

WATER & SEWER BOARD OF DIRECTORS' MEETING
JUNE 16, 2007

IN ATTENDANCE: Steve Koeckeritz, Bob Strazer, Jack Watson, Jeanette Williams, and Manager Jody Sandquist.

ABSENT: Joe Sarjeant.

PROPERTY OWNERS & OTHERS IN ATTENDANCE: Four (4).

PRESIDENT STEVE KOECKERITZ CALLED THE JUNE 16, 2007, WATER & SEWER MEETING TO ORDER AT 8:02 A.M.

APPROVAL OF AGENDA:

MOTION: Jeanette Williams moved to approve the Agenda. Bob Strazer seconded the motion, which passed unanimously.

PRESIDENT'S REPORT: No report.

TREASURER'S REPORT: Written report.

MEMBER COMMENTS & CONCERNS: Jim Kubichek (04037A) asked the Board to consider and make plans for some kind of a dredging on the west side of Panhandle Reservoir. If plans can be made now, when we have a draw down everything will be in place. Steve agreed with Jim's recommendation and that there must be considerable siltation build up. He suggested a review of prior minutes to see if there is documentation relating to this issue. Also, we probably need to set some survey requirements to see what has happened with the capacity of the lake. Jim further suggested there would be a market for the siltation, which would help to off set the initial costs of dredging. This issue will remain on the Agenda until a plan is established. Jody was asked to review any Association records that might provide a helpful history for the Board. Plans showing the depths of Panhandle Reservoir at various points should be studied.

1. MORLAND POND (PCE11): Jody is still playing phone tag with Francis Case.
2. HOWE (09048) CANOE/BOAT STORAGE: This issue relates to our policy of having canoe storage on the top row only; the reason being that canoes generally are longer than and stick out further than other boats. Steve pointed out that there is an inconsistency inasmuch as there are some canoes on lower levels in the covered boathouse. After discussion, the Board decided to visit boat storage after the Joint Board Meeting. The Board will be looking at the entire storage policy and rate structure in the future and will be making decisions that could affect all of the boat storage users. One important issue is whether the Board is dealing with a Board policy or an administrative policy. They asked the Manager and staff to work with Mr. Howe and provide a space that will meet his needs.

MANAGER'S REPORT: Jody congratulated the Board on an excellent Annual Meeting, and thanked them for volunteering their time.

Due to lack of an Accountant, Jody has not completed the 6th Filing draft budget. The first well has been drilled on 06076. The driller has gone down 400 feet and getting 2½ gpm. He has been authorized to drill the additional 200 feet. If the flow has not improved, the next step would be to fracture.

The 11th Filing has one well that is going down, indicating our aquifers have not refilled. We need to encourage everyone to conserve water.

Mr. Wampler (06076) will be available at next month's meeting. This issue involves the County's denial of allowing a septic system on this property, inasmuch as this property is on the 6th Filing system.

A check for \$460.00 has been received from Pinnacol Insurance as a dividend on Water & Sewer's Workman's Comp.

The Board was provided with a Semi Annual Summary of Water & Sewer Usage dated May 31, 2007. Board policy has been to allow commercial haulers to dump in our digesters. However, because of the use of pumps that have clogged our digesters, one company will be advised this service is no longer available to them unless they gravity feed into the digesters.

The Board further discussed status of the new well in the 6th Filing.

MOTION: Bob Strazer moved to give Jody, our Manager, the authority to increase the depth of the well and to authorize fracturing of the well on completion if necessary in her opinion. Jack Watson seconded the motion, which passed unanimously.

COMMITTEE REPORTS

1. 6TH FILING SYSTEMS ADVISORY COMMITTEE: No report.
2. SYSTEMS AS-BUILT AD HOC COMMITTEE: Lyle Koller reported that 95% of the 6th Filing system project is complete and the Committee is now doing proofing. A composite map will show the entire 6th Filing with everything located on it. There will be four separate maps of the as-built area and a valve book.

