

**MINUTES OF SPECIAL MEETING
OF THE BOARD OF DIRECTORS OF
SOUTHGATE WATER DISTRICT
ARAPAHOE AND DOUGLAS COUNTIES, COLORADO**

March 23, 2010

The Board of Directors of the Southgate Water District, Arapahoe and Douglas Counties, Colorado, met in special joint session with the Board of Directors of the Southgate Sanitation District on Tuesday, March 23, 2010, at the office of the District, 3722 East Orchard Road, Centennial, Colorado 80121. The meeting was called to order at 9:04 p.m., by President John J. Herbolich. These minutes reflect the proceedings of the Board of the Southgate Water District.

Notice of the meeting was duly posted as required by law. The agenda for this meeting was posted at the District office more than 24 hours before the meeting convened. The purpose of the meeting was stated to be for the purpose of for discussing matters that may be subject to negotiations, developing strategy for negotiations, and instructing negotiators; and any business which may lawfully come before the Board of Directors.

The following Directors were present:

David Bickham
John J. Herbolich
Terry Kirkpatrick
George J. MacDonald
Don E. Winslow

Also present were:

Duane Tinsley, District Manager
Michael Smith, SBC Associates, Strategic Consultant
Crick Sheffer, District Engineer

Approval of Agenda:

Director Kirkpatrick MOVED to approve the agenda as presented. Director MacDonald SECONDED the motion. Upon a call of the vote, all Directors present voted "AYE", and the motion was declared UNANIMOUSLY PASSED.

Public Comment:

No public comment was offered.

Executive Session:

Director Kirkpatrick MOVED and Director MacDonald SECONDED a motion to adjourn to executive session pursuant to Section 24-6-402(4)(e) of the Colorado Revised Statutes for purposes of discussing matters that may be subject to negotiations, developing strategy for negotiations, and instructing negotiators. Upon a call of the vote, all Directors present voted "AYE", and the motion was declared UNANIMOUSLY PASSED. The Board adjourned to executive session at 9:05 p.m.

The Board reconvened in regular session at 12:09 p.m., at which time Chairman Herbolich announced that only matters pertaining to negotiations and strategic matters had been discussed during the executive session.

The audio record (tape) of the Executive Session was delivered to the Secretary of the Board for safekeeping.

Other Matters: None.

Adjournment:

There being no further business to come before the Board of Directors, Director Herbolich MOVED to adjourn the meeting. Director MacDonald SECONDED the motion. By UNANIMOUS vote the meeting was adjourned at 12:10 p.m.

Director

President & Chairman

Director

Director

Director