

**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 December 18, 2014 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
Tom Price
Judy Campbell
Pat Morrissey

Also present were Bud Smith, Dave Marsa and Nic Ionita.

The Board reviewed the invoices and approved the bills for payment. The Board reviewed the financial statement for November 30, 2014.

The Board reviewed and approved the minutes for November 20, 2014.

Dave presented the monthly operations report. There are no significant problems and the plant is meeting all standards. The annual line cleaning has been completed. Lines cleaned were in the Three Springs area and along CR 233.

The Board reviewed the final draft of the 2015 budget. On motion duly made, seconded Resolution 2014-4, Resolution to Adopt Budget and Resolution 2014-5, Resolution to Appropriate Funds, were approved.

Bud reviewed the bond payment due December 1 for the 2006 Revenue Bond.

Bud reviewed the Albert mobile home tap fee matter. The Board will make a determination at its next meeting on fees to be paid.

The Board held a public hearing on the rates to be approved for 2015 including an increase in the transfer rate to \$25. Bud reported that the required notice of the rate matter had been posted on the SDS website. No responses have been received. After discussing the matter the Board unanimously approved resolution 2015-6 setting rates for 2015.

Bud explained that approval of a sewer maintenance program is required in order for the District to avoid paying deductibles for sewer backup claims. The program includes regular cleaning and mapping of lines. The Board unanimously approved the sewer maintenance program.

The Board reviewed and approved a wire transfer agreement with Alpine Bank.

Dave Marsa presented annual employee evaluations. Both employees have been doing an excellent job for the District. No salary increases have been approved for three years so Dave recommended a 10% increase for each employee. The Board unanimously approved the increase.

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