

**CASTLE PINES NORTH METROPOLITAN DISTRICT
REGULAR MEETING MINUTES
JUNE 15, 2015 – 6:00 p.m.**

HELD: Monday, June 15, 2015 at 6:00 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. Director-appointee Eric Edwards was present along with 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 and Chip Paulson of MWH, and communications consultants Pete Webb and Taunia Hottman. Auditors John Simmons and Virginia Hemphill attended as did water attorney Austin Hamre and 5 residents/guests.

CONFLICTS: None

QUORUM: Present

APPROVAL OF AGENDA: Manager Jim Nikkel requested that item 6.E., the public hearing on the amended budget, be continued to the July meeting and also requested that an action item be added for the presentation of the 2014 audit. A motion was made by Director Rosenkrans to approve the agenda, as amended. The motion was seconded by Director Allen and was approved unanimously.

PUBLIC COMMENT: Resident Al Quartararo addressed the Board regarding the upcoming renewal of the agreement with the Ridge golf course. Mr. Quartararo expressed his concern that the new agreement be short-term in order to accommodate unknown potential increases in the cost of providing service. He also suggested that the golf course create a business plan that adequately addresses its water use expenses.

Jay McElroy, owner of Big O Tires in Castle Pines, addressed the Board regarding increases in property taxes and the effect on small businesses in the District. Peggy Dowswell explained that property assessments and any resulting increases in taxes are the purview of Douglas County, not the District.

Following the public comments, Board President Keith Dodd administered the oath of office to recently appointed Director Eric Edwards who was then formally seated on the Board.

ACTION ITEMS:

A motion was made by Director Allen to approve the meeting minutes of May 18, 2015. The motion was seconded by Director Anderssen and was approved 4-0 with Director Edwards abstaining.

Peggy Dowswell reviewed the financial statements and addressed questions from the Board. She noted that the Certificates of Participation had been repaid. Other than reduced revenues for water

and sewer, due to all the rain, she had no other significant budget variances to report. A motion was made by Director Anderssen to accept the financial report and items from the Finance Director. The motion was seconded by Director Rosenkrans and was approved unanimously.

A motion was made by Director Allen to approve/ratify the payables in the total amount of \$768,239.38 which includes \$106,829.68 for the General Fund/Debt Service and \$580,511.64 for the Enterprise Fund (check numbers 21079 through 21150 totaling \$687,341.32) and all electronic payments (totaling \$80,598.06). The motion was seconded by Director Anderssen and was approved unanimously.

John Simmons of Simmons & Wheeler, P.C. presented the draft 2014 audit, pointing out the highlights, and addressing questions from the Board. The Board will formally consider the audit at the July meeting.

Manager Jim Nikkel introduced the new District logo as provided by Peter Webb and Taunia Hottman of Webb Strategic. The Board reached a consensus on one of the designs presented. The Board gave direction to staff to have the logo trademarked under Colorado law. A motion was made by Director Allen to approve the logo, as presented. The motion was seconded by Director Anderssen and was approved unanimously.

At 6:58 p.m. Director Dodd opened the public hearing on the amended 2015 budget. A motion was made by Director Allen to continue the hearing to the regular meeting to be held on July 20, 2015. The motion was seconded by Director Rosenkrans and was approved unanimously. The hearing was closed at 6:59 p.m.

Jim Nikkel stated that the written monthly reports from staff and consultants were distributed to the Board via the meeting packet. No further comments were requested.

At 7:00 p.m. a motion was made by Director Anderssen to go into executive session pursuant to C.R.S. §24-6-402(4)(e) for the purpose of developing strategy for negotiations, instructing negotiators, and determining positions relative to District contractual obligations for the provision of service and for the purpose of developing strategies for negotiations concerning the use and development of District facilities. The motion was seconded by Director Allen and was approved unanimously.

At 10:13 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.