

11/17/16 Minutes

1. Call to Order 5:14 pm

Directors present: Ward Holmes, Mike Roussin, and Jeff Wagner. General Manager Charlie Smith and customers Kent Mallalieu, Richard and Barbara Shelborne, and Tom Gilliam were also present.

2. Approval of Agenda- The Agenda was approved after adding an item for ALPWCD water purchase.

3. Approval of 10/20/16 Meeting Minutes –Mike moved to approve the 10/20/16 Meeting Minutes, Jeff Second. Approved.

4. ALPWCD Water Purchase

Jeff moved to approve the Water Purchase Agreement with ALPWCD. Mike 2nd, Approved.

5. 355 Meadow Road Delinquent Charges

Water service to the property at 355 Meadow Road has been turned off for 5 years. The account has been accruing base fee, acquisition fee, and late fees for the entire period total of \$3,190 of outstanding charges. A potential buyer for the previously foreclosed property is requesting financial relief for the charges. Jeff moved to waive the late fees and set up a payment plan for the remainder of the charges if necessary, Mike 2nd, Approved.

6. 2017 Budget Hearing

The 2017 Budget was reviewed by the Board

Budget highlights include:

- Water Sales same as 2016 with 5% rate increase.
- Increased meter installation fee revenue related to tap sales beginning in August 2017
- 3% employee wage increase, Additional hours and benefits for Alexis beginning in September, and a part time operator 20 hrs/wk @\$20/hr for 12 weeks.
- Completion of the pipeline project and 10 new tap sales @ approx. \$14,000/tap
- Expenses increase at 5% in some cases.
- Depreciation Expense is now accounted for in Other Expenses rather than as an Operating Expense

7. Capital Improvements Plan and Tap Fee Determination

Charlie is still working on the long term Capital Improvements Plan. It appears that \$120,000 that was set aside to cover pipeline project cost overruns will be available for capital improvements to the water system.

8. General Manages Report

Financials, Billing, Insurance, etc.

October 2016 Financials were presented, YTD water sales are \$29,571 over budget, YTD expenses are \$42,600 below budget however there are some large chemical expenses that will be incurred in the next three months

Source and Supply –

The lake volume is approximately 871 acre-feet.

Mike moved to approve the Sale Deed and Notification Letter for return of the Lightner Creek Water Rights to Robert Johnson, Jeff 2nd, Approved. Due diligence for the Johnson 2 pump station was submitted to DWR. DWR has been contacted regarding future deliveries of water from Lake Nighthorse to Lake Durango.

Treatment

October production was 4,709,800 gallons. Valves and actuators for filter #2 were temporarily replaced with valves from filter #1. New valves have been ordered. 4th Qtr TTHM and HAA5 samples were submitted to the lab for analysis.

Distribution

October water sales are approx 2,680,000 gallons. zHydrants in Trappers Crossing, Shenandoah and Lake Durango were flushed and tested using DFRA equipment. One hydrant in Trappers Crossing began leaking during the test.

The pressure system for the Estates at Trappers Crossing can not accommodate additional service connections without the addition of the storage tank that was proposed by the developer prior to subdivision or modifications to the booster pumping station. Charlie had previously informed the developer that he would not sign off on building permits until the tank is installed.

9. Source Water Project Update

It appears that UMUT will be purchasing excess pipeline capacity from LPWWA which will make up the difference between the project budget and projected costs. A construction progress meeting was held on 11/8, meeting minutes were provided. A preconstruction meeting is scheduled with diving Contractor RPM. The Operating Agreement group met on 10/27 and 11/15.

10. Approval bills – Mike moved to pay the bills as listed in the check detail in addition to the invoice from Floyd Smith. Jeff 2nd. Approved

11. Public comments or Questions – There were no questions.

12. Adjourn 6:20 pm.