

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

Thursday, March 17, 2016 at 5:30 PM
4770 Horizonview Drive
Colorado Springs, CO 80925

Board Members Present:

Michael Cantin	President, Chairman
Shawn Eccles	Vice President, Vice Chairman
Joan Lucia-Treese	Treasurer
Karen Harvey	Secretary
Floyd Edwards	Assistant Secretary/Treasurer

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

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.
- 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 February 18, 2016.

A motion was made and seconded to approve the Minutes of the Regular Meeting of February 18, 2016. Upon a voice vote, the motion passed unanimously.

- B. Board's Time

Director Lucia-Treese commented that El Paso County is updating their Major Corridor Transportation Plan for 2020 and have posted a survey on MTCP.com. Also there is another survey regarding the Emergency Services Systems Authority and response times in and around El Paso County. Director Lucia-Treese encourages all to please complete the surveys to assist El Paso County in its planning decisions.

- C. Changes to the Agenda

Dr. Testa commented that it is necessary to discuss the water plant issues that occurred this week. An estimated 150 calls, emails and messages were received by the District because of the mitigation efforts and the discolored water which affected several

household's filters, operating washing machines, toilet fill valves, refrigerator water filters and water heater storage tanks. The Board will consider actions it can take to help mitigate what occurred, keeping in mind that whatever is not covered by insurance will be paid by all the customers of the District.

Ms. Kristen Renneman of 4356 Anvil Drive introduced herself and submitted a formal complaint to the Board regarding her basement flooding and damages that occurred because of the water plant mitigation efforts to purge the manganese/sediment from the lines. The Board and staff will confer and notify our insurance company regarding what course of action needs to be taken with regards to the Renneman's complaint.

An explanation letter regarding this occurrence will be compiled by Dr. Testa and mailed to all residents of Colorado Centre.

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

Mr. Larry Pacheco, a resident of Colorado Centre, has concerns about a large tree near his property that is causing allergy/health issues with his wife. He would like the District to remove the tree. The area around the tree has also been a problem area because of illegal dumping that occurs under and around the tree. He has taken upon himself to remove the trash in the area and also place a sign indicating that this is a no dumping area and is illegal. The Board and staff discussed this issue and would like Mr. Pacheco to remove the tree and invoice the District for his costs to do the removal. He thanked the Board and indicated that he would be submitting an estimate/invoice for removal of the tree.

E. Fire Department Report (Josh Winter)

Chief Winter commented that during the last few weeks there has been four medical calls, several automatic alarms and one traffic accident. Firefighter Bob Throgmorton is recovering from knee surgery and will be able to come back as a contractor in July, 2016. Chief Winter commented that the Fire Department has a new contract Fire Fighter, Mr. Jim McGee. He works out of the Pueblo Fire Department. He has been researching and has found several options for leasing a fire engine if our all of our vehicles are out of service.

- Offers for Ford Excursion (Cindy)

Dr. Testa commented that several offers fell through for the purchase of the Ford Excursion but two offers were considered. An offer of \$5,500.00 from Bradley Motors is the best offer and Dr. Testa would like to Board to approve acceptance of this offer.

A motion was made and seconded to accept the offer of \$5,500 from Bradley Motors for the purchase of the Fire Department Ford Excursion. Upon a voice vote, the motion passed unanimously.

Director Eccles commented that he has concerns about residents having controlled burns on their property. Chief Winter will check into having signs posted at either end of Horizonview with Fire Danger/Red Flag Day warnings.

F. Review of District Finances (Cindy)

- Bank Balances

Ms. Monroe gave the report on bank balances at this time. As of March 11, 2016 the District has \$2,192,554.68 in funds. The District's expendable funds are \$1,889,693.90.

- February 2016 Budget Review

Ms. Monroe presented the budget review for calendar year 2016, month of February.

- Bank Transfers and Other Financial Activities

No Transfers or other financial activities.

G. Approval of Payables (Board)

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

H. Review and Approval of Resolution 20160317.1 Thanking Kevin Edwards

Mr. Kevin Edwards donated office equipment and supplies to the District. The Board would like to thank Mr. Edwards by Resolution for this generous donation to the District.

A motion was made and seconded to approve Resolution 20160317.1 Thanking Kevin Edwards. Upon a voice vote, the motion passed unanimously.

I. Excess Liability Limit Quotes

Dr. Testa reported that our insurance agent, Ms. Beaudette provided us with an Excess Liability Options Proposal. The Board discussed increasing our excess liability coverage from \$1 Million to \$9 Million.

A motion was made and seconded to approve increasing our Excess Liability Coverage from \$1 Million to \$9 Million. Upon a voice vote, the motion passed unanimously.

J. 2016 Election update (Sandy)

Ms. Monroe reported for Ms. Goad who was unable to attend tonight's meeting. The absentee ballots have been mailed to the uniformed services members. The election will take place on May 3, 2016 to elect three Board members for 4-year terms and one Board member for a 2-year term. Two election Judges were appointed and will be trained by Ms. Goad. A Board member needs to be a canvasser (Director Lucia-Treese) and one more registered resident needs to be found to be a canvasser. All the candidates can have a Watcher if they desire.

K. Selection of Date for Christmas Party

Dr. Testa suggested that we have the Christmas party together with the Board meeting on Friday, December 9, 2016. The Board agreed that the December 9, 2016 date would work and Dr. Testa will have Sandy research locations.

