

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

Thursday October 22, 2015 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
Floyd Edwards	Assistant Secretary/Treasurer

Also Present: Al Testa, Cindy Monroe, Paul Anderson, Josh Winter, Sandy Goad

I. Preliminary

- A. Call to Order
Director Cantin called the meeting to order at approximately 5:32 pm.
- B. Roll Call - Determination of a Quorum. A Quorum was present. Director Eccles was absent.
- 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 17, 2015 and Work Session of October 2 to 4, 2015.

A motion was made and seconded to approve the Minutes of the Regular Meeting of September 17, 2015 and Work Session of October 2 to 4, 2015. Upon a voice vote, the motion passed unanimously.

- B. Board's Time

No Comments to report.

- C. Changes to the Agenda

No Changes.

D. Conclusion of Cuchares Inclusion Agreement Extension (Don Lester)

Mr. Don Lester of FMI Cuchares Ranch was in attendance to ask for consideration of extending/modifying the Inclusion Agreement. He will be discussing options with the Builders. The Board will meet in Executive Session at the end of the meeting to discuss Mr. Lester's request for consideration.

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

No Public Comments

F. Review of District Finances (Cindy)

- Bank Balances

Ms. Monroe gave the report on bank balances at this time. As of October 20, 2015 the District has \$2,746,737.16 in funds. The District's expendable funds are \$2,488,494.38.

- September 2015 Budget Review

Ms. Monroe presented the budget review for calendar year 2015, month of September.

- Bank Transfers and Other Financial Activities

A Transfer letter was signed for T-Bone Construction invoices.

- Approval of Payment of CWRPDA Loan

Ms. Monroe reported that a payment of \$61,335.19 needs to be made on November 1, 2015 to CWRPDA (Colorado Water Resources and Power Development Authority) for the Wastewater Loan.

A motion was made and seconded to approve a payment of \$61,335.19 to be made on October 30, 2015 to CWRPDA for the Wastewater Loan. Upon a voice vote, the motion passed unanimously.

G. 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.

H. Proposed Resolution for 2015 Budget Amendment – Order Public Hearing for 11/19/15.

Dr. Testa presented a Draft Proposed Resolution 2015-11-19.1 for a 2015 Budget Amendment. This Resolution is to amend the 2015 Budget and Appropriate additional funds of the Colorado Centre Metropolitan District. This Resolution will be acted upon at the November 19, 2015 Board Meeting.

A motion was made and seconded to authorize posting Notice of Proposed Resolution 2015-11-19.1 for a 2015 Budget Amendment. Upon a voice vote, the motion passed unanimously.

I. Public Hearing for the Proposed 2016 Budget (Al & Cindy)

The Public Hearing for the Proposed 2015 Budget was opened at 6:05 pm.

Dr. Testa presented the proposed budget. There was no public in attendance. If there are no comments or changes at the November 19, 2015 Regular Board meeting, the Budget will be approved at that time.

The Public Hearing for the Proposed 2016 Budget was closed at 6:17 pm. The Regular Board Meeting continued.

J. District Operations

- Parks, Water and Sewer Systems (Pedro)

Dr. Testa reported for Mr. Velazquez who was unable to attend. The Field personnel are working on exercising valves in Parkview which is part of the Valve Maintenance Program. They are also inspecting valves for operational issues. They continue to inspect water and sewer lines at Cuchares Ranch. Other areas they are attending to are mosquito control, parks maintenance, mowing, trash removal, jack hammering out covered valves, vehicle maintenance, and cleaning up pine needles and branches along Horizonview Drive.

The District produced approximately 11 million gallons of water and sold approximately 10.5 million gallons. The loss is very minimal. 3.6 million gallons of wastewater was metered to Lower Fountain.

- Augmentation and Usage Reports (Al)

The Augmentation plan was included in the Board packets.

- Water Filtration Plant Design Progress and Permitting Construction Progress (AI)

Dr. Testa reported that work at the Plant is slowly progressing. The filtration equipment from Filtronics will be arriving in mid-November so it is important that this filtration equipment be stored inside a building.

- Approval of Progress Payment #5 to T-Bone Construction for Filtration Plant Work. (AI)

Dr. Testa reported that T-Bone Construction submitted a Pay Request No. 5 (\$129,157.27 WTP and \$17,232.01 for Flow Barriers).

A motion was made and seconded to approve Pay Request No. 5 (\$129,157.27 WTP and \$17,232.01 for Flow Barriers). Upon a voice vote, the motion passed unanimously.

- Bradley Heights Update-Status of IGA with CSU (AI)

Nothing new to report.

