

**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 May 17, 2018 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:

Curt Piccoli
Pat Morrissey
Bud Gohn
Judy Campbell
Tom Price

Also present were District operator Dave Marsa, Rick Johnson and Matt Mathers of San Juan Engineering, and Bud Smith, attorney for the District.

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

San Juan Engineering presented an update on the Master Plan. Matt reported that all mapping has been updated which includes specific information on parcels within the District. A land use designation and development potential is then estimated for each parcel within the current and future service area of the District using City projections and other available data.. That information will be used to determine where capital improvements are needed to serve anticipated growth. A capital improvements plan will be developed. The Board will then have the information to develop policies to deal with funding the capital improvements plan.

Bud advised the Board that the eligibility surveys for projects seeking funding through the Water Pollution Control Revolving Loan fund are due by June 30. Unless an eligibility survey is filed a project may not apply for funding through the loan program. Bud recommended filing a survey for upgrades to the wastewater collection system. The District has been requested by the La Posta Road owners group to file a survey for the La Posta wastewater collection system. This will not be a commitment on the part of the District to serve La Posta or pursue funding but would enable the La Posta owners to consider the revolving loan program as a potential funding source. He will prepare surveys for Board approval at the next meeting.

Bud reviewed the status of the District's capital reserves and various alternatives for CDs. The Board authorized the purchase of a 2-year and a 3-year CD and the investment of the District's deposit balance at Community Bank in a CD. The Board gave final approval to the redemption of the remaining 2006 Revenue Bonds on June 1.

The Board reviewed and approved the April 2018 financial statements of the District.

The Board reviewed and approved the minutes for the regular meeting of April 15.

Nic presented the monthly operating report. Sludge processing has resumed. The plant is operating well and meeting all discharge limitations.

Nic requested the Board increase the credit card limit to \$2,500. The Board approved the increase.

Bud provided an update on various projects under construction in the District.

Bud reviewed a request from Volunteers of America for a tap fee waiver for its affordable housing project which is seeking grant funding. The Board approved a 25% waiver in 2017 although funding was not awarded. After discussion, on motion made and seconded the Board approved Resolution 2018-4 providing a 25% credit for the VOA affordable housing project.

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