



PAGOSA AREA GEOTHERMAL WATER AND POWER AUTHORITY

REGULAR MONTHLY MINUTES

Monday, October 10, 2016 @ 5:00 p.m.

Town Hall

551 Hot Springs Blvd Pagosa Springs, CO

1. Call To Order – Board Chair Clifford Lucero, Board Members Steve Wadley, Michael Whiting, Mike Alley, Donald Volger, David Schanzenbaker, also Attorney Todd Starr and County Administrator Bentley Henderson,
2. Approval of Aug. 8th Minutes – Board Member Wadley moved to approve the minutes, Board Member Volger seconded, unanimously approved.
3. Dissolution of Pagosa Waters Update - Mr. Bentley said Pagosa Verde has provided a summary of the process of dissolution. An anticipated financial breakdown of the funds in the Pagosa Waters provides for a split between the three partners, Town, County and Pagosa Verde. Mr. Jerry Smith said he worked with the Pagosa Waters board and Attorney Todd Starr to review the dissolution and hired Wilson, Rhea, Beckel and Associates CPA to complete the tax returns for Pagosa Waters. He said they are gathering costs for capping the well and 2016 taxes. He said once the funding is returned from the DoLA grant request he will get the information to Mr. Derek Farah, CPA, to complete the 2016 taxes and get the final reports to the State for dissolution. He said the last invoices will be for capping the well and his time for completing this

dissolution that can be billed against DoLA grant; this should be completed in the next week. He said the only liability is to Pagosa Verde who owns the well; he said that if the well begins to leak, Pagosa Verde will be responsible to correct the well. He said the DOE invoices and reporting are all complete.

4. Status Update: Well Capping - Mr. Jerry Smith said this is a 2 inch well that has been cemented off at every aquifer. Pagosa Verde is named as the owner of the well. He will not longer monitor the well, the landowner will need to contact Pagosa Verde if there is a problem.
5. PAGWAPA Audit Direction - The 2014 audit was not completed because the minimum amount of funding. It is suggested the 2015 audit be completed due to the amount of funding received during 2015. The Town's auditor, HintonBurdick, will complete the audit for approximately \$4,000 that will be paid from the PAGWPA funds. Board Member Wadley said it is best to have the audit completed for transparency and accountability. Board Member Whiting moved to approve initiating the 2015 audit, Board Member Schanzenbaker seconded, unanimously approved.
6. Other Items of Mutual Interest – Board Member Schanzenbaker asked about the million and one half dollars of unused DoLA grant funds. Board Member Whiting said the funds may be transferred to the aging Town geothermal system or perhaps the geothermal greenhouses. Mr. Jerry Smith said the current scope of work is limited to geothermal exploration. He said if brought to DoLA with a plan they may be able to change or add to the scope of work in order to continue with the project grant funds. Board Member Wadley suggested using the grant funding for geothermal for the courthouse. Board Chair Lucero mentioned keeping the school district in mind with the potential uses of the funds. There will be a special PAGWPA meeting set up before the Joint Town and County work session scheduled for October 25th.
7. Adjourn – Upon motion duly made, the meeting adjourned at 5:30 pm.