

RECORD OF PROCEEDINGS

**MINUTES OF A REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
FOREST VIEW ACRES WATER DISTRICT
AND THE BOARD OF DIRECTORS OF THE
WATER ACTIVITY ENTERPRISE
HELD
SEPTEMBER 25, 2008**

A regular meeting of the Board of Directors of the Forest View Acres Water District and the Board of Directors of the Water Activity Enterprise (referred to hereafter as "Board") was held on Thursday, September 25, 2008, at 6:00 p.m., at the Tri-Lakes Fire Station No. 1, 18650 Highway 105, Monument, Colorado. This meeting was open to the public.

ATTENDANCE

In attendance were Directors:

Richard T. Crocker
Anne Bevis
Eckehart Zimmermann
Eugene Ashe

Absent was Director Keefer, whose absence was excused.

Also in attendance were:

Joel Meggers; Community Resource Services ("CRS")
Paul Rufien, Esq.
Erik Tameler; Southwest Water Company
Dawn Schilling; Dawn A. Schilling, LLC
Hans Zimmermann; Resident

EXECUTIVE
SESSION

Director Ashe moved that the Board enter into Executive Session at 6:20 p.m. to discuss various legal items. Upon second by Director Zimmermann, vote was taken and motion carried unanimously.

The Board reconvened into General Session at 7:00 p.m.

ADMINISTRATIVE
MATTERS

Director Crocker called the meeting to order at 6:00 p.m. Mr. Meggers distributed for the Board's approval the proposed agenda.

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Following discussion, upon motion duly made by Director Bevis and seconded by Director Ashe, vote was taken and the agenda was approved unanimously as amended.

MINUTES

The Board reviewed the minutes of the August 28, 2008 Regular Board meeting. Director Ashe moved the minutes be approved as amended. Upon a second by Director Bevis, vote was taken and motion carried unanimously.

OPERATIONS REPORT

Mr. Tameler reviewed the September operations report with the Board, a copy of which is attached to these minutes and incorporated herein.

Polanco Property- Mr. Meggers informed the Board that backfilling of the meter pit trench was the only remaining item left to complete by Mr. Polanco.

Water Production Report – Mr. Meggers distributed this report to the Board for further review.

SWTP - The Board directed Mr. Meggers and Mr. Tameler pursue methods, both short-term (temporary fix) and long-term (permanent fix) to improve and/or replace the internal piping within the water surface treatment plant.

System Flushing and Fire Hydrant O & M Update - Director Crocker reported that some progress has been made on this maintenance item. He is currently pursuing a contractor to complete the work.

Update on Calibration of Master Meters - Mr. Tameler was directed to have the master meters for the system calibrated.

Review Functioning of ATP Booster Pump Station – This item has been completed.

Update on 20HP Booster Pump – The pump was rebuilt thus completing this item.

GPS Discussion – The Board asked this item to be added to the October 25, 2008 Board meeting agenda.

CAPITAL ITEMS

Leak Detection Transmission Line – Mr. Tameler will continue working with Rural Water Association to locate the pipe requiring

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leak detection. Once located, the leak detection will be performed and repairs will be undertaken.

Storage Tank Repainting/Alternate Water Supply Plan (Phase I) – The Board deferred this item.

Update on Hydraulic Risk Assessment – The Board deferred this item.

MANAGER'S ITEMS

Prioritization and Assignment of TMF Items

The Board asked staff to arrange a work session to address the following items: Presentation and Discussion on Evaluation of the System and Proposed Improvements, Both Major and Minor, by District Engineer, Prioritization and Assignment of TMF Task List and Strategic Planning.

Update & Review of District Engineer's Items – Mr. Goncalves of RG Engineering Consultants will address the Board at the Work Session on what he perceives to be the needs of the District after reviewing the CIP study completed by the District's previous engineering firm. He will recommend a plan of action to address these needs at the Work Session and review components of the master plan, both short and long term.

Review & Approve Water Tap Application for 2450 Lake Meadow Drive – The Board reviewed the application and approved it. Staff was directed to inform the applicant and collect the tap fee.

Discuss Status & Approve Red Rock Reserve Water System Infrastructure – Upon a motion by Director Bevis and a second by Director Zimmermann, the Board voted unanimously to approve the infrastructure improvements. Director Zimmermann asked us to inform Red Rock Reserve, Mr. Bill Herebic, that with this acceptance, the infrastructure now becomes public property and may no longer be worked upon or altered without permission from the District.

DIRECTOR'S ITEMS

Discussion Regarding Proposed Natural Gas Drilling – Mt. Herman – Director Bevis informed the Board that the State is currently in the process of updating the rules and regulations regarding drilling for natural gas. She further indicated this update should be available within a couple of months. The Board will address this issue then. The Board directs staff to research the State and Federal databases to be sure that the correct information is on

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file regarding the District's water rights and water diversion, as the gas and oil industry is required to check prior to drilling.

SDA Conference – Four of the five Board members attended the SDA conference and felt it was a beneficial conference to attend. They were all in agreement that strategic planning needs to be implemented and an agenda item for the October Work Session.

Emergency Response Plan – The Board indicated they would like to have these plan completed by the October Work Session.

OTHER BUSINESS There was no other business.

FINANCIAL MATTERS

Review and Approve Payment of Claims

Mr. Meggers requested that the Board consider payment of the claims represented by check numbers 2164 - 2182 totaling \$73,401.98. Director Ashe moved that the Board approve the payment of claims as presented. Upon second by Director Bevis, vote was taken and motion carried unanimously.

Review August 31, 2008 Cash Position

The Board reviewed the August 31, 2008 cash position as presented.

Review August 31, 2008 Financial Statements

The Board reviewed the financial statements for the period ending August 31, 2008. The Board accepted the unaudited financial statements as presented.

Review & Approve 2007 Audit – Ms. Schilling presented the audit and auditors letter to the Board for their consideration. Upon a motion by Director Ashe and a second by Director Zimmermann, the Board voted unanimously to approve the 2007 audit as presented.

Delinquent Account Report – Mr. Meggers distributed this report to the Board for their review.

LEGAL ITEMS

Legal items were discussed in Executive Session.

LOOK AHEAD REVIEW

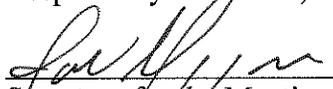
The look ahead report was distributed by Mr. Meggers and reviewed by the Board.

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ADJOURNMENT

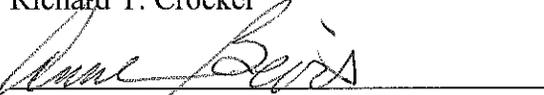
There being no further business to come before the Board, upon motion duly made by Director Bevis, seconded by Director Zimmerman, the meeting was adjourned at 9:00 p.m.

Respectfully submitted,


Secretary for the Meeting

THESE MINUTES APPROVED AS THE OFFICIAL SEPTEMBER 25, 2008 MINUTES OF THE FOREST VIEW ACRES WATER DISTRICT BY THE BOARD OF DIRECTORS SIGNING BELOW:


Richard T. Crocker


Anne Bevis


Eckehart Zimmermann


Eugene Ashe


Steven Keefer