

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

The regular meeting of the Board of Directors of the South Durango Sanitation District was held on October 23, 2014 at 6:00 p.m. at the 175 Mercado Street, Suite 240, Durango, Colorado.

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

Bud Gohn
Tom Price
Judy Campbell
Pat Morrissey
Curt Piccoli

Also present were Bud Smith and Nic Ionita.

The Board reviewed the invoices and approved the bills for payment. The Board reviewed the financial statement for September 30, 2014.

The Board reviewed and approved the minutes for September 18, 2014.

Nic presented the monthly operations report. There are no significant problems and the plant is meeting all standards. Nic reported there was a power outage. The Board discussed purchasing a generator for the plant. Dave reported that the liner repair is unsatisfactory. The Board discussed various options to deal with the liner including decommissioning the lagoon which could be done if a generator were available.

Bud reviewed the bond payment due November 1 to the Colorado Water Resources and Power Development Authority. He advised the Board that a much large bond payment for the 2006 revenue bond was due December 1. Even with those payments the District will end the year with a healthy reserve fund balance.

Bud reported that the Three Springs Village 1, Filing 3 Phase A project had been completed by GRVP. The Board approved an agreement transferring the facilities, initiating the warranty period and authorizing a reduction in the bond.

Bud discussed modifying billing charges for account transfers. Bud recommended increasing the transfer amount from \$10 to \$25 and assessing the charge for all account transfers, not just sales. The item will be considered at the regular Board meeting in December after posting notice of the rate change as required by statute.

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