

APPROVED

RECORD OF PROCEEDINGS

MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS

OF

BATTLEMENT MESA METROPOLITAN DISTRICT

Held Thursday, the 18th day of November, 2010 at 398 Arroyo Drive, Battlement Mesa, Colorado.

Attendance

A regular meeting of the Board of Directors of the 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:

Michelle Foster
Sara McCurdy
Lynn Shore
Fred Inman
Bruce Richards

Steve Rippy, Sandy Yeager, Anne Huber, Bill Nelson, Helen & Stanley Westrick, Keith Lammey, Bob Arrington and Amie Martin were also in attendance.

Call to Order

Director Shore called the meeting to order at 9:00 am and established that a notice of the meeting had been posted as required by statute. Director Shore noted that a quorum was in attendance.

No potential conflict of interest disclosures were noted or filed on behalf of any of the Directors.

Public Comment

Bob Arrington asked the Board if the District had a plan of action for the salt spill in the river near Carbondale?

Director Shore stated that since the spill occurred so far away, it wouldn't have an affect on BMMD water.

Stanley Westrick asked when the bid process was going to start for the contract work around Battlement Mesa?

Director Shore explained that the contract work is done through the Battlement Mesa Service Association and that BMMD has nothing

to do with contract work.

Mr. Rippy informed Mr. Westrick that he has started the bid process for BMSA and will forward the information to Mr. Westrick.

October 2010 Regular Meeting Minutes

A motion was made by Director Richards and seconded by Director Inman to accept the October 21, 2010 regular meeting minutes; the motion carried unanimously.

Website Presentation

Bill Nelson gave a presentation on a possible website for the BMMD. The website will have links to other websites such as: Garfield County, BMSA, GVFPD, etc. Mr. Nelson explained that the website would not require additional staff time, that he would keep the site updated.

Director Shore asked for the website to be on the agenda for consideration at the December 2010 meeting.

Accounting Manger Report

Ms. Yeager explained that she cashed in one of BMMD's \$100,000 cd for the purchase of the new office building.

A motion was made by Director Inman and seconded by Director McCurdy to accept the October 31, 2010 financials, subject to audit. The motion carried unanimously.

Activity Center Report

Mrs. Huber asked the Board if the activation fees for December could be charged on a prorated basis? The Board directed Mrs. Huber to prorate the activation fees for December 2010.

Mrs. Huber informed the Board that the classes at the center are going very well. We have 32 people signed up to take the new Zumba class.

Mrs. Huber stated that she is receiving calls for room rentals for multiple days and all day meetings. Mrs. Huber stated that there is more competition for room rentals and is considering going to an hourly rate.

The Board agreed that room rentals should be set at rates that are competitive with other vendors.

Director Shore explained to the Board that for BMAC to stay competitive we are going to need to purchase equipment such as lap top plugs, overhead projectors, sound system etc.

District Manager
Report

Mr. Rippy stated that the earthwork has continued on the drying beds project. The weather has slowed the construction process.

Mr. Rippy had the 30" storm sewer culvert cleaned at the intersection of Rainbow Trail and Stone Quarry Road. Mr. Rippy stated that he added a new line item to the budget for 2011 to allow for cleaning of storm sewer areas.

Mr. Rippy informed the Board that the purchase of the sales pavilion was completed on November 15, 2010. Mr. Rippy has scheduled a meeting with architect Greg Robson to do a walk through of the building.

Mr. Rippy stated that there were no bulk water sales for October. Williams Energy began purchasing water from the District on November 9th.

Administrative Office
Remodel Funding

Mr. Rippy stated that he would like the Board to authorize funds to start the remodeling process of the new office site. The furnace needs to be replaced now.

A motion was made by Director Inman and seconded by Director McCurdy to authorize up to \$20,000 for remodeling costs, architecture costs and a new furnace for the new office building. The motion carried unanimously.

Middle CO River
Water Shed
Partnership Grant
Funding

Mr. Rippy stated that he and Director Shore attended the last meeting of the Middle Colorado River Water Shed Partnership. The group is applying for a grant that will focus on nutrients flowing into the Colorado River from East of the Glenwood Canyon to Debeque. Mr. Rippy stated that they are forming a baseline on the current health of the river. The partnership feels the river is pretty healthy, but they are applying for a grant from the EPA to complete a study.

A motion was made by Director Inman and seconded by Director McCurdy to authorize \$1000 in funds over 3 years and to write a letter of support for the grant; the motion carried unanimously.

Other Business

Director Shore stated that he would like staff to study the proposed well locations, roads etc. associated with Antero Resources drilling plan. Also, prepare a report, which addresses any concerns the District might have with the plan, to the Board of Directors. Director Shore stated that the Grand Valley Fire Protection District is also doing a study of the drilling plan.

After further discussion, the Board agreed to have the staff meet with Antero to do the study. The Board would like staff to report back in 60 days with a completion date of February 1, 2011.

Director Shore stated that within the last few weeks the subject of commercial/industrial water & sewer taps has come up in conversations. Director Shore asked what could BMMD do to make Battlement Mesa more competitive to outside areas?

Director Shore would like the Directors to give this issue some thought and to also put Tap Fees on the agenda in early 2011.

Director Richards asked what was the purpose of the BMMD and the BMSA becoming a single entity and why couldn't the two Boards be combined?

Director Discussions

Director Shore explained that the Boards agreed to go in the direction of one Board. The first step was BMMD taking over the management of BMSA with the goal that the BMSA Board role would become less and less. Director Shore explained the idea was for BMMD to eventually take over the day to day operations and BMSA Board would only meet a few times per year.

Mr. Lammey explained that the BMSA Board would like to see what the incorporation study report states before moving forward. The Planning Committee is working on new ways to structure the BMSA, but this will likely be a very long process.

There being no further business to come before the Board and upon a motion made and carried, the meeting adjourned at 10:50 am.

Adjournment

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 16 day of December, 2010.


Secretary