

**MINUTES OF THE BOARD OF DIRECTORS  
COLORADO CENTRE METROPOLITAN DISTRICT  
REGULAR MEETING**

Thursday, June 23, 2011 at 5:30 PM  
4770 Horizonview Drive  
Colorado Springs, CO 80925

Board Members Present:

Mike Cantin	President
Shawn Eccles	Vice President, Vice Chairman
Joan Lucia-Treese	Secretary
Michael Terry (Via Telephone)	Treasurer
Karen Harvey	Assistant Secretary/Treasurer

Also Present:

Cynthia Monroe, Pedro Velazquez, Paul Anderson, and Sandy Goad

**I. Preliminary**

- A. Call to Order  
Director Cantin called the meeting to order at approximately 5:30 pm.
- B. Roll Call - Determination of a Quorum.  
A Quorum was present. Director Terry participated via telephone.
- C. Acknowledgment, Notice and Consent to Regular Meeting-Entered with the minutes.

**II. General Business Items**

- A. Approval of the Minutes of the Regular Meeting of May 26, 2011.

**A motion was made and seconded to approve the Minutes of the Regular Meeting of May 26, 2011. Upon a voice vote, the motion passed unanimously.**

Director Terry noted after approval that there was a period missing on the end of page 5. This was added manually to the original minutes. Also, the individuals on Page one under Board's Time are from the City not the County. This was corrected.

- B. Board's Time

Director Terry commented that there will be a meeting with Jerry Forte of CSU regarding the nutrients issue. This meeting will take place in Angela Dugan's office. He will send an e-mail to the Board, Paul Anderson and Dr. Testa about the meeting. It will be on August 9, 2011 and the purpose of the meeting is to get

the City actively involved in opposing the EPA's stringent proposed nutrient standards.

C. Changes to the Agenda

No Changes.

D. Public Comments – Maximum of 5 minutes per person who has signed in.

No Public Comment.

E. Review of District Finances (Cindy)

- Bank Balances

Ms. Monroe gave the report on bank balances at this time. As of June 17, 2011 the District has \$3,886,703.50 in funds. The District's expendable funds are \$3,746,053.69.

- Budget Review – May 2011 Budget

Ms. Monroe gave a report on the May 2011 Budget.

- Approve July 1, 2011 Payment to Bondholders

The restricted developer taxes will be disbursed to bondholders on July 1, 2011 per the Bankruptcy plan. Discussions followed regarding the authorization and disbursement to BNY for the Bondholders.

**A motion was made and seconded to approve the payment of \$132,475.16 to the Bank of New York for the July 1, 2011 payment of the interest on the Series "A" bonds. Upon a voice vote, the motion passed unanimously.**

- Bank Transfers and Other Banking Activities

Cuchares is now up to date on their payments and a transfer letter was signed to reimburse the District for prior invoices for work completed for Cuchares. Also, a transfer letter was signed for a large check payable to Lower Fountain.

F. Approval of Payables – (Board)

The Board reviewed the list of payables.

**A motion was made and seconded to approve the current list of payables. Upon a voice vote, the motion passed unanimously.**

G. District Operations

- Water, Sewer and Parks Operations (Pedro)

Mr. Velazquez reported that we have been pumping a lot of water and revenue is up. Wastewater has been testing a little high still. There have been no emergencies. Mr. Diaz came upon a rattlesnake in the lift station which he had to dispose of.

Mr. Velazquez reported that there has been extensive work in the parks and they are still working on the prairie dog problem. Ms. Monroe will call the County and see what can legally be done about the prairie dogs. The summer help has been cleaning up along Horizonview and in the park areas. The tarp in the large park has been damaged and will probably need to be replaced. Graffiti is appearing again on the electric boxes and in the ditch and park areas. Mountain View Electric will be notified.

- Water and Sewer Demand and Augmentation Reports (Info Only)

We produced approximately 10 million gallons of water this month and sold approximately 9.6 million gallons. Our loss was 6.8%.

- Cuchares Water Augmentation Case Status (Paul)

There has been no news on the water case and Kevin Kinnear has been unable to get a response from the Attorney General.

