

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 May 22, 2014

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, May 22, 2014, 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 was Directors:

Anne Bevis
Eckehart Zimmermann
Gene Ashe
Hans Zimmermann
Timothy Sobik

Also in attendance were:

Joel Meggers; Community Resource Services ("CRS")
Gabby Begeman; ORC, LLC Water Company
Mike Kilma; ORC, LLC Water Company

ADMINISTRATIVE MATTERS

Director Ashe called the meeting to order at around 6:03 p.m., Mr. Meggers distributed for the Board's approval the proposed agenda. Following discussion, upon motion duly made by Director Bevis and seconded by Director Eck Zimmermann, vote was taken and the agenda was approved as presented.

Minutes - The Board reviewed the minutes of the April 24, 2014 regular board meeting and May 14, 2014 special / work session meeting. Director Sobik moved the minutes be approved as presented. Upon a second by Director Hans Zimmermann, vote was taken and motion carried unanimously.

Public Comments – There were none.

OPERATIONS & MAINTENANCE

Operations Report – Ms. Begeman presented the April/May

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Operations report for the Board's review, a copy of which is attached to these minutes and incorporated herein.

CAPITAL ITEMS

Review and Discuss Booster Station Upgrades – The Board updated Director Sobik on the discussions that occurred at the work session meeting. They informed Director Sobik that JDS was directed to return at the Board meeting in June to present some booster station design options for the board to consider.

Update on Villas Phase Improvements – Mr. Meggers reported that the design documents for the project were still being reviewed by CDPHE and comments back from all of the property owners regarding final easement language had still not been received. The board directed Mr. Meggers to draft and send a notice to the property owners that the deadline to submit final comments regarding the draft easement language to the district was June 30, 2014 or their properties may not be included in the improvements because the district plans to start the project early this summer.

FINANCIAL MATTERS

Payment of Claims

Mr. Meggers requested that the Board consider payment of the claims represented by check numbers 03531 – 03550 totaling \$29,015.07. Director Sobik moved that the Board approve the payment of claims as presented. Upon second by Director E. Zimmermann, vote was taken and motion carried unanimously. The board directed Mr. Meggers to holding check #03518 for TST, Inc. to research a couple of charges on their bill and to confirm that it was their final bill.

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.

Review and Consider Approval of Change in Availability of Service (AOS) Fees – The board reviewed and discussed the fee and no change was made to the fee.

OTHER BUSINESS

Development of District Policies – Director Bevis asked that final comments from the Board, CRS and ORC need to be in by June 13.

Look Ahead – Mr. Meggers presented the Look Ahead.

LEGAL

Director Bevis moved that the Board enter into Executive Session pursuant to Section 24-6-402(4)(b), C.R.S. Upon second by Director Sobik, vote was taken and motion carried unanimously.

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The following items were discussed:

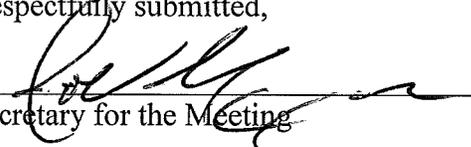
- Provide update on communications with Ryan Nevins and discussion items involving the Nevins entities.
- Status update of monitoring of Palmer Lakes Water Court Case No. 13CW3061
- Review evaluation and scoping document of field investigation of potential infiltration gallery sites and existing alluvial wells by TZA Water Engineers.

The session was entered into at approximately 7:30 pm. and exited at approximately 7:42 p.m.

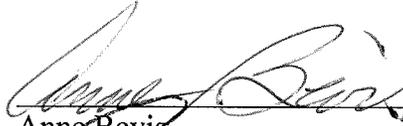
ADJOURNMENT

There being no further business to come before the Board, upon motion duly made by Director H. Zimmermann, seconded by Director Sobik, the meeting was adjourned at approximately 7:45.

