

East Larimer County Water District
Board of Directors
Regular Meeting

Tuesday – 5:30 P.M.

July 15, 2008

1. CALL TO ORDER

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

2. ROLL CALL

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

Directors Absent: Vern Sunset

Others Present: Mike Scheid, General Manager; Lynn
Jacquart, Senior Accounting Specialist;
Shawn Hoff, Water Resources Manager
Soldier Canyon Filter Plant

3. APPROVAL OF MINUTES FROM MEETING ON MAY 13, 2008

Scott Baker moved for approval of the May 13, 2008 regular meeting minutes as presented. Ed Laudick seconded and the motion passed unanimously. It was noted the June meeting was cancelled because of a lack of quorum.

4. DISCUSSION AND APPROVAL OF FINANCIAL AND INVESTMENT REPORT

Scott Baker moved for approval of the May 2008 Financial and Investment reports. Ed Laudick seconded the motion. The motion passed unanimously.

Scott Baker moved for approval of the June 2008 Financial and Investment reports. Ed Laudick seconded the motion and it passed unanimously. As it relates to the current economy, Scott commented on the Districts bond portfolio. It is his opinion that there is no reason for concern at this point. He will continue to monitor the financial markets and will inform staff and the Board if problems are anticipated.

Disbursements were discussed briefly.

5. SOLDIER CANYON FILTER PLANT REPORT

The Plant has modified its treatment process somewhat. Although the new chemicals being used are more expensive, the results are longer filter runs at the plant, reduced chlorination requirements by the Districts and a reduction in “disinfection byproducts”.

Operators are fine-tuning the new dewatering press and waiting for the arrival of a pump.

Discussion of health insurance for Soldier Canyon employees continues. The Tri-District Integration Plan has been approved by the Colorado Department of Public Health and Environment, (CDPHE).

6. WATER RESOURCES/EAST RIGDEN UPDATE

Shawn Hoff attended the meeting to provide an update on water resources.

Poudre River diversions through the Pleasant Valley Pipeline began on May 21st. Shawn discussed the details of each water right diverted. In spite of significant snow pack levels; there was no “free river” this year. The cool spring caused a lower peak runoff than has occurred in some years.

Seaman Reservoir was drained recently in an effort to work on the gates. The silt and debris levels were too high to accomplish the work. The release of water from Seaman created challenges for the treatment plant.

The Linder Reimbursement Agreement and the First Amendment to Easement Purchase Agreement with Linder were included for discussion. Scott Baker moved to approve the Reimbursement Agreement, Ed Laudick seconded and the motion passed unanimously. Randy Siddens made a motion to approve the First Amendment to the Easement Purchase Agreement. Scott Baker seconded the motion and it passed unanimously.

The Purchase and Sale Agreement with the Warson’s was discussed at length. Greeley has reviewed the document. The Treiber purchase must occur simultaneously. Scott Baker moved to approve the Warson Purchase and Sale Agreement. Ed Laudick seconded and the motion passed unanimously.

Shawn answered questions regarding the “Lamb C River Return Line”. This water line will be utilized in conjunction with the NEWT Pipeline.

Bruce Kroeker submitted a memorandum regarding the analyses of municipal return flows for the Tri-Districts pending water court cases involving WSSC shares and the Tunnel Water Company water rights. Bruce recommends that separate municipal return flow studies for each of the Tri-Districts be initiated. Each District’s system is unique and the studies should be performed and billed separately.

7. EAST RIGDEN STORAGE PROJECT

A revised “Scope of Services” for preparing a preliminary design of the Rigden Ponds Storage Project was reviewed. The preliminary plan will be incorporated in the Feasibility Study required by the Colorado Water Conservation Board to secure low interest financing for the Rigden Project. Ed Laudick made a motion to approve the estimated “not to exceed” cost to complete the Scope of Services of \$13,233 submitted by Stephen W. Rogers Consulting & Engineering P.C. Scott Baker seconded and the motion carried unanimously.

A more recent survey of the Rigden site indicates the final project may have a capacity of 800 acre feet rather than the 600 acre feet previously estimated. It was the general consensus of the Board that ELCO would like to acquire the entire capacity. Although it is too early in the process to discuss

entering into any long term lease or partnerships with others, the Board remains open to considering either or both of those possibilities in the future.

A draft contract to purchase Rigden was included with this agenda item. While the contract is reviewed by the ELCO Board and Joe Fonfara, staff recommends that the District separately pursue the purchase one share of the water right associated with the project.

8. NEWT PIPELINE PROJECT

Mike updated the Board on the NEWT Pipeline Project. After lengthy discussions between North Weld, ELCO, and Joe Fonfara it was determined that it is in our best interest to continue to coordinate with Greeley where we can and to separate efforts when necessary. Preliminary easement discussion and coordination of the railroad crossing will likely continue jointly with Greeley. All other aspects of the project will be done separately.

Scott Baker made a motion to adopt Resolution 2008-07-01. Ed Laudick seconded and the motion passed unanimously. This resolution is required as part of the loan process with CWRPDA and will enable the District to reimburse itself for project expenditures incurred within 60 days prior to adopting the resolution.

9. MANAGERS REPORT

In August staff will submit conference registrations for all those who plan to attend the SDA Conference in Breckenridge. Room reservations have been made for everyone and will be cancelled as necessary.

The April 29th Halligan and Seaman Water Management Project Participant summary was included for review as was the NCWCD Board meeting minutes from May.

A letter from the CDPHE reporting the results of the June 16th sanitary survey was included with the Board packet. During the survey, it was recommended that ELCO have an emergency response plan in place. Upon the request of ELCO, the State provided a plan template for public drinking water systems to assist staff in developing a plan for the District. Lack of an Emergency Response Plan is considered a "minor deficiency". A written response outlining the course of action that will be taken and the date completed is to be submitted to CDPHE by August 23rd.

10. OTHER BUSINESS

Ed Laudick made a motion to approve the Petition for Exclusion submitted by Schrepel Dairy Farm, Inc. for 3309 South County Line Road. The motion passed unanimously.

11. ADJOURNMENT

As there was no other business to come before the Board, Scott Baker moved to adjourn the meeting. Ed Laudick seconded and the meeting adjourned at 8:26 p.m.

Secretary

Approved: _____
President