

RECORD OF PROCEEDINGS  
MINUTES OF THE MEETING OF THE  
LA PLATA ARCHULETA WATER DISTRICT  
HELD  
April 13, 2017

The regular meeting of the Board of Directors ("Board") of the La Plata Archuleta Water District ("District") was held on April 13, 2017, at 9:00 a.m. at 255 Ute Street, Ignacio, Colorado.

ATTENDANCE:

Directors in Attendance Were:

Dick Lunceford  
Ron Dent  
Mark Williams

Directors in Attendance by Telephone Were:

Dan Lynn  
Gregg Johnson

Also in Attendance Were:

Ed Tolen, Manager  
Yvonne Brunson, Customer Service Representative  
Steve Harris, Harris Water Engineering  
Karmen King, Grayling LLC  
Brett Sherman, Harris Water Engineering  
Cheryl Lynn, Secretary of the Board  
Roy Horvath, Chairperson, La Plata West Water Authority  
Mardi Gebhardt, Treasurer, La Plata West Water Authority  
Kevin Mallow, Tribal Designee, La Plata West Water Authority

In Attendance by Telephone Were:

David Greher, Collins Cockrel and Cole  
Micki Mills, Collins Cockrel and Cole

DISCLOSURE OF  
POTENTIAL CONFLICTS  
OF INTEREST

Disclosure of potential conflicts of interest will be a topic of discussion at every Board meeting to address potential conflicts of interest that may arise as new agenda items are introduced. District Directors who have disclosed potential conflicts of interest can vote as issues arise. Directors in attendance personally and by telephone reported no conflicts of interest.

PUBLIC COMMENTS

Roy Horvath, Mardi Gebhardt, and Kevin Mallow, representatives of the La Plata West Water Authority, introduced themselves. They asked District policy and procedure questions and exchanged information with District Directors, Harris Water Engineering staff, and the General Manager of the District.

APPROVAL OF  
MINUTES

Upon motion duly made by Director Williams, seconded by Director Lynn, and unanimously carried, the Minutes of the March 8, 2017 Special Board Meeting were approved. Upon motion duly made by Director Williams, seconded by Director Dent, and unanimously carried the Minutes of the March 9, 2017, Regular Board Meeting were approved.

FINANCIAL REPORT

In Ms. Prose's absence, Mr. Harris distributed the April, 2017, Accounts Payable Report and April 11, 2017, Accountant's Compilation Report to the Board. After review and upon motion duly made by Director Williams, seconded by Director Dent, and unanimously

carried, the Board approved payment of invoices as shown on the attached Accounts Payable statement dated April 12, 2017.

FINANCE COMMITTEE  
REPORT

Consider Accepting the 2016 Audited Financial Statements – Upon motion duly made by Director Dent, seconded by Director Williams, and unanimously carried the Board accepted the 2016 Audited Financial Statement prepared by Beckstead and Company, LLC, dated March 3, 2017.

PUBLIC RELATIONS/  
COMMUNICATIONS  
COMMITTEE REPORT

Manager Tolen advised the Board there is nothing to report in the public relations area.

LEGAL REPORT

Consider Petitions for Inclusion of Real Property into the District for the Miller, D’Onofrio, McClurg/Braum, and Mallonee Properties – Chairman Lunceford opened a public hearing to consider Petitions for Inclusion filed by Gary D. and Charlotte Miller, Jerry and Cheryl D’Onofrio, Greg McClurg/Nancy Braun and Franchesca Mallonee. No public comments were received or presented. The hearing was then closed. Upon further discussion and motion duly made by Director Williams, seconded by Director Dent, and unanimously carried the Board approved the inclusions and adopted the Order for Inclusion of Real Property, copy of which is attached hereto and incorporated herein by this reference. Mr. Greher will process the inclusions with the La Plata District Court. These properties as included will be part of the 2018 property tax collection. The Board was reminded that the Subdistrict boundary map for the Sundance Hills/Farraday Subdistrict No. 1 must be finalized and filed with the Board of County Commissioners and County Assessor by June 30, 2017.. The Subdistrict property owners have yet to finalize and report their decision regarding fireflow.

At this time Director Johnson joined the meeting by telephone.

ENGINEER REPORT

Phase I Pipeline – Mr. Sherman advised the Board that Phase 1E, Part 2, is nearly completed. The contractor is completing final work detailed in a punch list.

Water Haul Station – Mr. Sherman reported that work on the water haul station is almost completed. The electrical inspection took place on April 12, 2017.

