

RECORD OF PROCEEDINGS

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS OF THE ROXBOROUGH WATER AND SANITATION DISTRICT HELD OCTOBER 3, 2012

A special meeting of the Board of Directors of the Roxborough Water and Sanitation District was held on Wednesday, October 3, 2012 at 8:00 a.m. at the Roxborough Water and Sanitation District's offices located at, 6222 N. Roxborough Park Road, Littleton, Colorado 80125.

Attendance: Directors: Dave Bane
Dave Thomas
Tim Moore
Dave Heldt
John Dillon
Consultants: Bill Goetz, TST Infrastructure, LLC
Dean Bedford, TST Infrastructure, LLC
Alan Pogue, Esq., Icenogle, Seaver, Pogue
Ted Snailum, TWS Financial
RWSD Employees: Larry Moore
Mike Marcum
Vickie Nolen

Call to Order: The meeting was called to order by Dave Bane, President of the Board. It was established that a quorum was in attendance and there were no conflicts of interest disclosed.

PUBLIC COMMENT:
There was no public comment.

REGULAR AGENDA:

Financing Water Treatment Plant Replacement: Ted Snailum presented to the Board the various scenarios regarding the following:

- The cost of building a new water treatment plant
- The funds that have been collected that are available to pay for the plant
- The amount of funds that will need to be financed
- The estimated debt service
- The additional revenue needed and where does it come from
- The financing options that would be available

The Board discussed the above scenarios which included issues such as:

- Cost details
- The availability of existing funds and how much of these funds could be made available for the project versus how much needs to remain in reserves
- What would be the final effect if the plant was built in 2014 versus 2015
- How much new revenue will be needed to service debt

- Does the new revenue come 100% from rates or should a General Obligation Bond be put before the voters
- How much new revenue would be needed from each customer
- What would it do to the customer rates
- What would it do to the customer taxes?

As a result of the discussion, the Board asked Ted Snailum, the District's accounting consultant, to provide a comparative analysis of just increasing rates but doing it in three scenarios, first, a total increase in early 2014, second, with one-half the increase in 2014, and the other in 2015 and the third, with 4 increases every 6 months. The Board wants to see these same three scenarios for a late 2014 construction date and one for a 2015 construction date. Mr. Snailum will provide the comparative analysis for the October regularly scheduled Board Meeting.

The Roxborough Water and Sanitation District was honored with an award presented by the Special District Association (SDA) at its annual conference held in Keystone, CO. The award was presented to the District for its collaboration with outside entities for obtaining a permanent water supply for its customers. President David Bane attended the conference and accepted the award on behalf of the District.

Adjourn: Being no further business, the Board adjourned the meeting at 10:10 A.M.

Respectfully Submitted by:

Vickie Nalen
Secretary