

**CASTLE PINES NORTH METROPOLITAN DISTRICT
REGULAR MEETING MINUTES
MAY 18, 2015 – 6:00 p.m.**

HELD: Monday, May 18, 2015 at 6:03 p.m. at the Castle Pines North Community Center, 7404 Yorkshire Drive, Castle Rock, Colorado.

ATTENDEES: Directors Kathy Rosenkrans, Eric Anderssen, Keith Dodd, and Stephen Allen were present. Also present were District Manager Jim Nikkel, Parks & Open Space Manager Craig Miller, and District Administrator Janet Burnham. Also in attendance were Finance Director Peggy Dowswell of Pinnacle Consulting Group, District legal counsel Joan Fritsche, Fletcher Davis of MWH, and communications consultants Pete Webb and Taunia Hottman. Daniel Kane and James Spehalski from The Ridge golf course attended as did approximately 14 residents.

CONFLICTS: None

QUORUM: Present

APPROVAL OF AGENDA: A motion was made by Director Allen to approve the agenda. The motion was seconded by Director Rosenkrans and was approved unanimously.

PUBLIC COMMENT: Resident William Jones questioned the amount of his monthly bill and its various line items. His questions were addressed by Manager Jim Nikkel.

Daniel Kane, manager of the The Ridge provided a slide presentation and made the golf course's case for what they perceive to be an equitable and reasonable charge for water once their current agreement with the District expires at the end of the year. Daniel addressed several questions from the Board.

Fletcher Davis provided a slide presentation on the results of the raw water cost of service analysis performed by MWH/Hawksley. This pertains to the determination of the water rate to be charged to the golf course since their primary usage is of raw, untreated water. Subsequent to the two presentations, Fletcher and the Board addressed questions from the residents who appeared to be representative of homeowners who value the golf course highly and those who are more concerned that the golf course be charged an equitable rate for their water use.

ACTION ITEMS:

A motion was made by Director Allen to approve the meeting minutes of April 20, 2015. The motion was seconded by Director Anderssen and was approved unanimously.

Peggy Dowswell reviewed the financial statements and addressed questions from the Board. She noted that the 2015 budget will need to be amended to accommodate the refunding of the Certificates of Participation. A motion was made by Director Allen to accept the financial report and items from

the Finance Director. The motion was seconded by Director Anderssen and was approved unanimously.

A motion was made by Director Dodd to approve/ratify the payables in the total amount of \$465,074.10 which includes \$39,064.85 for the General Fund/Debt Service and \$362,064.83 for the Enterprise Fund (check numbers 21025 through 21078 totaling \$401,129.68) and all electronic payments (totaling \$63,954.42). The motion was seconded by Director Allen and was approved unanimously.

Director Jim Nikkel addressed the Board regarding the bids received for the construction of the Interconnect Pipeline pump station road improvements and the recommendation from Dewberry Engineers Inc. Pursuant to discussion, Director Allen made a motion to approve the Notice of Award in the amount of \$99,900 to 53 Corporation, LLC for construction of the Interconnect Pipeline pump station roadway improvements. The motion was seconded by Director Rosenkrans and was approved unanimously. After the motion to approve, further direction was provided to Jim to move forward with the project, subject to legal counsel approval, in order to meet the 60-day timeline for completion of the project.

Communications consultant Pete Webb introduced the Board to Taunia Hottman who will be working with him on the District's public relations account. Taunia provided mock-ups of proposed District logos and website updating for the Board's review. The proposal from Zeto Creative for the logo and the website is \$10,650. After selecting one of the logos, the Board gave Jim direction to proceed with the redesign.

Parks and Open Space Manager Craig Miller reviewed his monthly report. With regard to the crumbling rockwork surrounding the District sign in the Castle Pines Parkway median, Craig was directed to completely remove the sign for safety reasons and work with the City regarding the design of a replacement.

Manager Jim Nikkel reviewed his monthly report, in particular, proposed solutions to the Pond 12 repair and the water outage that occurred on May 12th and the steps that have been taken to prevent a recurrence.

Counsel Joan Fritsche informed the Board that her primary focus since the last meeting had been on the issue of resident encroachments on District land and reviewing communication to the residents regarding same.

Regarding the appointment of a director to fill the vacancy left by the resignation of Steve Labossiere, Director Anderssen reported that he & Director Rosenkrans, as directed at the previous meeting, had interviewed the two candidates who had applied for the position. Based on those interviews, Anderssen and Rosenkrans recommended resident Eric Edwards to fill the position. A motion was made by Director Rosenkrans to appoint Eric Edwards to the Board. The motion was seconded by Director Allen and was approved unanimously. Edwards will be sworn in at the June regular meeting.

At 8:35 p.m. a motion was made by Director Dodd to go into executive session pursuant to C.R.S. §24-6-402(4)(e) for the purpose of developing strategy for negotiations, instruction negotiators, and

determining positions relative to District contractual obligations for the provision of service. The motion was seconded by Director Anderssen and was approved unanimously.

At 9:50 p.m. the Board came out of executive session and reconvened the regular meeting. With all other business to come before the Board having been addressed, the meeting was adjourned.

CASTLE PINES NORTH METROPOLITAN DISTRICT


**ATTORNEY'S STATEMENT RE:
MINUTES OF THE EXECUTIVE SESSION
OF THE BOARD OF DIRECTORS**

May 18, 2015

I, Joan M. Fritsche, herewith make the following signed statement in accordance with C.R.S. Section 24-6-402(2)(d.5)(II)(B):

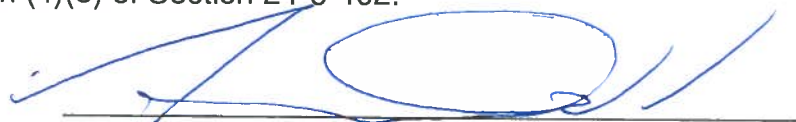
1. I am an attorney serving as general counsel to the local public body of the Castle Pines North Metropolitan District, Douglas County, Colorado (CPNMD).
2. The Board of Directors of CPNMD met with Jim Nikkel, Pete Webb, and Fletcher Davis and me in executive session during its regular board meeting on May 18, 2015 pursuant to § 24-6-402(4)(e), C.R.S., for the purpose of developing strategy for negotiations, instructing negotiators, and determining positions relative to District contractual obligations for the provision of service.

The executive session lasted from approximately 8:35 p.m. to 9:50 p.m. The executive session was not recorded based upon my opinion that the discussion constituted privileged attorney-client communication.



Joan M. Fritsche
Attorney for CPNMD

As President of the Board of Directors of CPNMD, I attest that the portion of the executive session that was not recorded was confined to the topic authorized for discussion in an executive session pursuant to C.R.S. subsection (4)(e) of Section 24-6-402.



Keith Dodd, President of Board of Directors
Castle Pines North Metropolitan District