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**PAGOSA SPRINGS SANITATION  
GENERAL IMPROVEMENT DISTRICT  
SPECIAL MEETING MINUTES  
WEDNESDAY, APRIL 6, 2016  
Town Hall Council Chambers  
551 Hot Springs Blvd  
5:00 p.m.**

- I. **CALL MEETING TO ORDER** – Board President Volger, Board Member Alley, Board Member Egan, Board Member Lattin, Board Member Patel, Board Member Schanzenbaker
- II. **CONSENT AGENDA**
  1. **Approval of March 24, 2016 Meeting Minutes** – Board Member Egan moved to approve the consent agenda, Board Member Alley seconded, unanimously approved.
- III. **PUBLIC COMMENT** - None
- IV. **NEW BUSINESS**
  1. **Consideration of Approval of PSSGID/PAWSD Mediation Deal Points with Possible Executive Session Pursuant to C.R.S. Section 24-6-402(4)(b) Conference with the attorney for the PSSGID for the purpose of receiving legal advice regarding the Sewer Pipeline Intergovernmental Agreement between the Pagosa Area Water and Sanitation District (PAWSD) and the Pagosa Springs Sanitation General Improvement District (PSSGID)** - In 2012 both Pagosa Springs Sanitation and General Improvement District (GID) and Pagosa Area Water and Sanitation District (PAWSD) executed an Intergovernmental Agreement (IGA) that specified roles and responsibilities in regards to the construction and operation of the sewer pipeline construction project that would convey the Town’s effluent to be treated by the PAWSD Vista Treatment Plant. After unsuccessful discussion between staff, mediation was held on the 23<sup>rd</sup> and after a full day the teams from PAWSD and the PSSGID arrived at a set of deal points. Two items may benefit the PSSGID with significant financial advantages for the GID are the waiver of the one-time charge of about \$1.4 million that would have been normally assessed for a “plant investment fee.” In addition, there is the potential money saved by having a fixed interest rate over the 20 year life of the loan. The energy costs of approximately \$60,000 per year as well as removing the plant investment fee from the annual revenue to hold in trust for future contributions to PAWSD for expansion costs, have left the PSSGID annual operating budget structurally unbalanced. Board Member Lattin moved to enter executive session pursuant to C.R.S. Section 24-6-402(4)(b) for

conference with the attorney for the PSSGID for the purpose of receiving legal advice regarding the sewer pipeline intergovernmental agreement between Pagosa Area Water and Sanitation District and the Pagosa Springs Sanitation General Improvement District, Board Member Egan seconded, unanimously approved at 8:19pm. Board President Volger called the meeting back in regular session at 9:38pm. Board Member Alley left during executive session. Council Member Schanzenbaker moved the board table any decision on the Mediation Deal Points until a special meeting with the entire board, Board Member Egan seconded, unanimously approved.

**V. OLD BUSINESS**

- 1. TOWN/PAWSD Pipeline Update** - An additive change order for the new hoist solution mentioned above at both pump stations. Amount unknown at this point but expected to be less than \$10,000. An additive change order for landscaping promised to the Colorado Timber Ridge Homeowners Association for approximately \$6,000 which was not included in the contractor's scope of work. There is a portion of reseeding performed by Horizon Environmental that will need to be redone as the initial effort didn't take. There will be no cost involved here as it is in the contract. There is also a question brought up by a property owner regarding the re-fencing of an easement. We are currently looking into that question and will report our findings. The Small Community Grant Program is moving forward and we hope to have an agreement from the State ready for Board approval by the end of April.

**VI. NEXT BOARD MEETING APRIL 21, 2016 AT 5:00PM – A special meeting at 5pm on April 14th**

**VII. ADJOURNMENT** – Upon motion duly made, the meeting adjourned at 9:44pm.