

East Larimer County Water District
Board of Directors
Regular Meeting

Tuesday – 5:30 P.M.

May 19, 2009

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, Scott Baker,
Randy Siddens, Ed Laudick

Directors Absent: None

Others Present: Mike Scheid, General Manager; Kathy Phipps, Administrative Manager and CFO; Kimberly Crawford, Sherman & Howard LLC; Vicki Mattox and Sara Brown, Stifel Nicolaus & Company, Inc.

3. APPROVAL OF MINUTES FROM MEETING ON APRIL 21, 2009

Ed Laudick moved for approval of the April 21, 2009 regular meeting minutes as presented. Vern Sunset seconded and the motion passed unanimously.

4. DISCUSSION AND APPROVAL OF FINANCIAL AND INVESTMENT REPORT

Scott Baker moved for approval of the April 2009 Financial and Investment reports. Loren Maxey seconded the motion and it passed unanimously.

5. SOLDIER CANYON FILTER PLANT REPORT

Minutes- Minutes from the May 7th Steering Committee meeting were included in the Board packet.

Master Plan Update- Tom Ullmann with TEC presented the results of his recent research on alternatives for plant improvements and expansion to the Soldier Canyon Steering Committee. Treatment options available for geosmin related taste and odor issues were reviewed.

Treatment Capacity – City of Fort Collins - An article from the Coloradoan regarding the District's interest in excess treatment capacity at the City of Fort Collins Water Treatment Plant was discussed. The City of Fort Collins has built more treatment capacity than it will likely ever need. Various other alternatives that would accommodate future growth within the District's service areas are also under consideration.

6. ELCO WATER REVENUE REFUNDING AND IMPROVEMENT BONDS

Representatives from Stifel Nicolaus and Sherman & Howard attended the meeting to help the District better understand the bond issuance process. Copies of the Preliminary Official Statement and Bond Resolutions were distributed. Scott Baker made a motion to engage Sherman & Howard as Bond Counsel; Ed Laudick seconded and the motion carried unanimously.

Vicki Mattox with Stifel Nicolaus explained the function of the Parameters Resolutions and the Bond Purchase Agreements. Additional discussion covered ELCO's A+ "Stable" S & P Rating, and the pending insurance commitment from Assured Guaranty.

Scott Baker moved to adopt both bond resolutions. Ed Laudick seconded the motion and it passed unanimously.

The size of the "new money" issue was discussed at length. Ed Laudick moved to issue debt that yields \$3,500,000 in bond proceeds from Series 2009A. Scott Baker seconded and the motion passed unanimously.

7. WATER RIGHTS & STORAGE PROJECTS UPDATE

The snowpack comparison report for May 1st was included with the Board packet. Snow water equivalents in the Cache La Poudre Basin are at 115% of average, very similar to 2008 levels. The water resources agenda from the Soldier Canyon meeting was reviewed.

8. LARIMER COUNTY 1041 REGULATION AND PROPOSED DESIGNATION OF WATER AND SEWER TRANSMISSION LINES PUBLIC MEETINGS

The Board discussed the Larimer County 1041 regulation and proposed designation of water and sewer lines. This is a discretionary approval process by the County Commissioners that does not currently include water and sewer lines. The County Planning Department proposes amending the code to include development of new or extended domestic water or sewer lines which are 24 inches diameter or larger or two or more pipelines of any size which are parallel to and located within 100 feet of one another and have a total diameter equal to or greater than 24 inches. Mike and Randy plan to attend the next public meeting and will express ELCO's concerns. Other Board members will meet with individual County Commissioners to provide input.

9. MANAGER'S REPORT

Watkins and Schommer-Included as an informational item was a letter from Watkins & Schommer, Inc summarizing their plan to audit the financial statements of the District for the year ending December 31, 2008.

Serratoga Falls Developer- The developer of Serratoga Falls has submitted a request to enter into a "Water Service Agreement" with the District. Two options were suggested. After discussing the matter Staff was directed to provide feedback to the Developer and give him the opportunity to present his rationale to the Board.

Annual Tri-City, Tri-District Meeting-Randy and Mike plan to attend the annual Tri-City, Tri-District meeting on May 21, 2009 hosted by the City of Greeley.

Northern Colorado Water Conservancy District Minutes- Minutes from the March 13th meeting of NCWCD were included with this agenda item.

Greeley Water and Sewer Board Meeting Minutes-April 15, 2009 meeting minutes of the Greeley Water and Sewer Board were discussed briefly.

10. OTHER BUSINESS

There was no other business to come before the Board.

11. ADJOURNMENT

As there was no other business to come before the Board, the meeting adjourned at 8:10 p.m.

Secretary

Approved: _____
President