

Board Minutes of June 16, 2010 Regular Meeting
of the Board of Directors of the St. Vrain Sanitation District

Attendance:

Directors: Brad Hagen, Wayne Ramey, Wes LaVanchy, Gary Cope, Jeff Rabas

Staff: Eric Doering, Jon Peterson, Rob Fleck, Kim Castonguay, Doug Wertin, Dan Zweck, Tara Lloyd, Richard Lyons - Attorney

Public: Bob Krug - CSAFE
Brian Daw, Nate Brown - Frchetti Engineering, Inc

Call to Order: The meeting was called to order at 8:59am by President, Mr. Brad Hagen.

Additions or Deletions to the Agenda: None

Public Invited to Be Heard: Mr. Bob Krug representing CSAFE, gave an overview of the organizations CSAFE and DA Davidson.

Consent Agenda - 9:17am

Mr. Gary Cope made a motion to approve the consent agenda and the proposed policy change to the personnel manual. Mr. Ramey second it.
Approved

Presentations - 9:23am

Mr. Lyons presented an orientation to the new and existing board members on the legal guidelines for board member duties and an overview of the district.

Mr. Lyons also discussed proposition 101 and amendments 60 and 61 and explained how this would affect the district and government entities. Mr. LaVanchy recommended that the board pass a Resolution of Opposition. Mr. Lyons suggested posting this resolution on the district website and in the quarterly newsletter that is sent out to customers. The resolution will be brought back to the board at a later date.

Treatment Plant - 10:15am

The project team requested that the full board review the RFP's for the secondary process and make the final decision. A special board meeting will be held on Monday, June 28th and the vendors will come and present their proposal to the board. Mr. Fleck will provide the board members with a memo and copies of all of the RFP's submitted.

Mr. Hagen requested that Mr. Rabas take his place on the sub committee/project team, for the design of the treatment plant expansion.

Staff recommended and the board affirmed using Mr. Bill Hoxie as the Resident Project Representative (RPR) to work with Frachetti Engineering, Inc. FEI will meet with Mr. Hoxie and if in agreement they will move forward.

Mr. Daw with FEI gave the monthly update on the progress of the treatment plant expansion.

Executive Session - 10:59am

Mr. Hagen moved to go into an executive session pursuant to section 24-6-402 (4)(e) for the purpose of negotiating the Liquid Waste Management and the Divide Constructors contract.

Mr. Hagen made a motion to exit the executive session at 11:42am. Mr. Ramey second it. **Approved**

Collections - 10:43am

Mr. Zweck gave a presentation on a proposed service lateral plan and showed the board a video of a line that is badly plugged with tree roots in Firestone, which has resulted in cracks and holes in the sewer pipe. Mr. Zweck presented several ideas of ways that the damaged lines could be repaired. Mr. Ramey suggested that staff educate the public about these problems in the quarterly newsletter. Mr. Hagen supports staff to move forward and come back to the board at a later time with more information.

Mr. Rabas requested that staff look into the total cost, over the last five years, of outsourcing the videoing and cleaning of the district collection system versus the district owning the equipment and doing the video and cleaning in house. Staff will bring cost comparison to the board in August.

Finance - 12:07pm

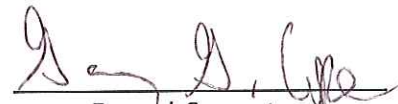
Mr. Peterson discussed the Audit follow-up, the budget timeline and the plant financing timeline. A resolution will be provided to the board for review in August or September, regarding a possible rate increase structure and to authorize bond parameters.

Staff presented flat versus stepped amortization tables for possible debt structure. Stepped seems better for customers rates. Mr. Doering mentioned the possibility of eliminating the drainage debt next year for the customers in the former Tri-Area Sanitation District.

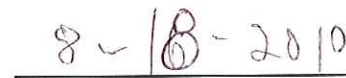
Mr. Cope requested that staff look into the impact of continuing or ending the annual discount that is offered to customers annually, and the impact that it would have on the District's ability to repay debt.

Board Meeting Adjourned at 12:25pm


Recording Secretary


Board Secretary


Date


Date