

RECORD OF PROCEEDINGS
MINUTES OF THE SPECIAL MEETING OF THE
LA PLATA ARCHULETA WATER DISTRICT

HELD

March 1, 2011

A special meeting of the Board of Directors ("Board") of the La Plata Archuleta Water District ("District") was held on March 1, 2011, at 9:00 a.m. at 255 Ute Street, Ignacio, Colorado.

ATTENDANCE:

Directors in Attendance Were:

Richard T. Lunceford, Chairman
Daniel R. Lynn, III
Marvin Conrad
Mark Williams
Gregg Johnson

Also in Attendance Was:

Cheryl Lynn, Secretary of the Board

In Attendance by Telephone Was:

Eric Marburger, ESM Consulting

NOTICE

Chairman Lunceford stated that Notice had been properly posted at least 72 hours prior to the meeting at the designated posting location, 255 Ute Street, Ignacio, Colorado, and at two (2) other posting locations within the District. Notice was also posted at the La Plata County Clerk's office.

**DISCLOSURE OF
POTENTIAL CONFLICTS
OF INTEREST**

Disclosure of potential conflicts of interest will be a topic of discussion at every Board meeting to address potential conflicts of interest that may arise as new agenda items are introduced. District Directors who have disclosed potential conflicts of interest can vote as issues arise. Directors present reported no conflicts of interest.

SUIT APPEAL

Chairman Lunceford reported that District legal counsel and engineering staff met with legal counsel for the Southern Ute Indian Tribe on February 22, 2011, with encouraging results. The Board requested Mr. Jorgenson provide a thorough explanation of these discussions prior to the Board's regular meeting on March 10, 2011.

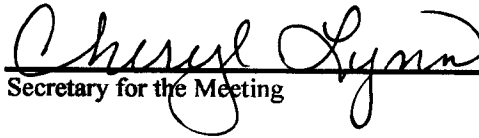
EXECUTIVE SESSION

Director Williams then moved that the regular meeting of the Board reconvene in Executive Session at 9:15 a.m. for the purposes of discussing personnel issues related to the General Manager Search (Section 24-6-402 (4)(f), C.R.S.). The motion was seconded by Director Conrad and unanimously carried.

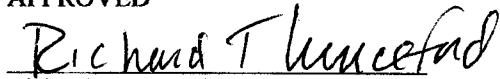
The Board then reconvened in regular session at 10:40 a.m.

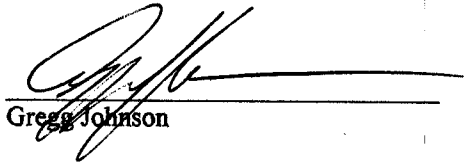
ADJOURNMENT


There being no further business, the meeting was adjourned.

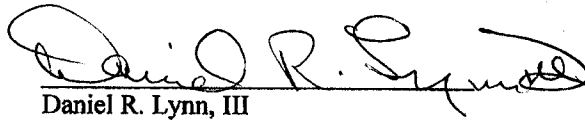

Secretary for the Meeting


APPROVED


Richard T. Lunceford


Gregg Johnson


Mark Williams


Daniel R. Lynn, III


Marvin Conrad