

**FIRE MOUNTAIN CANAL & RESERVOIR CO.**  
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July 10, 2013

The regular monthly meeting of the Fire Mountain Canal and Reservoir Company was called to order at 7:30 PM by President Dixie Luke. Directors present were Bill Houseweart, Wes Spore and Dan Robinson. Also present were Trey Denison, Bill Moore, Ron Smith, Susan Raymond and Randy Fisher.

Wes S. motions and Bill H. seconds the June 13 meeting minutes be approved as corrected and the motion carries.

Dan R. motions and Wes S. seconds the treasurers report be approved and the motion carries.

Bill H. motions and Dan R. seconds the bills be paid and the motion carries.

Wes S. motions and Dan R. seconds the transfers be approved and the motion carries.

**SUPERINTENDENT REPORT:**

--Trey reported that he started releasing the reservoir on July 02, 2013 at 230 acre feet per day and 4 acre feet per day from Lost Lake. The release is three weeks later than in 2012.

--Trey and Bill are closely watching a Stucker Mesa leak near the Inouye property.

--Trey is reprioritizing the CRSP "wish list" for Mark Spears. Sealing the elevator shaft leaks is a high priority and the Bureau of Reclamation in Denver thinks that \$28,000 is a good estimate. He also stated that piping through the shale areas of Terror Creek and Garvin Mesa is a priority item.

--Trey met with the custom lining reps to discuss the radial gate at the diversion to sandblast, paint and coat the gate. They also want to use polyurea to coat the siphon approaches.

--Both flow meters being used by Fire Mountain Canal shareholders are currently broken. Dan R. motions and Wes S. seconds that written notice be sent to URS/NRCS Dave Merit that our experience with these meters has not been good and that Fire Mountain Canal has no confidence that flow meters work. The motion carries.

--The Bureau of Reclamation is making a prioritized list for woody vegetation control to include cottonwoods. It was discussed that canal safety should take precedence over possible easement issues.

--Trey said the Bureau of Reclamation manager from Salt Lake City reviewed the project and gave a "good" review but voiced concerns about older items on the maintenance list. The Board of Directors has not yet seen the official report.

--Cary Denison of Trout Unlimited will attend the August Board meeting to discuss the headgate project.

#### 2013 ASSESSMENTS/BUDGET:

Randy Fisher reviewed the budget spreadsheets and a discussion followed. Randy, speaking for John Stroh, said that John would like assessments to remain the same. Dan R. stated that he did not want to sit on shareholder money. At the close of the discussion, Wes S. motions and Dan R. seconds to set 2013 assessments at \$0.80 per share with a \$45 user fee and the motion carries.

#### NEW BUSINESS

After discussion, the Board consensus is for Trey to get Bureau of Reclamation assistance in having the North Fork Water Conservancy District become more proactive in the Paonia Project.

The August Board Meeting is scheduled for August 15, 2013.

Dan R. motions to adjourn, Wes S. seconds and the motion carries. The meeting adjourns at 9:45 PM.

Respectfully submitted,



Randall W. Fisher, Secretary-Treasurer