

East Larimer County Water District
Board of Directors
Regular Meeting

Tuesday - 7:00 P.M.

June 19, 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, Ed Laudick,
Scott Baker, Randy Siddens

Directors Absent: none

Others Present: Mike Scheid, General Manager; Kathy Phipps, Administrative Manager and CFO; Webb Jones, Water Consulting Group

3. APPROVAL OF MINUTES FROM MEETING ON MAY 15, 2007

Ed Laudick moved for approval of the May 15, 2007 minutes as presented. Vern Sunset seconded and the motion passed unanimously.

4. DISCUSSION AND APPROVAL OF FINANCIAL AND INVESTMENT REPORT

The financial reports were discussed briefly. 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

Steering Committee minutes from the June 7th meeting were included with this agenda item.

Stage 2 DBP implementation schedule was discussed. Additional monitoring requirements begin October 1, 2008.

The status of several water resources projects was reviewed.

6. UPDATE ON HALLIGAN-SEAMAN WATER MANAGEMENT PROJECT

Webb Jones with Water Consulting Group attended the meeting to update the Board on the Halligan-Seaman Water Management Project. ELCO's customer demand curve was discussed along with the "Purpose and Need Statement developed by the Army Corps of Engineers over the past several years.

Within the next several months the third party consultants working with the Corps of Engineers are expected to release a list of three or four alternatives to Halligan/Seaman. It will take approximately two years to receive a permit for the least environmentally damaging practicable alternative (LEDPA).

Revised cost estimate prepared by engineers with Montgomery Watson Harza (MWH) was reviewed. The latest cost estimate indicates the new dam and related work will cost approximately \$50 million. The original estimate for that work was \$25 million.

Participants have agreed to initiate a collaborative planning process known as Shared Vision Planning (SVP). The process is typically used to bring together diverse interests. The Nature Conservancy and Trout Unlimited indicate they are eager to engage in SVP.

7. DRAFT CAPITAL IMPROVEMENT PROGRAM AND TIMELINE

A spreadsheet and Gantt chart summarizing cost of capital improvements and timing for the next twelve years was included with the Board packet. A draft of recommended system improvements identified by TEC in the master plan update they are currently preparing was distributed at the meeting.

Cost sharing and ownership of the NEWT pipeline project was discussed at length. Staff was directed to have Joe Fonfara prepare a draft agreement between ELCO and North Weld reflecting the Districts preference for construction and ownership of NEWT. It would be helpful to have an agreement in place within the next three to six months.

The priority and timing of the Rigden Storage Project was reviewed. As a measure of good-faith, ELCO will pursue purchase of the water rights as identified in the terms sheet last month. The remaining schedule for the Rigden project will be shifted until 2008 and beyond. Ed Laudick made a motion to move forward with the eventual purchase of Rigden. Scott Baker seconded and the motion passed unanimously.

8. PETITIONS FOR EXCLUSION

Petitions for exclusion of 2705 South County Road 1 and a 280 acre parcel owned by Wildwing Development LLC were presented for consideration. Both parcels will be served by North Weld.

Scott Baker made a motion to grant the petition to exclude 2705 South County Road 1. Vern Sunset seconded the motion and it passed unanimously.

Scott Baker made a motion to grant the petition to exclude the 280 acre parcel described in exhibit A, owned by Wildwing Development LLC. Ed Laudick seconded and the motion carried unanimously.

9. BUILDING REMODEL

A cost summary for the office remodel and exterior re-face was included with this agenda item. Dana McBride submitted a scope of services to oversee the remodeling project. He estimates 40 to 50 hours will be required over the course of the project.

10. MANAGERS REPORT

Minutes from the May 31st Greeley Water and Sewer Board meeting were included with this agenda item.

An exhibit of proposed developments in the District was included as an informational item. It was noted that service to properties located within ELCO's service boundary should typically be provided by the District. ELCO will consider granting exclusion of properties and relinquishing service to potential customers on a case-by-case basis if it is determined that another entity can better serve the property. Staff will work with surrounding entities to be certain properties within the District Boundaries are served by the District.

The Board was reminded of the upcoming ELCO Picnic being held at Sylvan Dale Guest Ranch on August 5th. Please RSVP by July 16th.

11. OTHER BUSINESS

There was no other business to come before the Board.

12. ADJOURNMENT

At 10:00 p.m., as there was no other business to come before the Board, Ed Laudick moved to adjourn, Scott Baker seconded and the motion passed unanimously.

Secretary

Approved: _____
President