

**MINUTES OF A REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
SOUTH METRO WATER SUPPLY AUTHORITY**

HELD: Monday, September 21, 2015 at 1:00 p.m. at the South Metro Water Supply Authority, 2nd Floor Conference Room, 8400 East Prentice Avenue, Greenwood Village, Colorado 80111.

ATTENDANCE:

The regular meeting of the Board of Directors of South Metro Water Supply Authority ("Authority"), Douglas and Arapahoe Counties, Colorado, was called and held as shown above and in accordance with the applicable statutes of the State of Colorado, with the following directors present and acting:

Mark Marlowe, Town of Castle Rock
Dave Kaunisto, East Cherry Creek Valley
Ron Redd, Parker Water & Sanitation District
Heather Beasley, Pinery Water & Wastewater District
John Kaufman, Centennial Water & Sanitation District

Also present were: Eric Hecox, SMWSA, Executive Director
Rick Marsicek, SMWSA, Director of Engineering
Logan Burba, SMWSA, Water Resources Engineer
Mikal Martinez, SMWSA, Admin/Acct Assistant
Angie Ellenwood, SMWSA, Intern
Russ Dykstra, Spencer Fane Britt & Browne LLP
Kevin Collins, CliftonLarsonAllen LLP
Pat Ratliff, Ratliff Associates
Mary Kay Provaznik, Dominion W&SD
Pat Mulhern, Cottonwood/Inverness W&SDs
Katie Spahr, ACWWA
Jason Curl, CH2M Hill
Dick Brown, PPRWA
Tim Murrell, Douglas County
Curt Weitkumat, Douglas County

CALL TO ORDER:

Director Kaunisto noted that a quorum was present for the purpose of conducting a meeting of the Board of Directors and called the meeting of the South Metro Water Supply Authority to order at 1:01 p.m.

APPROVE/REVISE AGENDA:

The Board reviewed the Agenda. Upon motion duly made, seconded, and unanimously carried, the Board approved the Agenda.

PUBLIC COMMENT:

None.

MINUTES:

Minutes from August 17th Board Meeting were reviewed. Upon motion duly made and seconded, the Minutes were approved.

CLAIMS:

The Board reviewed the claims presented for payments represented by check numbers 4148 through 4149 for interim payables and check numbers 4150 through 4161 for this month's payables. The August 31, 2015 Financial Statement was also presented to the Board by Eric Hecox. Upon a motion duly made and seconded, the Board approved the interim payments, the present claims in the amount of \$78,293.58, and the Financial Statement for the period ending August 31, 2015.

COMMITTEE REPORTS:

Legislative Report – Pat Ratliff discussed the interim committee activities this week, her testimony regarding potential Rain Barrel legislation, a potential bill to clean-up state engineers language in current but arcane statutes, developing good Samaritan protections or exemption of liability on mine blow-outs, potential legislation to prevent the mandatory exchange of a water right for a federal permit or lease renewal, and legislation that will deal with theft of water. Pat Ratliff also reported that the Waters of the US legislation is under injunction and Colorado is exempt from the law.

Attorney's Report – Russ Dykstra has nothing to report on at this time.

ACTION ITEMS:

2016 Budget Hearing: Eric Hecox presented the draft budget and he covered items such as formatting and updates made since last draft, such as Water Ambassador funding, healthcare premiums, and the office lease expense. Dave Kaunisto opened the floor for a Public Budget Hearing. There were no comments from the public. Dave Kaunisto closed the hearing. Kevin Collins noted that a disclosure is needed for the final version budget to be filed with the State of Colorado. Upon motion duly made and seconded, the Board voted to approve the 2016 Budget, to approve the Resolution to Adopt 2016 Budget, and to Appropriate Sums of Money of date on the Letter of Budget Transmittal.

Office Space Lease: Eric Hecox provided an overview of the efforts to date related to new office space for SMWSA. He described the improvements needed for the space to work for SMWSA and its members and he provided the rationale for signing a 5 year term lease over the 3 year term. Upon motion duly made and seconded, the Board voted to approve the lease as presented and also to authorize Eric Hecox to sign on behalf of the Authority.

PRESENTATIONS:

Douglas County 2035 Comprehensive Master Plan Water Supply Section Amendment:

Eric Hecox introduced Curt Weitkunat and Tim Murrell of Douglas County to present on proposed amendments to a section of the 2035 Comprehensive Master Plan for Douglas County. Using a PowerPoint, Curt Weitkunat provided a detailed overview of the changes and reasons for those changes to the content and language in the plan. Tim Murrell provided further detail on the objectives of the proposed amendments. Eric Hecox also provided his comments for particular areas that could be improved.

UPDATES: A written report was provided to the Board and Members. The following items were highlighted during the meeting:

Master Plan: Eric Hecox reviewed of efforts and discussions to date with the Master Plan. He also explained that there will be another executive session discussion at the October meeting to further develop the process and model in order to finalize a list of opportunities and potential projects to include in this Master Plan effort. Jason Curl said CH2M is working to finalize technical memoranda drafts on ASR and TDS.

Regional Messaging: Eric Hecox described current efforts of the Regional Messaging program and subcommittee. He covered the activity report for August and discussed presentations he has given across the state that have been developed under the regional messaging program and plan. Eric Hecox also described how that plan has been incorporated in his presentations related to procuring another grant for WISE.

Colorado's Water Plan: Eric Hecox stated that comments from SMWSA have been submitted on the CWP, and with the comment period ending on September 17th, the State has entered a comment reconciliation period. Pat Ratliff mentioned that the interim committee has a later date to submit comments on the state water plan.

UPCOMING EVENTS:

- 9/22 – CO/WY Coalition Discuss Feasibility Study Results with CO State Officials
- 9/24 – Presentation to the Eagle River Regional Water Authority and Eagle River Water & Sanitation District Boards
- 9/23-9/25 – SDA Conference, Eric will be presenting on 9/25
- 10/1 – Presentation to Denver South EDP
- 10/1 – Regional Messaging Subcommittee Meeting
- 10/12-10/14 – WISE staff and Parker Operators Tour San Diego's Regional Raw Water Delivery System
- Other upcoming events:
 - 10/26 – CO/WY Coalition Discuss Feasibility Study Results with WY State Officials
 - 11/9 – CO/WY Coalition Discuss Feasibility Study Results with western WY groups

OTHER BUSINESS:

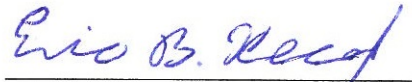
None.

RECORD OF PROCEEDING

EXECUTIVE SESSION: Upon motion duly made, seconded, and unanimously carried, the Board entered into an executive session at 1:55 p.m. pursuant to CRS 24-6-402 (4) (b) and (e) to receive specific legal advice related to negotiations on the following: n/a

ADJOURNMENT: There being no further business to come before the Board, upon a motion duly made, seconded and unanimously carried, the meeting was adjourned at 1:59 p.m. The next regularly scheduled board meeting will be held on October 19, 2015 at 1:00pm at 8400 East Prentice Avenue, Greenwood Village, CO 80111.

The foregoing minutes constitutes a true and correct copy of the minutes of the above-referenced meeting and was approved by the Board of Directors of the South Metro Water Supply Authority.



Eric Hecox, Executive Director