

**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 September 15, 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:

Pat Morrissey
Bud Gohn
Tom Price
Judy Campbell

Also present were Dave Marsa and Bud Smith.

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

The Board reviewed and approved the minutes for August 18, 2016.

The Board reviewed the August 31, 2016 financial statement.

Dave Marsa presented the monthly operations report. No significant operation issued were reported. UV bulbs have been replaced. The new roof has been completed for the storage building. Line cleaning will take place in the next few weeks.

Bud Smith reviewed the tap fee sales for the year and the projected sales for new projects. Many of the new projects will involve a substantial number of taps. In order to determine that tap fees are at an appropriate level, Bud recommended updating the capital improvements plan and tap fee model. That work can be completed over the winter before new projects begin construction in the spring of 2017.

Bud reviewed the status of the City of Durango comprehensive plan update. The update will require substantial time and expense to the District to provide information on sewer service and capacity in the District. Bud suggested that the District request reimbursement from the City to cover a portion of those costs. After reviewing the matter the Board unanimously approved a request to the City for a \$10,000 reimbursement.

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