- Update on Cuchares Development (Cindy, Sandy, Pedro)

To date (76) lots have been sold and the project is steadily moving ahead.

- Update on US Army Reserve Center (Pedro)

The US Army Reserve Center is moving forward. There are two buildings being built and they have tapped into our water line.

H. Legal Report (Paul Anderson)

There is a committee hearing before Congress taking place tomorrow (June 24, 2011) to receive testimony from State Water Quality regulators on the U.S. Environmental Protection Agency's nutrients policies and quest for States to adopt numerical nutrient water quality standards under the Federal Water Pollution Control Act. Mr. Anderson will submit information about this hearing and keep the Board apprised of any and all outcomes. There is a nutrients work group meeting coming up.

A thank you from Lower Fountain was sent to Representative Marsha Looper and Senator Keith King for their work on drafting and putting forth the House Joint Resolution 11-1025 through the legislature. This resolution for "Cost-effective Rules for the Control of Nutrients in Colorado Waters" was passed unanimously with only one amendment.

Mr. Anderson commented that Woodmoor Water and Sanitation has made a proposal to purchase JV Ranch's interest (land and water rights-Lower Fountain). Mr. Anderson isn't sure that this will have an impact on the project moving forward. He states that this is more of a Fountain Sanitation issue rather than a Lower Fountain issue. Mr. Anderson will keep the Board apprised of this issue.

I. Emergency First Responder Services, Operations and Budget Report  
(Chief Tom Byes)

Captain Bob Throgmorton reported for Chief Byes who was unable to attend the meeting. He reported that for the month of June, Colorado Centre Fire responded to 7 calls, one of which was a house fire and thanks to a quick thinking and well prepared owner it was contained to the basement. On June 11, 2011 CCMD personnel were part of a multi-agency extrication drill with the City of Security. By June 18<sup>th</sup> we had handed out 40 plus CPR Anytime kits and provided a question and answer period with our Physician advisor in attendance. There is a Stage 1 fire ban in effect, that means absolutely no fire works (\$600.00 fine) and only a gas grill is allowed outside, no open fires at all.

J. Fountain Mutual Irrigation Company – (Info Only)

Minutes of the May 19, 2011 were included with the board packets.

K. Lower Fountain Metropolitan Sewage Disposal District (Mike Cantin)

Minutes of the May 12, 2011 meeting were included with the Board packets plus the June 9, 2011 agenda.

- Progress Report

Director Cantin stated that the good news is that there is extensive construction going on. The operational date is put at July, 2012.

- Cost and Financing Issues

Weaver Construction Company is selling all of its assets to Garney Holding Company, a Missouri Corporation. It will now be called Weaver Construction Management, Inc. as of June 1, 2011. Weaver assured Lower Fountain that there will be no change in the direct management of the project. Dr. Testa made a

suggestion that we get Weaver to bond out the cost of the entire construction costs. We will agree to sign the Consent to Assignment and Assumption if this is accomplished.

Mr. Anderson commented that there will be a cost benefit study meeting tomorrow the 24<sup>th</sup> of June. This is in conjunction with the Water Power Authority and the Water Quality Control Division. He will provide a copy of the study.

Two residents from Cuchares Ranch attended and stated that there will be a block party in the neighborhood on the 4<sup>th</sup> of July. The Board referred them to the County DOT for the legalities of having the streets blocked off. Also, the residents had a question about the Cuchares Mill Levy issue. Director Cantin suggested that the residents need to become proactively involved with the Cuchares Ranch Metropolitan District. He stated that Colorado Centre Metropolitan District has done everything legally that they can do regarding this issue.

Another resident inquired if there will be a school built in the near future on the land designated for a school. Director Terry who was formally a Widefield School District Board member commented that there are no future plans to ever build a school on that site.

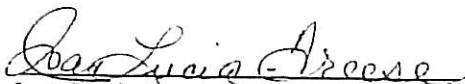
### III. Adjournment

**A motion was made and seconded to adjourn the regular meeting at approximately 7:15 p.m. Upon a voice vote, the motion passed unanimously.**

Respectfully Submitted,



Michael Cantin, President



Joan Lucia-Treese, Secretary