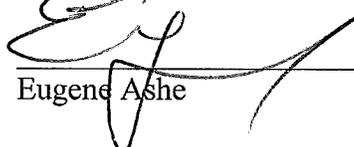
Respectfully submitted,


Secretary for the Meeting

THESE MINUTES ARE APPROVED AS THE OFFICIAL MAY 22, 2014 MINUTES OF THE FOREST VIEW ACRES WATER DISTRICT BY THE BOARD OF DIRECTORS SIGNING BELOW:



Anne Bevis



Eugene Ashe

Eckehart Zimmermann



Kala Thompson



Tim Sobik

Forest View Acres Water District

Operations Report –May/June 2014

Prepared by Gabrielle Begeman
ORC Water Professionals

Arapahoe Water Plant

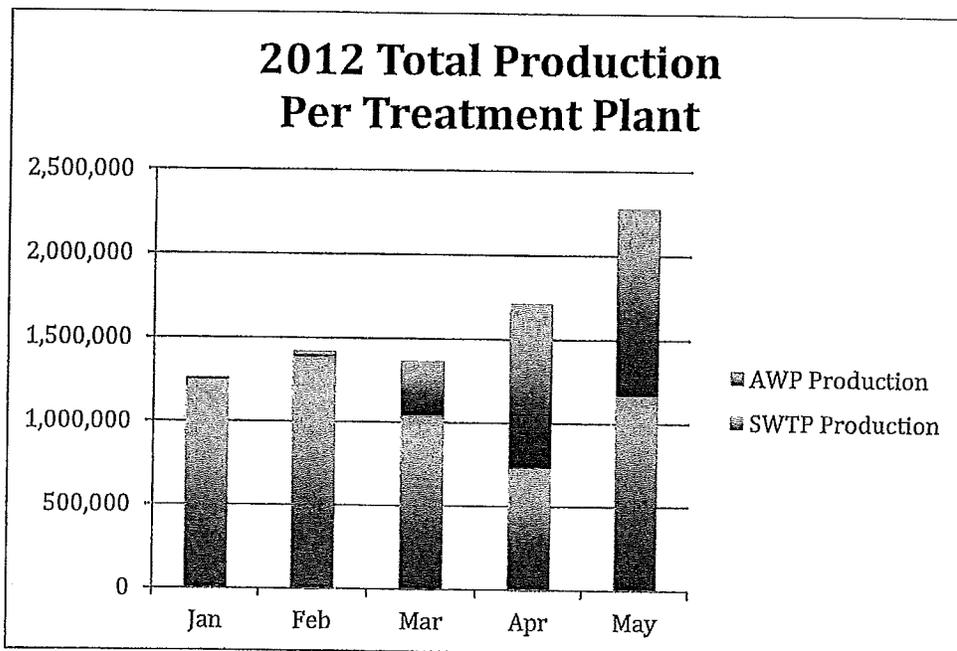
- The plant has had a few upsets with the booster station failing to come on when required. This resulted in a water loss of approximately 600,000 gallons.
- The plant has been operating daily to keep up with the demand of roughly 90,000 to 130,000 gallons per day.

