenses</b>	<u>455,591</u>	<u>71,576</u>	<u>5,446,059</u>	<u>2,016,023</u>	<u>3,430,036</u>

Upper Blue Sanitation District  
 Monthly Financial Statement-UNAUDITED DRAFT  
 August 31, 2015

**Revenue Over/Anticipated Over Budget**  
**Expenses Over/Anticipated Over Budget**

	2015	2015	2015	2015	2015
	August	Year To Date	Approved Budget	Uncollected	% Uncol/Col
<b>Operating Revenue</b>					
Sewer User Fees	446,474	3,558,146	5,315,000	1,756,854	33
Tap Inspection Fees	900	7,900	7,000	(900)	(13)
Miscellaneous Revenue	0	9,500	1,000	(8,500)	(850)
Camper Dump Fees	2,791	6,522	3,000	(3,522)	(117)
Late Fees	560	9,382	15,000	5,618	37
Line Extension Fees	14,385	109,031	25,000	(84,031)	(336)
Rental Income	3,850	28,000	39,000	11,000	28
<b>Total Operating Revenue</b>	<b>468,960</b>	<b>3,728,481</b>	<b>5,405,000</b>	<b>1,676,519</b>	<b>31</b>
<b>Miscellaneous Revenue</b>					
Interest on Loan Payments	348	11,151	9,000	(2,151)	(24)
Plant Investment Fees	237,240	5,061,617	1,000,000	(4,061,617)	(406)
Inclusion Fees	0	520,431	30,000	(490,431)	(1,635)
Interest on Investments	1,080	9,131	18,000	8,869	49
Transfer from Reserve	0	0	0	0	0
<b>Total Miscellaneous Revenue</b>	<b>238,668</b>	<b>5,602,330</b>	<b>1,057,000</b>	<b>(4,543,179)</b>	<b>(430)</b>
<b>Total Revenue</b>	<b>707,628</b>	<b>9,330,811</b>	<b>6,462,000</b>	<b>(2,868,811)</b>	<b>(44)</b>

Administration Expense	2015 August	2015 Year to Date	2015 Approved Budget	2015 Available	2015 % Available
<b>Payroll &amp; Employee Benefits</b>					
Salaries	76,463	674,295	1,254,800	580,505	46
Overtime	4,170	22,659	45,000	22,341	50
FICA-Admn	4,989	43,057	77,800	34,743	45
Medicare-Admin	1,167	10,070	18,200	8,130	45
401K Contributions	5,634	46,943	94,110	47,167	50
Worker's Compensation Insurance	1,327	6,789	25,000	18,211	73
Health Insurance	22,799	159,681	245,000	85,319	35
<b>Total</b>	<b>116,549</b>	<b>963,494</b>	<b>1,759,910</b>	<b>796,416</b>	<b>45</b>
Office Supplies	0	1,253	5,000	3,747	75
Telephone	563	10,212	22,000	11,788	54
Business Expenses	31	20,968	45,000	24,032	53
Bank Service Fees - Admin	0	1	5,000	4,999	100
Legal Counsel	2,571	25,006	65,000	39,994	62
Education	650	7,373	25,000	17,627	71
Audit & Accounting	2,100	8,500	9,000	500	6
Legal Publications	0	1,684	12,000	10,316	86
Board Members	500	4,000	6,000	2,000	33
Elections	0	0	0	0	0
Computer Expenses	356	11,446	25,000	13,554	54
Copy Machine & Supply	0	0	1,000	1,000	100
Postage & Meter Rent	0	9,298	13,000	3,702	28
Insurance - General	11,858	94,807	142,300	47,493	33
Insurance - Deductible	0	0	1,000	1,000	100
Engineering	0	6,630	60,000	53,370	89
Tools	152	1,872	3,500	1,628	47
Radios	0	0	0	0	0
Vehicle Expense	0	0	1,000	1,000	100
Dues & Memberships	95	5,472	7,000	1,528	22
Safety	216	3,601	5,000	1,399	28
Summit Water Quality	0	15,832	15,000	(832)	(6)
Building Maintenance	1,474	18,547	30,000	11,453	38
Employee Housing Maintenance	60	5,161	20,000	14,839	74
Employee Housing Utilities	0	2,966	5,000	2,034	41
<b>Total Administration</b>	<b>137,175</b>	<b>1,218,123</b>	<b>2,282,710</b>	<b>1,064,587</b>	<b>47</b>
<b>Iowa Hill Plant Expenses</b>					
Utilities					
Gas	107	6,823	15,000	8,177	55
Electric	2,072	19,586	75,000	55,414	74
Freight	88	1,252	10,000	8,748	87
Equipment Repairs	0	5,013	60,000	54,987	92
Chemicals	0	0	40,000	40,000	100
Contracted Repairs	1,439	18,046	20,000	1,954	10
Laboratory Supplies	1,854	11,372	15,000	3,628	24
Biomonitoring	0	0	15,000	15,000	0
Discharge Permit	0	0	8,000	8,000	100
Supplies	232	3,693	9,000	5,307	59
<b>Total Iowa Hill</b>	<b>5,792</b>	<b>65,785</b>	<b>267,000</b>	<b>201,215</b>	<b>75</b>

