

MINUTES¹
SECOND REGULAR QUARTERLY MEETING OF THE
BOARD OF DIRECTORS OF THE
COLORADO RIVER WATER PROJECTS ENTERPRISE OF THE
COLORADO RIVER WATER CONSERVATION DISTRICT

April 15, 2014

Pursuant to notice duly and properly given, the Second Regular Quarterly Meeting of the Board of Directors of the Colorado River Water Projects Enterprise of the Colorado River Water Conservation District (CRWCD) was held on Tuesday April 15, 2014 at the Hotel Denver, 402 7th Street, Glenwood Springs, Colorado.

Directors present during all or part of the meeting:

James Newberry, President	Jon Stavney, Vice President
Doug Monger	David H. Merritt
William S. Trampe	Stan Whinnery
Tom Gray	Stephen M. Mathis
Andrew A. Mueller	Gary Martinez
Tom Alvey	John Ely
John Justman	

Directors not present:

Rebie Hazard	Kai Turner
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Others present during all or part of the meeting:

Eric Kuhn, General Manager, CRWCD
Peter Fleming, General Counsel, CRWCD
Dan Birch, Deputy General Manager, CRWCD
John Currier, Chief Engineer, CRWCD
Chris Treese, Manager, External Affairs, CRWCD
Jason Turner, Senior Counsel, CRWCD
Audrey Turner, Administrative Chief, CRWCD
Ray Tenney, Deputy Chief Engineer, CRWCD
Dave Kanzer, Sr. Water Resources Engineer, CRWCD
Don Meyer, Sr. Water Resources Engineer, CRWCD
Laurie DePaolo, Executive Assistant, CRWCD
Dave Smith, Engineering Technician, CRWCD
Lorra Nichols, Paralegal, CRWCD
Denise Hussain, Records Specialist, CRWCD
Martha Moore, Public Affairs Specialist, CRWCD
Alesha Frederick, Business Support Specialist, CRWCD
Larry Sweeney, Colorado Soil Conservation Board

Quorum.

President Newberry found a quorum and called the meeting to order at 3:23 p.m.

Review and Approve Meeting Agenda and Objectives.

Director Stavney moved, seconded by Director Mueller, to approve the agenda as presented. Motion carried unanimously.

¹ An audio recording has been made of the meeting. The motions described herein may not necessarily represent a verbatim transcription. The audio recordings are available for listening at the CRWCD offices during regular office hours. These minutes are the official record of the Colorado River Water Conservation District's meeting.

Consent Agenda.

Director Mueller moved, seconded by Director Trampe, to approve the following consent agenda as presented. Motion carried unanimously.

- a. Minutes of First Regular Quarterly Meeting, January 21-22, 2014.
- b. Acceptance of Treasurer's Reports and Check Registers for December 2013, January and February 2014.

Wolford Mountain Reservoir Status and Hydrology.

John Currier reported that additional instrumentation is being installed at Wolford Mountain Reservoir for data collection on the deformation of Ritschard Dam. It was also noted that snowpack above the reservoir is currently at 147% of average.

Proposed Contract Approvals.

Water Marketing Contract Pricing, re: Upper Blue River Water:

Director Stavney moved, seconded by Director Alvey, to set the price of Upper Blue River water at \$985 per acre foot for 2014. Motion carried unanimously.

10,825 Cost Share Agreement Modification:

Director Stavney moved, seconded by Director Mueller, to authorize staff to execute a revised 10,825 NEPA Cost Sharing Agreement increasing the River District's funding obligation in an amount not to exceed \$22,900 for a total obligation not to exceed \$320,100. Motion carried unanimously.

Research Agreement with Colorado State University Related to Colorado Compact Water Bank (Deficit Irrigation):

Director Mueller moved seconded by Director Trampe, to enter into a research agreement with Colorado State University in an amount not to exceed \$46,127 for deficit irrigation research for the Compact Water Bank feasibility study and authorize staff to make non-substantive changes and execute the agreement. Motion carried unanimously.

Contract with EcoRx, re: Weed Control at Wolford Mountain Reservoir:

Director Whinnery moved, seconded by Director Mathis, to approve a contract with EcoRx in an amount not to exceed \$35,000 for weed control services at Wolford Mountain Reservoir. Motion carried unanimously.

Hill Access License, Red Dirt Arm of Wolford Mountain Reservoir.

Director Stavney moved, seconded by Director Monger, to approve proposed modifications to a revocable access license agreement with the Hill family for the Red Dirt Arm of Wolford Mountain Reservoir permitting no more than four motorized craft on the water of the Red Dirt Arm at any one time; limiting operation of two the motorized water craft at any one time; and, requiring the two non-operational water craft be docked at the seasonal temporary boat ramp. Motion carried unanimously.

General Counsel's Report-Executive Session:

Peter Fleming reported that the following matter qualified for discussion in Executive Session pursuant to C.R.S. §§ 24-6-402(4)(a)(property negotiations)(b)(legal advice) and (e)(negotiations):

- i. Elkhead Reservoir, Proposed Interest Acquisition by Tri-State Generation and Transmission Association, Inc.
- ii. Grand County Mutual Ditch and Reservoir Co. (Vail Ditch) Proposed Interest Acquisition by Town of Fraser.

Director Stavney moved, seconded by Director Trampe, to move into Executive Session pursuant to C.R.S. §§ 24-6-402(4)(a)(property negotiations)(b)(legal advice) and (e)(negotiations). Motion carried unanimously.

Peter Fleming stated that no further record of the Executive Session need be kept based on his opinion that the discussion will constitute privileged attorney-client communications.

President Newberry reconvened into Public Session at 4:05 p.m.

General Counsel’s Report-Public Session:

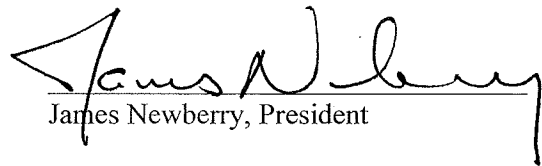
Peter Fleming reported that during Executive Session, the Board provided guidance to staff and General Counsel on the following matters:

- i. Elkhead Reservoir, Proposed Interest Acquisition by Tri-State Generation and Transmission Association, Inc.
- ii. Grand County Mutual Ditch and Reservoir Co. (Vail Ditch) Proposed Interest Acquisition by Town of Fraser.

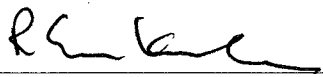
Director Alvey moved, seconded by Director Trampe, to approve a proposed amendment to the Water Marketing Policies to require specific Board approval for any water marketing contract for out-of-basin use and to determine the price for the water being used out-of-basin. Motion carried unanimously.

Adjourn.

There being no other business before the Board, President Newberry adjourned the meeting at 4:14 p.m.


James Newberry, President

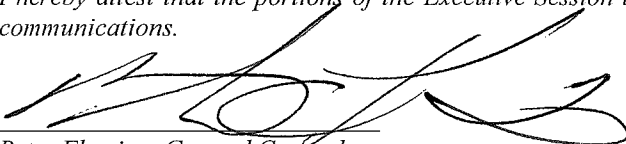
ATTEST:



R. Eric Kuhn, Secretary/General Manager

Executive Session Attestations.

I hereby attest that the portions of the Executive Session that were not recorded constituted privileged attorney-client communications.



Peter Fleming, General Counsel