

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

Thursday, January 25, 2018 at 5:30 PM
4770 Horizonview Drive
Colorado Springs, CO 80925

Board Members Present:

Michael Cantin	President
Shawn Eccles	Vice-President
Joan Lucia-Treese	Treasurer
Floyd Edwards	Secretary
Jackie McClintock	Assistant Secretary/Treasurer

Also Present: Cindy Monroe, Josh Winter, Paul Anderson, Amiee Long 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 December 8, 2017.

A motion was made and seconded to approve the Minutes of the Regular Meeting of December 8, 2017. Upon a voice vote, the motion passed unanimously.

- B. Board's Time

Director Lucia-Treese provided details from the second El Paso County Water Planning Department meeting which addressed the water shortage concerns projected for 2050 that could reach as high as 35,000 acre feet. The next meeting will be held in March.

Director McClintock expressed concerns about the fence being installed across Jimmy Camp Creek. Director McClintock requested that Dr. Testa inspect the fencing and report back to the Board with how it will impact CCMD's property and community.

Director McClintock reported on proposed legislation which will affect the Board in future elections. The proposed legislation will change election years to odd years.

Director McClintock provided information on the proposed legislative changes to property tax distribution. She recommended that the District begin contemplating the reduction of expenses in the General Fund if the property tax revenues are decreased by 6.22%.

Director McClintock asked the Board to approve a special board meeting on Saturday so that more community members would have an opportunity to attend. She proposed a Q&A session, distribution of information regarding the District's Bankruptcy Plan or an open forum during the special meeting. The Board agreed to hold a special board meeting on Saturday, May 19, 2018 from 9:30 am to 11:30 am. It will be published in the April and May newsletters, and the staff will solicit additional community businesses to attend and provide information about crime/crime water, fire safety and water conservation.

A motion was made and seconded to approve the Special Board Meeting on May 19, 2018. Upon a voice vote, the motion passed unanimously.

C. Changes to the Agenda

No Changes.

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

No comments.

E. Review of District Finances (Cindy)

- Bank Balances

Ms. Monroe gave the report on bank balances at this time. As of January 23, 2018 the District had \$2,321,587.42 in funds.

- November and December 2017 Budget Reviews

Ms. Monroe reported on the Budget Reviews for November and December 2017.

- Bank Transfers and Other Financial Activities

Director Cantin expressed concerns that the District is transferring too much money from the General Fund to the Fire Fund. He recommended that the Directors consider spending more money from the General Fund on park and open space improvements.

F. 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.

G. Appointment of Designated Election Official – Resolution 2018-01-25.1

A motion was made and seconded to appoint Amiee Long as the Election Official. Upon a voice vote, the motion pass unanimously.

H. District Operations

- Parks, Water and Sewer Systems (Pedro)

Mr. Velazquez reported that all systems are running efficiently and the wells are pumping four days per week, averaging 145,000-155,000 gallons per day. A customer's wastewater service line had to be repaired during a weekend in January. The field personnel will begin park maintenance in February.

- Augmentation and Usage Reports (Al)

Dr. Testa provided a memorandum and charts summarizing the annual production and distribution of water. The enclosed charts included CCMD's historic monthly average water usage, the historic water demand and the wastewater flow records. The District has produced approximately 4.5 million gallons of water in December and sold approximately 4.8 million gallons of water. The District sent approximately 4.6 million gallons of wastewater to Lower Fountain.

On the augmentation front, FMIC stopped diverting water to do maintenance at the head gate. Thus, CCMD fell a little behind in paying its winter accretion caused by the Robinson rights. Columns 19 and 20 of the Augmentation Plan Report shows a deficit of about 8.5 acre feet. CCMD will not be selling excess water to CWPDA in January and possibly February.

- Development of District's Lands

No discussion.

I. Legal Report (Paul)

Mr. Anderson reported that the Morris foreclosure case has been dismissed. Mr. Morris paid off his entire lien balance before December 31, 2017.

Mr. Anderson informed the Board that he is currently reviewing the bills in the General Assembly and will provide a summary of the bills and effects on the District.

Mr. Anderson commented he and Ms. Monroe attended the Colorado Water Resources and Power Development Authority board meeting on January 24, 2018. The Colorado Water Resources and Power Development Authority Board approved Colorado Centre Metropolitan District's loan for up to \$1,493,500. The loan will be executed in March 2018.

J. Fire Department Report (Josh Winter)

Chief Winter reported that the ISO rating should be arriving by the end of the month, and he anticipated the CCFD rating will be much lower.

Chief Winter has been meeting with the City of Colorado Springs to obtain information or expectations regarding the renewal contract. During discussions, Chief Winter learned that CSFD will be entering into a sales contract for the purchase of a new fire truck. The cost of the truck will be a minimum of \$480,000. Director Cantin inquired about the production time involved in the purchase of a new truck and what initial deposit is required by the manufacturer. Chief Winter responded that the manufacturer would require a 50% deposit at the time the contract was executed, and the balance would be payable upon receipt of the fire truck.

During January, there have been fourteen alarms. Twelve alarms have pertained to medical calls.

K. Fountain Mutual Irrigation Company (Memo)

The minutes of the following regular board meeting were included with the Board packets: November 16th, December 14th and January 11, 2018. FMIC continues repair work on the outlet structure. FMIC's staff is providing the work.

At the annual FMIC meeting, the annual assessment charge of \$85 per share was adopted. CCMD owns 595 shares, so that totals \$50,575/year. CCMD will also be responsible for the transit loss component charges and the Robinson Ditch carriage agreement charges.

L. Lower Fountain Metro Sewage Disposal District (Director Edwards)

- Status of CWRPDA New Loan

Discussion of loan approval reflected under Item I (Legal).

- Minutes and latest LF Board Package

The minutes of the November 9, 2017 Regular Board meeting and the December 14, 2017 Regular Board meeting were included with the Board packets.

- Phosphorous Project Status

Director Edwards reported that significant progress is being made on the Phosphorus Removal Project. Director Edwards provided 10 photos of the construction process and the GMS Project Implementation Status Report Number 1.

Director Edwards requested that Colorado Centre Metropolitan District repay \$46,331.16 to Fountain Sanitation District for the two draws Fountain Sanitation District made on behalf of Colorado Centre Metro District. Director Edwards requested the Board's authorization for a capital payment to LFMSDD in the amount of \$100,000 relating to the Phosphorus Removal Project.

A motion was made and seconded to approve a payment of \$46,331.16 to Fountain Sanitation District for reimbursement of the two draws pertaining to the Phosphorus Removal Project. Upon a voice vote, the motion passed unanimously.

A motion was made and seconded to approve a payment of \$100,000 to LFMSDD for the Phosphorus Removal Project. Upon a voice vote, the motion passed unanimously.

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

Upon Motion the Board went into Executive Session at 6:35 p.m. pursuant to C.R.S. Section 24-6-402(3) (a) (II) and closed at 7:24 p.m.

Mr. Anderson stated that during the Executive Session the draft of the annexation agreement with Banning Lewis Ranch and the current IGA with Colorado Springs Fire Department were discussed. Mr. Anderson stated no decisions were made during the Executive Session.

N. Approval of Rate Increase for Professional Consultants Inc.

A motion was made and seconded to increase Professional Consultant Inc.'s monthly contract by \$500 per month. Upon a voice vote, the motion passed unanimously.

III. Adjournment

A motion was made and seconded to adjourn the regular meeting at approximately 7:25 p.m. Upon a voice vote, the motion passed unanimously.

Respectfully Submitted,

Michael Cantin, President

Floyd Edwards, Secretary