

**MINUTES OF THE BOARD MEETING
OF THE BOARD OF DIRECTORS OF THE
DENVER SOUTHEAST SUBURBAN WATER
AND SANITATION DISTRICT**

A regular meeting of the Board of Directors of the Denver Southeast Suburban Water and Sanitation District was held on Wednesday March 9, 2011 at the main office, the time and place of the meeting according to the posted notices. Present were District Board Members, Robert Chapman, David Eyre, Rod Bergholm, Walter Partridge, and Heidi Tackett. District Manager, Charles Krogh, District General Counsel, Jim Folkestad, and District Accountant, Kevin Collins. Members of the District staff, Bill Morgan, Paul Makowski, Dan Hammann and Patty Britton. Also present were District customer, Al Dugas, Lee Miller of Burns, Figa and Will and Peter Boddie representing HRS Water Consultants.

Chairman Chapman called the meeting to order at 6:05 p.m. and established the presence of a quorum.

Minutes of the February 9, 2011 Regular Board Meeting were read and after director David Eyre noted a few corrections, were approved by the Board.

PUBLIC RESPONSE

Customer Mr. Al Dugas asked the Board if they would reconsider modifying the current boating rules for Bingham Lake. Mr. Dugas has been a resident of the District for over 12 years and he owns a small fishing boat. In the past, he has enjoyed many days bass fishing in Bingham Lake. Director Eyre discussed the potential hazards of the introduction of certain mussel species into the lake and the financial risk to the District if such contamination would occur. The Board discussed different options such as a manned inspection station, an enclosed boat storage facility or a fishing dock along the dam side of the lake. District Manager, Charles Krogh offered to visit with Douglas County Parks staff about some of the ideas and see what other thoughts they might have. The Board agreed that the rules will stand, allowing no boating on the lake. The Board thanked Mr. Dugas for his comments, concerns and his attendance.

EXECUTIVE SESSION

At 6:35 pm, the Board voted to move into an Executive Session pursuant to C.R. S. Section 24-6-402(4) (b) to seek advice from legal counsel regarding water rights.

Motion: David Eyre

Second: Heidi Tackett

Vote: All Directors present voted in favor.

At 7:29pm Director Eyre left executive session to pick up his son from a soccer game.

No action was taken and at 7:50pm a motion was made to end the Executive Session.

Motion: Rob Bergholm

Second: Heidi Tackett

Vote: All Directors present voted in favor. Director Eyre was absent.

ITEMS FOR BOARD ACTION AND DISCUSSION:

PUMP STATION 4 CONTROL PANEL

The 2011 Budget includes \$15,000 for the Pump Station 4 control panel. The Board authorized the District Manager to enter into an agreement with Golder Associates for the Pump Station 4 Control Panel Programming. The programming, SCADA communications and commissioning of the control system cost is not to exceed \$13,750.

Motion: Walt Partridge

Second: Robert Chapman

Vote: All Directors present voted in favor. Director Eyre was absent.

WELL C2A DRAIN LINE MODIFICATIONS

The drain line located at Well C2A needs to be upgraded by tying it into a new discharge point that discharges into the greenbelt instead of being discharged down Hillside Way. The Board authorized the District Manager to enter into an agreement with Emergency Pipe Repair to modify the Well C2A drain line and approve \$7,200 for the project.

Motion: Robert Chapman

Second: Walt Partridge

Vote: All Directors present voted in favor. Director Eyre was absent.

WELL H EASEMENTS AND PIPELINE DESIGN

The Board authorized the District Manager to enter into an agreement with Mulhern MRE, Inc, subject to final approval of the contract by Legal Counsel, in the amount not to exceed \$8,500 for the scope of work submitted in Mulhern MRE's March 3, 2011 proposal for identification of pipeline easements and routing for well H.

Motion: Heidi Tackett

Second: Robert Chapman

Vote: All Directors present voted in favor. Director Eyre was absent.

ATTORNEY'S REPORT

District Legal counsel Jim Folkestad reported to the Board regarding activities he and his staff are working on:

- Pinery West Commercial Property – Developer Service Agreement with Forestar.
- Amendments to the District Rules & Regulations.
- Colorado Golf Club – Water Supply Agreement, access license to Irrigation Pond 11, and the Betts Lake Operation & Maintenance Agreement.
- Foreclosures & Liens

Director Eyre returned to the board meeting at 8:16pm.

ACCOUNTANT'S REPORT

Accountant Kevin Collins of Clifton Gunderson provided an overview of selected variances of the District's Financial Statements as of January 31, 2011.

Kevin Collins made note that some of our CD's will mature next month. The water & sewer operating revenues and expenses are consistent with four-year average budgeted amounts. Non-operating revenues are slightly higher than budgeted amounts. Debt service expenses are higher than budgeted amounts due to debt service payments made in January. Capital outlay is under budget through January.

TREASURER'S REPORT

Director Bergholm presented the Treasurer's Report for Board approval for the month of February 2011. A motion was entered to issue checks as written in the amount of \$325,751.08 and \$4,125.10 for the Interim Report.

Motion: Rod Bergholm

Second: Walt Partridge

Vote: All Directors present voted in favor.

DISTRICT MANAGER'S REPORT

District Manager Krogh presented the Board with several items concerning the District:

- Cell tower site – we are waiting for AT&T's new consultant contact.
- New board orientations – new Board members met with the water staff and the staff presented information about the water system and operations..
- Credit card payment options – our billing software vendor is offering an electronic payment option to pay online. Our customers have been asking for this option. Staff is in the process of evaluating the software, checking references, and developing an estimate for implementation. A recommendation will be made at a future board meeting
- The WISE luncheon meeting that happened on March 2 was discussed. The WISE project has support from the west slope, Denver, and Aurora. Also in attendance at the meeting were representatives of the Governor's staff.

There being no further business to come before the Board, Chairman Robert Chapman closed the regular meeting at 9:15 pm.

Motion was made to adjourn.

Motion: David Eyre

Second: Heidi Tackett

Vote: All Directors present voted in favor.



ROBERT W. CHAPMAN, CHAIRMAN OF THE BOARD
OF DIRECTORS, DENVER SOUTHEAST SUBURBAN
WATER & SANITATION DISTRICT

ATTEST:



WALTER PARTRIDGE, SECRETARY