

HAMILTON CREEK METROPOLITAN DISTRICT

BOARD OF DIRECTORS MEETING Thursday, October 13, 2005 Blue River Room – Silverthorne Library

Attending Board members:

Kolbjorn Tenfjord
Lowell Graves

Niel Christensen
Dennis Archer

Eddie O'Brien

Others attending:

Bob Polich
Matt Willitts
Rob Hess
Jacques DeLorimer
Carole Howard

Administrator, Mountain Systems, Inc.
Water Operator, Water Solutions
President, Hamilton Creek Association
891 Lakeview Circle
901 Lakeview Circle

President Kolbjorn Tenfjord called the meeting to order at 2:20 PM.

Minutes. *The minutes from the April 5, 2005 and July 7, 2005 meeting were approved as written. (Graves/Christensen, 53-0).*

Legal. Colorado Bondshares had appealed the ruling issued by the Trial Court on June 1st for the trial held in January 2003. The Court ruled the District's water supply was not contaminated in 1990 when the Bankruptcy Plan was approved and the interest continued to accrue on interest after the payment of principal. The appeal was only the contamination issue. The Board was provided with copies of the language of the appeal. Bondshares felt the Court was in error in using a State of Colorado water standard rather than the dictionary definition of contamination.

Water operations. Matt reported anode rods have been installed in the water storage tank to prevent corrosion. The tank was in good shape. The rods are estimated to last eight years. There had been no water availability issues this year. The lowest recorded stream flow was 49 cubic feet. The wells (not in use) were tested for water quality as required by the State to maintain them as an emergency water backup source. There was a discussion of water sensors that recorded leaks and may be of interest to absentee owners. The recorded water usage for each home for the summer quarters was provided to the Board and discussed. The District would be doing aerial mapping later in the month for future water work and home construction.

Administration. The 2005 year to date financial summary and preliminary 2006 budget was provided to the Board. The summary was reviewed by line. Several note holders had approved the District deferral of the 2005 principal payment. The available funding was used for road sealing and additional forest work to remove pine beetle trees.

Water Line Extension The Board reviewed maps of proposed water line extensions in the Lakeview Circle area and on Red Buffalo. A portion of the line cost would be paid by the lot owners. The cost would be based on the cost to bring 2" copper service lines to the home. Included in the District portion of the line cost would be two fire hydrants. *A motion was approved to retain RKR, Inc for the line work with the cost based on hours and materials. The owner portion of the cost would be deferred until construction on the lot or five years, whichever occurred first. Interests would be at 6%. The prior cost of the water hydrant installed by the*

owner at 891 Lakeview Circle would be reimbursed based on cost to the District to do the hydrants on the project. (Tenfjord/Christensen,,5-0).

Mail Boxes. Two owners had reported mail being stolen from their boxes near the school and bus stop. They had asked if the District could install locked mail boxes this year. The current plan was to work with the Town of Silverthorne in 2006 to install a mail box area able to serve all residents. The work would be part of the park upgrade planned by Silverthorne. *The Board felt continuation of the 2006 plan was the best approach at this time. (Graves/Christensen,5-0).*

Roads. There was a discussion of lining selected road curves this year for safety purposes. *The line was approved for up to five corners. (O'Brien/Christensen,5-0). The use of Dave Collard for snow removal for the 2005/2006 winter season with hourly rates of \$75 and \$110 based on machine used was approved. (Graves/Tenfjord,5-0).* The guard rail work had not been done yet this year. The contractor would be contacted to see if a favorable rate could be obtained if he was in the area.

Forest Maintenance. A Cut Above Forestry had been surveying trees that would need to be removed prior to July 2006. More information would be provided to the Board when available. The cost of removal and spraying was higher than expected this year, but due to the problem of the pine beetle it was felt the District should continue the aggressive removal as in prior years.

The meeting was adjourned at 4:05 PM.