- BOD's Work Session

The Board of Director's work session took place on Friday, October 2nd thru Sunday October 4th at The Peaks in Telluride, Colorado. All agreed that the work session was very successful.

K. Legal Report (Paul)

Mr. Anderson reported that Lower Fountain received a draft of the revision of the Service Agreement which they will look over. Mr. Anderson drafted an easement Quit Claim Deed for Hanna Ranches, Inc. Director Cantin commented that they made a motion to approve the Quit Claim Deed.

The Cuchares Ranch Service Plan amendment was formally approved. The reimbursement request is still pending.

There will be a Regional Water Authority meeting on November 5, 2015. The Water Resources Review Committee posted eight draft bills. These bills have no significant effect on Colorado Centre.

The Ground Water Commission is requiring The Meridian Service Metropolitan District which is located in the Upper Black Squirrel Creek designed ground water basin to apply for well permits and replacement plans for the "under drains" even though there isn't any depletion associated with the "wells/ under drains".

The Meridian Service Metropolitan District is not pleased with the rulings and is seeking disqualification. The Board and staff agreed that this is an issue that we need to be aware of and keep apprised of any implications for our District's underground structures.

Director Cantin commented that he would like to discuss ways to make Ms. Hanna accountable for all the extra costs incurred because of her demands and possibly have her share some of the expenses.

Director Cantin met with our current Representative Klingenschmitt and voiced his concerns about the control of the Water Quality Control Commission. Representative Klingenschmitt said he would be open to helping with any legislation concerning the WQCC. Director Cantin will talk with Jim Heckman of Lower Fountain to see if this is a possibility.

L. Fire Department Report (Josh Winter)

Fire Chief Josh Winter reported that to date there have been eight alarms with most of them being medical. The Fire Safety Day that took place on October 11, 2015 was a huge success. There were over 200 people in attendance. Chief Winter commented that the event enabled them to receive good direction for next year's Fire Safety Day. Thank you letters will be written and sent to all who helped with the displays, etc. Chief Winter and Director Cantin will co-sign the thank you letters.

The possibility of Security Fire Department ambulance transport for Colorado Centre is ongoing. Chief Winter has set up a meeting on November 5, 2015 with Colorado Springs Deputy Chiefs to finalize ambulance transport through Security. It will begin January 1, 2016 and have a six month trial period. The AMR supervisor will be in attendance also. He will also open up discussion with them regarding a future contract after 2019 with the City of Colorado Springs. The Board would like him to look at a 15-20 year contract with the City.

Chief Winter has been researching the possibility of purchasing a brush truck. He supplied the Board with information on a new Brush truck and will get some set numbers and other options for Dr. Testa for 2016 Budget considerations.

M. Fountain Mutual Irrigation Company (AI)

Minutes of the August 17, 2015 meeting regular board meeting were included with the packets. Dr. Testa commented that everything is going well with Fountain Mutual. There are still issues with administration but will be resolved in the near future in terms of administrative restructuring. Repairing the Headworks of Big Johnson is on-going.

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

Minutes of the September 10, 2015 Regular Board Meeting were included with the Board packets plus the Agenda for the October 15, 2015 Regular Board Meeting.

Director Cantin reported that he attended the meeting at the Lower Fountain plant on Oct. 15 beginning at 5:00 pm to look at the completed nutrient recycle project and the phosphorous pilot program.

As discussed earlier, Director Cantin has issues with the WQCC and their proposal to do away with Regulation 85 thereby lowering the required level of phosphorous. He reiterated that any assistance from Representative Klingenschmitt would be very useful to the District.

Lower Fountain continues to work on their 2016 Budget. Dr. Testa is also attending the LF budget meetings.

O. Executive Session, if needed. Used for legal, contract and personnel matters only.

A motion was made and seconded to enter into Executive Session at 7:25 p.m. Upon a voice vote, the motion passed unanimously.

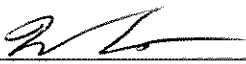
Upon Motion the Board went into Executive Session at 7:25 p.m. pursuant to C.R.S. Section 24-6-402(3) (a) (II) and closed at 7:40 p.m.

Mr. Anderson commented that the topics discussed during executive session were Mr. Don Lester's proposal concerning a potential extension/modification of the current inclusion agreement with regards to the service fees for Filing 7. Possible options and approaches regarding what actions the District can take with regards to Mr. Lester's proposal were discussed.

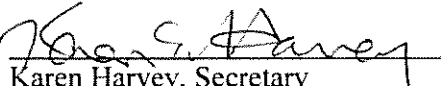
III. Adjournment

A motion was made and seconded to adjourn the regular meeting at approximately 7:43 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 22, 2015** 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.

Flora D Edwards

Karen A Haney

W L

Paula Lucio Breese