OLD BUSINESS

1. PANHANDLE DAM: Dick Smith is trying to line up the photography inside the toe drain and then move on to the seepage and the bulkhead.

NEW BUSINESS

1. STATES WEST PROPOSAL RE: LLPL: Survey recommendations regarding Lower Lone Pine Lake were submitted to the Board by States West Water Resources Company. The Board has looked at the possibility of enlarging LLPL as part of the solution for the ULPL project. It appears there is some merit in looking at enlarging LLPL, and we need to understand where the current boundaries of that lake site are. A topographic survey of that area will be done so we can determine how much additional storage might be picked up. That could take place through raising the dam in its existing location or also there is a possibility we could move the dam further down stream, or a combination of both. Raising the dam height would require acquisition of property or easements from some of the surrounding property owners. One of the properties that

would be inundated by using LLPL is the lower portion of lot 61 in the 2nd Filing. That lot is on the market, and Steve Koeckeritz has contracted to purchase it. His intent would be to transfer the area of inundation to the Water & Sewer Association at no cost, if the Association goes forward with the expansion project. The other option is that he would be willing to assign the entire contract to the Association if the Board feels it wants to own the lot rather than simply acquire the area that might be inundated. Steve acknowledged he has to be very careful not to get into a conflict of interest situation and also not to use his position as a Board Member to the detriment to the other party in the transaction. He has clarified his as well as the Board's intentions with the listing agent who has passed this information on to the current owner. The owner has the right to rescind the contract any time prior to closing. Steve's primary objective in purchasing the property is to possibly use it as a site to build a spec home. The configuration of the lot does not provide for a view of the lake from the building site whether the lower area is inundated or not. The only cost Steve would ask to be compensated for from the Water & Sewer Association would be any direct costs associated with mapping the easement for the area to be inundated. No other compensation would be asked. Steve suggested doing an RFP on the survey work.

MOTION: Jack Watson moved to put out an RFP for the survey work on the Lower Lone Pine Reservoir to have the results before the August meeting. Jeanette Williams seconded the motion.

MOTION: Bob Strazer moved to amend the motion that we, Crystal Lakes Water & Sewer, will advertise the RFP with input from States West Water Resources. Jack Watson seconded the motion to amend, which passed unanimously.

The main motion was passed unanimously.

Jody will contact States West for their assistance in compiling the RFP. Discussion followed as to whether Water & Sewer would want to purchase 02061 rather than be granted an easement if Lower Lone Pine should become a storage facility. Steve made it clear that at whatever future point it becomes necessary, he would convey that easement area to the Association at no cost other than his out of pocket costs associated with the creation of that easement. The Board thanked Steve for his openness and actions, and expressed that they did not see a need for the Association to purchase lot 61 in the 2nd Filing.

2. GOVERNING DOCUMENTS:
 - Review CLWSA Bylaws to Update: The Board will review the Bylaws and this will appear on next month's Agenda.
3. BOARD ROSTER: Each Board Member confirmed the accuracy of their individual information.

MOTION: Bob Strazer moved to recess the meeting. Jeanette Williams seconded the motion, which passed unanimously.

THE JUNE 16, 2007, WATER & SEWER MEETING RECESSED AT 9:56 A.M.

THE MEETING RECONVENED AT THE BOAT STORAGE AT 12:22 P.M.

The Board reviewed different configurations of the storage racks to accommodate the various lengths of

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boats. It was decided that if boat fees are not paid by July 1st, the next on the waiting list will be given the slot. They will also apply butter rock at a depth of 10" in the front of the newest racks, tapering to

create a gradual slope down to the road as soon as possible. The cost of storage will be reviewed for FY 08-09.

MOTION: Jack Watson moved to adjourn. Bob Strazer seconded the motion, which passed unanimously.

THE JUNE 16, 2007, WATER & SEWER MEETING ADJOURNED AT 12:55 P.M.

Respectfully submitted,
Bev Eddinger
Recording Secretary