

RECORD OF PROCEEDINGS
MINUTES OF THE MEETING OF THE
LA PLATA ARCHULETA WATER DISTRICT
HELD
May 10, 2018

The regular meeting of the Board of Directors ("Board") of the La Plata Archuleta Water District ("District") was held on May 10, 2018, at 9:00 a.m. at 255 Ute Street, Ignacio, Colorado.

ATTENDANCE: Directors in Attendance Were:

Dick Lunceford
Dan Lynn
Ron Dent
Mark Williams
Gregg Johnson

Also in Attendance Were:

Ed Tolen, Manager
Yvonne Brunson, Customer Service Representative
Steve Harris, Harris Water Engineering
Brett Sherman, Harris Water Engineering
Barb Prose, FredrickZink & Associates
Karmen King, Grayling, LLC
Cheryl Lynn, Secretary of the Board

In Attendance by Telephone Were:

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

**ADMINISTER OATHS
OF OFFICE TO
RE-ELECTED
DIRECTORS**

Chairman Lunceford administered Oaths of Office to Re-elected Directors Dan Lynn and Mark Williams.

**ELECTION OF
BOARD OFFICERS**

Upon motion made by Director Williams, seconded by Director Lynn, and unanimously carried, the Board retained the current officers as follows: Chairman: Dick Lunceford; Vice Chairman: Dan Lynn; Treasurer: Mark Williams; Secretary: Cheryl Lynn; and Assistant Secretary/Treasurer: Gregg Johnson.

**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

No public comments were received.

**APPROVAL OF
MINUTES**

Upon motion duly made by Director Dent, seconded by Director Lynn, and unanimously carried, the Minutes of the April 12, 2018, regular Board Meeting were approved.

FINANCIAL REPORT Reports - Ms. Prose distributed the April 2018, Accounts Payable Report and April 2018, 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 May 9, 2018.

Payment in Lieu of Taxes (PILT) Funding and Purchase of Lake Nighthorse Water – Ms. Prose reported that \$51,000 in PILT funds were received. An amount of \$85,000 was budgeted. \$198,000 is the account balance. Following a discussion of the impacts of waiting or continuing with the purchase of water from Lake Nighthorse the Board unanimously agreed that it was very important to purchase the 30 acre feet of water this year even though the funds available in the 1st Southwest account will be short of the approximately \$208,000 cost of the water.

FINANCE COMMITTEE REPORT Manager Tolen advised the Board that the 2017 Audit prepared by Beckstead and Associates should be available by the June Board meeting.

PUBLIC RELATIONS/ COMMUNICATIONS COMMITTEE REPORT Manager Tolen said there was nothing to report.

LEGAL REPORT Phase 1B and 1C Litigation No update.

ENGINEER REPORT City of Durango – Mr. Harris reported that he has not heard from Dirk Nelson, City Attorney for the City of Durango, Colorado, regarding the proposed contract.

Phase 1 Pipeline – Mr. Sherman reported that TRC Construction is currently waiting for the CDOT permit to begin the Phase 1G-2 Project.

Hwy 160 Pump Station- Upon motion duly made by Director Lynn, seconded by Director Dent, and unanimously carried, the Board agreed to accept the Brooks Well Service Proposal to Install a Duplex Pumping Station and VFD Controls as proposed in their May 6, 2018, Proposal.

ENVIRONMENTAL REPORT Ms. King advised the Board that the Phase 1 G-1 Compliance Certification has been submitted to the Army Corps of Engineers. She also continues work on Phase 1H to identify Threatened and Endangered species.

GENERAL MANAGER REPORT Consider Approving a Resolution Accepting the Contractor's Work for Phase 1E-1, Phase 1E-2, Phase 1F and Phase 1G-1 – Upon motion duly made by Director Lynn, seconded by Director Dent, and unanimously carried the Board adopted the Resolution Accepting Completion of Work Performed by TRC Construction, Inc. and Williams Construction Corporation for the La Plata Archuleta Water District, a copy of which is attached hereto.

Consider Positions on LPEA Election and Authorize Board Chairman to Complete Ballot – Upon motion duly made by Director Lynn, seconded by Director Dent, and unanimously carried, the Board authorized Board Chairman Lunceford to Complete the Ballot.

Phase 1G-1 Progress – Manager Tolen advised the Board that this phase of the project is complete, including environmental work, and final payment will be made today.

Sundance Hills/Farraday Subdistrict No. 1 Progress – Manager Tolen reported that he will continue communications with Sundance Hills/Farraday Subdistrict No. 1 to determine the best course of action following lack of grant approval of the Energy Impact Assistance Fund Grant. Manager Tolen indicated that he will submit a loan application to Colorado Water Resources and Power Development Authority for the estimated full amount of the project in June and also submit another grant application in August. If the grant is not approved this cycle the project can be started earlier than if we waited to apply for the loan after a decision on the grant is made. If the grant is awarded, any excess funds from the loan can be used to pay down the loan.

CR 225A Fill Station – Manager Tolen reported that the Transportation Commission of the Colorado Department of Transportation is transferring property located at Highway 160 and County Road 225A to the District. Mr. Tolen advised the Board that he continues to receive interest in water lines in that area.

Consider Disposal of Excess Computers – Mr. Tolen reported that new computers had been purchased for the office staff necessitating disposal of the old computers. The Board advised Mr. Tolen to ensure the data was cleaned from the computers and to attempt donating them to a school. If not donated to a public entity, other donation alternatives will be evaluated.

EXECUTIVE SESSION – No Executive Session was conducted.

ANY OTHER MATTER
WHICH MAY COME
BEFORE THE BOARD

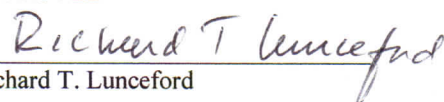
No additional matters requiring Board discussion or approval were introduced.

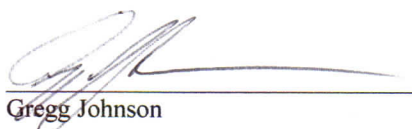
ADJOURNMENT

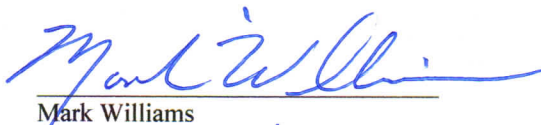
The meeting was adjourned at 9:50 a.m. The next regular meeting of LAPLAWD is scheduled for June 14, 2018, at 9:00 a.m. at 255 Ute Street, Ignacio, Colorado.

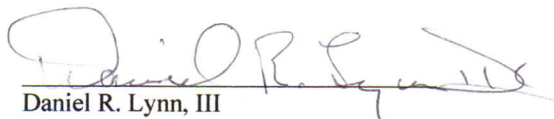

Secretary for the Meeting

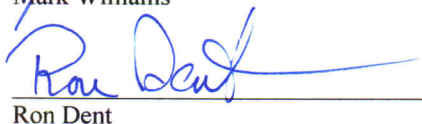
APPROVED


Richard T. Lunceford


Gregg Johnson


Mark Williams


Daniel R. Lynn, III


Ron Dent