

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

Thursday, October 24, 2013 at 5:30 PM
4770 Horizonview Drive
Colorado Springs, CO 80925

Board Members Present:

Michael Cantin	President, Chairman
Joan Lucia-Treese	Treasurer
Karen Harvey	Secretary
Michael Terry	Assistant Secretary/Treasurer

Also Present: Al Testa, Cindy Monroe, Pedro Velazquez, Josh Winter, Paul Anderson

I. Preliminary

- A. Call to Order
Director Cantin called the meeting to order at approximately 5:35 pm.
- B. Roll Call - Determination of a Quorum.
A Quorum was present. Director Eccles was absent.

A motion was made and seconded to excuse the absence of Director Eccles. Upon a voice vote, the motion passed unanimously.

- 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 September 26, 2013.

A motion was made and seconded to approve the Minutes of the Regular Meeting of September 26, 2013. Upon a voice vote, the motion passed unanimously.

- B. Board's Time.

Director Lucia-Treese commented that residents have voiced their concerns about speeding in the neighborhoods and the safety of the children, pets and adults. Speed bumps have been installed and this has helped. Unfortunately the bumps have been vandalized and need to be replaced. The Sheriff needs to be notified (390-5555) regarding speeding, reckless driving or any vandalism that is witnessed, and if possible they need to be supplied with a license plate and name. The offenders will be ticketed and possibly prosecuted. Also, Director Joan Lucia-Treese who is on the HAC (Highway Advisory Committee for El Paso County) Board would like to remind all residents to call in any sidewalk, curb or road damages that need repair so that the CCMD area can get on the repair list for next year. The preliminary list has been started and will be finalized in February, 2014. The repairs will be started in April, 2014. Please call 719-520-6891 with

your list of repairs needed. All this information will be placed in the November, 2013 newsletter.

C. Changes to the Agenda

Dr. Testa introduced Terrance Van Sant from the Van Sant Group of Architects. He has put together a proposal to study an addition for administration offices to the existing CCMD building. Mr. Van Sant's proposal includes a Schematic Design Phase, initially, to be followed by other subsequent phases, if approved such as: Construction Documents, Bidding, and Construction Administration. The Fee Compensation totals \$7,700 for the Schematic Design Phase. The proposed addition is between 3,500 to 5,000 square feet. Dr. Testa and the Board have been gathering information regarding a separate building with the proposed water treatment plant, an addition to the existing building, leasing, etc. Constructing an addition to the existing building and a separate water plant is more economical than constructing a building and water plant together. After discussion it was determined that the proposal submitted by The Van Sant Group would be accepted.

A motion was made and seconded to accept the proposal for professional services regarding the expansion of the Colorado Centre Metropolitan District Administration Offices submitted by The Van Sant Group, not to exceed \$7,700. Upon a voice vote, the motion passed unanimously.

Bradley Heights attorney Steve Mulliken was in attendance and he is encouraged about discussions with CSU and stated that he is very appreciative of Dr. Testa's research and work on this issue. Dr. Testa reiterated that the discussions are very positive regarding working out a win/win situation for all parties involved. Dr. Testa is still gathering information and numbers and will present them to the Board at the next regular meeting. Mr. Mulliken thanked the Board and Dr. Testa for their cooperation with these negotiations.

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

No Public Comment.

E. Financial Review (Cindy)

- Bank Balances

Ms. Monroe gave the report on bank balances at this time. As of October 21, 2013 the District has \$3,556,038.49 in funds. The District's expendable funds are \$3,331,285.71.

- Budget Review (Current budget comp)

Ms. Monroe presented the budget review for calendar year 2013 month of September.

- Financial Transactions

A check was signed to transfer monies into checking for the substantial payment to LFMSDD for the October, 2013 capital contribution for the Wastewater Treatment Plant.

Ms. Monroe reported that a payment of \$61,335.19 needs to be made on November 1, 2013 to CWRPDA (Colorado Water Resources and Power Development Authority) for the Wastewater Loan.

A motion was made and seconded to approve a wire transfer payment of \$61,335.19 to be made on November 1, 2013 to CWRPDA for the Wastewater Loan. Upon a voice vote, the motion passed unanimously.

F. Review and 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. Public Hearing for Proposed 2014 Budget.

The Public Hearing for the Proposed 2014 Budget was opened at 6:45 pm.

Dr. Testa remarked that what was presented last month has not changed. If there are no comments or changes at the November regular board meeting, the Budget will be approved at that time.

The Public Hearing for the Proposed 2014 Budget was closed at 6:46 pm. The Regular Board Meeting continued.

H. District Operations

- Water, Sewer and Parks Operations (A1)

Superintendent Velazquez reported that all systems are running efficiently. Flushing took place in October and it took two weeks this year because of the increased number of homes and hydrants. The field personnel have been doing the manhole vacuum tests and the air tests on the lines in Cuchares Ranch for Filings 5 and 6. Also, meter inspections continue in Filing 5.

The sprinkler systems are shut down in the parks. A bag has been attached to the lawn mower so that all the leaves and debris can be picked up as soon as everything has fallen to the ground.

- Water and Sewer Demand and Augmentation Reports (AI)

For the month of September we produced approximately 8.3 million gallons and sold approximately the same amount. The water loss is minimal. We pumped approximately 4 million gallons of wastewater to Widefield. The augmentation report was given for the augmentation period November 2011-October 2012.

- Testing by Filtronics

Superintendent Velazquez reported that Filtronics (a company out of California specializing in municipal and industrial filtration systems) representatives were here this week to do the Iron & Manganese Pilot Test. With this testing they will be able to identify what will be needed to build the CCMD water plant. Filtronics will be submitting the results/recommendations of the Pilot Test in the near future.

