

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 FEBRUARY 28, 2013

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, February 28, 2013, 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 Eckehart Zimmermann whose absence was excused.

Also in attendance were:

Joel Meggers; Community Resource Services ("CRS")
Tom Schubert; ORC, LLC Water Company
John Cressman; RRR Inc.

ADMINISTRATIVE MATTERS

Director Bevis called the meeting to order at 6:05 p.m., Mr. Meggers distributed for the Board's approval the proposed agenda. Following discussion, upon motion duly made by Director Thompson and seconded by Director Sobik, vote was taken and the agenda was approved as presented.

Minutes - The Board reviewed the minutes of the January 24, 2013 regular board meeting. Director Thompson moved the minutes be approved as amended. Upon a second by Director Sobik, vote was taken and motion carried unanimously.

Public Comments - John Cressman promoted his conceptual design of the Red Rock Ranch Inc. Water Irrigation Connection/Measuring Device.

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CAPITAL ITEMS

Update on Master Plan Project – Mr. Meggers reviewed and discussed the new timeline from Baseline to the Board regarding completion of the Master Plan. He mentioned that the next deliverable would be a draft outline of the Master Plan.

Review and Discuss SWTP Backwash Pond Project (Water Quality Improvement Fund Grant Project) – This item was deferred.

Update on Water Source Protection Project – Director Sobik providing an update on the meeting that was held on Tuesday, March 5 @ 4:30pm to be held at Monument Sanitation District, 130 2nd Street, Monument, CO 80132. He mentioned that a representative from the U.S. Forest Service would be in attendance.

Review and Discuss Future Application Submittal of April 1st for the Energy and Mineral Impact Assistance Fund Grant Program – Mr. Meggers reviewed the application and approval process with the Board.

OPERATIONS & MAINTENANCE

Operations Report - Mr. Schubert presented the January/February operations report for the Board's review, a copy of which is attached to these minutes and incorporated herein.

Contract with Landscaping Company to Provide Site Restoration Services – This item was deferred.

LEGAL

Director Sobik moved that the Board enter into Executive Session pursuant to Section 24-6-402(4)(b), C.R.S. Upon second by Director Ashe, vote was taken and motion carried unanimously. The session was entered into at 7:10 pm. and exited at 7:45p.m.

The following agenda items were discussed in executive session.

Provide Update on Due Diligence of Potential Water Right Acquisition
Provide Update on Red Rock Ranch Inc. Water Irrigation Connection / Measuring Device
Review and Discuss Potential Negotiations regarding Nevins Related Items

Mr. Meggers then presented the proposal from Paul Zilis of Vranesh and Raisch, LLC to perform the initial research and due diligence of a potential water rights offer. Director Ashe moved that a not to exceed amount of \$7,500 be approved. Upon a second

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by Director Thompson, vote was taken and motion carried unanimously

FINANCIAL MATTERS

Payment of Claims

Mr. Meggers requested that the Board consider payment of the claims represented by check numbers 3185 – 3206 totaling \$61,583.88. Checks 3188 and 3206 were voided. Director Ashe moved that the Board approve the payment of claims as amended. Upon second by Director Sobik, 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 which were accepted by the Board.

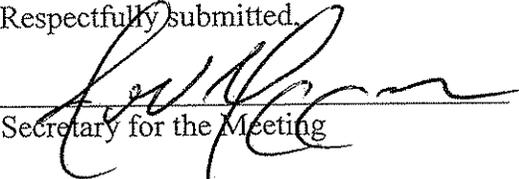
OTHER BUSINESS

Review and Discuss Look Ahead Report – Mr. Meggers distributed and reviewed the Look Ahead with the Board.

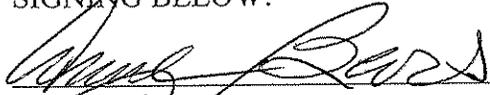
ADJOURNMENT

There being no further business to come before the Board, upon motion duly made by Director Sobik, seconded by Director Ashe, the meeting was adjourned at 7:48 p.m.

Respectfully submitted,


Secretary for the Meeting

THESE MINUTES ARE APPROVED AS THE OFFICIAL FEBRUARY 28, 2013 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

Forest View Acres Water District

Operations Report – February 2013/March 2013

Prepared by Tom Schubert
ORC Water Professionals

Arapahoe Water Plant:

- This facility remains the only potable water source supplying the District.
- Parts to rebuild the Aquamatic Diaphragm Valves was received and will be installed as production run-times allows.
- Golder installed the Isolated Signal Conditioner to the SCADA system and seems to be calming the signals as intended.

Surface Water Plant:

- The Surface Water Plant remains off-line but does provide an opportunity to complete tasks that would cause an upset condition during normal water production.
- The monitoring equipment and associated sample supply tubing's is being cleaned and/or replaced during this temporary shut-down.
- The building overall exterior is being evaluated to provide a list of repairs needed and the associated costs. These repairs are necessary, however not urgent and can wait to be taken care of during the upgrades included in the Master Plan.

Distribution System:

- Attached is the Production Report for water usages.
- The zone master meters have been removed and stored at the AWP. These meters were purchased by the District but we are looking into options to recapture any resale value.