

Lake Durango Water Authority
Minutes of the Regular Meeting of the Board of Directors
August 13, 2009

1. Call to Order

President Ward Holmes called the meeting to order at 6:10 p.m. Other Directors present were Vice President Jeff Wagner, Treasurer Tom Brossia and Secretary Sharon Rader. General Manager Charlie Smith and Attorney Bud Smith were also present. Director Ron Borrego was out of town.

2. Approval of Agenda

The agenda was approved.

3. Approval of 7/23/09 meeting minutes

Tom Brossia made a motion to approve the minutes of the July 23, 2009 Regular meeting. Sharon Rader seconded the motion. Motion carried.

4. Acquisition and Closing

Bud Smith informed the Board that the only outstanding issue from closing was the Water Royalty issue – see #8.

5. Alpine Bank, Laura Shelton

Laura Shelton presented the Board with various banking options to be considered.

6. La Plata County; Tap Allocations

Robbie Overfield and Eric Aune presented a map that outlined the LDWA service area. It was pointed out that the LDWA service area is the equivalent of parcels with current committed taps. Corrections will be made to the map and Charlie Smith will meet with Eric Aune to refine the map.

7. Financial Report, Approval of Bills

Charlie Smith presented the financial report ending 8/11/09. Tom Brossia made a motion to pay the bills. Sharon seconded the motion. Motion carried.

Sharon Rader made a motion to approve payment of ½ of the SWCD \$17,000 loan at the end of September and then to determine when to pay the balance of the loan. Jeff Wagner seconded. Motion carried.

8. Water Royalty Agreement

Bud Smith presented a final Water Royalty Agreement between Bob Johnson and Mary Austin and the LDWA. After discussion Tom Brossia made a motion to approve the agreement. Jeff Wagner seconded. Motion carried.

9. General Managers Report

Billing: The second billing from the Authority will go out on August 17, 2009. There have been very few complaints about the Acquisition Surcharge and Water Royalty Fee to date.

Accounting: ASAP accounting services has been chosen to set up the chart of accounts which is in progress. Values need to be assigned to assets acquired in the purchase of LDWC.

Water System: Charlie and Tom met with Water Commissioner Jeff Titus. The Lake Durango Dam has been inspected and the Dam monuments surveyed.

Insurance: Charlie has received additional quotes for health insurance and will review.

10. DOLA Grant

Ken Charles was given a draft budget for the DOLA funds. He requested revisions that included a breakdown of design and engineering costs.

11. Public comments or questions

Tom Morrissey will email comments.

12. Adjourn

The meeting was adjourned at 9:00 p.m.

Sharon Rader
Secretary