

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 APRIL 25, 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, April 25, 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
Eckehart Zimmermann

Also in attendance were:

Joel Meggers; Community Resource Services ("CRS")
Gabby Begeman; ORC, LLC Water Company
Judy Michali; 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 Zimmermann, vote was taken and the agenda was approved as presented.

Minutes - The Board reviewed the minutes of the March 28, 2013 regular board meeting. Director Sobik moved the minutes be approved as presented. Upon a second by Director Thompson, vote was taken and motion carried unanimously.

Public Comments - Judy Michali spoke out against fracking and in support of renewal energy sources.

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CAPITAL ITEMS

Draft Master Plan Project –

Status of Master Plan Schedule/Status of Final Deliverables from Baseline – The Board agreed to have a conference call a few days after the draft master plan was received and then comments would be sent to Baseline. A work session meeting would also be scheduled prior to their regular board meeting in May.

Update on Water Source Protection Project - Director Sobik reported that the meeting scheduled for April 13th was rescheduled to Tuesday, April 30th at 4pm at Monument Sanitation District, 130 2nd Street, Monument, CO 80132. Director Sobik discussed the potential of future fracking in the area with the District's resident, Judy Michali, who was in attendance.

Status of Application Submittal for the Energy and Mineral Impact Assistance Fund Grant Program – Mr. Meggers reported that the application has been submitted to DOLA and that the district was waiting on DOLA's pro con report and completion of the Master Plan to evaluate on how to proceed.

OPERATIONS & MAINTENANCE

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

Discuss Additional Storage at Treatment Plants – This item was deferred.

FINANCIAL MATTERS

Payment of Claims

Mr. Meggers requested that the Board consider payment of the claims represented by check numbers 3226 – 3245 totaling \$32,603.01. Director Ashe moved that the Board approve the payment of claims as presented. Upon second by Director Sobik, vote was taken and motion carried unanimously.

Status of Banking Services Transition- Mr. Meggers reported that the paperwork is still in process to setup the new accounts.

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.

LEGAL

Director Thompson moved that the Board enter into Executive Session pursuant to Section 24-6-402(4)(b), C.R.S. Upon second

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by Director Ashe, vote was taken and motion carried unanimously. The session was entered into at 7:00 pm. and exited at 7:07 p.m.

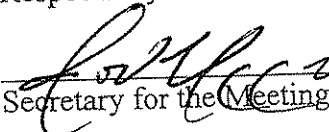
The following agenda items were discussed in the executive session:

- Provide Update on Due Diligence of Potential Water Right Acquisition
- Review and Discuss Potential Negotiations regarding Nevins Related Items

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 7:13 p.m.

Respectfully submitted,


Secretary for the Meeting