

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
OCTOBER 25, 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, October 25, 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
Karla Thompson
Gene Ashe
Timothy Sobik

Absent was Director Zimmerman, whose absence was excused.

Also in attendance were:

Joel Meggers; Community Resource Services ("CRS")
Gabrielle Begeman; ORC, LLC Water Company
Eric Dole; Baseline Corporation
Steve; Baseline Corporation
Leroy Schmidt; Public Member
Kajetan Nowacki; Resident
Pat Graham; Resident

ADMINISTRATIVE
MATTERS

Director Bevis called the meeting to order at 6:02 p.m. Mr. Meggers distributed for the Board's approval the proposed agenda. Following discussion, upon motion duly made by Director Sobik and seconded by Director Ashe, vote was taken and the agenda was approved as presented.

MINUTES - The Board reviewed the minutes of the September 27, 2012 regular board meeting. Director Ashe moved the minutes be approved as amended. Upon a second by Director Sobik, vote was taken and motion carried unanimously.

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Public Comments – Mr. Schmidt provided sketches of the irrigation connection detail.

CAPITAL ITEMS

Raw Water Line Intake Contract Approval/Ratifications – Following discussion, upon a motion by Director Sobik, seconded by Director Ashe and upon vote duly taken, the Board voted unanimously to award the contract to PCI for an amount not to exceed \$23,132 and to JDS for construction management, final inspection and acceptance, for an amount not to exceed \$3,200.

Review and Discuss Engineering Proposals for the SWTP Backwash Pond (Water Quality Improvement Fund Grant Project) – This item was deferred until the next meeting as all proposals had not yet been received.

MASTER PLAN

Eric and Steve of Baseline Corporation presented two very conceptual scenarios that the Board reviewed and discussed. After receiving input from the Board, Eric committed to circulating revised conceptual plans to gather additional input from the Board prior to the next Board meeting.

OPERATIONS & MAINTENANCE

Change in Status of Water Conservation Restrictions – Upon motion by Director Thompson, second by Director Sokib and upon vote duly taken, the Board voted unanimously to lift the current watering restrictions and directed that a notice concerning this item be included in the water bills.

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

FINANCIAL MATTERS

Payment of Claims

Mr. Meggers requested that the Board consider payment of the claims represented by check numbers 3102 – 31201 totaling \$35,676.94. Director Thompson moved that the Board approve the payment of claims as presented. Upon second by Director Sobik, vote was taken and motion carried unanimously.

Monthly Cash Position and Unaudited Financial Statements

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Mr. Meggers presented the monthly cash position, unaudited financial statements, proposed 2013 Budget and 5 year Projections for review by the Board. Mr. Meggers informed the Board that revisions would be made to the preliminary budget and he would publish a notification that the District's budget hearing would be held at the November Board meeting.

Review and Discuss Draft Rate Option Analysis – Mr. Meggers presented this analysis to the Board. Following discussion, the Board asked that this item be deferred to a future Board meeting.

OTHER BUSINESS

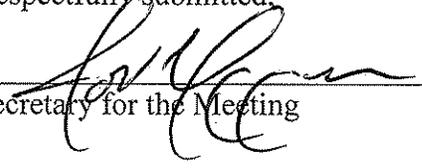
Public Comments – There were none.

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

ADJOURNMENT

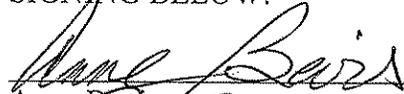
There being no further business to come before the Board, upon motion duly made by Director Thompson, seconded by Director Ashe, the meeting was adjourned at 8:45 p.m.

Respectfully submitted,

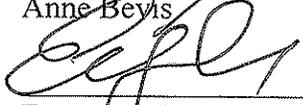

Secretary for the Meeting

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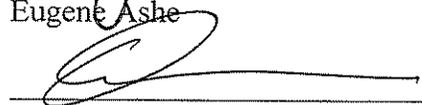
THESE MINUTES ARE APPROVED AS THE OFFICIAL
OCTOBER 25, 2012 MINUTES OF THE FOREST VIEW
ACRES WATER DISTRICT BY THE BOARD OF DIRECTORS
SIGNING BELOW:



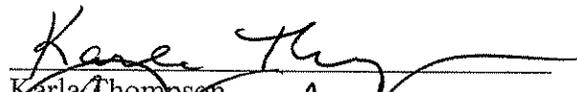
Anne Bevis



Eugene Ashe



Eckehart Zimmermann



Karla Thompson



Tim Sobik