

**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 September 20, 2018 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:

Curt Piccoli
Pat Morrissey
Bud Gohn
Judy Campbell
Tom Price

Also present were District operator Dave Marsa and Bud Smith, attorney for the District. Director Campbell introduced 2 Fort Lewis College students who observing the meeting as part of their course curriculum.

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

The Board reviewed the financial statement for August 2018. Overall revenues and expenditures are within budgeted amounts. Attorney Smith reported that the generator project will not be undertaken until 2019. The District engineer and the electrical engineer have developed basic specifications but are having difficulty getting price quotes from suppliers. The project will be included in the 2019 budget with updated estimated costs. A draft of the 2019 budget will be presented at the October meeting.

Attorney Smith explained that the current limit of the District credit cards through Alpine Bank should be increased to take advantage of cost savings on equipment that can be ordered on-line. He recommended the District change \$5,000 for each cardholder. The Board approved the change.

The Board review the minutes for the regular meeting held on August 16, 2018. On motion duly made and seconded, the minutes were approved.

Dave presented the monthly operating report. The plant is operating without any problems and meeting all standards. Sludge processing is continuing. Processing is delayed at times by the inability of the waste removal company to exchange dumpsters when requested. Dave also reported that the pump for the well needs to be replaced.

Dave presented a proposal that staff received and approved for the purchase of camera equipment. The Board approved the proposal and authorized the purchase.

President Piccoli requested information on flows from the Cottonwoods Rehabilitation center to determine if ERT assessment is accurate.

Attorney Smith reported that the District engineer is continuing to develop cost estimates for treatment and capacity upgrades which can be incorporated into the capital improvements plan.

Attorney Smith reported on the development of a design for an access road for the west end of the Grandview interceptor. There have been preliminary discussions with City employees in the parks and recreation department about the use of the Smart 160 Trail for accessing the manholes. The Animas

River Trail behind Escalante Crossing and the mid-school has been used to access manholes located in the trail for cleaning. The Grandview interceptor does not follow the Smart 160 Trail but has been used to

access manholes for cleaning. Attorney Smith will develop a formal request from the Board to the City for use of the trail.

Attorney Smith presented a draft of a cost proposal for processing the Loma Linda Sanitation District sludge which was hauled to the South Durango plant last year. The cost proposal includes processing costs which were developed by District staff and equipment costs which Attorney Smith prepared. The Board discussed developing an equitable method for determining equipment costs. The Board approved the cost proposal presented by Attorney Smith with a 20% fee to cover the District's capital investment in the equipment.

Attorney Smith provided a brief update on various projects in the District. The Board discussed reimbursements to the District for engineering and legal expenses for those projects. Attorney Smith will request the accountant to include a monthly report on developer reimbursements.

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