August Financial Statement Cont.

	2015 <u>August</u>	2015 <u>Year to Date</u>	2015 <u>Approved Budget</u>	2015 <u>Available</u>	2015 <u>% Available</u>
<b>Farmers Korner Expenses</b>					
Utilities					
Gas	43	31,909	78,000	46,091	59
Electric	30,837	283,438	500,000	216,562	43
Freight	1,944	22,986	35,000	12,014	34
Equipment Repairs	(320)	14,825	60,000	45,175	75
Chemicals	21,344	322,632	400,000	77,368	19
Supplies	26	10,157	10,000	(157)	(2)
Contracted Repairs	396	27,524	30,000	2,476	8
Dumpster Charges	1,025	8,200	14,000	5,800	41
Biomonitoring	0	3,009	7,000	3,991	57
Discharge Permit	553	2,843	25,000	22,157	89
Composting	5,402	77,918	105,000	27,082	26
Site Monitoring	782	20,800	40,000	19,200	48
Sludge Hauling Costs	0	41,175	75,000	33,825	45
State Health Fees	0	0	2,500	2,500	100
<b>Total Farmers Korner</b>	<b>62,032</b>	<b>867,416</b>	<b>1,381,500</b>	<b>514,084</b>	<b>37</b>
<b>Collection Expenses</b>					
Utilities	1,757	14,254	28,000	13,746	49
Vehicle Expense	0	11,138	35,000	23,862	68
Line Cleaner Expenses	0	1,031	2,000	969	48
Manhole Repairs/Line Repairs	1,501	62,360	120,000	57,640	48
Equipment Repairs	28	7,100	9,000	1,900	21
CCTV Expense	0	380	3,500	3,120	89
<b>Total Collection</b>	<b>3,286</b>	<b>96,263</b>	<b>197,500</b>	<b>101,237</b>	<b>51</b>
<b>Total Operating Expenditures</b>	<b>208,285</b>	<b>2,247,587</b>	<b>4,128,710</b>	<b>1,881,123</b>	<b>210</b>
<b>Net Cash from Operations</b>	<b>260,675</b>	<b>1,480,894</b>	<b>1,276,290</b>	<b>(204,604)</b>	
<b>Replacement Capital</b>					
Administration	0	33,464	45,000	11,536	26
Plant:					
IH	0	0	300,000	300,000	100
FK	0	94,636	299,000	204,364	68
Upper Blue	0	0	50,000	50,000	100
Collection		147,809	675,000	527,191	78
Vehicle	0	0	40,000	40,000	100
<b>Total Replacement Capital</b>	<b>0</b>	<b>275,909</b>	<b>1,409,000</b>	<b>1,133,091</b>	<b>80</b>
<b>Non Operating Expenses</b>					
Bond Principal	0	964,010	996,452	32,442	3
Bond Interest	0	315,967	315,967	0	0
<b>Total Non Operating</b>	<b>0</b>	<b>1,279,977</b>	<b>1,312,420</b>	<b>32,443</b>	<b>2</b>



August Financial Statement Cont.

