

RECORD OF PROCEEDINGS

CHERRY CREEK VALLEY WATER AND SANITATION DISTRICT

REGULAR MEETING OF THE BOARD OF DIRECTORS

JULY 19, 2017

The regular meeting of the Board of Directors of the Cherry Creek Valley Water and Sanitation District was held at the District Offices, 2325 S. Wabash Street, Arapahoe County, Colorado, at 7:00 p.m. on July 19, 2017.

PRESENT

Paul Hanley – Chairman
Mark Lampert – Vice Chairman
William MacPhee – Secretary/Treasurer
Bradley Rastall – Director

OTHERS PRESENT

John Warford – Manager
Chuck Buchanan – Maintenance Supervisor
Lisa Glenn – Office Manager/Accountant
Darryl Farrington – Semple, Farrington & Everall, P.C.

ABSENT

Frederick Norman – Director

Mr. Hanley, Chairman of the Board, called the meeting to order at 7:00 p.m.

The Board unanimously voted to excuse Director Norman's absence.

The first item on the agenda was approval of the agenda. The Board unanimously voted to approve the agenda.

The Board unanimously voted to approve the June 21, 2017 minutes, the June Financial Report, and the June Payment of Bills.

Chairman Hanley opened the meeting for public comment at 7:02 p.m. There were no members of the public present; therefore, the public comment period was closed at 7:02 p.m.

The Engineering Report from Mr. Hein included the following topics:

- Updates on the status of the 2017 Capital Improvement Projects – C&L Water

RECORD OF PROCEEDINGS

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE CHERRY CREEK VALLEY WATER AND SANITATION DISTRICT OF JULY 19, 2017, CONTINUED

Solutions was the low bidder out of two on the Dayton Street Waterline Replacement. Merrick recommends the Board award the project to C&L. The Creekside Waterline Replacement opens for bid on July 28th.

- Updates on the status of Developer Projects –Iliff Avenue Townhomes, Iliff Avenue Single Family Homes, Falling Water, Denver Jewish Senior Living, Xenia Street Townhomes, Dayton Street Townhomes, Willowmiss and the Hunter's Run Fireline.
- Cunningham Fire is recommending fire-suppression sprinkler systems in some new residential homes; e.g., those with long driveways that limit fire truck access. NFPA Code on Single Family Residences – Code 13D allows fire sprinkler demand to be fed from the domestic plumbing system downstream of the meter, not a separate fireline from the main. The Board should consider revising the District's Rules and Regulations to accommodate this potential new requirement and coordinate with NFPA 13D.

The legal report from Mr. Farrington details the pros and cons on the District converting to a metro district. Converting to a metro district would allow the District to provide additional services for the residents of the District where there may be a gap in County services and provide community leadership. Residents may not be willing to pay for the additional services through additional taxes and departments of a metro district that are more than 10% tax funded are subject to TABOR. Each Board member expressed their opinions about converting to a metro district and it was decided to discuss the subject further at the next regular Board meeting.

Next on the agenda was the Manager's Report from Mr. Warford.

- On the Dayton Street Waterline Replacement mentioned in the Engineer's report, the Board unanimously voted to award the bid to the lowest bidder, C&L Water Solutions, for \$262,634.
- Mr. Warford also mentioned the Creekside Waterline Replacement going out for bid, as was noted in the Engineer's report.
- Annual sewer video and jetting by Guildner Pipeline has started. Difficult areas will be done first and the rest of the C outfall completed this year. Merrick has just completed installing last year's videos on the GIS for the A outfall. The District jets each of its three sewer outfalls A, B and C every third year.
- There was a water main break at the end of June in the right hand west bound lane of E. Iliff Ave. between S. Wabash St. and S. Valentia St. on the 24" water main. The break may have been caused by equipment installing the storm sewer

RECORD OF PROCEEDINGS

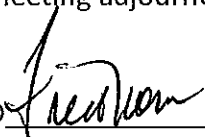
MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE CHERRY CREEK VALLEY WATER AND SANITATION DISTRICT OF JULY 19, 2017, CONTINUED

on top on the water main. The line appears to be in good shape otherwise. Testing will be done in at least one other area to determine the condition of the line. Since the 36" line has been put in, lower demand is needed through the 24" in Iliff; therefore, installing a smaller diameter waterline in the 24" line is a less costly option than replacing the line when it becomes necessary.

- Options on security cameras for District property were discussed.
- The District will meet with Cunningham Fire to discuss maintenance on fire hydrants.
- Regarding the NFPA Code 13D mentioned in the Engineer's report, Chairman Hanley recommended the District add rules and regulations similar to Denver Water's regarding fire sprinkler systems in residential homes for special circumstances as determined by Cunningham Fire. Mr. Farrington will prepare a draft of the new rules and regulations.
- The Board would like more time to review the draft investment policy prepared by Mr. Farrington.
- Denver Water rebate brochures have been received and will be mailed out with next month's bills.
- The rebate and conservation special meeting with Greg Baker from The City of Aurora is on July 31st at 7:00 pm at the District.
- Relocation maps of District facilities for the Iliff corridor widening project were provided for the Board's information.
- The County has not yet responded to the changes Mr. Farrington made to the landscape agreement and special conditions for the Iliff corridor landscaping.
- A final draft of the 2016 audited financial statements were provided to the Board for their records. Haynie & Company has filed the financials with the Office of the State Auditor.
- Mr. Warford invested approximately \$900,000 of cash at Morgan Stanley at 3.2% in Federal Home Loan Bank and Mortgage Group securities. Mr. Kennedy at Morgan Stanley will be asked to review the investment policy and will be asked to attend the next Board meeting to discuss the effects tapering will have on the District's investments.

There being no other business to discuss, the Board unanimously voted to adjourn. Chairman Hanley declared the meeting adjourned at 8:37 p.m.

READ AND APPROVED



DATED

8/14/17