

PURGATORY METROPOLITAN DISTRICT  
MINUTES OF BOARD OF DIRECTORS MEETING

A joint regular meeting of the Purgatory Metropolitan District and the Purgatory Metropolitan La Plata-San Juan Sub-District was held Wednesday, September 21, 2022 at the Purgatory Metropolitan District Community Center. Directors Susan Voorhees, Sharon Henschen and Mark Gebhardt were present. DeeDee Carlson attended via Zoom. Susan Voorhees made a motion to excuse John Ogier. Mark Gebhardt seconded the motion. Motion passed. Also in attendance were District Manager Eric Hassel, and District Finance Officer Frankie White and Attorney for the District, David Smith. Others attending via Zoom were Charles Lindsey McAlpen and Nick Kraus with CitiSculpt.

Minutes

Mark Gebhardt made a motion to approve the August 18,2022 minutes. Susan Voorhees seconded the motion. Motion passed.

Citi Sculpt Presentation

Charles McAlpen went over the situation at Cascade. Citi Sculpt has acquired the remaining undeveloped land at Cascade Village. Mr. McAlpen is not a utility operator and as such is not interested in managing the wastewater facility at Cascade. He would like to explore the possibility of connecting to the District system. Eric addressed the new wastewater plant capacity and explained capacity is not a deterrent to this opportunity. The questions are how to get wastewater from Cascade to the District plant, and who will pay the cost. Mark Gebhardt made a motion to direct Eric to proceed with discussions and exploring this opportunity with Mr. McAlpen. Susan Voorhees seconded the motion. Motion passed.

Managers report

Eric reported that the Double Diamond III from SFXE Dgo., LLC. DIA is in review with him, David Smith and LaPlata County. Susan Voorhees made a motion to approve the DIA with the addition of paragraph 5.5 contingent on LaPlata County approving it and David Smith's review. Marg Gebhardt seconded the motion. Motion passed.

Eric expects the developer of Double Diamond phase 2D and 2E will submit an infrastructure acceptance and reimbursement request to the District in the next few weeks. Construction has been completed and the paperwork is in progress.

Eric is meeting with Rick Johnson tomorrow to go over the wastewater treatment plant planning status with him. The HVAC sub consultant is not receptive to our deadlines at this time, and Rick is not happy with that situation. The board asked Eric what the timeline is now. Eric explained that the RFP for a contractor should go out in the next month or so, with plans to break ground in the spring of 2023.

Eric reported on the Colorado Family and medical leave insurance program. The District can opt out of this, or we will be included in it. Eric and Mike, the only employees we have, are not interested in the program. We have to hold a public hearing to pass a resolution opting out. The board set the public hearing for the October meeting. Frankie White will have the hearing published in the Durango newspaper.

Eric reported that he attended the SDA conference in Keystone last week. He made a well attended presentation on Health, Fitness and Longevity in the work environment at the conference. Eric felt that he benefited from the conference.

### Financial Review

Frankie White presented the monthly financial information packet and reviewed bills being signed at the meeting today. Mark Gebhardt made a motion to approve the payments. Susan Voorhees seconded the motion. Motion passed.

Frankie White presented the audit report and the audited financial statements for the 2021 calendar year. Mark Gebhardt made a motion to accept the audit and to direct Frankie to submit it to the State Auditor prior to the September 30 deadline. Susan Voorhees seconded the motion. Motion passed.

In addition, the engagement letter for the 2022 financial audit was reviewed. Susan Voorhees made a motion to approve the engagement letter. DeeDee Carlson seconded the motion. Motion passed, Mark Gehardt signed the letter.

The meeting adjourned. Next Monthly Meeting: October 19,2022 PMD Community Center