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 AUGUST 23, 2012

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, August 23, 2012, at 6:00 p.m., at the Monument Sanitation District, 130 2nd Street, Monument, Colorado. This meeting was open to the public.

ATTENDANCE

In attendance were Directors:
Anne Bevis
Eckehart Zimmermann
Karla Thompson
Gene Ashe

Absent was Director Sobik, whose absence was excused.

Also in attendance were:
Joel Meggers; Community Resource Services ("CRS")
Gabrielle Begeman; ORC, LLC Water Company
Eric Dole; Baseline Corporation (via telephone)
John McGinn; JDS Hydro Consultants, Inc.

ADMINISTRATIVE MATTERS

Director Bevis called the meeting to order at 6:03 p.m., Mr. Meggers distributed for the Board's approval the proposed agenda. Following discussion, upon motion duly made by Director Zimmerman and seconded by Director Ashe, vote was taken and the agenda was approved as amended to add under III, Item E – Electrical Analysis.

MINUTES - The Board reviewed the minutes of the July 26, 2012 regular board meeting. Director Thompson moved the minutes be approved as presented. Upon a second by Director Zimmerman, vote was taken and motion carried unanimously.

Public Comments – There were none.

CAPITAL ITEMS

Ratify Approval of Contract with Baseline Engineering for the Master Plan Project –Director Zimmerman moved to ratify the contract to Baseline Engineering for the Master Plan Project. Upon second by Director Thompson, vote was taken and motion carried unanimously.

Master Plan Kick-off Meeting – It was noted that Eric Dole participated via telephone. Director Bevis reminded Eric that a preliminary report is due to the Board 45 days after the contract is awarded. Eric acknowledged that a preliminary report would be due in October and that there would also be a meeting with the Board to review this report. He further reported that he would start the survey work next week.

Approval of Final Design Options for the Raw Water Line Intake by JDS Engineering – John McGinn presented and distributed various preliminary options regarding the design of an improved intake structure. He reviewed and discussed the various designs with the Board. The Board informed him that they would get comments back to him by Friday, August 31st, and that Director Zimmerman would draft a sketch of a flushing pipe to be considered in the final design.

RFP for Construction of Raw Water Line Intake – The Board directed JDS Hydro to include this item in their scope so that they could consider it for final approval.

Acceptance of SWTP Project Completion by Applied Ingenuity – Ms. Begeman reported that she still has some remaining items with Applied Ingenuity that had to be completed prior to final acceptance.

OPERATIONS & MAINTENANCE

Change in Status of Water Conservation Restrictions – The Board agreed that washing of vehicles would be allowed, but that all other restrictions currently in place would remain, due to the drought conditions.

Operations Report– Ms. Begeman presented the July/August operations report for the Board's review, a copy of which is attached to these minutes and incorporated herein.

Update of Research of Potential Unauthorized Water Usage - Ms. Begeman informed the Board that the properties had been inspected and mentioned that they would be inspecting additional properties.

Final Approval of Updated Emergency Response Plan (ERP) – Director Bevis presented said plan to the Board. Following review and discussion, Director Zimmerman moved to approve the Updated Emergency Response Plan as presented. Upon second by Director Ashe, vote was taken and motion carried unanimously.

Electrical Analysis – Mr. Meggers distributed the analysis to the Board. Director Ashe reviewed same with the Board and discussion followed.

FINANCIAL MATTERS

Payment of Claims
Mr. Meggers requested that the Board consider payment of the claims represented by check numbers 3050 – 3071 totaling $45,870.60. Director Ashe moved that the Board approve the payment of claims as presented. Upon second by Director Zimmermann, vote was taken and motion carried unanimously.

Monthly Cash Position and Unaudited Financial Statements
Mr. Meggers presented the monthly cash position and unaudited financial statements for review by the Board.

Review and Discuss Application for Energy & Impact Assistance Fund Matching Grant for this Year, Application Deadline is 12/03/12 – Mr. Meggers briefed the Board on this application and was directed by the Board to wait until spring of 2013 to apply for the grant.

Water Quality Improvement Fund Opportunity – Mr. Meggers informed the Board that he would be submitting the improvements to the SWTP backwash pond for this grant.

Draft Rate Option Analysis – Mr. Meggers presented the various rate options to the Board. The Board requested additional time to consider the various options.

OTHER BUSINESS

Public Comments – There were none.

Review and Discuss Look Ahead Report – Mr. Meggers presented the look ahead. The Board reviewed and discussed the list of future items.

LEGAL ITEMS

Director Bevis mentioned that John Cressman had expressed concerns to her regarding the lack of stream flow in Monument Creek.

ADJOURNMENT

There being no further business to come before the Board, upon motion duly made by Director Zimmerman, seconded by Director Ashe, the meeting was adjourned at 9:05 p.m.

Respectfully submitted,

Secretary for the Meeting

THESE MINUTES ARE APPROVED AS THE OFFICIAL AUGUST 23, 2012 MINUTES OF THE FOREST VIEW ACRES WATER DISTRICT BY THE BOARD OF DIRECTORS SIGNING BELOW:

Anne Bevis

Eugene Ashe

Eckehart Zimmermann

Karla Thompson

Tim Sobik