

**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 15, 2016 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, Nic Ionita, Doug Davis and Bud Smith.

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

The public hearing for the 2017 budget was held. Bud Smith reported the budget notice had been published in the Durango Herald. No comments were received. After reviewing the budget, on motion duly made and seconded, the Board unanimously approved Resolution 2016-2 to adopt the 2017 Budget and Resolution 2016-3 Appropriating Funds for the 2017 Budget.

Bud reviewed the current investments of the District. Bud noted that reserves were increasing and recommended moving reserve funds to Colotrust for higher interest earnings. The Board approved the transfer of unneeded reserves to Colotrust.

Bud reviewed the sewer maintenance program required by the Special District Insurance Pool in order to reduce deductibles for sewer back-up claims. The Board approved the program.

The Board discussed a letter submitted by the attorney for Caswell offering to settle the outstanding balance for past due fees. On motion duly made and seconded, the Board agreed to accept \$7,500 payable in monthly installments of \$500.

Dave Marsa presented the monthly operations report. The plant is running smoothly and meeting all permit limits. An effluent pump needs to be replaced. The soft starts have been installed. Reduced electrical expenses should be reflected in future billings.

Employee reviews were presented to the Board. The Board suggested that future reviews be prepared by Dave, not the employees. The Board approved a 3% raise for each of the employees effective January 1, 2017.

Doug reviewed tap inspection issues. Bud reported that the City has been notified of the problem created by inspection forms indicating no inspection of sewer is required when sewer is furnished by the District. He has contacted the City and requested that the forms indicate that the District inspector should be contacted.

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