

**MINUTES OF BOARD OF DIRECTORS MEETING
CLIFTON WATER DISTRICT
THURSDAY, APRIL 5, 2007**

BOARD MEMBERS PRESENT: Doralyn Genova, Vice-Chairman; Paul Teal, Secretary;
Brian Woods, Assistant Secretary

STAFF MEMBERS PRESENT: Dale Tooker, David Reinertsen, Patricia Ferlito, Laure
Watkins

REGULAR MEETING

Vice-Chairman Genova called the regular Board Meeting to order at 5:05 p.m., and noted that Chairman Ballagh's absence was excused. Manager Tooker introduced Patricia Ferlito, the District's new accountant.

GUEST

Director Genova introduced Larry Clever, Manager, Ute Water Conservancy District. Mr. Clever presented written and verbal information on a proposed idea to create a sub-district of the Colorado River Water Conservation District for the purpose of funding future water issues specific to the Colorado River Basin.

MINUTES OF THE MARCH 1, 2007 BOARD MEETING

Director Woods moved to accept the minutes of the March 1, 2007, Board Meeting. Director Genova seconded and the motion passed unanimously.

FINANCIAL REPORT AND ACCOUNTS PAYABLE

Director Teal moved to accept the financial report as presented and approve expenditures of \$116,988.34 plus \$172,268.96 on the supplemental statement, for a total of \$289,257.30. Director Woods seconded and the motion passed unanimously.

EXPRESS AGENDA

The Board reviewed the Express Agenda and Director Woods moved to accept the items as presented. Director Teal seconded and the motion passed unanimously.

Project 2002-03 Plant Optimization Phase II Update –The Contractor, Garney Construction, continues to pursue one final subcontractor lien release and has scheduled identified repair work of floc drive sprockets and chains in mid April. As soon as the final lien release is received and the identified repairs completed, Staff will advertise for final payment, which is now anticipated for May 3, 2007.

UNFINISHED BUSINESS

Vacant Director Position – Manager Tooker reported that he contacted the individuals who expressed interest in the vacant Board Member position. Resumes' (*File Board Meeting 4/5/2007 and Board Members*) and letters of interest were received from Robert Burger and Peter Theis. The remaining candidates expressed that they were unable to pursue this position due to time constraints. It was the consensus of the Board to call a Special Meeting to interview the potential candidates. Staff will arrange a date and time for the Special Meeting based on Board Member availability.

Final Payment for Project 2002-03 – This item was tabled and will be addressed at a future meeting.

Project 2006-01 South Finished Water Storage Tank Contract Addenda for Additional Engineering Services – A Staff Report (*File Board Meeting 4/5/2007, 2007 Staff Reports and Project 2006-01 South Finished Water Storage Tank*) requesting Board action to amend the Preliminary Design Agreement with Burns & McDonnell Engineering Company, Inc. was presented. The amendment includes project engineering support for Phase 2 (Construction Oversight) of the District's South Finished Water Storage Tank Project in the amount of \$148,214. Manager Tooker presented the rationale to bid the project with a bid alternate to construct a new tank. Director Woods moved to authorize the requested amendment for Phase 2 Services in the amount of \$148,214 to the original Preliminary Design Agreement. Director Teal seconded and the motion passed unanimously. Additionally, it was the consensus of the Board to direct Burns & McDonnell to proceed with the Bid Alternate for construction of a new one-million gallon finished water storage tank.

Whitewater Distribution Modeling Project – Staff provided the Board with a copy of the final report of the Whitewater Water Service Area Network Analysis (Additional Modeling of Alternatives dated April 5, 2007) (*File Board Meeting 4/5/07 and Drexel Barrell & Co. - Whitewater Evaluation*), compiled by Drexel, Barrell & Co. Manager Tooker provided a verbal explanation of the three options presented in the final report and expressed that it is critical for the District to proceed with construction in the Spring of 2007. Staff recommended moving forward with Option C as presented in the report, which can be performed within the amount budgeted in the 2007 Capital Budget. Information only, no Board action required.

Major Capital Improvement Plan (MCIP) – Staff will continue to work with Mesa County and Drexel, Barrell & Co., as the updated MCIP is developed.

Industrial Water Rates – A Staff Report (*File Board Meeting 4/5/2007 and 2007 Staff Reports*) defining proposed policy changes was presented. Staff is requesting approval of revisions to Policy #420, Water Usage Fees and Policy #410 Plant Investment Fees (*File Board Meeting 4/5/2007 and Operations Policy Manual*), to include fees for Non-Residential Water Rates and Plant Investment Fees.

The Policy and Standards Committee have reviewed the policy revisions and staff's recommendations are based on the Committee recommendations. Director Teal moved to approve revisions to Policy #410 Plant Investment Fees and Policy #420 Water Usage Fees to identify and appropriately charge Non-Residential users, and to efficiently monitor and measure use by large water users, and place the policies in effect April 6, 2007. Directors Woods seconded and the motion passed unanimously.

Standing District Committees – The Board deferred committee member selections until a new Board Member is appointed to the vacated director position.

NEW BUSINESS

Mesa County Regional Transportation Planning Office Tap Request – A Staff Report (*File Board Meeting 4/5/07, 2007 Staff Reports and Customer File*) was presented outlining the request from the Mesa County Regional Transportation Planning Office for a tap to serve the new Clifton Transfer Point for Grand Valley Transit (GVT) located at 549 ½ 32 Road. This location does not have tax parcel number as it is leased right-of-way from the Colorado Department of Transportation. By District Policy #410, the sale of a new service tap requires proof of ownership of the specific parcel to be served. Since there is no parcel ownership by Mesa County (only a lease agreement with the State), an exception to District Policy by the Board is required for staff to sell the requested service tap. Director Woods moved to grant an exception to District Policy #410 that would allow the Mesa County Regional Transportation Planning Office to purchase a water tap for the GVT Clifton Transfer Point located at 549½ 32 Road. Director Teal seconded and the motion passed unanimously.

Water Rights Development Fee Policy – There was no discussion on this item.

Colorado River Water Conservation District Sub-District Proposal – A Staff Report (*File Board Meeting 4/5/07, 2007 Staff Reports and Sub-District of the Colorado River Water Conservation District*) was provided to the Board outlining the proposed idea to create a sub-district of the Colorado Water Conservation District. Larry Clever presented the logistics of how the sub-committee will be formed, earlier in the meeting. It was a consensus of the Board to support the development of a sub-district of the Colorado River Water Conservation District for the purpose of funding future water issues specific to the Colorado River basin.

OTHER

1996 Revenue Bonds – The Board directed Staff to consult with Joe Drew, Drew Investments, to evaluate paying off the 1996 Revenue Bond, and report back to the Board.

ADJOURNMENT

By mutual consent the meeting adjourned at 8:15 p.m.

ATTEST:

Excused

John L. Ballagh

Paul Teal

Brian Woods

Doralyn Genova