

East Larimer County Water District
Board of Directors
Regular Meeting

Tuesday – 5:30 P.M.

March 9, 2010

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

Directors Absent: Ed Laudick

Others Present: Mike Scheid, General Manager; Kathy Phipps, Administrative Manager and CFO; Fred Walker, Manager, Boxelder Sanitation District

3. APPROVAL OF MINUTES FROM MEETING ON FEBRUARY 16, 2010

Vern Sunset moved for approval of the February 16, 2010 regular meeting minutes as presented. Scott Baker seconded and the motion passed unanimously.

4. DISCUSSION AND APPROVAL OF FINANCIAL AND INVESTMENT REPORT

Scott Baker moved for approval of the February 16, 2010 Financial and Investment reports. Vern Sunset seconded the motion and it passed unanimously.

Tap sales for 2010 were discussed briefly. Through the end of February, eighteen taps have been sold.

Scott Baker reviewed the statements from the Managed Investment Accounts and found nothing unexpected.

5. SOLDIER CANYON FILTER PLANT REPORT

Minutes- Draft minutes from the March 4, 2010 Steering Committee meeting were included in the Board packet.

SCFP Update-

Tom Ullmann with TEC provided the Steering Committee with a proposed SCFP capital improvement plan, finalizing the current master planning effort for the Plant.

Mike updated the ELCO Board regarding the potential or perceived risks associated with the proposed CSU land purchase. The land

is adjacent to SCFP and would be used for drying beds. There are a number of alternatives that will be explored in addition to consideration of purchasing the CSU property.

6. WATER RIGHTS/STORAGE PROJECTS UPDATE

Shawn Hoff attended the Board meeting to discuss Tri-District water resources activities.

The 3rd addendum to the amended IGA between Fort Collins-Loveland Water District, North Weld County Water District and East Larimer County Water District was included with this agenda item. The purpose of the addendum is to authorize Soldier Canyon Filter Plant through its Steering Committee to engage in water resources activities on behalf of the individual Districts. Scott Baker made a motion that the ELCO Water District sign the 3rd addendum to the amended IGA. Vern Sunset seconded and the motion carried unanimously.

A generic agreement from WSSC was included for discussion. This agreement was prepared for the City of Greeley and Water Supply and Storage Company, and is nearing its final format. Regardless of the obvious differences between Greeley and ELCO, ELCO will likely be subject to the same conditions. Of particular concern is the fee-per-share that WSSC intends to assess as well as the uncertainty of the yield-per-share. The District may need to adjust the conversion fee, credit factor and supply factor for WSSC shares.

A “conflict of interest” waiver letter from Lind, Lawrence & Ottenhoff was reviewed. Loren Maxey recused himself from the discussion, and abstained from voting on the motion. Scott Baker made a motion to sign the waiver letter. Randy Siddens seconded and the motion passed unanimously.

Shawn Hoff asked the Board if there was any interest in renting one share of WSSC and/or 101 shares of NPIC from Harrison Resource Corporation for the cost of the assessments. Larimer County Road and Bridge would like ELCO to lease 5/8 shares of WSSC for 2010. Randy Siddens moved to enter into the lease with Harrison Resource Corporation and Larimer County Road and Bridge. The motion was seconded by Scott Baker and passed unanimously.

Snowpack comparison for March 1st was included with the Board packet. Cache La Poudre River basin is at 76% of average.

A contract for purchase of water rights by Fort Collins-Loveland Water District was discussed. The pending purchase is a portfolio shift for FCLWD and has no impact on ELCO.

7. EMPLOYEE HEALTH INSURANCE RENEWAL

Recently ELCO employees met with representatives of Centennial Benefits Group, the Districts health insurance broker. The costs and benefits of numerous health insurance plans were discussed. Of the plans discussed, two were selected that will work for the group. The summary sheets for two health insurance plans selected by ELCO employees were included with this agenda item. Employees are very grateful for the benefits provided.

8. MANAGER'S REPORT

NEWT Payment Request – Newt Payment Request #7 was included with the Board packet. This payment represents 51% completion of the project. Shields Street will be closed next week for the NEWT crossing. The contractor will likely finish crossing the Poudre River later this week. Nursery grown trees that were acquired along with one of the pipeline easements have been moved to ELCO's back lot. Several suggestions were made for advertising the trees, including "Craig's List" and ELCO's website. Vern Sunset made a motion to give each ELCO employee one tree. Scott Baker seconded and the motion passed unanimously.

2010 Election – Because there were no more candidates for director than offices to be filled, the May 2010 election was cancelled. Notice of Cancellation and Certified Statement of Results will be posted and published as required by state statutes.

9. OTHER BUSINESS

Fred Walker, Manager of Boxelder Sanitation attended the March Board meeting. Boxelder Sanitation District has filed a statement of opposition to ELCO's Water Supply and Storage change of use case. Mr. Walker wanted the Board to know that Boxelder filed in order to stay informed, not to obstruct the District in any way.

There was no other business to come before the Board.

10. ADJOURNMENT

As there was no other business to come before the Board, at 8:05 p.m. Scott Baker moved to adjourn. Randy Siddens seconded and the motion passed unanimously.

Secretary

Approved: _____
President