
RECORD OF PROCEEDINGS

Minutes of the Regular Meeting of the Board of Directors Copper Mountain Consolidated Metropolitan District February 27, 2015

A Regular Meeting of the Board of Directors of the Copper Mountain Consolidated Metropolitan District, Summit County, Colorado was held on February 27, 2015 at 8:30 a.m., at the Copper Mountain Metro District Building, 0477 Copper Road, Copper Mountain, Summit County, Colorado, in accordance with the applicable statutes of the State of Colorado.

Attendance The following Directors were present and acting:

- Karl Anuta
- Ted Kravec
- Tom Malmgren
- Dave Steele

Staff in attendance was:

- Ricky Clover, Public Works Director
- Dave Arnesen, Director of Cable Services
- Gary Curmode, Fire Chief
- Missy Stabile, Clerk-Treasurer
- Sam Parker- Incoming District Manager

Also in attendance was:

- Chris Colman, Copper Mountain Director of Planning
- Peter Siegel, Copper Mountain Resort Association Executive Director
- Holly Robinson, Copper Mountain Resort Association, Marketing and Business Development Manager
- Jamie Woodworth, Summit County Ambulance Service Director
- Scott Vargo, Summit County Assistant Manager
- Mark Wentzlaff, ResortInternet President
- Bryon Wentzlaff, ResortInternet Business Development Manager
- Chris Proctor, ResortInternet Installations Manager
- Kevin Flewell, CNL Copper/Resort Ventures West
- Jim Reis, POLA President
- Eric Weaver, Marchetti & Weaver

Call To Order

The Regular Meeting of the Board of Directors of Copper Mountain Consolidated Metropolitan District was called to order by Director Malmgren, on February 27, 2015, at 8:30 a.m. noting a quorum was present.

Old Business Minutes

The Board reviewed the minutes of the January 30, 2015 Regular Board Meeting. A correction was made on line 68. Upon motion duly made by Director Anuta and seconded by Director Steele it was unanimously

AGREED to approve the minutes of the January 30, 2015 Regular Board Meeting with revision.

Community Updates

Jamie Woodworth, Director of Summit County Ambulance Service (SCAS) was available to answer any question regarding the draft Emergency Medical Services intergovernmental agreement. The Board had no questions at this time and awaits receipt of the final draft for review and comment.

Mark Wentzlaff, ResortInternet, prepared a PowerPoint presentation for the District Board and staff outlining the District's Master Service Agreement. The five year contract states that CMCMD owns the cable and internet distribution system and ResortInternet (RI) is under contract to operate the system. The contract expires December 31, 2015 and is up for renewal. RI's impression is that the

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1345 Copper Mountain customers are happy with the cable service but not with the available internet bandwidth. RI proposed several options to introduce new technology and upgrade the internet system. Several older Copper Mountain properties will need to update their wiring infrastructure to facilitate additional bandwidth. Customers could see an increase in service fees in addition to the cost of infrastructure upgrades. The current per subscriber cost of cable and internet at Copper Mountain is \$49 per month which is significantly below the cost of cable and internet in other communities. The Board suggested that RI meet with Sam Parker and Dave Arnesen to discuss options for the Board to review.

Peter Siegel, Resort Association, proposed a meeting with the District to discuss the impact of the upgrade project on the overlay of Copper Road this summer.

Recess Director Malmgren recessed the regular meeting at 9:37 a.m. The meeting was reconvened at 9:43 a.m.

Mr. Siegel summarized a meeting with Summit County regarding summer road work and projects. The Resort Association will be replacing 22 existing street lights with 23-25 new ones including upgrades to the power supply to accommodate new lighting technology. Mr. Sigel reported that the post office is working on possibly receiving UPS and FedEx deliveries. The 2015 summer schedule was distributed and reviewed. All summer activities are scheduled to be open from June 12 through September 19.

Public Comment and Concerns No public comments or concerns.

New Business

Verizon

Cell Tower Mr. Clover had nothing new to report regarding the permanent site plans and resolving external power issues with Xcel Energy.

Climax Response

Agreement The District is waiting for reevaluations of Climax properties from the Summit County Assessor's Office.

Firefighter Heart & Circulatory

Benefits Update Eric Weaver spoke with the District's insurance pool about the new state mandated Firefighter Heart and Circulatory Benefits Policy and why it is not built into our existing policy. This benefit did not exist until this year and is specific to firefighters only. The Colorado Special District Property and Liability Insurance Pool created this separate policy to cover firefighters according to Colorado state legislation.

Tiger Natural Gas, Inc.

Tiger Natural Gas is the second largest natural gas provider in Colorado. Sam Parker distributed a natural gas savings proposal to the Board at the meeting and will request and updated draft agreement for the Board to review. Director Malmgren asked that Mr. Parker check that there is no potential for disruption of service before proceeding.

Staff Reports

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Public Works:

Mr. Clover reported that the Copper Mountain has been extremely busy and that average water flows are up 100,000 gallons per day. The Water Department conducted interviews for the open Wastewater Operator position and an offer was extended.

Village Square experienced a large water leak in the fourth quarter of 2014 and paid the District for consumption of that water. It was determined that the water produced from the leak did not enter the wastewater facilities, was not treated and that Village Square should not be charged for the treatment of that water. Village Squares account will be adjusted and has been notified that water rights issues

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may arise due to the large amount of water lost. The District will revisit this event if any water rights costs are incurred by the District due to the water leak at Village Square.

- **Cable TV/HSIS:**
Mr. Arnesen reported that any work that needs to be done prior to the repaving of Copper Road needs to be addressed immediately and that he will coordinate with the Resort Association.
- **CMFD:**
Chief Curmode announced that Dan Moroz has been officially designated as a Fire Marshall by the Commission on Professional Credentialing and is one of only 88 people in the country with this designation. The Fire Department is using a new database management system called High Plains Information Systems which is used by the other Summit County Fire Departments.
- **District Clerk-Treasurer:**
Ms. Stabile requested brief biographies from the Board Members to be published on the District website and announced that the annual audit is scheduled for to begin on March 2, 2015.

Financial Report

A Financial Report for January 31, 2015 was prepared by Marchetti & Weaver and provided to the Board for review prior to the meeting. Mr. Weaver reviewed the balance sheet in detail. The financial statements will show a forecast for future planning and will help determine if we need to increase the mill levy. The District is looking at approximately 5% increase in water fees no later than the beginning of 2016.

Mr. Clover announced that a new water facility to treat surface water at a cost of at least \$2.5 million will need to be built within the next 10 years. The state has determined that Copper Mountain's water is surface water and can no longer be treated as ground water. The current facilities were designed to treat ground water and are not capable of treating surface water.

Upon motion duly made by Director Anuta and seconded by Director Steele it was unanimously

AGREED to receive the January 31, 2015 Financial Statement and cash disbursement report as presented.

Other Business

The Board requested that District staff revisit the transfer of Copper Mountain Resort property easements where District facilities are located.

Adjournment

There being no further business to come before the Board, by motion duly made by Director Anuta and seconded by Director Steele, it was unanimously

AGREED to adjourn the Regular Meeting of the Copper Mountain Consolidated Metropolitan District Board of Directors.

Director Malmgren adjourned the Regular Meeting of the Copper Mountain Consolidated Metropolitan District Board of Directors the 27th day of February, 2015, at 11:50 a.m.

Respectfully Submitted,

BY: Thomas J. Malmgren
Thomas J. Malmgren
President of the District

ATTEST: Karl Anuta
Karl Anuta
Vice President of the District