

**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 April 24, 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

Also present were Bud Smith, Dave Marsa, Rick Johnson and Paul O'Neil.

The Board reviewed the invoices and approved the bills for payment. The Board reviewed the financial statement for March 31, 2014.

The Board reviewed and approved the minutes for March 20, 2014.

Dave presented the monthly operations report. There are no significant problems and the plant is meeting all standards. The treatment process has been switched to the other basin to allow for a thorough cleaning of the unused basin.

Paul O'Neil presented a report on the status of the Three Springs construction project.

Rick Johnson reported that Chris Wilbur was now the chair of the utility commission for the city of Durango. Chris has expressed an interest in learning more about the South Durango Sanitation District and the service it provides to properties within the city.

There was a discussion about the use of city of Durango rights of way and streets for the installation of District lines and facilities. Bud will look into developing an IGA with the city authorizing such use.

Bud presented a report to the Board concerning adjusting tap fees for the District. The basis for the adjustment is the historic flows to the District's waste water treatment plant indicate the flow rate per tap is significantly lower than the District's current standard of 250 gallons/day/ERT. Actual flows for the past 5 years are approximately 140 gpd/ERT. After discussing the matter, a motion was made and seconded to approve Resolution No. 2014-3. The motion was unanimously approved. The Board requested staff to continue to analyze all aspects of the District's rate structure including user fees.

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