

**Minutes of the Special Meeting of the Board of Directors of the
Pinewood Springs Water District's Water Enterprise
12-31-00**

A special meeting of the Board of Directors of the Pinewood Springs Water District's Water Enterprise, Larimer County, Colorado, was held in accordance with the applicable statutes of the State of Colorado on 12-31-00 at the Pinewood Springs Firehouse. The meeting was called to order at 10:15AM by Vice President Gary Clements.

ATTENDANCE: The following directors were present constituting a quorum: Mike Keilty, Gary Clements, Linda Mootsey, Andrew Sharp and Meg Rotan. Also present were Frank Novak, Ron Savage, Renee Myers, Mark Upton, Rich Troiano, Win Knechtel, Jim Easter, Lynn Easter, Gary Pettit, Jake Jacobson and Rich Zweibel.

The purpose of the meeting is to discuss reinstating emergency water rates due to the need to haul water.

CUSTOMER CONCERNS: 1. Rich Zweibel stated he did not see the water alert signs right away and suggested a direct mailing.

2. Win Knechtel would like to see people/household taken into consideration in the billing system.
3. Rich Troiano questioned whether the District is limited on how much excess money we can collect to keep for emergencies. He feels the mountains are always in a water shortage and should act accordingly.
4. Rich Zweibel wanted to know why the production was so low right now. The river is frozen.
5. Jim Easter agreed with the concept of changing the higher rate charged for usage based on a month to month evaluation of overall use vs. production.
6. Mark Upton agrees with the rate increases.

Discussion by the Board:

Do we raise the rates to cover hauling? Should we go to a cautionary rate structure? All the Board members agreed with some type of temporary increase during hauling, but Meg Rotan and Andy Sharp did not feel we should charge more for the water we are currently able to produce. It was agreed that we should spend down some of the grant money received earlier to cover hauling to fill the tanks currently. Mike Keilty motioned to raise the rates to \$5/100gals for usage over 3000gals/month and stay at the new rate of .10/100gals for 0-3000gals to become effective 1-1-01. Gary Clements seconded and it was approved unanimously.

We will continue to haul to get the tank levels up and then as needed. With conservation we may be able to produce enough water to avoid hauling. The issue will be readressed at the next meeting.

11:16AM Adjourn to executive session to discuss the rental deposit issue and personnel issues.

Return to regular session at 12:15PM. Mike Keilty to send a letter to the Rupperts disputing deposit amount returned. Ron Savage will change his report format on daily activities. Ron will also get estimates on fixing the District truck after his recent accident.

Gary Clements motioned to adjourn the meeting. Meeting adjourned at 12:18PM.

Respectfully submitted,