



**PAGOSA AREA GEOTHERMAL WATER AND POWER AUTHORITY**

**REGULAR MONTHLY MEETING**

**November 9, 2015 @ 5:00 p.m.**

**County Admin Offices**

**398 Lewis Street, Pagosa Springs, CO 81147**

- I. Call to Order
- II. Approval of the September 14<sup>th</sup> Regular Meeting Minutes
- III. Update on possibly amending the DOLA grant in regards to timeline, revised scope of work, and matching allocation.
- IV. Consideration of a vote for the Authority to direct staff to seek a 2<sup>nd</sup> opinion to verify the probability of reaching specified heat levels and certain depths.
- V. Approval of Audit Exemption
- VI. Resolution 2015-02 Approving Audit Exemption
- VII. Other items of mutual interest
- VIII. Adjourn

Pagosa Area Geothermal Water and Power Authority  
September 14, 2015  
Meeting Minutes

The meeting was called to order at 398 Lewis Street, by Chairman Lucero at 5:31 pm, present were Chairman Lucero, and Board members Wadley, Volger, Egan, Whiting, and Schanzenbaker. Absent was Board member Alley.

Staff present: Town of Pagosa Springs, Town Manager Greg Schulte, and Archuleta County Administrator Bentley Henderson, Pagosa Verde staff included Jerry Smith, Kirsten Skeehan, Mary Jo Coulehan and Paul Foley.

I. Approval of Minutes

The minutes of the July 13, 2015 meeting were approved as presented by a motion from Volger with a second by Egan.

II. Approval of Invoices

Invoices presented for, review, and recommend for approval by the invoice committee at their 7-16-2015, were approved. Motion by Wadley, second by Volger.

III. Approval of letter to State Auditor's Office

Staff advised the Board that Archuleta County was in receipt of a letter from the State Auditor's office advising the Authority Board that they (the State) had not received a 2014 Audit. Upon receipt of the notice, staff prepared a letter for the Chairman's signature to be sent to the Auditor's office explaining that the Authority had no financial transactions, and therefore nothing to audit. A motion was made to authorize the Chair to sign the letter. Motion made by Wadley, second by Volger.

IV. Drilling Project Status Update and Next Steps

Jerry Smith provided the Board with the following updates:

Final billing was due to the DOE during the first week of September. That would effectively be the completion of that grant.

Mr. Smith prefaced his update with a request of a more detailed work session to take place within the next 3 to 4 weeks, stating that they (Pagosa Waters) would have additional information on drilling results, and recommendations for next steps. Smith went on to explain the balance consumed and available on the Department of Local Affairs grant, \$1.4

unexpended of a \$1.9 million dollar grant. Pagosa Waters is pursuing a modification to the grant match requirements from the 50/50 split to possibly 60/40. Smith went on to explain the data available at the TG1 site indicates that at 7200' the water should be hot enough to provide for direct use.

Conversation ensued regarding defining the resource, possible next steps, and some type of risk analysis. It was concluded that a special work session to better understand the answers to the questions would be held on October 7, 2015, 5:00 pm.

V. Items of mutual interest

None

VI. Adjourn

The meeting was adjourned at 6:20 pm.

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**RESOLUTION 2015-02**  
**RESOLUTION/ORDINANCE FOR EXEMPTION FROM AUDIT**  
(Pursuant to Section 29-1-604, C.R.S.)

A RESOLUTION/ORDINANCE APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YEAR 2014 FOR ARCHULETA COUNTY, STATE OF COLORADO.

WHEREAS, Pagosa Area Geothermal Water and Power Authority (PAGWAPA) wishes to claim exemption from the audit requirements of Section 29-1-603, C.R.S.; and

WHEREAS, Section 29-1-604, C.R.S., states that any local government where neither revenues nor expenditures exceed five hundred thousand dollars may, with the approval of the State Auditor, be exempt from the provision of Section 29-1-603, C.R.S.; and

WHEREAS, neither revenue nor expenditures for PAGWAPA exceeded \$100,000 for Fiscal Year 2014; and

WHEREAS, an application for exemption from audit for PAGWAPA has been prepared by Bentley Henderson, Archuleta County Administrator; and

NOW THEREFORE, be it resolved/ordained by PAGWAPA that the application for exemption from audit for Archuleta County for the Fiscal Year ended December 31, 2014, has been personally reviewed and is hereby approved by a majority of the Board of Directors for PAGWAPA; that those members of PAGWAPA have signified their approval by signing below; and that this resolution shall be attached to, and shall become a part of, the application for exemption from audit of PAGWAPA for the fiscal year ended December 31, 2014.

Members of the Governing Body

Signature

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Chairman

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ADOPTED THIS \_\_\_ day of \_\_\_\_\_, A.D. 2015.

ATTEST:

\_\_\_\_\_  
Secretary to the Board

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Date

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