

RECORD OF PROCEEDINGS
MINUTES OF THE MEETING OF THE
LA PLATA ARCHULETA WATER DISTRICT
HELD
August 10, 2017

The regular meeting of the Board of Directors (“Board”) of the La Plata Archuleta Water District (“District”) was held on August 10, 2017, at 9:00 a.m. at 255 Ute Street, Ignacio, Colorado.

ATTENDANCE: Directors in Attendance Were:
Dick Lunceford
Ron Dent
Mark Williams
Dan Lynn
Gregg Johnson

Also in Attendance Were:
Ed Tolen, Manager
Yvonne Brunson, Customer Service Representative
Barb Prose, Fredrick, Zink & Associates
Karmen King, Grayling LLC
Brett Sherman, Harris Water Engineering
Steve Harris, Harris Water Engineering
Cheryl Lynn, Secretary of the Board

In Attendance by Telephone Were:
David Greher, 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 reported no conflicts of interest.

PUBLIC COMMENTS There were no public comments.

APPROVAL OF
MINUTES

Upon motion duly made by Director Johnson, seconded by Director Dent, and unanimously carried, the Minutes of the July 13, 2017 Regular Board Meeting were approved.

FINANCIAL REPORT

Reports - Ms. Prose distributed the July 2017, Accounts Payable Report and July 2017, Accountant’s Compilation Report to the Board. After review and upon motion duly made by Director Lynn, seconded by Director Johnson, and unanimously carried, the Board approved payment of invoices as shown on the attached Accounts Payable statement dated August 9, 2017.

LEGAL REPORT

Approval of Resolution Calling for a Special Election on the Question of Increasing Debt and Raising Taxes for the Sundance Hills/Farraday Subdistrict – Counsel Greher advised the Board that he conferred with Butler Snow, the District’s Bond Counsel, to write the election question attached to the Resolution. With the expectation that the Water and Power Authority will lend the Subdistrict funds at 2% interest, it is expected that the higher projected numbers for the maximum annual tax increase will not be needed. Upon motion duly made by Director Lynn, seconded by Director Dent, and unanimously carried the Board approved a Resolution Calling for a Special Election on the Question of Increasing Debt and Raising Taxes for the Sundance Hills/Farraday Subdistrict. Director Johnson suggested that talking points related to costs should be established to address the substantial proposed funding contained in the TABOR question, especially considering that costs are anticipated to be substantially less.

Phase 1B and 1C Litigation – Counsel Greher reported that the pipe supplier has filed a Motion to Dismiss against Rundle claiming that Rundle did not file a timely Motion. LAPLAWD must now wait for this process to run its course.

ENGINEER REPORT

Phase 1 Pipeline – Mr. Sherman advised the Board that he awaits as-built plans from CDOT for highway improvements that CDOT made near Lon’s Salvage and that Phase 1G engineering plans are currently under review by CDOT. Communication and cooperation continue though the timeframe is longer than either had hoped it would be.

DOLA Grant – Sundance Hills/Farraday Subdistrict – Mr. Sherman and Manager Tolen notified the Board that the \$25,000 grant was signed on August 8, 2017, and it is now possible to commence design work for the water delivery system in the subdivision.

Water Rights – Mr. Harris advised the Board that the diligence filings on the Animas River and Piedra River conditional water rights have been resolved; the Pine River conditional water rights remain in discussion. Conditional water rights diligence on the three rivers are scheduled to be filed again by July 2023.

Expanded City of Durango Planning Area – Mr. Harris and Manager Tolen indicated that the most recent iteration of the Comprehensive Plan the City of Durango has expanded their planning area. The City’s Comprehensive plan indicates that cooperation between the District and the City of Durango is being discussed.

Roundtable – Mr. Harris reported that the Roundtable has funding for specific kinds of projects if anyone is interested in applying for the funds.

ENVIRONMENTAL REPORT

Ms. King reported that she continues to complete monitoring for the project phases.

GENERAL MANAGER REPORT

General Manager’s Report – Manager Tolen reviewed his August, 2017 report in depth. He also reviewed the Tap Fee/Capital Investment Fee Analysis he prepared now that the District has more actual data to use in setting its rate structure. Manager Tolen compared these actual numbers with other Western Slope water districts for purposes of related decision making. Director Lynn thanked Manager Tolen for providing the number of customers served and number of gallons of

ANY OTHER MATTER
WHICH MAY COME
BEFORE THE BOARD


No additional matters were introduced for discussion.

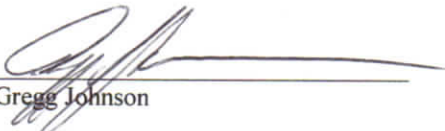
ADJOURNMENT

The meeting was adjourned at 9:40 a.m. The next regular meeting of LAPLAWD is scheduled for September 14, 2017, at 9:00 a.m. at 255 Ute Street, Ignacio, Colorado.


Secretary for the Meeting

APPROVED


Richard T. Lunceford


Gregg Johnson


Mark Williams


Daniel R. Lynn, III


Ron Dent by Cheryl Lynn
Board Secretary