

RECORD OF PROCEEDINGS

MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS

OF

BATTLEMENT MESA METROPOLITAN DISTRICT

Held, Thursday, the 16th day of February 2017 at 401
Arroyo Drive, Battlement Mesa, Colorado.

Attendance

A special meeting of the Board of Directors of Battlement Mesa Metropolitan District, Garfield County, Colorado was called and held as shown above and in accordance with the applicable statutes of the State of Colorado, with the following Directors present and acting:

Bill Nelson
Sara McCurdy
Dick Deussen
Vinnie Tomasulo
Michelle Foster

Others in attendance; BMMD District Manager, Steve Rippy, BMMD Water/Wastewater Superintendent, Roger Bulla, Ursa Resources representatives, John Doose and Matt Honeycutt, Battlement Mesa Company representative, Eric Schmela and Battlement Mesa residents Ken & Judy Seidel, Bob Arrington and Larry Forman.

Call to Order

Director Nelson called the meeting to order at 10:00 am.

Conflict/Disclosures

None

**Discussion of Ursa
Resources BMC A Pad
Development and
Injection Well
Injection Well**

Matt Honeycutt provided details of Ursa Resources plans for development of the BMC "A" Pad for purposes of oil and gas extraction. The "A" Pad is proposed to be constructed southwest of the BMMD wastewater facility. The development of the "A" Pad includes the development of an injection well for disposal of oil & gas production water.

Mr. Honeycutt explained that Ursa and Battlement Mesa Land Investments have revised the zone & text amendment submittal to Garfield County in order to remove the injection well from the BMC "B" Pad location as a result of concerns raised over the proximity to the BMMD river intake facility.

Mr. Honeycutt presented information and diagrams describing the construction and operating practices used in development of the Injection Well.

BMMD, board members, questioned Mr. Honeycutt about the construction details of the injection well including construction materials, well depth, water volumes and treatment, pipeline pressures, operational plan for monitoring injection operations, etc.

Battlement Mesa residents Bob Arrington, and Larry Forman expressed their safety concerns for an injection well located near the BMMD raw water storage facilities.

Other Business

None

Adjournment

There being no further business to come before the Board, and upon a motion made and carried, the meeting adjourned at 10:48 am.

The foregoing constitutes the true and correct minutes of the above referenced meeting and was approved by the Board of Directors of the Battlement Mesa Metropolitan District on the 16th day of February 2017.


Secretary