	<u>2015</u> <u>August</u>	<u>2015</u> <u>Year to Date</u>	<u>2015</u> <u>Approved Budget</u>	<u>2015</u> <u>Available</u>	<u>2015</u> <u>% Available</u>
<b>Capital Outlay</b>					
Plant:					
IH	0	5,375	124,000	118,625	96
FK	0	0	200,000	200,000	100
Upper Blue	0	22,165	500,000	477,835	96
Collection	43,752	53,739	895,000	841,261	94
Administration	0	0	15,000	15,000	100
<b>Total Capital Outlay</b>	<u>43,752</u>	<u>81,279</u>	<u>1,734,000</u>	<u>1,652,721</u>	<u>95</u>
<b>Total Expenses</b>	<u>252,037</u>	<u>3,884,752</u>	<u>8,584,130</u>	<u>4,699,378</u>	<u>55</u>
<b>Total Revenue - Total Expenses</b>	<u>455,591</u>	<u>5,446,059</u>	<u>(2,122,130)</u>		

**UPPER BLUE SANITATION DISTRICT  
CERTIFICATES OF DEPOSIT  
2015**

	Centennial	TOTAL
Bal. Forward 1/1/2014	\$2,001,970.11	\$2,001,970.11
Purchase		
January Interest	\$459.26	\$459.26
Redemption		
Bal. 1/31/2015	\$2,002,429.37	\$2,002,429.37
Purchase		
February Interest	\$416.67	\$416.67
Redemption		
February 28, 2015	\$2,002,846.04	\$2,002,846.04
March Interest	\$329.74	\$329.74
Redemption		
March 31, 2015	\$2,003,175.78	\$2,003,175.78
April Interest	\$374.27	\$374.27
Redemption		
April 30, 2015	\$2,003,550.05	\$2,003,550.05
May Interest	\$362.25	\$362.25
Redemption		
May 31, 2015	\$2,003,912.30	\$2,003,912.30
June Interest	\$374.40	\$374.40
Purchase		
Redemption		
June 30, 2015	\$2,004,286.70	\$2,004,286.70
July Interest	\$362.39	\$362.39
Purchase		
Redemption		
July 31, 2015	\$2,004,649.09	\$2,004,649.09
August Interest	\$363.24	\$363.24
Purchase		
Interest Paid		
Redemption	(\$4,862.75)	(\$4,862.75)
August 31, 2015	\$2,000,149.58	\$2,000,149.58
September Interest		
Purchase		
Redemption		
September 30, 2015		
October Interest		
Purchase		
Redemption		
October 31, 2015		
November Interest		
Redemption		
Purchase		
November 30, 2015		
December Interest		
Redemption		
Purchase		
December 31, 2015		

<b>CAPITAL 2015</b>	<b>Current Month</b>	<b>Year To Date</b>	<b>Budget</b>
<b>FARMERS KORNER - REPLACEMENT</b>			
<b>10-85-8524</b>			
Centrifuge Repair	\$0.00	\$51,526.65	\$30,000.00
Miscellaneous Equipment Replace/Repair	\$0.00	\$0.00	\$75,000.00
Spectrophotometer		\$3,876.95	
Agitator for Filters		\$7,728.00	
Autoclave	\$0.00	\$6,234.00	\$10,000.00
Telemetry Scada	\$0.00	\$0.00	\$20,000.00
Flow Equilization Lining	\$0.00	\$0.00	\$100,000.00
Tube Settler Repair	\$0.00	\$25,270.00	\$35,000.00
VFD For Old Blowers	\$0.00	\$0.00	\$20,000.00
VFD For Return Sludge Pumps	\$0.00	\$0.00	\$9,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$94,635.60</b>	<b>\$299,000.00</b>
<b>FARMERS KORNER - NEW</b>			
<b>10-95-9540</b>			
Miscellaneous Equipment Replace/Repair	\$0.00	\$0.00	\$200,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$200,000.00</b>
<b>IOWA HILL - REPLACEMENT</b>			
<b>10-85-8522</b>			
Miscellaneous Equipment Replace/Repair	\$0.00	\$0.00	\$200,000.00
Chemical Feed Pumps	\$0.00	\$0.00	\$100,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$300,000.00</b>
<b>IOWA HILL - NEW</b>			
<b>10-95-9510</b>			
Miscellaneous Equipment Replace/Repair	\$0.00	\$0.00	\$100,000.00
Telemetry Scada	\$0.00	\$0.00	\$20,000.00
Lawnmower	\$0.00	\$5,375.00	\$4,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$5,375.00</b>	<b>\$124,000.00</b>
<b>SOUTH BLUE - REPLACEMENT</b>			
<b>10-85-8526</b>			
Miscellaneous Equipment Replace/Repair	\$0.00	\$0.00	\$50,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$50,000.00</b>
<b>SOUTH BLUE - NEW</b>			
<b>10-95-9590</b>			
Plant Expansion	\$0.00	\$22,164.85	\$500,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$22,164.85</b>	<b>\$500,000.00</b>
<b>COLLECTION - REPLACEMENT</b>			
<b>10-85-8530</b>			
Manholes/Liftstations	\$0.00	\$64,892.69	\$100,000.00
Miscellaneous Line Extensions	\$0.00	\$0.00	\$100,000.00
Infiltration/Inflow	\$0.00	\$0.00	\$100,000.00
Warriors Mark	\$0.00	\$0.00	\$150,000.00
Town of Breck Repairs	\$0.00	\$0.00	\$150,000.00
TV Camera and Computer	\$0.00	\$64,916.07	\$75,000.00
Generator (Mobile)	\$0.00	\$18,000.00	\$45,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$147,808.76</b>	<b>\$720,000.00</b>
<b>COLLECTION - NEW</b>			
<b>10-95-9520</b>			
Miscellaneous Line Extension	\$0.00	\$0.00	\$850,000.00
Breckenridge Park Estates			
97 Subdivision	\$43,751.80	\$53,739.30	
Leap Year			
<b>TOTAL</b>	<b>\$43,751.80</b>	<b>\$53,739.30</b>	<b>\$850,000.00</b>
<b>VEHICLE - RC</b>			
<b>10-85-8550</b>			
Vehicle Replacement	\$0.00	\$33,464.00	\$40,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$33,464.00</b>	<b>\$40,000.00</b>

