

10/25/12

**1. Call to order 6:00 pm**

Directors present: Ward Holmes, Jeff Wagner, Tom Brossia, Nick Laitsch and Ron Borrego. General Manager Charlie Smith was also present as were customers Cole Eden and David Adkins

**2. Approval of the Agenda**

Agenda was approved with addition of an agenda item -La Plata Vista Estates Rate Reduction Request - to be inserted before 2013 Draft Budget. Tom also requested that the Board go in to executive session to discuss personnel matters after agenda item #10.

**3. Approval of 8/23/12 and 9/27/12 Meeting Minutes.**

Jeff moved to approve the 8/23/12 and 9/27/12 minutes, Tom 2<sup>nd</sup>, Approved.

**4. Cole Eden Request for Domestic Well Permit**

Cole Eden requested that LDWA will allow a well permit through DWR to be used for irrigation on his property. After discussion Tom moved to approve a letter to DWR stating that LDWA has no objection to Cole Eden obtaining a well permit for parcel #566133200009 contingent upon Mr. Eden supplying a letter that states that in the event he purchases the property the title will include language that the well will not be used for domestic use or connected to the homes constructed on the parcel or to the LDWA water system in any way, Nick 2<sup>nd</sup>. Approved

**5. La Plata Vista Estates Rate Reduction Request**

David Adkins, Chairman of the La Plata Vista Estates (LPVE) Water Rate Committee, asked the Board to consider a rate reduction for bulk customer LPVE as outlined in the LPVE letter to the Authority Board dated 9/20/2012. The Board answered Mr. Adkins questions and responded to the points made in the letter. The Board directed Charlie to draft a letter to be sent to LPVE as response to their letter.

**6. 2103 Draft Budget.**

Charlie went over the 2013 Draft Budget which had been presented to the Board on October 15. The Budget: assumes \$18,475 less water sales than 2012 (hopefully a wet year?); 5% salary increases; 5.95% CHP health insurance increase plus 4% HSA Contribution increase; \$20,000 legal expense anticipating continuing negotiations with LPWWA and Tribes; and \$90,000 of capital improvements have been budgeted assuming \$30,000 DOLA grant and \$60,000 fund expenditures including repairs to Johnson 2 and Amber Spillway and Shenandoah Drive pump station replacement.

**7. General Managers Report: Billing, Financial, Water System, Grants, Projects, Old Business.**

September YTD ordinary income is greater than budget and YTD ordinary expense is less than budget.

The reservoir level is 550 acre-feet and stage 2 water restrictions are currently in effect. Dalby Wendland CPAs have sent an engagement letter for the 2013 Audit, the audit is tentatively scheduled for February 2013.

The Alternate Plant Feed and Drain Repair project has been completed, total project costs to date are \$450,557.

A leak was repaired on Spring road in Rafter J.

**8. Source Water Project Update**

Charlie met with the LPWWA Board at their September 27 Board meeting to discuss the latest Draft Principles of Agreement. Discussion revolved around item #4 ownership of infrastructure and Item #9 Cost of Service. A meeting of the LDWA/LPWWA working group has been scheduled for October 29. The Board discussed other options to increase raw water supply.

**9. Approval of Bills**

Tom moved to pay the bills as presented in the Check detail and also to approve the wire transfer for payment of the CWRPDA Loan, Nick 2<sup>nd</sup>, approved.

**10. Public Comments or Questions.**

There were no comments or questions.

**11. Executive Session**

Tom made a motion that the Board enter into to Executive Session per CRS 24-6-402(4)(f) discuss personnel matters . Jeff 2<sup>nd</sup>, approved. After exiting Executive Session Ron made a motion for Charlie Smith to receive a \$2000 bonus for work performed on the Alternate plant Feed and drain Repair Project and that the 2013 Budget include a pay raise of 6% to the General Managers salary, Tom 2<sup>nd</sup>, approved.

**12. Adjourned at 8:10**