Second Water Haul Station - Mr. Sherman reported that Phase 1F goes past the next fill station and that coordination with CDOT is progressing that will allow a timely coordination of installation of the water haul station in concert with the work to be accomplished in Phase 1F.

Rifle Water Treatment Plant – Mr. Harris reported on his trip with Bob Wolfe to view the new Rifle Water Treatment Plant. He shared pictures and specific information gathered as it relates to the District’s proposed cooperative water treatment plant with the City of Durango.

County Fireflow Meeting – Mr. Harris reported that Manager Tolen and he had met with Fire Marshall Karola Hanks regarding La Plata County regulations related to subdivision fireflow. Ms. Hanks said that she will arrange a meeting with the District, the La Plata County Planners and her to clarify subdivision firefighting and water requirements.

ENVIRONMENTAL  
REPORT

Ms. King reported that her current work involves an Environmental Analysis for the proposed two hundred (200) feet of pipeline. She advised the Board that the United States Bureau of Reclamation expects an analysis for all connections and potential connections to the water line. She told the Board that the extensive amount of data involved being reported

is leading to a more voluminous Environmental Analysis. Manager Tolen informed those present that there is a draft Cultural Resources Management Plan being prepared as a part of the Lake Nighthorse Recreation Plan. As part of that, a Programmatic Agreement that will be approved by the parties would provide that any areas already disturbed do not require a consultation with CSHPO.

GENERAL MANAGER  
REPORT

Fill Stations – Manager Tolen reported that the first water haul station is on schedule to begin serving customers in April. He and Mr. Sherman outlined the service situation and policies in detail, answering questions posed by the La Plata West Water Authority group.

El Rancho Florida – Manager Tolen reported that he had met with the Board of Directors of the El Rancho Florida Subdivision concerning emergency interconnects between the two systems. Discussions will continue regarding this matter.

Bill of Sale for Treatment Plant Expansion to Town of Bayfield – Manager Tolen referred the Board to the draft document they had received which is part of the Intergovernmental Agreement between the District and the Town of Bayfield. Upon motion duly made by Director Dent, seconded by Director Williams, and unanimously carried, the Board authorized the Chairman Lunceford to sign the proposed Bill of Sale, barring any major changes.

Please see the General Manager's April, 2017, report for additional detail.

At this point Gregg Johnson entered the District meeting in person.

EXECUTIVE SESSION

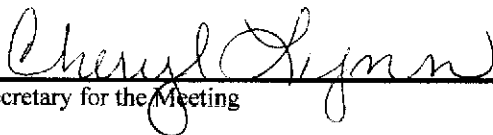
Upon motion duly made by Director Dent, seconded by Director Johnson, and unanimously carried, the Board entered Executive session at 10:20 a.m. to confer with an attorney for purposes of receiving legal advice on specific legal questions (Section 24-6-402(4)(b), C.R.S.); and/or to determine positions relative to matters that may be subject to negotiations, developing strategies for negotiations, and instructing negotiators (Section 24-6-402(4)(e), C.R.S.). Issues discussed included Phases 1B and 1 C Pipeline Issues, the Ridges Basin Dam Pipeline and negotiations for a consultant to design the Sundance Hills/Farraday distribution system. The Board reconvened in regular session at 11:11 a.m.

ANY OTHER MATTER  
WHICH MAY COME  
BEFORE THE BOARD


Those present were reminded that the Regular May, 2017, Meeting of the District Directors will be held on Monday, May 15, 2017.

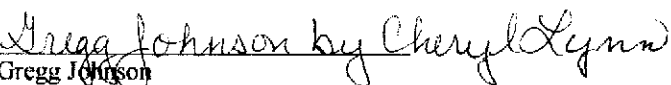
ADJOURNMENT


The meeting was adjourned at 11:13 a.m. The next regular meeting of the District is scheduled for May 15, 2017, at 9:00 a.m. at 255 Ute Street, Ignacio, Colorado.

  
Secretary for the Meeting

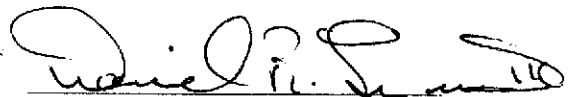
APPROVED

  
Richard T. Lunceford

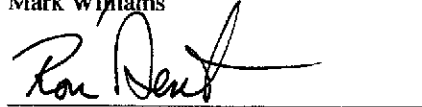
  
Gregg Johnson

  
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Mark Williams

  
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Daniel R. Lynn, III

  
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Ron Dent