CAPITAL 2013 (Page 2)

Current Month      Year To Date      Budget

ADMINISTRATION - REPLACEMENT

10-85-8510

Vehicle Replacement	\$0.00	\$0.00	\$45,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$45,000.00</b>

ADMINISTRATION - NEW

10-95-9580

Computers	\$0.00	\$0.00	\$15,000.00
<b>TOTAL</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$15,000.00</b>

<b>GRAND TOTALS</b>	<b>\$43,751.80</b>	<b>\$357,187.51</b>	<b>\$3,143,000.00</b>
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DATE: September 2, 2015

TO: Andrew Carlberg, District Manager

FROM: Earl Picard, Chief Plant Operator

SUBJECT: Treatment plant operations for August, 2015.

1. Total influent flow for the Upper Blue Treatment Facilities was 48.0 million gallons for the month of August. The flow for the previous August was 50.0 million gallons. This is a 2.0 million gallon decrease (4.0%).
2. Solids loading at Farmer's Korner was down for August from 93034# to 53667#. (43.2% decrease).
4. We are discharging good water that meets all discharge permit requirements. The phosphorus discharge concentration for August is at 0.014 mg/l (ppm).
5. The District received an award from the Rocky Mountain Water Environment Association recognizing our safety efforts in 2014.

Earl

cc: file

**PLANT STATISTICS - FARMERS KORNER**

MONTH	FLOW (MG)			PHOS (LBS)			INF SS (LBS)			SLUDGE (TONS)		
	2013	2014	2015	2013	2014	2015	2013	2014	2015	2013	2014	2015
JAN	57.4	54.9	54.7	13.2	3.2	4.3	104118	74790	77471	75.4	59.9	68.6
FEB	52.3	50.0	52.3	10.7	6.7	3.2	73437	79210	84259	54.2	61.0	65.6
MAR	52.6	60.4	63.7	9.5	10.6	6.5	60641	86743	112427	64.6	69.0	88.6
APR	40.3	64.2	53.3	6.8	6.4	3.4	54588	82592	99843	47.7	21.1	89.6
MAY	66.6	80.3	59.1	8.0	5.0	2.7	42603	94940	104569	26.4	52.7	22.6
JUN	43.4	61.0	59.6	4.7	3.4	4.2	60953	75395	93574	38.4	58.0	59.2
JUL	52.6	52.9	54.9	7.8	7.8	2.8	67996	54666	76291	53.0	57.7	71.6
AUG	54.7	50.0	48.0	7.1	5.8	4.0	71829	93034	53667	31.2	38.3	34.4
SEP	40.9	38.7		4.0	3.4		53147	41996		31.1	41.0	
OCT	35.6	38.4		4.9	4.6		78505	61870		26.9	57.0	
NOV	36.0	38.7		3.4	4.0		52500	55194		44.0	25.3	
DEC	51.7	47.8		4.3	6.8		110099	62375		58.5	65.5	
TOTAL	584.1	637.3	445.5	84.4	67.7	31.1	830416	862805	702101	551.4	606.4	500.1

