

East Larimer County Water District
Board of Directors
Regular Meeting

Tuesday - 7:00 P.M.

April 10, 2007

1. CALL TO ORDER

Loren Maxey, Chairman of the Board of Directors, called the meeting to order.

2. ROLL CALL

Directors Present: Loren Maxey, Vern Sunset, Randy Siddens,
Ed Laudick, Scott Baker

Directors Absent: none

Others Present: Mike Scheid, General Manager; Kathy Phipps, Administrative Manager and CFO; Melissa Tremelling, Senior Billing Specialist; Darwin Williams, District Engineer; Val Flory, Clear Water Solutions; Webb Jones, Water Consulting Group; Shawn Hoff, Water Resources Manager, Soldier Canyon Filter Plant

3. APPROVAL OF MINUTES FROM MEETING ON MARCH 20, 2007

Scott Baker moved for approval of the March 20, 2007 minutes as presented. Ed Laudick seconded and the motion passed unanimously.

4. DISCUSSION AND APPROVAL OF FINANCIAL AND INVESTMENT REPORT

System improvements done at Taft Hill and Vine Drive were discussed. Scott Baker moved for approval of the Financial and Investment reports. Vern Sunset seconded the motion, and it passed unanimously.

5. SOLDIER CANYON FILTER PLANT REPORT

There are no Steering Committee minutes because the meeting has been rescheduled until April 12.

Those who attended the tour of the Johnstown Water Plant commented on the system being impressive and relatively simple to operate. The Johnstown Plant uses "dissolved air floatation" technology.

6. ELCO WATER CONSERVATION PLAN – CLEARWATER SOLUTIONS

Val Flory and Webb Jones, Consultants representing Clearwater Solutions, and Water Consulting Group attended the meeting to discuss the draft of ELCO's Water Conservation Plan distributed to Board members last week. Feedback was

provided by Board members and their comments will be incorporated in the document. Staff will review the implementation schedule and provide recommendations to Clearwater Solutions within the next several days.

The required legal notices will be published providing notification of the 60-day public process which runs from April 20 to June 20, 2007.

7. UPDATE ON ELCO WATER RESOURCES

Shawn Hoff attended the meeting to discuss a proposed "term sheet" related to East Rigden. The "term sheet" was prepared by Todd Williams on behalf of the owners.

The owners will line the pit and sell the lined storage to ELCO. Before the land will be purchased, a survey must be completed.

Several options for construction advance or collateral were discussed. Staff will review the 2007 budget and proceed with option "II a" if funds are available.

Evaporation is a significant concern for this project due to the pits relatively shallow depth. Shawn explained two potential remedies that have been proposed in the event the evaporation at Rigden is greater than the rate at the Timnath Pit.

Closing is planned for 60 days after the lining has been certified by the State Engineers Office.

There will be opportunities for cost sharing with the seller's as both parties could use the same headgate to fill Rigden and the decorative reservoir. The seller's attorney will draft language for ELCO's consideration for an Operation/maintenance agreement for the decorative reservoir.

ELCO will require easements to get water into the pit and the seller will need a small drainage easement.

The District may consider taking over the mining permit shortly before the pit is ready to be lined.

8. MANAGERS REPORT

Minutes from the March Greeley Water and Sewer Board meeting were included with this agenda item.

The North Poudre Irrigation Company declared an initial appropriation of 1 acre foot of "Ag" and 1.5 acre feet of "Multi-use" per share.

The Special District Conference will be held in Steamboat Springs, from September 19-21. Staff will make hotel reservations for all the Board members.

The Northern Colorado Water Conservancy Water District Spring Water Users Meeting is tomorrow, Wednesday, April 11th at the First National Bank Exhibition Hall at the Larimer County Fairgrounds.

9. OTHER BUSINESS

At the North Poudre Irrigation Company Board meeting, Shawn Hoff explained the Districts position on the proposed lease/purchase of North Poudre storage. Upon final payment of the 20 year loan, it is ELCO's position that the Districts own the land, water right, reservoir and associated infrastructure.

Exceptions are the surface lease held by the surrounding homeowners and the pass through agreement with twenty-three share holders below the reservoir.

10. ADJOURNMENT

At 8:45 p.m., as there was no other business to come before the Board, Scott Baker moved to adjourn, Loren Maxey seconded and the motion passed unanimously.

Secretary

Approved: _____
President