

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

1. Call to Order

The meeting was called to order at 6:03 p.m. by President Peter Butler; other Directors present were Vice President Ward Holmes, Treasurer Tom Brossia, Secretary Bob Woods and Director Janet Anderson. Recording Secretary Jenna Hutt was also present.

2. Approval of Agenda

The agenda was approved with additions as noted below.

3. Approval of Minutes

Ward made a motion to approve the minutes of the July 21, 2008 Regular Meeting. Tom seconded the motion. Motion carried.

4. Update on PUC process

All of the interventions should we withdrawn and the PUC process can move forward.

5. Status of Shenandoah Contracts

The presidents of the Shenandoah and Shenandoah Estates HOA have signed the contracts. Ward made a motion to approve both contracts. Janet seconded the motion. Motion carried with Bob and Tom recusing themselves since they live in Shenandoah and Shenandoah Estates respectively.

6. Status of Rafter J letter

Peter and Bob spoke with the Rafter J Board. Peter drafted a letter stating the Rafter J Board does not have any concerns with the Authority purchasing the Company. Bob Manning, president of the Rafter J Board, stated that he would give the letter to the rest of the Board.

7. Documents needed for PUC

Janet will find out from Jeff Pearson what exactly the judge needs in an asset list from the LDWC and if the existing asset list is sufficient. Peter will put together a list of how the Authority will be staffed. Bob will send out a Board Member background document to be filled out by each Board Member. Janet will create a description of the structure of the company including manager, employees and accounting.

8. Meeting scheduling in September

The next regular Board meeting will be on September 29, 2008. There will be a special meeting on August 25, 2008 with a member of the State water quality control division.

9. Public comments/questions

There was a question as to whether there will be contracts with other subdivisions. Peter explained that the reason there are contracts with Shenandoah and Shenandoah Estates the subdivisions is because they own their systems. There is no contract with Rafter J; the letter states that Rafter J does not object to the Authority buying the Company.

- Additions to the Agenda

- Tom stated that the bank account balance as of July 31 is \$19,224.68. The bills consisted of a bill from Jeff Pearson for \$2,768.62 and \$1.00 for each Shenandoah and Shenandoah Estates for

the purchase of their distribution systems. Tom made a motion to pay the bills. Bob seconded.
Motion carried.

10. Adjourn

The meeting was adjourned at 6:51 p.m.

Bob Woods

Secretary