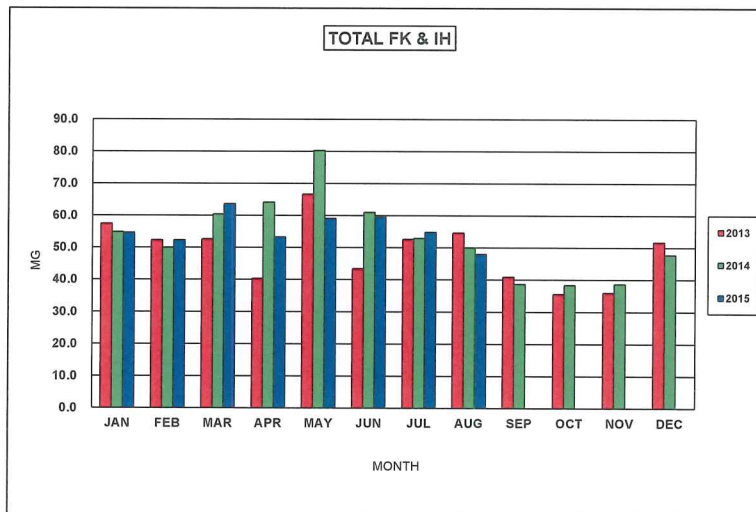
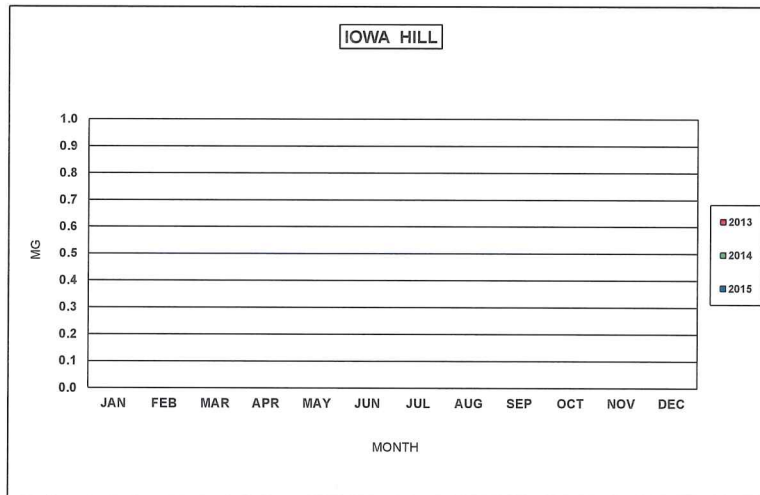
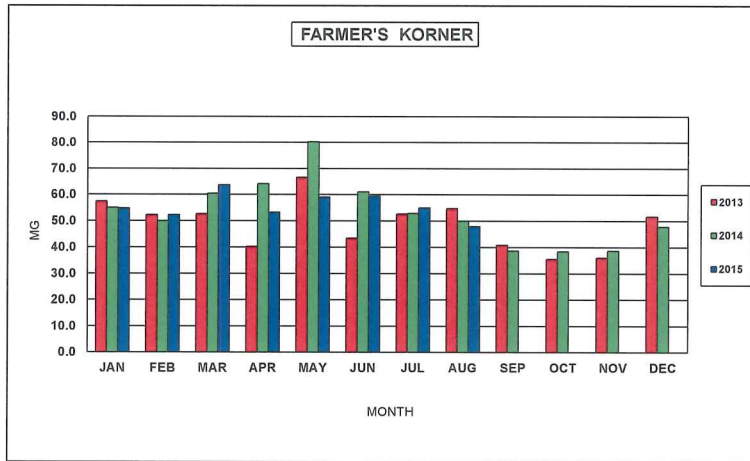
**PLANT STATISTICS - IOWA HILL**

