

Lake Durango Water Authority
Minutes of the Regular Meeting of the Board of Directors
June 2, 2008

1. Call to Order

The meeting was called to order at 6:02 p.m. by President Peter Butler; other Directors present were Vice President Ward Holmes, Treasurer Tom Brossia, Secretary Bob Woods. Recording Secretary Jenna Hutt and Attorney Bud Smith were also present. Director Janet Anderson was out of town.

2. Approval of Agenda

The agenda was approved, with additional discussions added, as noted below.

3. Approval of Minutes

Bob made a motion to approve the minutes of the May 5, 2008 Regular Meeting with one correction. Tom seconded the motion. Motion carried. Tom made a motion to accept the minutes of the May 19, 2008 Regular Meeting with one correction. Bob seconded the motion. Motion carried.

4. Status of Shenandoah Contracts

The Shenandoah and Shenandoah Highlands Boards have seen the contract to purchase the Shenandoah water distribution system and had some comments which were incorporated into a new draft of the contract. Ward made a motion to have Bud send out the contracts to both Shenandoah and Shenandoah Highlands with the changes and a deadline to sign them by June 15, 2008 or become a bulk customer. Peter seconded the motion. Motion carried with Bob and Tom recusing themselves since they own property in Shenandoah and Shenandoah Highlands respectively.

5. BOCC hearing on tap moratorium

Bud sent a letter to the county stating that the Authority does not object to the BOCC lifting the tap moratorium, if they are so inclined. The BOCC is meeting to continue the discussion on June 3, 2008 at 10:00 a.m. Peter will attend the meeting.

6. Liability Insurance

Bob made a motion to confirm that Tom Brossia is appointed to act on the Authority's behalf as a member of the Pine Ridge Ditch Board. Ward seconded the motion. Motion carried.

7. Review Due Diligence Matrix

The Board reviewed all of the items of the due diligence matrix. Tom made a motion to hire Win Wright to GPS all of the ditch areas that need repair or re-digging to allow the ditch to carry 14 cfs for a price not to exceed \$1000. Ward seconded the motion. Motion carried. Bud will draft a letter to Bob Johnson, owner of LDWC, to determine list of miscellaneous property owned by LDWC. Bud will confirm the status of the Lightner Creek water rights. Peter will schedule a tour of the water treatment plant. Bud will review if he has all of the titles.

8. Public Comments/Questions

There were no public comments/questions.

9. Contracting professional help for due diligence

There were no matters to contract professional help for due diligence at this time.

- Additions to the Agenda
 - Tom made a motion to pay the invoice for Bud Smith in the amount of \$6374. Ward seconded the motion. Motion carried. Before paying Bud Smith, the Authority had \$23,994.53 in the bank.
 - There is a meeting scheduled for June 3, 2008 with the PUC to review the current issues with the intervening parties.

10. Adjourn

The meeting was adjourned at 7:33 p.m.

Bob Woods
Secretary