

---

---

RECORD OF PROCEEDING

---

---

**SOUTHEASTERN COLORADO WATER  
ACTIVITY ENTERPRISE**

**MINUTES**

**October 16, 2008**

The regular meeting of the Board of Directors of the Southeastern Colorado Water Activity Enterprise was held on Thursday, October 16, 2008 at 9:38 a.m., at the District office, 31717 United Avenue, Pueblo, Colorado.

President Long announced a quorum was present.

**DIRECTORS PRESENT:**

|                                    |               |              |
|------------------------------------|---------------|--------------|
| Bill Long                          | Harold Miskel | Scott Reed   |
| Lissa Pinello                      | Vera Ortegón  | Greg Johnson |
| Gibson Hazard                      | Carl McClure  | Ann Nichols  |
| Reed Dils                          | Lee Simpson   | Kevin Karney |
| Shawn Yoxey (arrived at 9:50 a.m.) |               |              |
| Alan Hamel-Advisory Board Member   |               |              |

**DIRECTORS ABSENT AND EXCUSED:**

Edward Bailey and Howard "Bub" Miller.

**ENTERPRISE OFFICIALS PRESENT:**

Attorneys Stephen Leonhardt and Lee Miller; Executive Director James Broderick; Administrative Manager Toni Gonzales; Projects Manager Phil Reynolds; Chief Financial Officer Kathie Fanning; Director of Engineering and Resource Management Bob Hamilton.

**VISITORS PRESENT:**

Mike Collins and Roy Vaughan, U.S. Bureau of Reclamation; Chris Woodka, The Pueblo Chieftain; Tom Simpson, Aurora Water; Michael Fink, City of Fountain Water Utility; Pat Edelmann, U.S. Geological Survey; Brett Gracely, Colorado Springs Utilities; Bill Stoner, Black & Veatch; Brenda Fillmore, AGUA; Brian McCain, Senator Allard's office; Jace Ratzlaff, Congresswoman Musgrave's office; Dwight Gardner, Senator Salazar's office; Dan Henrichs, High Line Canal Company; Bob Hartzman, City of Canon City; Roy Heald, Security Water District; Steve Howell, Ninyo & Moore; Curt Thompson, Merrick & Co.; Bill Warmack, Applegate Group, Inc.; Jay Winner, Lower Arkansas Valley Water Conservancy District; and Ken Weber.

**APPROVAL OF MINUTES:**

President Long asked if the members of the Board had received their copy of the minutes of September 18, 2008, and whether there were any corrections or additions. Hearing none, Mr. Hazard moved, seconded by Mr. Johnson, to approve the minutes. Motion unanimously carried.

---

---

RECORD OF PROCEEDING

---

---

**TREASURER REPORT:**

Treasurer Ann Nichols moved for the acceptance of the financial report for September and the payment of the October bills for the Enterprise, seconded by Mr. Simpson. Motion unanimously carried.

**CONSENT ITEMS:**

NONE

**ACTION ITEMS:**

**PUBLIC HEARING FOR THE 2009 PROPOSED BUDGET**

Treasurer Ann Nichols reported the Finance Committee recommends setting November 13, 2008 at 10:00 a.m. at the District office for the public hearing for the 2009 Proposed Budget. Treasurer Nichols moved, seconded by Mr. Johnson, to approve the Finance Committee's recommendation. Motion unanimously carried.

**PRESENTATION:**

**STATE AND TRIBAL ASSISTANCE GRANT (STAG)**

Phil Reynolds gave a PowerPoint presentation reviewing the following:

- What is a STAG?
- STAG for the Arkansas Valley Conduit
- Application Process
- Application
- Team Approach
- Purpose of the STAG
- Scope of Work
- List of Work Tasks
- STAG is Only a Part of the Whole Conduit Project
- STAG a Large Step to Completing the Arkansas Valley Conduit

Each Board member was provided a copy of the grant application for the Arkansas Valley Conduit for Drinking Water Project that was submitted to the Environmental Protection Agency on October 9, 2008.

Ray Kogovsek and Christine Arbogast provided a written legislative report to the Board members. They were participating in the celebration for the Animas-La Plata Project. At this gathering there were going to be several individuals that Mr. Kogovsek and Mrs. Arbogast would be talking to about the Conduit bill.

Mr. Broderick reported that the Senate was going to have a lame duck session to address several issues; the one most frequently mentioned was the omnibus bill, in which the Arkansas Valley Conduit bill will likely be included. It is uncertain if the House would entertain a lame duck session.

Lee Miller and Mr. Broderick met with Colorado Water Conservation Board (CWCB) staff on October 14 to request an extension of the Senate Bill 07-122 authorizing a Water Project Loan for the Arkansas Valley Conduit Project. The bill requires the Southeastern Colorado Water Conservancy District (SECWCD), as project sponsor, enter into a loan contract with CWCB within two years after the effective date of the bill. A request for a two-

---

---

RECORD OF PROCEEDING

---

---

year extension of the deadline in the upcoming Construction Fund bill will go before the CWCB at their November 18 Board meeting.

**INFORMATIONAL ITEMS:**

The Board was provided written reports on the following:

- Arkansas Valley Conduit Committee Report
- Legal Matters

President Long asked if there were any other matters to come before the meeting, and hearing none, adjourned the meeting at 10:07 a.m.

Respectfully submitted,

Toni Gonzales  
Administrative Manager

\_\_\_\_\_  
Secretary

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_