- Architect for Administration Bldg. and Water Plant

This item was discussed earlier in the meeting under Changes to the Agenda.

- Update on Cuchares Development (Sandy)

In Sandy's absence, Ms. Monroe reported that Twenty-Four lots have been sold in Filing 5. The total to date for all the filings is 247 (Build out is 408). Filing 6 is in process. Filing 7 is the last filing.

- Bradley Heights Update (AI)

This item was discussed earlier in the meeting under Changes to the Agenda.

Director Cantin inquired whether a decision had been made regarding the final decision for the location of the VA Cemetery. Dr. Testa relayed that the Rolling Hills location was the final selection with a finish date of 2015.

- Relocation of CCMD's Sewer Effluent from FSD to LFMSDD

There will be a meeting next week with CSU regarding the status of the line and connection. Superintendent Velazquez will be meeting with the contractors next Monday to check on the progress to date. This project should be completed by early 2014.

I. Legal Report (Paul Anderson)

With regards to the WQCC and the nutrients issues, Mr. Anderson commented that a Discharge Specific Variance hearing was held October 7, 2013. The final version will be adopted at the Water Quality Control Commission meeting in November, 2013.

Mr. Anderson reported that the Lower Fountain Service Agreement and Amendment has been revised. Jim Heckman and the Lower Fountain Board of Directors reviewed the revised version and it should be ready for Resolution and adoption at the LF November, 2013 Board Meeting.

Lower Fountain will be discharging to a stream segment of Fountain Creek. The AFCURE group (Lower Fountain is working on this through this group) is examining each segment as they exist in Fountain Creek and will submit a re-segmentation plan to the Water Quality Control Commission at the next triennial basin review hearing. A draft ruling notice will be considered at the WQCC November meeting which includes Fountain Creek Segment 11 (to the North including Monument Creek).

The Urban Grant Park Agreement for Cuchares Ranch Park has yet to be accepted by El Paso County. Hopefully it will be on the agenda for the November County Commissioner's meeting.

J. Emergency First Responder Services Report (Tom Byes)

Assistant Fire Chief Josh Winter reported that Colorado Centre Fire had an average month as far as alarms go with a total of 15 alarms. As usual the alarms were 70-80% medical with the rest car accidents, a car fire, automatic and miscellaneous alarms. The FD did their annual hose testing this month. In the last month one of the firefighter's vehicles was broken into and subject to being stolen and also one of the vehicles had the gas siphoned out. The Board recommended that these incidents should be reported to the Sheriff so that any incidents will be documented. Hopefully, these are random situations. If this continues we should look into putting in security lights with motion sensors and also address any security options when the building addition is planned.

Director Cantin would like the District to research any liabilities within the proposed Cuchares Park (Tract A) in regards to the close proximity to a small body of water. Assistant Chief Winter will investigate this issue with regards to any preparation for any incidents that could occur within this new park area.

K. Fountain Mutual Irrigation Company – (AI)

Minutes of the September 26, 2013 Regular Board Meeting was included with the board packets.

The purchase of a pipe was approved to repair the Lorson Ranch ditch problems. CSU attended the meeting regarding the agreement pertaining to Big Johnson reservoir. CSU is looking for FMIC to pay for the costs on one new gate but the Board stated that CSU should be responsible for all costs related to the improvements at the FMIC Headgate including the gate. The Board will be holding off on the Big Johnson Agreement with CSU until the issues regarding FMIC's Headgate are resolved. The Board consulted with a company regarding preparing a report on how to increase capacity, clean up, etc. at Big Johnson Reservoir. The estimated costs of this report were very prohibitive, therefore Dr. Testa voted against obtaining this service. The FMIC Board agreed that this will be further investigated and a more economical and responsible direction will be taken.

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

Minutes of the September 12, 2013 Regular Board Meeting were included with the Board packets plus the Agenda for the October 10, 2013 Board Meeting.

- Progress Report

Director Cantin commented that there have been some erosion issues at the Hanover Road culvert site because of the heavy rains that occurred this summer. This erosion and water ponding problem is near the Hanna property so this situation could potentially cause some more adverse issues with Ms. Hanna. The BioSolids Building is on track and will be completed as scheduled.

Dr. Testa expressed concerns to Paul Anderson about legally keeping ownership of our capacity at Lower Fountain in the event that CSU or other entities buy in to Lower Fountain and become the voting majority. Dr. Testa and Mr. Anderson will research this scenario and report their findings back to the Board.


M. Executive Session (if needed)

No Executive Session Needed.

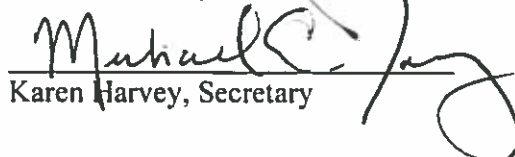
III. Adjournment

A motion was made and seconded to adjourn the regular meeting at approximately 7:55 p.m. Upon a voice vote, the motion passed unanimously.

Respectfully Submitted,



Michael Cantin, President



Karen Harvey, Secretary

ACKNOWLEDGMENT, NOTICE AND CONSENT TO
REGULAR MEETING OF THE
BOARD OF DIRECTORS OF THE
COLORADO CENTRE METROPOLITAN DISTRICT

WE, THE UNDERSIGNED members of the Board of Directors of the Colorado Centre Metropolitan District, do hereby acknowledge receipt of adequate notice of the regular meeting of the Board held **Thursday, October 24, 2013** informing us of the date, time and place of the meeting and the purpose for which it was called. We do hereby waive any and all irregularities, if any, in such notice and in the manner of service upon us, and consent and agree to the holding of such meeting at the time and place specified in said notice, and to the transaction of any and all business which may come before such meeting.





