

**MINUTES OF A REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
SOUTH METRO WATER SUPPLY AUTHORITY**

HELD: Monday, January 26, 2014 at 1:00 p.m. at the South Metro Water Supply Authority, 2nd Floor Conference Room, 8400 East Prentice Avenue, Greenwood Village, Colorado 80111.

ATTENDANCE:

The regular meeting of the Board of Directors of South Metro Water Supply Authority ("Authority"), Douglas and Arapahoe Counties, 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:

Dave Kaunisto, East Cherry Creek Valley
Ron Redd, Parker Water & Sanitation District
Mark Marlowe, the Town of Castle Rock
Heather Beasley, Pinery Water & Wastewater District
John Kaufman, Centennial Water & Sanitation District

Also present were: Eric Hecox, SMWSA, Executive Director
Rick Marsicek, SMWSA, Director of Engineering
Logan Burba, SMWSA, Water Resources Engineer
Mikal Martinez, SMWSA, Admin/Acct Assistant
Pat Ratliff, Ratliff & Associates
Russ Dykstra, Spencer Fane Britt & Browne LLP
Luis Tovar, Cottonwood & Inverness
Doug Scott, Meridian Metro District
Jim McGrady, Stonegate Village Metro District
Jim Nikkel, Castle Pines North Metro District
Mary Kay Provaznik, Dominion Water & Sanitation District
Scott Lehman, Rangeview Metro District
Tim Murrell, Douglas County
Steve Witter, ACWWA
Katie Spahr, ACWWA
Kevin Collins, CliftonLarsonAllen LLP
Kate Henske, Burns McDonnell
Katherine Kornbrust, BT Construction

CALL TO ORDER:

Director Kaunisto noted that a quorum was present for the purpose of conducting a meeting of the Board of Directors and called the meeting of the South Metro Water Supply Authority to order at 1:03 p.m.

APPROVE/REVISE AGENDA:

The Board reviewed the Agenda. Upon motion duly made, seconded, and unanimously carried, the Board approved the Agenda.

PUBLIC COMMENT:

None.

MINUTES:

Minutes from November 17th Board Meeting were reviewed. Upon motion duly made and seconded, the Minutes were approved.

CLAIMS:

The Board reviewed the claims presented for payments represented by check numbers 4040 through 4043 for interim payments and by numbers 4044 through 4055 for monthly payables. The December 31, 2014 Financial Statement was also presented to the Board. Following a brief discussion and upon a motion duly made and seconded, the Board approved the interim and present claims in the total amount of \$137,452.83 and the Financial Statement for the period ending December 31, 2014.

COMMITTEE REPORTS:

Legislative Report – Pat Ratliff provided an update on the Colorado Water Congress (CWC) State Affairs and Federal Affairs Committees, as well as on recent leadership elections in the State government. Eric Hecox passed around a handout listing current proposed water bills, and Pat provided a detailed explanation for each proposed bill with her and staff’s recommended position to either support, oppose, or monitor. Pat answered questions and asked if there are any issues with the recommendations as presented. Upon motion duly made and seconded, the Board voted, with one abstention from Mark Marlowe, to approve the recommended positions on the current water bills presented today (HB 1006 support; HB 1013 Section 1 support, Section 2 oppose; HB 1016 amend and remove redevelopment language; HB 1038 support; HB 1057 monitor/support; HB 1118; SB 008; SB 010; SB 17; SB 55; SB 64; SB 75; and SB 84).

Attorney’s Report – Russ Dykstra has been working to finalize changes to Water Ambassador Contracts for trainers and coordinator, and he has nothing further to report on at this time.

GRAYWATER CONTROL REGULATION 86, PRESENTATION BY TIM

MURRELL: Tim Murrell was present to discuss Graywater Control Regulation No. 86, which was signed into law May 15, 2013. He distributed two handouts that 1) provides a link to the current draft regulation and further detail on each section of the draft, and 2) explicitly describes the Division of Water Resources Administrative Position for graywater reuse. Eric Hecox explained that SMWSA has submitted a letter requesting party status. If the group is interested, there was an offer for experts to come present detailed information on the topic. Tim answered questions from members and attendees.

ACTION ITEMS:

Officer Elections: Eric Hecox informed the membership that Heather Beasley was elected as the small provider representative and the Board will need to elect internally for each seat. Eric provided current seats/positions and said the Board is free to leave the positions as is, or they may elect to vote directors into new positions. After brief discussion and upon motion duly made and seconded, the Board voted to re-elect Dave Kaunisto as President, Ron Redd as Vice President, John Kaufman as Treasurer, and Heather Beasley and Mark Marlowe will act as assistant secretaries for purposes of signing documents as needed.

CORA Resolution: Russ Dykstra provided a description of the CORA Resolution. Upon motion duly made, seconded, and unanimously carried, the Board voted to approve the CORA Resolution.

