

FIRE MOUNTAIN CANAL & RESERVOIR CO.

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September 09, 2010

The monthly meeting of the board of directors of the Fire Mountain Canal and Reservoir Company was called to order by President Luke at 7:30 pm. Directors present were Bill Houseweart, John Stroh and Wes Spore. Also present were Bob Madden and Susan Raymond. Dan Robinson and Trey Denison were absent.

Wes S. motions the 08/05/2010 meeting minutes be approved as corrected, Bill H. seconds and the motion carries.

Bill H. motions that the treasurer's report be accepted, John S. seconds and the motion carries.

Wes S. motions that the bills be paid, Bill H. seconds and the motion carries.

Wes S. motions that the transfers be approved, Bill H. seconds and the motion carries.

In Trey's absence, Dixie reported that he had been working with Brian Mitchum of Mountain Peak Controls on the auto gate controls and anticipated being done by the end of the month. Trey also estimated that irrigation water turn off would be September 19 or September 20th.

Dave Kanzer of the Colorado River Water Conservation District will be inspecting the work at the dam.

OLD BUSINESS:

- 1) The Bureau of Reclamation has completed their review of Fire Mountain Canal's contract compliance and the notification of find is that Fire Mountain Canal is compliant with the operation and maintenance contract.
- 2) The financial review should be completed by the end of September. Jeff Henion needs proof of 2009 assessment payments from the Board members and requests each Board member submit an image of their canceled check.
- 3) Dixie contacted the Bureau for salinity numbers and Mike Baker responded today and said there were accuracy problems; the number above Paonia is 100 tons per mile and below Paonia is 300-500 tons per mile.

The grant application is due October 01, 2010 and Fire Mountain Canal will probably not have time to complete the application this time around.

Susan Raymond mentioned that lateral ditches must be included as 501(C) 12 entities before doing a Bureau of Reclamation Project.

4) Weed Control: Tom Blanford e-mailed Dixie suggesting that a weed control policy should seek compliance with Delta County, CSU, etc. Kathleen Ozga of the Bureau of Reclamation will send some sample weed control policies adopted by other ditch companies.

A general discussion followed on whether Fire Mountain Canal should create a committee of at least one board member and the members of the orchard community. Other topics explored included which weeds would be listed, how they would be listed and how to enforce having the "No Spray" landowners control their own weeds.

Bill H. was concerned over the cost vs amount of benefit spending would bring and Bob Madden was concerned about the consequences of doing nothing. Wes S. discussed the current methods in use which are mowing and spot spraying.

The general consensus was to wait and see what the Bureau of Reclamation provides in policy samples and involve landowners such as the Elas and Nicholoffs.

5) There is some further discussion with the Blanford's regarding access to the headgate.

6) Dan Crabtree from the Bureau of Reclamation found the drawings from circa 1950 showing the waste station near Mystic Mesa Road and the Jay Creek tributary and has sent them to Mr. McCarthy.

7) On the Kuretich/Driggers agreement, Greg Stanway located an agreement between the Bureau of Reclamation and Delta County that would allow the Fire Mountain Road to be used as an access into the subdivision.

8) Dixie approved a request by Gunnison County to use a small amount of water for the magnesium chloride on Kebler Pass.

9) The CRWCD grant is in progress.

NEW BUSINESS:

1) The Colorado River District workshop will be held in Grand Junction on September 16, 2010. Randy Fisher and Dixie Luke will attend. Bill H. motions that Fire Mountain Canal should pay the \$25.00 seminar fee, John S. seconds and the motion carries.

2) The Bureau of Reclamation has asked for more time to review the Bowie expansion permit.

3) The Bureau of Reclamation made a request for hydropower sites needing at least a 5' drop, and Dixie replied to Dan Crabtree of the Bureau with our siphon sites.

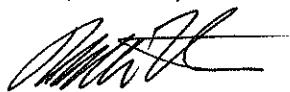
4) Trey will provide a maintenance list next week for Board consideration.

There was a general discussion on the Koch land trade and the impact that it might have on the reservoir. Dixie will contact the Bureau of Reclamation to see if they have an opinion on any potential impact to the reservoir.

Wes S. motions that the meeting adjourn, John S. seconds and the motion carries.

Meeting adjourned at 9:15 PM

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Randall W. Fisher', written in a cursive style.

Randall W. Fisher
Secretary-Treasurer