

**FIRE MOUNTAIN CANAL & RESERVOIR CO.  
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November 10, 2016

The regular monthly meeting of the Fire Mountain Canal and Reservoir Company was called to order at 7:00 pm by President Dixie Luke. Directors present were Bill Houseweart, Dan Robinson, Ron Smith, and Wes Spore. Also present were Steve Fletcher, Jeff Armstrong, Randy Fisher, shareholder Brian Ayers, and ERO consultant Cassandra Shenk.

Cassandra Shenk with ERO Corp. provided the Board with an update on the FMC piping project environmental study. After discussion it was decided to hold the public scoping meeting on 02/02/2017 at Memorial Hall from 6:00 to 8:00 pm.

Landowner and shareholder Brian Ayers attended the meeting to discuss his desire to add a third parshall to his takeout on Pitkin Mesa. The FMC Board is not in favor of adding a third measuring point for the ditch rider to measure at that headgate.

The minutes for the 10/14/2016 meeting are incomplete and could not be approved or corrected at this meeting.

Bill H. motions and Wes S. seconds the treasurer report be approved and the motion carries.

Dan R. motions and Ron S. seconds to pay the bills and the motion carries.

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

After discussion, Ron S. motions to set the FMC annual meeting for 01/19/2017 at 7:00 pm, Wes S. seconds and the motion carries.

**SUPERINTENDENT REPORT:**

--Steve reported the reservoir elevation is 6,371.87 with 124.87 acre feet in the reservoir; the gates are currently shut; Lost Lake is at 260 acre feet.

--Bulkhead Repair Update: The Army Corps has not issued the Nation Wide Permit, the Bureau has pulled the permit application and will try again next fall. The Bureau is storing repair material in the dam tender building below the reservoir. The Environmental Assessment and Finding of No Significant Impact are complete.

--Steve attended the Paonia Project Modification Alternatives Workshop in Denver from 10/17/2016 through 10/21/2016. Long term sediment management solutions were discussed.

--The Bureau sent a technical team to the reservoir the week of 10/17/2016 to perform a second round of caulking injection in the elevator shaft.

--Landowner and shareholder D. Inouye was concerned regarding herbicide spraying this fall by his house on Runzel Gulch. Steve wrote a letter back to Mr. Inouye addressing his concerns. Steve read the response letter to the Board. Steve would like to purchase a anemometer before spraying next fall.

--Steve will begin installing the trash boom next week; Jim Hardin will do the welding work.

--Steve spoke with Ruth Swickard, with the Durango Bureau office, about modifying the Leroux Creek Diversion Project scope of work and using the balance of the grant funds for another project along the canal. The water commissioners say the ramp flume is not necessary.

--Pitkin Mesa Pipeline (domestic water company) would like replace a two inch poly water line that goes under the canal. Steve informed the water company to contact the Bureau regarding the letter of consent.

Salinity Project Update (Leroux Creek Piping Project):

--The public scoping meeting will be held on 02/02/2017 at Memorial Hall from 6:00 pm to 8:00 pm.

OLD BUSINESS:

--Ron S. updated the Board on the Jesse Ditch negotiations with the Bureau.

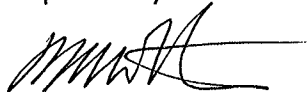
NEW BUSINESS:

--None.

ADJOURNMENT:

Dan R. motions to adjourn the meeting at 10:15 pm, Wes S. seconds and the motion carries.

Respectfully submitted,



Randall W. Fisher, Secretary-Treasurer