

Minutes
1st June meeting, June 2, 2009

The meeting was called to order at 7 p.m. Present were Directors Saltzman, Morey, Pfohl and Drennan. Mr. Kleinvehn was excused absent. Superintendent Miers and Attorney Lindholm also attended.

Secretary's Report

Mr. Morey moved that the minutes of the May 19 meeting be approved, and Mr. Pfohl seconded. The motion passed.

Treasurer's Report

Checks processed for the period June 2-15 were \$32,779.34 and included payments for radionuclide testing, line cleaning and well repair. Checks included #14966 to Colorado Analytical Laboratories for \$1,678 for testing; check #14970 to Equinox Pump and Control for \$1,610 for the VFD drive at well 38-1; check #14971 to GEI Consultants for \$5,007.55 for the ammonia project; check # 14972 to Hazen Research for \$1,200 for testing; check #14976 to Renegade Systems for \$2,463.91 for repairs at KVS; and check#14984 to Clear Water Environmental for \$8,510.89 for cleaning lines and emergency repair.

The Board reviewed year-to-date budget vs. actuals. The budgeted income in the capital area is at risk of being under budget because of unpaid tap fees. There was nothing unusual in debt service or in the general fund. The operating fund is a bit low but we haven't transferred anything yet from capital reserve as budgeted. The expense area looks good, but we haven't transferred funds to the enterprise fund yet. Water and wastewater operations are showing good revenue. Costs are a little high due to all the repairs that have been required. The Board will have to make modifications to the budget as both KVS repairs and the wastewater plant generator are over budget. The net income loss of \$34,000 is tracking with budget.

Bookkeeper Richard Barnes has set up escrow in 900 accounts to more clearly separate these funds from other accounts.

The District received and will complete the Drinking Water Eligibility Survey, which must be submitted to be eligible for grants.

Mrs. Saltzman moved approval of the treasurer's report and Mrs. Drennan seconded. The motion passed.

District Report

A report was submitted in writing and is included with these minutes.

WWTP: Four loads of sludge were taken out of the plant.

WTP: Well production is good due to recent rains.

The most current uranium test numbers were provided. Mr. Pfohl moved that the District continue testing for uranium in the six wells at the top of the District, and test for adjusted gross alpha at 38-1 and send samples to three different labs. Also, the District will continue discharge testing for uranium and ammonia at the stream above the discharge point, influent, effluent and five downstream sites. Mrs. Saltzman seconded the motion. The motion passed.

The most recent cost breakdown, June 2009, for the GEI ammonia study was included in the report. The District will request in writing that no further work is done on Task #4, which involved the Conifer Water LLC pipeline. Any future charges in that task will be denied. There is \$26 left in the data analysis task; \$345 left for the water quality hearing; and \$8,781.50 left for project coordination.

Lynn Kleinvehn and Terry Miers met with Frachetti and AquaWorks DBO regarding engineering services for radionuclide removal. Mr. Kleinvehn submitted a summary of the meeting, and AquaWorks presented a revised proposal that includes compliance assistance, preliminary design evaluation, preliminary engineering and design, and construction funding assistance at a total cost of \$63,500. Pilot testing is an additional \$17,500.

Mr. Lindholm suggested the District talk to the state about the disposal issue and our plan to discharge through the wastewater system before contracting with a new engineering firm. The Board agreed.

Mr. Kleinvehn submitted a proposal for treatment techniques for the Board's discussion. The Board postponed discussion until Mr. Kleinvehn is present.

The Board received a comparison of water rates of neighboring mountain districts that might be needed for future financing. MWSD is the highest one.

A proposal from WRT for uranium removal was submitted for the Board's review.

Renegade Systems provided a proposal for well SA-3 for \$8,284 which would include replacing all the piping at the SA-1 site. The Board agreed that just the one pipe at SA-3 should be replaced at this time.

Attorney's Report

Mr. Lindholm reminded the Board of the Water Quality Control Commission hearing on Monday regarding Gooseberry Gulch and the ammonia effluent discharge.

Guests

Greg Carman, a District resident, attended to express interest in becoming a Board member.

Old Business

Draft personnel manual revisions were submitted to the Board by Mrs. Saltzman. In terms of article 7.5 regarding employee use of vehicles, Superintendent Miers will check with the District's insurance before the policy is changed.

Regarding article 2.23 Mrs. Drennan moved and Mrs. Saltzman seconded a motion that the Superintendent receive compensatory time for hours worked over 40 hours per week. The motion did not pass. Mr. Pfohl moved that the Superintendent receive compensatory time for hours over 44 worked, and Mr. Morey seconded. Motion carried.

Elk Run Plaza is delinquent on its tap fee payments, which were due May 1. Mr. Pfohl moved that Elk Run be subject to the District rules and regulations regarding late payments and interest penalties, and if the property is still delinquent when the District certifies taxes to the assessor in the fall, we will notify the county about said delinquency. Mrs. Drennan seconded the motion. The motion passed.

Mr. Morey submitted a letter of resignation from the Board effective June 2, 2009 after more than 20 years as a director. The Board regrettfully accepted Mr. Morey's resignation and thanked him for his extraordinary commitment and dedicated service.

Mrs. Saltzman made a motion to ask Mr. Greg Carman to serve on the Board to fill the vacancy created by Mr. Morey's resignation until the next election in May 2010. Mr. Pfohl seconded the motion. The motion passed.

New Business

The SDA newsletter indicated that there are a number of new legal requirements for special water districts. Mr. Lindholm will research it and bring recommendations to the first meeting in July.

Mr. Pfohl made a motion to adjourn and Mrs. Saltzman seconded. The meeting was adjourned at 9:34 p.m.