

**MINUTES  
BOARD OF DIRECTORS  
SOUTH DURANGO SANITATION DISTRICT**

The regular meeting of the Board of Directors of the South Durango Sanitation District was held on August 19, 2021, at 6:00 p.m. via teleconference.

Present at the meeting were the following members of the Board of Directors:

Curt Piccoli  
Bud Gohn  
Pat Morrissey  
Judy Campbell  
Tom Price

Also present were Dave Marsa, Nic Ionita, Doug Davis, Stephan Kimball, Rick Johnson and Bud Smith.

The Board reviewed and approved payment of the District invoices.

The Board discussed resuming in-person meetings. Pat advised that the Tribe's policy allows meeting if all participants wear masks and maintain social distancing. All meeting participants except Nic, Doug and Stephan indicated they had been vaccinated. Some Board members indicated they would not attend meetings with persons that had not been vaccinated. Whether the next meeting will be in person will be determined based on circumstances at that time.

The Board reviewed the July 2021 financial statements of the District. Cash reserves continue to increase. A transfer of \$100,000 from the operating reserves to the capital reserves will be made. Revenues and expenditures are consistent with budget projections except operating revenues will exceed budgeted amounts and operating expenditures will be less than budgeted amount resulting in operating income above projections.

Attorney Smith reviewed information on the new Edge account at Colotrust. This account has substantially higher returns than the Plus+ account. The only significant difference is 5 days' notice is required for withdrawals. On motion made and seconded, the Board approved opening Edge accounts for operating and capital reserves. All existing reserves will be transferred to the Edge accounts.

Attorney Smith reviewed the status of the District investments. At the end of August, the District will have \$255,000 in proceeds from CDs that have matured. The Board reviewed interest rates for 2- and 3-year CDs. Since the rates are not much higher than the current Colotrust Edge account rate, the Board decided not to purchase any CDs at this time.

The Board reviewed the minutes of July 15, 2021. On motion duly made and seconded, the minutes were approved.

The monthly operations report was presented. Dave reported the plant was operating well with no significant problems. Flows are average about 200,000 gallons per day, about 45% of design capacity. No significant increase was noted from recent rainfall indicating infiltration is not a problem.

Line cleaning will be scheduled in September. Current plans are to clean all Three Springs lines plus warranty work. Dave recommended not spending the additional money for video except for problem areas shown by previous videos.

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The project for the replacement of the Silver View Court line has commenced.

Rick reported on the status of the plant upgrade project.

The 5<sup>th</sup> leg (Gateway) line installation is complete and inspected. A final checklist will be presented to the developer and a Dedication of Improvements Agreement will be executed to commence the two-year warranty period.

Attorney Smith reviewed a request from Farmers Fresh market to pay its tap fee in installments. The District has never allowed installment payments for tap fees and the Board denied the request.

Attorney Smith presented Resolution 2021-3 approving a revised version of the IGA for the Colorado Special District Insurance Pool. On motion duly made and seconded, the resolution was approved.

Attorney Smith advised the Board that a request from Stephan Kimball had been received for a salary review. Stephan indicated he had received a Collections 1 license and was working on a Class D wastewater operator license which he expected to receive before the end of the year. He requested an increase to \$22/hour. On motion duly made and seconded the Board voted to go into executive session to discuss the request as a personnel matter permitted under the Open Meeting Statute, CRS 24-6-402(4)(f).

*Executive Session*

The Board reconvened the open meeting. The Board discussed its longstanding policy of increasing compensation for employees who attain additional licensing through education and examinations. On motion duly made and seconded, the Board authorized an increase for Stephan Kimball of \$2/hour effective September 1 with an additional increase of \$2/hour upon receipt of a Class D wastewater operator's license.

The Board discussed its concern that none of the District staff was vaccinated creating the potential for staffing problems in the event of a Covid outbreak. The Board asked Attorney Smith to strongly encourage staff members to get vaccinated.

There being no further business to come before the Board, the meeting was adjourned.