

**BONE MESA DOMESTIC WATER DISTRICT**  
**P.O. BOX 1462      PAONIA, CO 81428**

On November 22, 2022 at 7:03pm, the regular meeting of the Board of the Bone Mesa Domestic Water District was held. This meeting was called to order at Paonia Public Library Community Room by Bruce Doak, President. Jacob Gray, Vice President and Mitch Morgan, Secretary/Treasurer were present, establishing a quorum. Viva Kellogg was also present. Kirk Morgan was absent.

**Public Comments:** There were no public comments.

**Mitch Morgan made a motion to approve the October 19, 2022 Regular Meeting Minutes and the November 17, 2021 minutes, as corrected.**

Jacob Gray seconded the motion, and all were in favor.

**Monthly Reports:**

- Water Flow Reports: Mitch reported for October:

Line 1 had a 10K gallons (3%) loss, Line 2 had a 91K gallons (35%) loss, Eagle Butte Area had a 230K gallons (82%) loss. Line 3 had a 5K gallon (11%) gain, Spurlin Mesa had a 96K gallons (56%) loss, and South Spurlin Mesa had a 1K gallon (245%) gain. System wide water loss was 420K gallons (40%). Bruce will talk with Kirk about the Gelwick/Mays valve connection.

- Report of Treasurer: Mitch reported:  
**Bank account balances as of October 31, 2022 were: Checking: \$28,834.91, Emergency and Capital Improvements Reserve: \$225,425.18, and Tap Installations Reserve: \$7,584.60.**

**Mitch Morgan made a motion to invest \$100,000 in a one year CD with United Business Bank.** Jacob Gray seconded the motion, and all were in favor.

October income was \$8,321.11 plus \$19.46 interest income, expenses were \$10,495.34 and net loss was \$2,154.77.

- ORC Report: Bruce reported:  
The Eagle Butte leak was repaired.  
The Gelwick pipeline from the Springs has multiple breaks with 50 feet exposed. Dick Kendall will replace 100 feet of line.  
The leak at Bone Mesa Rd. & 3725 Rd. was repaired today.  
Lead and copper and corrosion control tests were done.

## Old Business:

- Section 11 Violations: Viva asked about the effective date for the new fee schedule, and the Board agreed January 1, 2023. After approval, the updated Rules and Regulations will be posted on the website. Viva will add a notice on the January or February 2023 bills, saying the updated Rules and Regulations are on the website and tap holders may request a copy be sent to them.

**Mitch Morgan made a motion to add the following wording recommended by the attorney to the bills: “The user of the District’s facilities agrees to comply with and be subject to all the rules and regulations of the District.”**

Bruce Doak seconded the motion, and all were in favor.

- Meter System Upgrade: The K-25 meter was received. Viva asked Dick Kendall to delay the installation due to 2022 budget concerns, but now that it looks like 2022 expenses will be over budget and the District will have to file an amended budget.

**Jacob Gray made a motion to proceed with the K-25 meter installation.**

Mitch Morgan seconded, and the motion passed 2 to 1.

- Forest Service Permit: The Board reviewed the permit agreement. The fee for the first year is \$918.47. Viva reminded the Board that Bone Mesa President Jessica Loveland originally filed the application with the Forest Service 4/18/06, and the Forest Service did not complete the application process until this year.

**Bruce Doak made a motion to approve the Forest Service Permit agreement.**

Mitch Morgan seconded the motion, and all were in favor.

- Grants for Remote Monitoring and Control Systems, Storage Tank, Water Treatment Membrane: Jacob talked to Westwater Engineering. Grants are closed until April or May 2023 and DOLA has 50% planning grants. Cost for an additional finished water tank is estimated at \$1.50-\$2.00 per gallon to construct.
- 2023 Major Maintenance Projects: This item was tabled.

## New Business:

- Adoption of 2023 Budget and Resolutions: The Board reviewed the two budget resolutions.  
**Jacob Gray made a motion to approve the 2023 Budget and adopt the budget resolutions.** Mitch Morgan seconded the motion, and all were in favor.

- Apply for PDPA (Public Fund Deposit Accounts) Number with Colorado Division of Banking and Establish Positions for Banking: Viva explained the banking requirement to obtain a PDPA Number with Colorado Division of Banking, under the newly established Public Deposit Protection Program.

**Bruce Doak made a motion to obtain a PDPA Number with Colorado Division of Banking and establish the positions of President and Treasurer as authorized representatives of the District to do business with United Business Bank.**

Jacob Gray seconded the motion, and all were in favor.

- Bill Payments: Viva asked questions about the insurance renewal due this month. **Jacob Gray made a motion to approve the check register for the current checks to be signed.** Mitch Morgan seconded the motion, and all were in favor.

As there was no further business, the meeting was adjourned at 8:30pm. Checks will be signed.

Bruce Doak, President

Viva Kellogg, Meeting Secretary