

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 11, 2015 at the main office, the time and place of the meeting according to the posted notices. Present were District Board Members – Robert Greene, Heidi Tackett, Stephan Tinnes, and District Manager - Heather Beasley, General Counsel - Jim Folkestad, and District Accountant – Kevin Collins. Also present were Taylor Pearson and Ray Smith representing Glacier Construction.

Chairman Greene called the meeting to order at 6:02 pm and established that a quorum of the Board was present.

Minutes for the February 11, 2015 Regular Board Meeting were approved pending a few changes.

**PUBLIC RESPONSE**

Representatives from Glacier Construction provided the Board with an update on the Reservoir 2B Project.

**CONSENT AGENDA**

**EXECUTIVE SESSION**

A motion was entered to move into Executive Session pursuant to C.R.S. 24-G-402(4)(b), to receive advice of legal counsel concerning the status of the legal action between District and Hydro Resources-Rocky Mountain, Inc. relative to Pinery Well A-16.

Motion: Steve Tinnes

Second: Heidi Tackett

Vote: All Directors present voted in favor.

A motion was entered to return to the Regular Session.

Motion: Robert Greene

Second: Heidi Tackett

Vote: All Directors present voted in favor.

**DIRECTOR'S BUSINESS**

Chairman Greene opened up the discussion regarding the Board of Directors vacancy. The opening was advertised on the District's website. The Chairman has had conversations with Mr. Partridge, a former Director, and he has expressed interest in returning to serve on the Board. Director Tackett nominated Walter Partridge for the Director position left vacant by Rod

Bergholm. There were no other nominations, so Chairman Greene entered a motion to close the nomination.

Motion: Robert Greene

Second: Robert Chapman

Vote: All Directors present voted in favor.

A vote was taken for the nomination of Walter Partridge to join the Board. All Directors present voted in favor. Mr. Partridge will be sworn in at the April 2015 Board meeting.

## **ITEMS FOR BOARD ACTION AND DISCUSSION:**

### **APPROVAL OF ADDITIONAL FUNDS FOR THE WISE PROJECT ASSOCIATED WITH MODIFICATIONS TO WESTERN PIPELINE AND CORE WISE INFRASTRUCTURE**

Manager Beasley opened the discussion regarding the changes in costs for the WISE Project's modifications of the pipeline and core infrastructure.

The Board entered a motion to authorize the additional expenditures in the amount of \$162,400 for improvements related to the necessary modifications to the Western Pipeline and WISE core infrastructure.

Motion: Heidi Tackett

Second: Steve Tinnes

Vote: 3 Directors voted in favor. Chairman Greene voted against.

***Director Tackett exited the meeting at 6:50pm***

### **PINERY WATER RIGHTS PORTFOLIO**

A District Water Rights Portfolio was provided to the Board as general information about the District's current water rights and two water resources projects – WISE and Cherry Creek Project Water Authority – that the District is currently participating in. Manager Beasley gave a summary explaining that the majority of the water rights held by the District came with the original developer that then created the Denver Southeast Suburban Water & Sanitation District. Those consist of senior and junior tributary renewable water rights on Cherry Creek as well as a lot of Denver Basin non-renewable water rights. In 1985 an Implied Consent Decree came along that defines all of the water included in the four aquifers that lie under the District's boundaries belong to the District. The next group of rights belonging to the District is 1,146 a.f. of non-renewable Denver Basin ground water rights tied to the Evans Ranch located outside the District boundaries. The District also holds rights to approximately twenty percent (20%) of renewable and non-renewable water rights in the Cherry Creek basin owned by the Cherry Creek Project Water Authority (Authority). The District is one of four members that comprise the Authority.

**ACCOUNTANT'S REPORT**

Accountant Kevin Collins presented the January 31, 2015 financials. Due to the announcement of the increase in interest rates, the loan that was to close in the fall of 2015 will now be moved up to close on April 20<sup>th</sup>. This means that the District's audit will have to be completed and approved by April 9<sup>th</sup>. An audit committee consisting of the Manager, the Accountant, one Board member and the Auditor, Paul Goedeke will need to be scheduled prior to the next regular Board meeting.

**TREASURER'S REPORT**

Chairman Greene presented the Treasurer's Report for Board approval for the month of February 2015. A motion was entered to issue checks as written in the amount of \$867,725.28 for disbursements and \$6,594.82 for the interim report.

Motion: Robert Greene

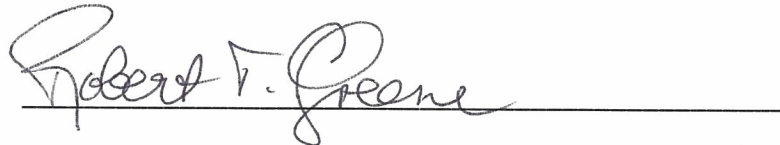
Second: Robert Chapman

Vote: All Directors present voted in favor.

**DISTRICT MANAGER'S REPORT**

Manager Beasley updated the Board on items of importance to the District including the status of the District's Annual Goals and the Capital projects going on.

There being no additional business to come before the Board Chairman Greene adjourned the meeting at 8:43 pm.



ROBERT GREENE, CHAIRMAN, DENVER SOUTHEAST SUBURBAN  
WATER & SANITATION DISTRICT

ATTEST:



HEIDI TACKETT, SECRETARY