

Lake Durango Water Authority  
Minutes of the Regular Meeting of the Board of Directors  
February 18, 2008

1. Call to Order

The meeting was called to order at 6:10 p.m. by President Peter Butler; other Directors present were Vice President Ward Holmes, Treasurer Tom Brossia and Janet Anderson. Secretary Bob Woods arrived late due to travel difficulties.

2. Approval of Agenda

The Board delayed discussion of the 2008 Budget (Agenda item #4) until later in the meeting when attorney Bud Smith, and possibly Bob Woods, could be present.

3. Approval of Minutes

Tom made a motion to approve the minutes of the February 11, 2008 Regular Meeting. Janet seconded the motion. Motion carried.

4. 2008 Budget Hearing

The Board reviewed the new draft budget and made adjustments where necessary. Bob made a motion to adopt Resolution 2008-03 adopting the revised budget, and Resolution 2008-04, appropriating sums of money for expenditures as outlined in the budget. Janet seconded the motion. Motion carried.

5. Twin Buttes use of Lightner Creek

The Board discussed the Twin Buttes development and Lightner Creek water rights. Peter will talk to Brett Sherman to try to learn more.

6. Insurance

Tom would like to move forward soon with obtaining an Errors and Omissions policy to cover Directors. Bud will give Tracy contact information on insurance carriers to get quotes for public official's liability insurance.

7. Public comments/questions

The Trapper's Crossing HOA President asked about the capacity of the water system. Capacity and safe yield numbers were discussed.

8. PUC Application

The Board reviewed the attachments to the PUC application. Bud will revise the cover sheet to include financial assets. Jeff Pearson and Bud Smith will provide engagement letters at the next meeting. Bob made a motion to Bud to proceed with filing the PUC application as presented last week, along with attachments presented this week. Tom seconded the motion. Motion carried; Bud will work with Ed Lyons and Bob Johnson.

9. DOLA Loan

The Board discussed the five percent DOLA Loan option. Bud recommended to the Board not pursue the DOLA Loan, as interest rates may be more favorable from a private lender. Tom made a motion to tell DOLA that the Authority will not pursue their loan option, in favor of private lenders. Ward seconded the motion. Motion carried.

10. Summary of water system deficiencies

Peter discussed previous memos from Steve Harris and Win Wright. The Board discussed system deficiencies.

11. Due diligence issues

The Board discussed the matter. Bud will email the Board the contract information he has collected to date.

- Additions to the Agenda

- Establishing Members reimbursement: DW1 will provide reimbursement request at the next meeting.
- Bud will get a P.O. Box for the Authority.
- Janet would like to have the meter locations mapped with GPS. Snow and expense would pose a problem.
- accounting RFP will go out in the end of April.
- Bob Woods is working to get Shenandoah to sell their water system to the Authority.
- The Board signed a Letter of Support for the La Plata West Water Authority's efforts to fund and construct a water system intake structure.

12. Adjourn

The meeting was adjourned at 8:40 p.m.

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Bob Woods  
Secretary