

**MINUTES OF THE BOARD OF DIRECTORS MEETING  
VALLEY MUNICIPAL UTILITY DISTRICT NO. 2  
March 17, 2015**

**1. Roll Call/Call to Order**

The Board of Directors met at the Valley Municipal Utility District No. 2 Office at 9:00 A.M., Tuesday, March 17, 2015 in accordance with the duly posted notice of said Meeting with a quorum of Directors present as follows:

Richard Lindeman	President
Jim Tipton	Secretary/Treasurer
Oscar Gonzalez	Director
Clifford Rowell	Director

Directors absent:

Roger Nelson	Director
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Others present:

Scott Fry	General Manager
Jay Toro	Assistant General Manager
Cindy Rathbun	Alderman
Paul Cunningham	Attorney
JT Head	River Bend Resident
Josh Hirsch	River Bend Operations Manager

The Meeting was called to order by Mr. Richard Lindeman at 9:00 A.M.

**2. Approval of Minutes of the Regular Meeting held on February 17, 2015.**

The Board reviewed the minutes of the previous meeting for approval. Mr. Rowell made a motion to approve the Minutes of the Regular Meeting held on February 17, 2015. The motion was seconded by Mr. Tipton and approved by a unanimous vote of those present.

**3. Approval of the Financial Report for the Month of February 2015.**

The Board reviewed the Financial Reports for past month. Mr. Tipton made a motion to approve the Financial Reports for the Month of February 2015. The motion was seconded by Mr. Rowell and approved by a unanimous vote of those present.

**4. Update, Discussion and Action on Drought Conditions and Drought Contingency Plan.**

Mr. Lindeman explained the current Drought situation and the Water Rights Account Allocation status. He stated that the combined water levels in the Rio

Grande Reservoirs are at 51.5% and that the District needs to continue monitoring the levels. No action was taken.

**5. Discussion and Action to Grant an Encroachment into a Drainage Easement Adjacent to Lot 16, Section IX of the Rancho Viejo Subdivision.**

Mr. Fry stated that this item, related to a request for encroachment into a drainage easement had been brought up at the last meeting during the Public Comment Period by the applicant. Mr. Fry added that Attorney Michele Sanchez had prepared the paperwork for the District to abandon a portion of this easement and that Mr. Peter Harris had indicated that he would bring it. Mr. Fry noted that Mr. Harris had not yet arrived to the meeting, but the Mr. Tipton suggested that the Board take action anyway. Mr. Tipton then made a motion to grant the encroachment into a drainage easement adjacent to Lot 16, Section IX for Mr. Peter Harris. The motion was seconded by Mr. Rowell and approved by unanimous vote of those present.

**6. Public Input.**

Mr. J.T. Head explained to the Board that in 2007 he began paying \$1,500.00 for the metering of his RV lots. He paid a grand total of \$28,500.00 because that is what the District Manager told him to do at that time. Although no meters were installed, he had to pay the \$1,500.00 to connect services but the new lots that are selling now have not paid the \$1,500.00 to connect to the water and sewer. He is asking for a refund of \$28,500.00. Mr. Fry stated that he would place an item on the next Agenda so that the Board could evaluate and possibly take action on this item.

**7. General Manager's Report**

- **Production and Sales Report**-Mr. Fry stated that the unaccounted for water loss for February 2015 was 3.03%.
- **RO Production Report**-The report for February 2015 was distributed to the Board before the meeting. Mr. Fry explained the report.
- **Raw Water Report**-The report for February 2015 was distributed to the Board before the meeting. Mr. Fry explained the report.
- **Customer Complaints**-The customer complaints for the month of February 2015 were previously distributed to the Board. Mr. Fry discussed the two complaints.
- **Operations Report**-Mr. Fry reported on the highlights of the monthly operations of the District.
- **Projects/Task List**-Mr. Fry reviewed the task list and gave status updates on various projects.

There being no further business, Mr. Rowell made a motion to adjourn the Regular Meeting at 10:02 a.m. The motion was seconded by Mr. Tipton and approved by unanimous vote of those present.

*R. Lindeman*

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RICHARD LINDEMAN, PRESIDENT

ATTEST:

*Jim Tipton*

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JIM TIPTON, SECRETARY/TREASURER