L. District Operations

- Parks, Water and Sewer Systems (Pedro)

Mr. Velazquez reported that all parks, water and sewer systems are operating efficiently. The Field personnel have been replacing/repairing manhole covers that have been compromised because of the Marksheffel construction. They continue inspections of connections in Cuchares Ranch.

They have been working on moving the field office to the new water plant.

- Augmentation and Usage Reports (Al)

For the month of February, 2016 we produced approximately 4.5 million gallons and sold 4.3 million gallons. Wastewater pumped to Lower Fountain was approximately 4.3 million gallons.

Dr. Testa has been updating the augmentation report and the numbers are not available this month.

A substantial amount of water was put through the lines this week for flushing/cleaning operations for the new water plant.

- Water Filtration Plant Design Progress, Permitting, Fabrication and Construction Progress (Al)

Dr. Testa reported that he would like the Filtronics personnel to stay at least 10 days for the training. The flushing/cleaning and discoloration of the water that occurred set them back a few days in terms of any training for plant operation.

- Approval of Progress Payment No. 9 to T-Bone Construction for Filtration Plant Work.

Dr. Testa recommends approval of Progress Payment No. 9 (in accordance to contract).

A motion was made and seconded to approve Progress Payment No. 9 to T-Bone Construction for Filtration Plant Work. Upon a voice vote, the motion passed unanimously.

- Approval of T-Bone's Change Order No. 4 for Work Order No. 4

Change Order No. 4 for Work Order No. 4 for \$33,011.26 to increase the work to be performed by T-Bone (paint water piping, one way glass, additional lineal footage of fence, electric slide gate operator, mow strip, and gravel around building).

A motion was made and seconded to approve payment of \$33,011.26 for T-Bone's Change Order No. 4 for Work Order No. 4. Upon a voice vote, the motion passed unanimously.

- Approval of T-Bone's Work Order No. 6 for Seeding Exposed areas Except Soccer/Softball Fields.

T-Bone's Work Order No. 6 for \$8,743.76 is for seeding and mulching all areas disturbed during the construction of JCC Bank improvements, filtration plant and administration building sites. The Soccer/Softball Fields are excluded.

A motion was made and seconded to approve payment of \$8,743.76 for Work Order No. 6 for Seeding Exposed areas except Soccer/Softball Fields. Upon a voice vote, the motion passed unanimously.

- Approval of 30% of Contract Value Payment (\$186,642.00) to Filtronics as soon as a Certificate of Operations is Issued by Filtronics.

Dr. Testa commented that the amount to pay Filtronics according to CCMD's accounting records is \$186,642.00 which is the amount recommended to approve to pay.

A motion was made and seconded to approve 30% of Contract Value Payment (\$186,642.00) to Filtronics as soon as a Certificate of Operations is Issued by Filtronics. Upon a voice vote, the motion passed unanimously.

- Bradley Heights Update - (AI)

Director Cantin reported that CSU is still interested in being included in Lower Fountain but will have to take it to a vote for approval by the land owners/residents. This will delay the Bradley Heights project.

- Update on Cuchares Ranch Filing 7 (AI)

To date there are 22 lots left in Cuchares Ranch. On April 1, 2016 the builders will need to pay the differential in the connection fees.

M. Legal Report (Paul)

Mr. Anderson commented that he attended the Regional Water Authority meeting a few weeks ago. Discussion at the meeting had to do with the Colorado Water Plan (increasing storage, increasing water use efficiencies, funding issues, etc.).

The Transit Loss meeting will be held in a few weeks which he will attend. Other items reported on were the Rain Barrel Bill, AMR Certification, AFCURE, City of Fountain application concerning Dr. Rogers ditch water right, Meridian ground water, etc.

N. Fountain Mutual Irrigation Company

Ongoing issues include administration and management duties and repairs on the outlet structure. They still need to meet with the outlet structure contractor and designer. They are also discussing storm water drainage into Big Johnson.

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

The minutes of the February 11, 2016 Regular Board meeting minutes were included with the Board packets plus the Agenda for the March 10, 2016 Board Meeting.

Director Cantin reported that the nutrient recycling system went on-line and it has lowered the numbers by one-half. The investment in this was very beneficial. LF is still discussing and working on the variable mixer issues. A contract was signed with McDade Woodcock to install mixers in Basin Two. Nothing will be done with Basin Three at this time. The copper numbers came down also.

The County re-designed the Marksheffel Road construction which has caused manhole problems for Lower Fountain.

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

A motion was made and seconded to enter into Executive Session at 6:43 p.m. Upon a voice vote, the motion passed unanimously.

Upon Motion the Board went into Executive Session at 7:20 p.m. pursuant to C.R.S. Section 24-6-402(3) (a) (II) and closed at 7:45 p.m.

The topics discussed during executive session were personnel issues and potential insurance claims due to water plant construction.

The Regular Board meeting continued at 7:45 p.m. No further discussion needed.

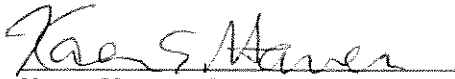
III. Adjournment

A motion was made and seconded to adjourn the regular meeting at approximately 7:46 p.m. Upon a voice vote, the motion passed unanimously.

Respectfully Submitted,



Michael Cantin, President



Karen Harvey, Secretary