

**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 February 17, 2016 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  
Pat Morrissey  
Tom Price  
Judy Campbell  
Curt Piccoli

Also present were Dave Marsa, Rick Johnson and Bud Smith.

The Board reviewed the invoices and approved the bills for payment.

The Board reviewed and approved the minutes for January 20, 2016.

The Board reviewed the January 31, 2016 financial statement.

Representatives of Mercy Health Foundation reviewed a request for a waiver of all or a portion of the plant investment fee for the new hospice residence which is to be constructed as an addition to Mercy Medical Center. Bud Smith reviewed provisions in the statutes that allow the District to waive tap fees to facilitate construction of affordable housing. There was a discussion about a HUD grant received by the hospice project from the State of Colorado because hospice residents are considered low income. The Board requested attorney Smith to investigate the matter and provide additional information at the next Board meeting.

Dave Marsa presented the monthly operations report. Dave reported that the line installation has been completed although one portion was installed upside down. Additional investigation will be done to determine if that impacts the manufacturer's warranty. Dave reported that the plan was running great. Employee reviews will be available next month.

There was a discussion of the sludge handling equipment the District is considering. A demonstration will be scheduled if possible. All costs of operating the equipment will be analyzed to determine if significant cost savings could be achieved by purchasing and operating the equipment.

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