

RECORD OF PROCEEDINGS
MINUTES OF THE MEETING OF THE
LA PLATA ARCHULETA WATER DISTRICT
HELD
August 12, 2021

The regular meeting of the Board of Directors ("Board") of the La Plata Archuleta Water District and Skyview Subdistrict and Fox Fire Subdistrict, La Plata County, Colorado, ("District") was held on August 12, 2021, at 9:00 a.m.

ATTENDANCE: Directors in Attendance Were:

Dick Lunceford
Dan Lynn
Ron Dent
Gregg Johnson
Mark Williams

In Attendance, Also, Were:

Ed Tolen, La Plata Archuleta Water District Manager
Cheryl Lynn, Secretary to the Board
Steve Harris, Harris Water Engineering
Barb Prose, FredrickZink & Associates
Karmen King, Grayling

In Attendance, Also, via Telephone Were:

David Greher, Collins Cockrel and Cole
Micki Mills, Collins Cockrel and Cole
Dave Henry, Harris Water Engineering

CALL TO ORDER Chairman Lunceford called the meeting to order at 9:00 a.m.

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 interests that may arise as new agenda items are introduced. District Directors who have disclosed potential conflicts of interest can vote as issues arise. Directors present reported no conflicts of interest.

PUBLIC COMMENTS No members of the public were present.

APPROVAL OF
MINUTES

Upon motion duly made by Director Johnson, seconded by Director Dent, and unanimously carried, the Minutes of the July 8, 2021 Regular Board Meeting were approved.

FINANCIAL REPORT

Approval and Payment of Invoices – Directors reviewed the July 2021 Accounts Payable Report and July 2021 Accountant's Compilation Report. Directors clarified several expenditures. Ms. Prose noted there is another expenditure in the amount of \$880 to Gibbons for survey services. 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 11, 2021, with the addition of the \$880 expenditure to Gibbons.

FINANCE COMMITTEE
REPORT

Mr. Tolen advised the Board that he is expecting an estimate of District tax receipts for calendar year 2022 from the La Plata County Treasurer. Upon receipt of that estimate he and Ms. Prose will begin work on the 2022 budget.

PUBLIC RELATIONS
/COMMUNICATIONS
COMMITTEE REPORT

Mr. Tolen continues to answer questions and offer guidance related to property owners who are interested in opting into or out of the District as well as those property owners interested in forming subdistricts.

LEGAL REPORT

Public Hearing – Inclusion of Dunlop Real Property into the District – Chairman Lunceford opened a public hearing to consider a Petition for Inclusion into La Plata Archuleta Water District, by Jacob Dunlop and Celeste Dunlop whose property is located at 453 County Road 229, Durango, Colorado 81301. No public comments were received or presented. The hearing was then closed. Upon motion duly made by Director Lynn, seconded by Director Dent, and unanimously carried, the Board approved the inclusion of the Dunlop property at 453 County Road 229, Durango, Colorado 81301 into the District and issued the Order approving the inclusion, a copy of which is attached hereto.

Consider Adopting an Election Resolution for the Skyview Subdistrict – Upon motion duly made by Director Johnson, seconded by Director Lynn, and unanimously carried the Board adopted a Resolution Calling for a November 2, 2021, Special Election, Authorizing an Election on the Question of Increasing Taxes and Incurring Debt and Appointing a Designated Election Official for the Skyview Subdistrict of the La Plata Archuleta Water District.

Consider Adopting an Election Resolution for the Fox Fire Subdistrict – Upon motion duly made by Director Johnson, seconded by Director Dent, and unanimously carried the Board adopted a Resolution Calling for a November 2, 2021, Special Election, Authorizing an Election on the Question of Increasing Taxes and Incurring Debt and Appointing a Designated Election Official for the Fox Fire Subdistrict of the La Plata Archuleta Water District.

ENGINEER REPORT

City of Durango Update – Mr. Harris and Bob Wolff met with City of Durango Mayor, Kim Baxter, suggesting that a second cost estimate for an upgrade of the City of Durango water system could be helpful in ensuring that sound financial decisions are made in advance of this extensive project.

Phase 2C Pipeline – Mr. Henry advised the Board that potholing on Phase 2 C has been necessary as the utilities were not initially found where they were supposed to be located. In addition, surveying is taking place for the final project location as well as permanent and temporary easements that will be required. This may be the last change for Phase 2C Pipeline engineering.

Director Lynn noted that he had talked with landowners adjacent to the old dump site where potential contaminants had been identified. He suggested that La Plata County should fund the construction and settle now for a water system rather than addressing individually and legally the issues of water contamination. Mr. Ruggles, who attended the District meeting in July as part of a potential Sky View Subdistrict, has an appointment to meet with County Commissioner Salka the afternoon of August 12, 2021, to discuss the ability to fund part of a water system to ensure safe drinking water for La Plata County residents.

ENVIRONMENTAL
REPORT

Ms. King told the Board that the tweaks and adjustments from Engineer Henry have produced no major changes in Phase 2C Pipeline from an environmental perspective. Ms. King has received a completion certificate from the Army Corps of Engineers officially finishing Phase 1H.

GENERAL MANAGER
REPORT

Consider Changing the Date of the September 2021 Board Meeting – Board members understand the need to change the date of the September meeting in order to provide accurate accounting data for the month of August, 2021. Therefore, the September Board meeting was changed from Thursday, September 9, 2021, to Tuesday, September 14, 2021.

Consider the Purchase of Animas La Plata Water from Colorado Water Conservation Board – The Board discussed funding this purchase now or later, confirming that the price of gas has a two-year lag so there will not be additional funding in 2022 from increased prices in 2021, and received input from Ms. Prose about PILT funds available and anticipated for this purchase. Upon motion duly made by Director Lynn, seconded by Director Dent, and unanimously carried the Board agreed to fund approximately \$208,000 for the purchase of water this year.

Please refer to the August General Manager's Report for additional detail regarding District operations.

EXECUTIVE SESSION – An Executive Session was not conducted.

ANY OTHER MATTER WHICH MAY COME BEFORE THE BOARD

– Director Dent suggested that with the release of the report regarding the old La Plata County Landfill more people may be interested in forming subdistricts.

Counsel Greher reminded District Administration of the need to post the September meeting notice for the different meeting date.

ADJOURNMENT

The meeting adjourned at 9:32 a.m. The next regular District meeting is scheduled for Tuesday, September 14, 2021, at 9:00 a.m. at 255 Ute Street, Ignacio, Colorado, unless it is necessary to meet in another matter to satisfy governmental requirements.

APPROVED



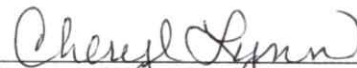
Richard T. Lunceford



Mark Williams



Ron Dent


Secretary for the Meeting

Gregg Johnson



Daniel R. Lynn, III