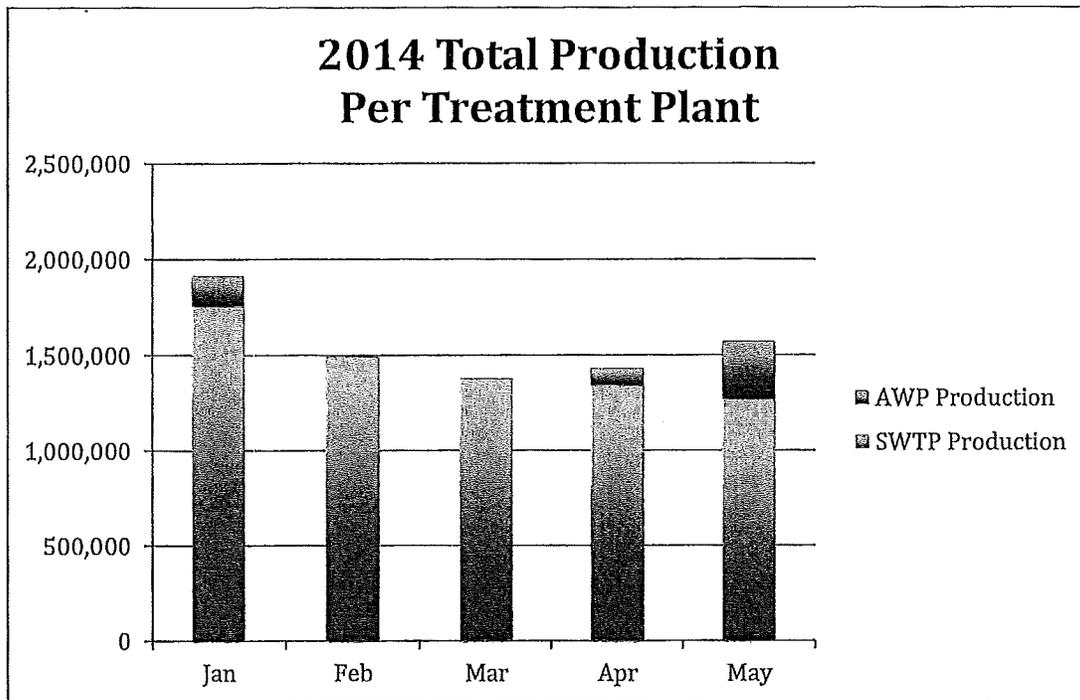
Surface Water Plant

- The plant has been running consistently with no alarms.
- The turbidity has been consistently higher due to the recent storms and continued runoff. Despite this, the plant is still producing a good portion of the daily demand.

Total Production Charts

- Please see the following comparison charts detailing the production from each plant in 2012 versus 2014.





Distribution System

- The typical spring time main break season seems to have started later in the year. We have had a number of main breaks and leaks, all of which are/were minor compared to some we have had.
- There are 2 valves at the intersection of Pixie Park and Limestone that have been repeatedly hit by plow trucks and/or scrapers. The valve boxes have been completely broken and will need to be dug up and replaced. Much of this road has either been eroded or scraped away, leaving our distribution line much closer to the surface than when it was built. I spoke to the county regarding them fixing the valves and building the road up to previous grade. They have no intention of taking responsibility for the valve boxes and do not have plans for bringing the road back to grade.
- We will begin putting together a comprehensive survey of the working order all valves in the system. From there we can prioritize a maintenance and repair/replacement schedule.

ORC Services Menu

- Please see the attached services menu describing our capabilities and experience.

| Year | Month | SVTP Production | SVTP Production - BW | % of Total | WVP Production | % of Total | Total Production | GPD Total Production | Total Home Metered Water Usage | Average Demand GPM from Meters | Average Demand GPM from Production | Total Metered Sigs GPD | Tank Level AWP | Gallons Gain/Loss In Tank | Gallons Metered with Tank Level Shift Loss or Gain | Percentage Discrepancy |
|-------|-------|-----------------|----------------------|------------|----------------|------------|------------------|----------------------|--------------------------------|--------------------------------|------------------------------------|------------------------|----------------|---------------------------|--|------------------------|
| 2014 | Jan | 1,782,510 | 1,759,510 | 92% | 156,227 | 8% | 1,915,737 | 63,858 | 1,101,800 | 25.50 | 44,345,764 | 36,727 | 22.3 | 16,800 | 1,118,600 | 41.61% |
| | Feb | 1,520,399 | 1,493,299 | 100% | 6,829 | 0% | 1,530,128 | 50,004 | 1,057,000 | 24.47 | 34,725,165 | 35,283 | 23.5 | 8,400 | 1,065,400 | 28.98% |
| | Mar | 0 | 802,700 | 100% | 0 | 0% | 802,700 | 25,757 | 0 | 0.00 | 18,581,019 | 0 | 0 | 0 | 0 | 100.00% |
| | Apr | 0 | 0 | #DIV/0! | 0 | #DIV/0! | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0 | -267,600 | #DIV/0! |
| | May | 0 | 0 | #DIV/0! | 0 | #DIV/0! | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0 | -282,000 | #DIV/0! |
| | Jun | 0 | 0 | #DIV/0! | 0 | #DIV/0! | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0 | 0 | #DIV/0! |
| | Jul | 0 | 0 | #DIV/0! | 0 | #DIV/0! | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0 | 0 | #DIV/0! |
| | Aug | 0 | 0 | #DIV/0! | 0 | #DIV/0! | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0 | 0 | #DIV/0! |
| | Sep | 0 | 0 | #DIV/0! | 0 | #DIV/0! | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0 | 0 | #DIV/0! |
| | Oct | 0 | 0 | #DIV/0! | 0 | #DIV/0! | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0 | 0 | #DIV/0! |
| | Nov | 0 | 0 | #DIV/0! | 0 | #DIV/0! | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0 | 0 | #DIV/0! |
| | Dec | 0 | 0 | #DIV/0! | 0 | #DIV/0! | 0 | 0 | 0 | 0.00 | 0 | 0 | 0 | 0 | 0 | #DIV/0! |
| Total | | 3,303,009 | 3,303,009 | ##### | #DIV/0! | ##### | #DIV/0! | 4,218,585 | 11,718 | ##### | 4.16 | 3.14 | 5996.6657 | 0 | ##### | |