

Lake Durango Water Authority
Minutes of the Regular Meeting of the Board of Directors
January 19, 2009

1. Call to Order

The meeting was called to order at 6:05 p.m. by President Peter Butler. Other Directors present were Vice President Ward Holmes, Treasurer Tom Brossia, Secretary Bob Woods and Director Janet Anderson. Recording Secretary Jenna Hutt and Attorney Bud Smith were also present.

2. Approval of Agenda

The agenda was approved with additions noted below.

3. Approval of Minutes

Tom made a motion to approve the minutes of the January 5, 2009 Regular Meeting with two changes. Ward seconded the motion. Motion carried.

4. PUC update

There is no update on the PUC proceedings.

5. Title Documents Update

Nothing has moved forward with getting any title work done. The Board discussed options for getting the title work to move forward. Ward made a motion to have Bud meet with Bob at the title companies to get the title work done. If Bob will not meet with Bud within the next week, Bud will send a letter to Bob stating the Authority will order all of the title work and all of the costs will come out at closing. Janet seconded the motion. Motion carried.

6. Financial options for acquisition

Janet worked on figures to compare costs of various financing options which the Board reviewed and discussed. The State is looking for a preliminary engineering report with an application for grant funding. Bob made a motion to authorize Peter to accept the proposal from Wright Water unless any of the Board members file a written objection to it within 1 day after Peter has received the proposal and file an application for a \$10,000 planning grant from the Water Quality Control Division. Tom seconded the motion. Motion carried.

7. DW1 Representation on Board

Sharon Rader from DW1 will be assuming Janet's DW1 seat starting February 1st. The Board was very thankful for all of Janet's work. Janet will remain as chair of the financial committee.

8. Insurance Update

Bob has been working with Rural Districts on getting insurance pricing. The cost will be about \$10,000 for employees, Board coverage up to 2 million dollars, one vehicle, up to \$100,000 in theft and \$1,300,000 in liability.

9. Accounting Firm Search

Janet has been working on getting RFPs from accounting firms. Janet will discuss getting a confidentiality notice from Bud and work on finding more potential accountants.

10. General Manager Search

The Herald ad for the general manager will appear on Sunday through Saturday. There are five other publications that will be posting the job description. As responses come in, Jenna will respond to people that the Board will begin reviewing the applications at the end of February.

11. Public comments or questions

Sharon had a question about the regular meeting date and location. The Board agreed to discuss at a later date. There was a question as to whether it would be feasible to get Lightner Creek Water through ALP. The Board agreed this was a potential idea to explore.

- Ward has started work on a website for the Authority.
- The bank balance as of December 31, 2008 is \$2689.43.
- Tom has checked out the maps.

12. Adjourn

The meeting was adjourned at 7:45 p.m.

Bob Woods
Secretary