

Mesa Cortina Water & Sanitation District
Board of Directors Meeting
Thursday, May 12, 2016
Silverthorne Fire Station

Attendance

Board: Randy Rehn, Jon Whinston, Bill Jack, Greg O'Neill, Stan Wagon

Others: Jeff Leigh, District Manager; Deborah Polich, NP Services; Michael Kurth, Summit Bookkeeping; Jim McLaughlin, McLaughlin Water Engineers

Meeting was called to order at 5:01 PM

Oath of Office: Stanley Wagon completed the Oath of Office as newly elected member of the Board of Directors of the Mesa Cortina Water & Sanitation District. Greg O'Neill completed the Oath of Office as re- elected member of the Board of Directors of the Mesa Cortina Water & Sanitation District.

Minutes: *A motion was made by Randy Rehn and seconded by Greg O'Neill to approve minutes of the April 5th meeting as written. Motion unanimously approved.*

Bashore: Jim McLaughlin presented a feasibility study for using the Bashore well as an alternative to buying water from BMMD. One of the issues is, the artesian water from the Bashore well is high in sodium and will need to be treated by a reverse osmosis method with discharge waste into sewer system. Water & sewer system construction costs are estimated at \$800,000. Additional costs for engineering, permitting, additional EQR's etc. bring the total estimated project costs to \$1,050,000. Annual maintenance is estimated at \$30,000 with debt service would be approximately \$70,000 per year. First step to move forward may be to get a written legal opinion from the attorney with regard issues in breaking the current agreement with BMMD. The next steps are to prioritize actions with to regard to water rights, CDOT, and negotiations with JSA. The ultimate goal is to make progress towards independence with the least amount of costs.

Financial: Preliminary financial reports were provided through 4-30-16 via e-mail. There were no questions or concerns expressed.

Water Line replacement:

Jeff Leigh reviewed financing options received from Alpine Bank with regard to a loan to cover \$150,000 of the estimated total cost of \$246,100. Cortina Property Owners would contribute \$50,000 to the project; the balance of the project would be covered with reserve funds.

A motion was made by Jon Whinston to borrow \$150,000 for a 10 year term at 3% interest as quoted from Alpine Bank for the purpose of replacing approximately 1500 feet of water line this summer. Stan Wagon seconded the motion. Further clarification was requested with regard to any pre-payment penalties. Motion unanimously approved.

I & I video and repair:

Jeff Leigh briefly reviewed the results of the video related to sewer service at 346 and 366 Spring Beauty Dr. The owners have been advised of the issues with regard to the connection of the service line to the District's Main Sewer line and the separation in the lines and potential leaks and water infiltration. Owners have been also advised of the mandated sewer line repairs need to be completed by October 31, 2016.

Jeff also reported that the lift station on Lake View is running quite frequently. Additional video will need to be done to determine where water infiltration is coming from and if dig-less repairs can be completed. If so quotes will be requested.

Next Meeting:

The next Board meeting is scheduled for June 7th, at the Silverthorne Fire Station.

Meeting was adjourned at 7:47 PM