

MESA CORTINA WATER & SANITATION DISTRICT

BOARD OF DIRECTORS MEETING Tuesday, May 2, 2006 Blue River Room – Silverthorne Library

Attending Board members:

Bob Brockmeyer
Randy Rehn

Billy Jack
Jon Whinston

Others attending:

Jeff Leigh
Matt Willitts
Bob Polich

District Manager
Water Operator, Water Solutions
Mountain Systems, Inc.

Vice President Randy Rehn called the meeting to order at 5:16 PM.

Minutes. *The minutes from the March 7, 2006 meeting were approved as written. (Brockmeyer/Rehn,3-0).*

Operations. Matt Willitts reported he had obtained the well logs of the three wells from the State of Colorado. Matt was requested to provide copies for the Board. Initial information being charted on the wells indicated lower production during the winter. Water from the Buffalo Mountain Metro District (BMMD) was lowered from 17.5 gpm to 7.5 gpm in mid-April. There was a discussion of the phone line to well #4 cut by County construction. The line had been spliced back together. The District was switching to wireless communication for pump information and controls to eliminate the Qwest connection. Unaccounted water was 20.2% in the 1st Quarter. There was a water line break during the quarter. Matt had obtained initial information on rehabilitating the wells. There was a discussion of the techniques, including the effect of shockwave treatment on plastic lined wells. Discussion was tabled to a future meeting pending negotiations with BMMD. Matt indicated he was obtaining bids from Snowbridge and Clearwater for rebuilding the lift station. He felt the scope of the project was beyond the capabilities of Water Solutions as the work needed to be done while retaining operation of the facility. Mountain Diggers was working on the final connection of the 572 Lakeview Drive property. A meter had been ordered. A one inch poly pipe line was allowed due to its length. There had been a change in the lift station from the house and it would no longer gravity drain. There may be an issue with depth of cover due to this. It was mentioned the meter for well #6 bounced and was difficult to read. Matt indicated he felt it was providing accurate readings for comparison purposes.

Jon Whinston arrived at 5:40 PM.

BMMD. Jeff Leigh updated the Board on negotiations with BMMD on water purchases. It was his feeling that BMMD desired a consistent income stream. A formula that may be acceptable to both Districts would be a minimum amount per EQR. The concept was to view the 200+ EQR's of Mesa Cortina as a condo complex in BMMD without required water line maintenance. There was a discussion regarding potential rate formulas including fractional rates; minimum usage; and annualized rates. Jeff would continue negotiations with BMMD.

Water Solutions Contract. Matt Willitts left the meeting to allow Board discussion of his proposed contract renewal. The proposed contract increased the fee by \$175 per month. Matt indicated this was a 4.3% annual increase by year since the original 2003 contract. Jeff felt the true increase was 6.5% as the first year of the original contract should not be factored into the cost increase. The Board discussed the increase compared to CPI; extra charges and hours; employees assigned to the work; distinction between jobs performed; selection of sub-contractors; and attendance of JSA meetings billed. *A motion was approved to have an open discussion with Matt at the next meeting regarding the increase if (1) Board meeting attendance was included within the base rate; (2) the Board had oversight of sub-contractors selected for work in the District; (3) understanding of staff assigned to the Mesa Cortina contract; (4) prior authorization of the work scope outside of the base contract coverage. (Whinston/Jack,4-0).*

Oath of Office. The Oath of Office was given to the newly elected Board Members. Randy Rehn was appointed Acting Chairman for this meeting for the purpose of acknowledging Jon Whinston's Oath of Office.

Next meeting. The next regular Board meeting was set for June 6, 2006. It was suggested that revegetation of line break areas to discourage the growth of noxious weeds be considered at a future meeting.

The meeting was adjourned at 7:51 PM.