

Regular Meeting – December 7, 2011

Board Members

Mike Hayes
Craig Johnston
Tony Lucas
Jim Matchett
Gary Peterson

Visitors

Randall Johnson
Tim Johnson
Judy LaCrosse

Staff / Consultants

Sue Byrnes – District Staff
Diana Miller – District Manager
Scott Monroe – Semocor, Inc.

1.0 Call To Order

The meeting was called to order at 16:31.

2.0 New Business and Open Items

- 2.1 Meeting Minutes– A motion was made and seconded; (RESOLUTION 11-100) TO APPROVE THE MINUTES OF THE NOVEMBER 16, 2011 REGULAR BOARD MEETING OF THE PERRY PARK WATER AND SANITATION DISTRICT AS PRESENTED. The motion passed unanimously.
- 2.2 Disbursements – A motion was made and seconded; (RESOLUTION 11-101) TO APPROVE CHECKS 20709 THRU 20723 IN THE AMOUNT OF \$52,584.36 TO BE DISBURSED FROM WELLS FARGO BANK WEST. The motion passed unanimously.

A motion was made and seconded; (RESOLUTION 11-102) TO RATIFY CONSENT AGENDA ITEMS DATED NOVEMBER 25, 2011 IN THE AMOUNT OF \$5,306.26 WHICH WERE PREVIOUSLY DISBURSED FROM WELLS FARGO BANK WEST. The motion passed unanimously.

A motion was made and seconded; (RESOLUTION 11-103) TO RATIFY CONSENT AGENDA ITEMS DATED NOVEMBER 25, 2011 IN THE AMOUNT OF \$188.70 WHICH WERE PREVIOUSLY DISBURSED FROM THE 1ST BANK CHECKING ACCOUNT. The motion passed unanimously.

- 2.3 2012 Proposed Rate Increases – In response to feedback that the District had received from Customers who consume less than the base water consumption

amount of 10,000 gallons for each billing cycle (two months), the Board reviewed a graphic depicting the 2011 water usage in 1,000 gallon increments for Customers who consumed less than the base rate of 10,000 gallons. The Board discussed the cost components associated with water delivery to Customers that are not impacted by usage, such as water main depreciation, fire hydrant maintenance and depreciation, flushing to maintain water quality, monitoring requirements and insuring that water is always available regardless of demand. The Board concurred that a review of the base water rate assessment should be incorporated into the next water rate increase.

Mr. Randall Johnson who was in the audience requested further information on the factors going into the rate increase. The Board highlighted the increased costs associated with new treatment requirements from the Environmental Protection Agency and Colorado Department of Public Health, as well as increased utility and chemical costs. With regard to the requested Capital Improvement Fee, the Board advised that the District had been funding capital improvements with tap and development fee revenue. With the precipitous decline in these revenue sources, the Board felt that to insure the District's viability, additional revenue was needed to help close the funding gap for essential capital projects.

Director Hayes requested any additional comment from the Board and Audience regarding the proposed rate increases and capital improvement fee induction. There was none.

A motion was made and seconded; (RESOLUTION 11-104) TO APPROVE THE WATER RATE INCREASE IDENTIFIED ON THE SCHEDULE OF FEES AND CHARGES WITH AN EFFECTIVE DATE OF JANUARY 1, 2012. The motion passed unanimously.

A motion was made and seconded; (RESOLUTION 11-105) TO APPROVE THE PROPOSED CAPITAL IMPROVEMENT FEE IDENTIFIED ON THE SCHEDULE OF FEES AND CHARGES WITH AN EFFECTIVE DATE OF JANUARY 1, 2012. The motion passed unanimously.

- 2.4 Budget Hearing – THE RESOLUTION TO ADOPT THE BUDGET (RESOLUTION 11-106), THE RESOLUTION TO APPROPRIATE SUMS OF MONEY (RESOLUTION 11-107), AND THE RESOLUTION TO SET MILL LEVIES FOR THE PERRY PARK WATER AND SANITATION DISTRICT (RESOLUTION 11-108) were made and seconded. The full text is attached. The motions passed unanimously.

The Budget Hearing was adjourned and the regular meeting resumed.

3.0 Old Business/Immediate Issues

Mr. Monroe advised the Board of recent mechanical issues that the District had incurred associated with the lift station on Red Rock Drive. The District Manager advised the Board that she and Mr. Monroe had been in contact with an engineering firm that has extensive experience with lift stations.

4.0 Audience Participation

There was none.

5.0 Adjournment - A motion was made and seconded; (RESOLUTION 11-109) TO ADJOURN THE REGULAR MEETING. The motion passed unanimously. The meeting adjourned at 17:52.

ATTEST:

Secretary