

MORRISON CREEK METROPOLITAN WATER & SANITATION DISTRICT
24490 Uncompahgre Road, Oak Creek Colorado 80467
Phone (970) 736-8250 FAX (970) 736-0177
Email: Info@mcwater.org

RECORD OF PROCEEDINGS

The Board of Directors of the Morrison Creek Metropolitan Water and Sanitation District met on Thursday, September 18, 2008 at the offices of Sharp, Steinke, Sherman and Engle LLC located in Steamboat Springs at 401 Lincoln Avenue, Steamboat Springs, Colorado for their regularly scheduled meeting.

Present: Donald Alperti
Ken Burgess
Tony Borean
Ken DePaul
Jack Fahres

Also: Steve Colby, District Manager
Suzie Hawkins, Recording Secretary
Tom Sharp, Council
Tony Stitch
Doug Bradfield

Donald Alperti called the meeting to order at 3:30 p.m.

Meeting Minutes

Motion: by Ken DePaul to approve the August, 2008, minutes as presented with the one correction that the meeting concluded at 5:02 p.m. instead of 4:02 p.m.. Ken Burgess 2nd. All in favor.

Financial Report

Motion: by Ken DePaul to approve checks #10,892-10,931 inclusive and the August statement as presented. Ken Burgess 2nd. All in favor.

Manager's Report

-The SCADA system installed last year did not include well #1 which is located by Black Horse II because it was not clear if a radio signal path would work. Testing now indicates such communication is possible. This will give the district surveillance as to the:

- Pump status
- Gallons per minute pumping
- Elevation of water tank
- Any intrusion of the building.

The other site without SCADA surveillance is the Bannock Trail lift station.

Motion: by Ken DePaul to approve \$10-11,000 for SCADA upgrade in Black Horse II and obtain a cost for SCADA for the lift station on Bannock Trail. Tony Borean 2nd. All in favor.

- There is a need to remove sludge from the WWTP again. The cost is \$.24/ gallon for approximately 100,000 gallons to be dewatered and hauled to the Climax mine by Parker Ag Inc. .
- The District bookkeeper would like to change the pay period from bi-monthly to every other Friday. The Board approved this change
- The Board directed the manger to develop a vacation time policy for consideration by the Board.
- There are several past due accounts. Termination notices have been sent.
The following accounts are still past due: Project I Unit 704, Project I Unit 404, Coyote Run 5, Coyote Run 10, Red Hawk Village Lots 7, 13 & 15

Motion: by Ken DePaul authorizing Steve Colby to terminate past due accounts if payment is not received by September 30. Ken Burgess 2nd. All in favor.

Attorney's Report

- Mr. Sharp reported that an agreement concerning well use on the Heckbert property has been sent to Margaret O'Donnell. At present nothing has been received back.

Old Business

- The manager and the Southshore property owners have staked out a proposed easement alignment for the electric line crossing the WWTP site. The manager indicated he felt the proposed alignment had very little chance of interfering with the use of the property. The Board reviewed the alignment and grant of easement language.

Motion: by Ken Burgess to approve the right of way easement document and alignment as proposed. Tony Borean 2nd. All in favor.

New Business

- The manager recommended the final acceptance of Schedule B (Phase II) of Neighborhoods at Young's Peak on September 21, 2008.

Motion: by Tony Borean to accept Phase II Neighborhood at Young's Peak subject to no problems as of September 21st 2008. Ken DePaul 2nd. All in favor.

- Tom Sharp explained his concern about the CWCB instream right on Little Morrison Creek and why the District should be concerned about the by-pass agreed to in the UYWCD's filing for a diversion right on Morrison Creek. Water from the diversion is being proposed to be diverted to Little Morrison Creek which could serve as augmentation flow to meet the CWCB 1 CFS flows right. Wells drilled in the Little Morrison Creek drainage will have to be able demonstrate an augmentation flow before a permit will be issued. Mr. Sharp is also concerned that the Bushy Creek drainage area and Little Morrison Creek Drainage area be included in the UYWCD umbrella augmentation plan which is currently being created. The problem is that attorneys for opposers in the case are asking that no exchange potential in this area be a condition for settlement.

Motion: by Ken Burgess for the District to send a letter to the UYWCD and that Mr. Burgess and Mr. Alperti meet with John Fetcher of the Upper Yampa Water Conservancy District to emphasize the District's concern about the above described issues. Ken DePaul 2nd. All in favor.

- Tom Sharp urged the Board to a have District overall water supply masterplan done.

Motion: by Ken Burgess to have the District Manager prepare an RFP for a water master plan. Ken DePaul 2nd. All in favor.

-Doug Bradfield presented the Horseback Conceptual Master Plan.

Motion: by Ken Burgess to accept the Horseback conceptual master plan after final review by the District Manager. Tony Borean 2nd. All in favor.

-Tony Stich asked for confirmation that he could connect Horseback lots 1-3 to the sewer main in CR 16.

Executive Session

Motion: by Ken Burgess to exit into executive session as allowed in CRS 12-22-107 at 5:11 p.m. 5:30 p.m. reconvened from executive session.

Motion: by Ken Burgess that Tony Borean and Steve Colby come up with a business plan for purchasing a vac-truck and taking over the vault pumping. Ken DePaul 2nd. All in favor

At 5:34 p.m. Donald Alperti excused himself and appointed Ken DePaul as chairman for the remainder of the meeting.

Budget

-Mr. Colby reviewed the Tabor calculation which determines what the maximum property tax revenue allowed. To achieve the revenue allowed would require raising the mill levy to 13.09. In the past we have applied a temporary credit/reduction which permits us to raise the mil levy back to 20 without voter approval.

Motion: by Tony Borean for the October 16, 2008 meeting to be the budget adoption.

Motion: by Ken Burgess to call a special meeting on September 25, 2008 at 7:00 p.m. at the Stagecoach Fire Station for vault discussion. Jack Fahres 2nd. All in favor.

The manager will provide for the proper notification of the above meetings.

Motion: There being no further business Tony Borean moved to adjourn the meeting at 6:00 p.m. Ken Burgess 2nd. All in favor.