MONTH	EFF FLOW (MG)			EFF PHOS (LBS)			INF SS (LBS)		
	2013	2014	2015	2013	2014	2015	2013	2014	2015
JAN	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
FEB	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
MAR	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
APR	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
MAY	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
JUN	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
JUL	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
AUG	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
SEP	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
OCT	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
NOV	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
DEC	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

**PLANT STATISTICS - TOTAL**

MONTH	EFF FLOW (MG)			EFF PHOS (LBS)			INF SS (LBS)			SLUDGE (TONS)		
	2013	2014	2015	2013	2014	2015	2013	2014	2015	2013	2014	2015
JAN	57.4	54.9	54.7	13.2	3.2	4.3	104118	74790	77471	75.4	59.9	68.6
FEB	52.3	50.0	52.3	10.7	6.7	3.2	73437	79210	84259	54.2	61.0	65.6
MAR	52.6	60.4	63.7	9.5	10.6	6.5	60641	86743	112427	64.6	69.0	88.6
APR	40.3	64.2	53.3	6.8	6.4	3.4	54588	82592	99843	47.7	21.1	89.6
MAY	66.6	80.3	59.1	8.0	5.0	2.7	42603	94940	104569	26.4	52.7	22.6
JUN	43.4	61.0	59.6	4.7	3.4	4.2	60953	75395	93574	38.4	58.0	59.2
JUL	52.6	52.9	54.9	7.8	7.8	2.8	67996	54666	76291	53.0	57.7	71.6
AUG	54.7	50.0	48.0	7.1	5.8	4.0	71829	93034	53667	31.2	38.3	34.4
SEP	40.9	38.7	0.0	4.0	3.4	0.0	53147	41996	0	31.1	41.0	0.0
OCT	35.6	38.4	0.0	4.9	4.6	0.0	78505	61870	0	26.9	57.0	0.0
NOV	36.0	38.7	0.0	3.4	4.0	0.0	52500	55194	0	44.0	25.3	0.0
DEC	51.7	47.8	0.0	4.3	6.8	0.0	110099	62375	0	58.5	65.5	0.0
TOTAL	584.1	637.3	445.5	84.4	67.7	31.1	830416	862805	702101	551.4	606.4	500.1

FACILITY FLOW



To: Andrew Carlberg – District Manager  
From: Wally Esquibel – Collection Systems Foreman  
Subject: Collection System Report for August 2015  
Date: September 3, 2015

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1. No backups reported for the month of August
2. District personal are well on track on completing line cleaning goal. To date 23.5 miles have been cleaned, along with 8.5 miles of CCTVing. Our goal is 30 miles of cleaning and as much CCTVing time will allow
3. 97 Circle South Blue River, Sanitary Sewer Run C has been completed, inverts have been concreted. Inspected on a daily basis
4. 268 locates have been received, 39 were paint on the ground
5. Service line, mainline sewer inspections are all up to date

## MANAGER REPORT

September 2015

- 1) **Sale of Prepaid Plant Investment Fees.** The partners of Georgian Square have requested the District sell its Prepaid PIFs in accordance with the District's Rules and Regulations.

In 1994 the District began to aggressively reduce the amount of outstanding prepaid PIFs. The Board wanted these reduced so the District we would not have to reserve future plant capacity. What we decided to do was allow owners of Prepaids to assign them to parcels of property and upon assignment pay the District 25% of the current rate as a transfer fee. The idea was that the Owners of the Prepaids would sell the PIFs to the owner of the new property then pay us the 25% so often the owners (usually their lenders) of the property the PIFs were transferred too wanted documentation that monies were paid to the District and the PIFs were valid. So what we found to work best was that we would sell the PIFs at the market rate then pass on the revenue to the original owner minus the 25%.

Prior to this provision in our regulations transfers were strictly regulated and rarely occurred which kept the Prepaids on the books. The Board eliminated the Prepaids and received revenue that it did not receive in the past.

Currently Georgian Square has 10.73 Prepaid PIFs and we would sell those to our next customers for \$124,296.32. Of that \$93,222.24 would be returned to Georgian Square Partners and we would retain \$31,074.08. This account was one of our largest Prepaid holders.

- 2) **97 Subdivision.** The project is moving along without any issues. We anticipate completion within 3 weeks.
- 3) **Town of Breckenridge Response.** Attached is the response from the Town of Breckenridge to our August 14<sup>th</sup> letter.