

RECORD OF PROCEEDINGS

MINUTES OF THE FIRST MEETING
OF THE BOARD OF DIRECTORS OF
MOUNTAIN MUTUAL WATER COMPANY

The first meeting of the Board of Directors of Mountain Mutual Water Company was held at Colorado Springs, Colorado, at 10:00 o'clock A.M. on June 15, 1973. The following, constituting a majority and quorum of the Board, were present: Messrs. Robert R. Yarbrough, Robert J. Peters, and Benton S. Clark, Jr.

Mr. Yarbrough, one of the Directors, called the meeting to order and was duly chosen chairman thereof. Mr. Clark, Jr. was designated to act as secretary of the meeting.

The secretary presented the articles of incorporation of the corporation and stated that they had been filed in the office of the Secretary of State of Colorado on June 15, 1973. He also presented the corporation's certificate of incorporation, issued on the same day. It was ordered that copies of the articles and of the certificate be placed in the minute book.

The chairman submitted for the consideration of the meeting proposed by-laws of the corporation. After discussion and upon motion duly made, seconded and unanimously carried it was upon motion duly made, seconded and unanimously carried it was

RESOLVED that the by-laws submitted to this meeting be and they are hereby adopted as the by-laws of the corporation and that a copy of such by-laws be prefixed to the minutes of this meeting.

The chairman next circulated among the Directors several impressions made from the proposed seal of the corporation. Upon motion

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duly made, seconded and unanimously carried, the following resolution was adopted:

RESOLVED that the seal of this corporation be circular in form and shall contain the name of the corporation, the year of its organization and the words "Seal, Colorado", and that an impression of said seal be made on the margin of this page.

The chairman stated that it would be desirable to adopt appropriate banking and borrowing resolutions. Upon motion duly made, seconded and unanimously carried, _____ Bank was designated a depository of the corporation and a resolution in the customary form of such bank, conferring banking and borrowing authority upon certain of the corporation's officers, was made, seconded and unanimously adopted. A copy of such resolution is affixed to these minutes.

The chairman announced that the directors should consider the election of officers. Each of the following was then duly nominated and seconded:

Robert R. Yarbrough	-	President
Robert Peters	-	Vice President, Treasurer
Benton S. Clark, Jr.	-	Secretary
_____	-	Assistant Secretary

There being no other nominations, the election was held, and each of the foregoing was unanimously elected to the office set forth opposite his name, to serve until his successor should be duly elected and should qualify.

Upon motion duly made, seconded and carried, it was

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RESOLVED, that this corporation may do business and supply service outside of the platted area of Cripple Creek Mountain Estates, Filings 1 to 18, as from time to time determined by the Board of Directors.

The chairman then pointed out that the Board should establish water fee schedules and also water and service tap fees. After discussion on motion made, seconded and unanimously carried, it was:

RESOLVED, that water service shall not be metered; and

RESOLVED FURTHER, that the following bimonthly water service charges are hereby adopted, applicable to each lot:

BIMONTHLY CHARGES

<u>Tap Size</u>	<u>Amount</u>
5/8"	\$ 5.50
3/4"	8.50
1"	12.50
1-1/4"	20.00
1-1/2"	28.00

RESOLVED FURTHER, for granting the privilege to tap its water supply service mains, the company shall make the charges specified in the table appearing below:

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WATER SERVICE TAP CHARGE

<u>Tap Size</u>	<u>Amount</u>
5/8"	\$140.00
3/4"	165.00
1"	250.00
1-1/4"	360.00
1-1/2"	475.00

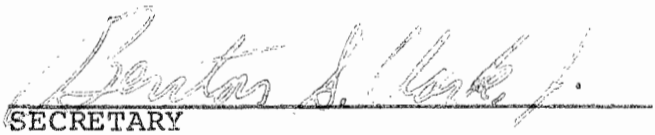
RESOLVED FURTHER, when the company (i) shall have installed a water main in a street abutting a member's lot and (ii) is otherwise able to supply such member with potable water, the company shall charge the member \$1.00 each month as a standby charge. The billing of members for this standby charge shall be at intervals determined by company officers.

RESOLVED FURTHER, that the standby charge shall not be paid by any member who has installed at the member's expense the water main referred to in (i) just above.

RESOLVED FURTHER, the Board of Directors shall by resolution determine charges for any services not covered by the above resolutions.

RESOLVED FURTHER, that the Directors reserve the right to change and modify the Company's charges for all services from time to time.



There being no other business, it was voted to adjourn.

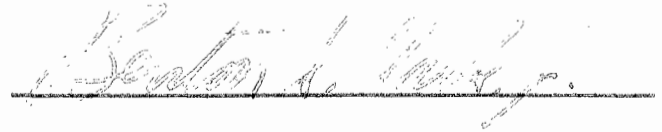

SECRETARY

APPROVED:

The undersigned Directors waive notice of the time, place and purposes of the first meeting of directors of this corporation held at the time and place set forth in the foregoing minutes.

We, the undersigned Directors, have read the foregoing minutes and approve of the same.



DIRECTORS


SECRETARY