

RECORD OF PROCEEDINGS

MINUTES OF A SPECIAL 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 29, 2013

A special 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 29, 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 was 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")
Gabby Begeman; ORC, LLC Water Company
Tom Schubert; ORC, LLC Water Company
Danette Lilja; Representing Tri-Lake Economic Development
Brian Lilja; Resident

ADMINISTRATIVE MATTERS

Director Ashe called the meeting to order at 6:04p.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 Sobik, vote was taken and the agenda was approved.

Minutes - The Board reviewed the minutes of the July 25, 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 - Ms. Lilja introduced herself and her husband. She explained that she was attending as a representative of Tri-Lakes Economic Development and works as a liaison between

RECORD OF PROCEEDINGS

public and private entities. She and her husband are also customers of the district.

CAPITAL ITEMS

Master Plan Peer Review – Mr. Meggers presented that TST should have an updated draft report to the Board in the next few weeks. A subcommittee of the Board will participate in a conference call with TST to provide additional guidance and direction of the draft report prior to the Board meeting in September. The Board appointed Directors Zimmermann and Sobik to be on the committee. Mr. Meggers was directed to coordinate a conference call with them as soon as TST produce an updated draft report. The Board approved a not to exceed project amount for TST of \$4,000. Director Sobik moved to approve. Upon a second by Director Bevis, vote was taken and motion carried unanimously.

Update on Draft Construction Standards – Director Bevis suggested that everyone get their final comments in by Friday, September 6th, so comments could be organized and consolidated and eventually sent to Baseline Corporation for the final review phase of adoption along with final policy positions.

Update of Energy and Mineral Impact Assistance Fund Grant – Mr. Meggers announced that the District was awarded a \$300,000 grant. He would try to finalize a contract with CDPHE in the next 60 days.

Update on SWTP Backwash Pond Improvements – Mr. Meggers presented the progress report from JDS Hydro, a copy of which is attached to these minutes and incorporated herein.

Update on Construction Drawings for Villas Phase Improvements – Mr. Meggers presented the progress report from JDS Hydro that a copy of which is attached to these minutes and incorporated herein.

Review and Discuss GIS Services – Director Bevis discussed how the District's surveyor, Bill Baker, would be a great resource for an ongoing GIS project. However, the District should pursue someone else other than Mr. Baker as far as being the lead entity for the GIS project. The Board requested that an additional GIS discussion be placed on the look ahead for around December.

Review and Discuss Installation of an Infiltration Gallery – Mr. Meggers presented options to research and potentially pursue the installation of an infiltration gallery. After discussion, the Board

RECORD OF PROCEEDINGS

directed Mr. Meggers to return with a draft plan from the District's water attorney and a water engineer, with cost estimates by task.

OPERATIONS & MAINTENANCE

Operations Report – Ms. Begeman and Mr. Schubert presented the July/August 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 03329 – 03348 totaling \$54,763.28. Check number 03334 was void; check number 03337 was placed on hold until additional information could be obtained from the vendor regarding completed work that the vendor has represented to the district. Director Sobik moved that the Board approve the payment of claims as presented. Upon second by Director Thompson, 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 Look Ahead Report – Mr. Meggers presented the Look Ahead Report.

LEGAL

Director Thompson moved that the Board enter into Executive Session pursuant to Section 24-6-402(4)(b), C.R.S. Upon second by Director Bevis, vote was taken and motion carried unanimously. The session was entered into at 8:00 pm. and exited at 8:22 p.m.

The following agenda items were discussed in the executive session:

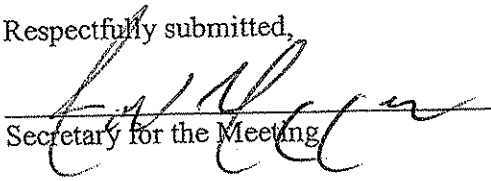
- Provide Update on Communications with Ryan Nevins
- Discussion Items Involving the Nevins Entities

After exiting the executive session the Board agreed upon a Friday, September 6th deadline on providing comments regarding the draft easement and purchase contract.

RECORD OF PROCEEDINGS

ADJOURNMENT There being no further business to come before the Board, upon motion duly made by Director Sobik, seconded by Director Bevis, the meeting was adjourned at 8:35p.m.

Respectfully submitted,


Secretary for the Meeting

THESE MINUTES ARE APPROVED AS THE OFFICIAL AUGUST 29, 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