

**MINUTES OF
BOARD OF DIRECTORS
SOUTH DURANGO SANITATION DISTRICT**

The regular meeting of the Board of Directors of the South Durango Sanitation District was held on August 20, 2015 at 6:00 p.m. at the 175 Mercado Street, Suite 240, Durango, Colorado.

Present at the meeting were the following members of the Board of Directors:

Bud Gohn
Pat Morrissey
Tom Price
Judy Campbell
Curt Piccoli

Also present were Dave Marsa and Bud Smith.

The Board reviewed the invoices and approved the bills for payment.

The Board reviewed and approved the minutes for July 16, 2015.

Bud reviewed the July 31, 2015 financial statement. The District continues to collect user fee revenue in excess of its operating expenses.

Dave Marsa present a review of the District's electric costs. The demand charge averages about \$1,000 per month. The installation of soft starts on the blower motors could significantly reduce that amount. Dave also reported that rebates can be requested to power outages. Bud will ask La Plata Electric Association to add Dave, Nic and Barb as authorized account representatives.

The Board then considered a resolution to reduce monthly user fees. The Board discussed the capital requirements for equipment replacement which should be provided by user fees. Even with those allowances, user fee revenue is projected to be more than is required to pay operating expenses, replacement costs and maintain reasonable reserves. On motion duly made and seconded, the Board unanimously approved Resolution 2015-3 reducing user fees to \$5/month/ERT effective September 1, 2015

The Board reviewed and approved a website development proposal from Rachel Davenport.

There being no further business to come before the Board, the meeting was adjourned.