

**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 April 20, 2017 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:

Curt Piccoli  
Pat Morrissey  
Bud Gohn  
Tom Price  
Judy Campbell

Also present were District operator Dave Marsa, District operator Nic Ionita, District engineer Rick Johnson and attorney for the District Bud Smith.

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

Bud reviewed the March 2017 financial statements of the District. The LPEA bill still includes a demand charge similar to prior months although the soft starts have been installed. Dave will check with the LPEA auditor about the matter.

Bud presented a redemption schedule for the District's 2006 revenue bonds. The schedule shows interest savings that could be achieved with a principal payment on June 1, 2017. After discussing the matter the Board authorized issuance of a notice of early redemption of \$200,000 of revenue bonds on June 1, 2016.

The Board reviewed and approved the minutes for March 16, 2017.

Dave Marsa presented the monthly operations report. The plant is running smoothly and meeting all permit limits. Dave reported that the sludge press has been delivered but the startup process has not been completed. It will be rescheduled once all necessary supplies and personnel are available. Dave also reported that the equipment will not fit under the new roof extension on the storage building. Dave does not believe that will be a problem.

Dave is continuing to evaluate the need for part-time summer help.

Rick advised the Board that engineering reviews of several new projects are continuing. Rick reported that some preliminary work on capacity had been prepared at the request of the City for incorporation in its Comprehensive Plan update. The City planner have decided to simple report that the South Durango Sanitation District has and will maintain sufficient capacity it its wastewater treatment system to serve anticipated future demand. Bud suggested Rick prepare a proposal for developing an updated capacity analysis and capital improvements plan. Rick will present the proposal at the next Board meeting.

Bud Smith presented an update on new development in the District.

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