Regional Messaging Scope of Work: Eric Hecox refreshed the Board on how the Regional Messaging program has developed to date. He thanked all who serve on the subcommittee and pointed out the Scope of Work for 2015 is in the meeting packet. The contract is for time and materials, not to exceed \$150,000. Eric answered questions posed by members and the Board. Upon motion duly made and seconded, the Board voted to approve the Contract Amendment No. 1 with 2015 Scope of Work with GBSM, Inc.

Master Plan Scope of Work: Logan Burba summarized CH2M Hill's Phase II Scope of Work within the packet. She pointed out that budget numbers were not ready in time to be included in the packet, but they are now available for review. Logan summarized the budget in terms of each task. Logan and Eric answered questions regarding how much was spent in 2014, what has been completed on this Master Plan to date, details involving a \$5,000 consulting contract with Jon Diebel, and regarding other specific tasks in the scope. Upon motion duly made, seconded, and unanimously carried, the Board voted to approve the CH2M Scope of Work for Phase II of the Master Plan work.

Grant Request Support Letters: Eric Hecox described two requests for water project support letters. The first is for the Northwest Douglas County Water Project. The second is for Pikes Peak Regional Water Authority. Both of these projects will help communities transition from using groundwater to renewable supplies, thereby helping to reduce reliance on the aquifer systems. Upon motion duly made and seconded, the Board voted to approve the support letters for both projects. Eric also mentioned that he invited Sean Chambers from PPRWA to come present at a future board meeting.

UPDATES:

Chatfield Reallocation: Eric stated that we are now under Participation Agreement on Chatfield. He explained that the larger participant group has held a workshop to discuss organization and various models and options for staffing of the Chatfield Reservoir Mitigation Company. Next steps include formation of the Mitigation Company and for the Board of Directors to make initial staffing decisions.

Water Ambassadors: Logan Burba informed the Board on the new Program Coordinator hire, Andrew Streight, who comes with great experience coordinating educational programs. The four trainers from 2014 are coming back in 2015. Logan explained that with the program operating under a Participation Agreement of several SMWSA members, the compensation structures for both the coordinator and trainers have been restructured to be performance-based. Contracts are currently being finalized and meetings have been set to plan and discuss program implementation for the spring semester of 2015.

Conservation Initiatives: Logan updated the members on current conservation initiatives. She thanked all of the members and member staff who attended January 20th meeting conservation subcommittee. The goals of the subcommittee were further developed and include: 1) sharing successes and lessons learned within the region, 2) providing a forum to discuss individual conservation programs, 3) brainstorming and evaluating potential programs and measures to pursue regionally, and 4) providing support for SMWSA staff in the pursuit and implementation of approved regional conservation programs and ideas. The subcommittee also developed a preliminary list of evaluation criteria and questions when considering a new regional conservation program. The next conservation subcommittee meeting is set for March 17th at 9am at the SMWSA offices. The plan is for this subcommittee to meet on the third Tuesday of every odd-numbered month.

Metro Roundtable/IBCC/State Water Plan: Eric informed the members that the CWCB delivered a draft Colorado Water Plan on December 10, 2014. The draft and process is available at www.coloradowaterplan.com. SMWSA staff will continue to review and submit comments as appropriate and to provide input through the Metro Roundtable. HDR is working on Phase 2 of the South Platte/Metro Basin Implementation Plan, and the focus over the past few weeks has been on how groundwater is discussed in the BIP with particular focus on the South Platte alluvial aquifer, hydrologic modeling at key points in the South Platte Basin, and revising the Goals and Measurable Outcomes in the draft BIP. Moving forward, HDR will be focusing on further development of several conceptual projects for inclusion in the final BIP.

Current Snowpack and Water Supply Summary: Rick Marsicek directed members to the January report and graphics included in the packet, and he explained that staff will be presenting on snowpack and water supply for the next several months. Rick said the snowpack for the 2014-2015 season in the Colorado and South Platte Basins is about average for this time of year. With three more months of snow accumulation, the average snowpack combined with high carryover storage and soil moisture in the South Platte should result in a good surface water runoff year. Denver and Aurora both have carryover storage well above amounts in a typical year.

UPCOMING EVENTS:

- 1/28-1/30 - CWC Annual Convention. SMWSA will be attending the convention.
- 2/5 – Regional Messaging Subcommittee meeting
- 2/6 – SMWSA Staff Retreat

RECORD OF PROCEEDING

- 2/17 – Urban Water Partnership Meeting – SMWSA, Denver, and Aurora will be presenting on the WISE Project

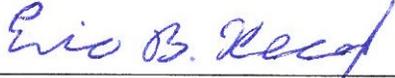
OTHER BUSINESS:

Eric Hecox announced that Lynn Myers with Denver South EDP has been named one of North American's best economic development professionals.

ADJOURNMENT:

There being no further business to come before the Board, upon a motion duly made, seconded and unanimously carried, the meeting was adjourned at 3:04 p.m. The next regularly scheduled board meeting will be held on February 23, 2015 at 1:00pm at 8400 East Prentice Avenue, Greenwood Village, CO 80111.

The foregoing minutes constitutes a true and correct copy of the minutes of the above-referenced meeting and was approved by the Board of Directors of the South Metro Water Supply Authority.


Eric Hecox, Executive Director