
RECORD OF PROCEEDINGS

Minutes of the Regular Meeting of the Board of Directors Copper Mountain Consolidated Metropolitan District November 30, 2018

A Regular Meeting of the Board of Directors of the Copper Mountain Consolidated Metropolitan District, Summit County, Colorado was held on November 30, 2018 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:

- Ben Broughton
- Tom Malmgren
- Jim Reis
- David Steele

The following Director had an excused absence:

- Stan Sprinkle

Staff in attendance was:

- Bryan Webinger, District Manager
- Rob Martin, Public Works Director
- Eric Hookanson, Cable & Internet Services (arrived at 9:20)
- Missy Stabile, Clerk-Treasurer

Also in attendance was:

- Eric Weaver, Marchetti & Weaver
- Dustin Lyman, Copper Mountain President and General Manager
- Graeme Bilenduke, Copper Mountain Director of Development
- Jeff Berino, Summit Fire & EMS Fire Chief
- Bryon Wentzlaff, Resort Internet
- Peter Siegel, Copper Mountain Resort Association Executive Director (arrived at 9:00)

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 November 30, 2018 at 8:30 a.m. noting a quorum was present.

Old Business Minutes

The Board reviewed the minutes of the October 26, 2018 Regular Board Meeting. Upon motion duly made by Director Steele and seconded by Director Broughton it was unanimously

AGREED to approve the minutes of the October 26, 2018 Regular Board Meeting with correction on line 93.

Community Updates

The Board introduced Dustin Lyman, the new Copper Mountain President and General Manager, to staff and attendees.

Graeme Bilenduke, Copper Mountain Director of Development, reported that early season has great snow and great visitation. All on mountain buildings and snow making improvements are complete. New Elevation and Powder Parking Lots are also complete. Copper is now beginning to plan for next summer including Alpine Lot housing development and the new hotel in Chapel Lot.

Mr. Lyman provided an update on the Eagle Gondola. He explained that the gondola that came unhooked from the line was a non-event that happened before testing began. The gondola hit a storm door and fell just outside of the loading area. The new gondola has impressive technological advances and the first direct drive motor in North America. Copper is hopeful the gondola will open tomorrow morning but will more likely open Sunday morning.

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Bryon Wentzlaff, Resort Internet, reported that Resort Internet has been working on system upgrades and has added three new internet customers. Showtime has replaced HBO due to its nationwide contract dispute with Dish Network.

Jeff Berino, Summit Fire & EMS Fire Chief, reported that he will be meeting with Grand County Emergency Services to share information about merging departments. Construction of the administration building in Frisco is going well. The Board of Directors of both Summit Fire & EMS and Lake Dillon Fire Protection District have adopted 2019 budgets.

Director Jim Reis, reporting for Peter Siegel, Copper Mountain Resort Association Executive Director, noted that the Resort Association is close to finalizing an integrated employee housing plan with the county. The Board of County Commissioners are expected to move forward with a county wide short-term rental policy at their December 18 meeting. Mr. Siegel is meeting with county staff and hopefully some County Commissioners next week to walk through the resort. He is also attending the next Vail Town Council Meeting to learn about Vail's short-term rental policies. Mr. Siegel arrived at the meeting and reminded the Board of the Copper Mountain Resort Association, Property Owners and Lessees Association, and the Village at Copper annual budget meeting tomorrow, December 1, 2018 at 9:00 a.m. at the Metro District building.

Public Comment and Concerns

No public comments and concerns.

Financial

The October 31, 2018 financial report and preliminary 2019 budget was prepared by Marchetti & Weaver and provided to the Board for review prior to the meeting.

Eric Weaver, Marchetti & Weaver, reported that the 2018 assessed valuations for the 2019 budget are slightly higher than last year. He clarified that the District mill levy will be set in 2019 for the 2020 budget.

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

AGREED to receive the October 31, 2018 Financial Statement and cash disbursement reports as presented.

Mr. Weaver reported that the District went over budget in consulting and building maintenance and anticipated going over in election expenses. Election expenses look like they will be lower than expected and there should be no need to amend the 2018 budget.

For the 2019 budget, not much has changed since the last Board Meeting. A few expenses have been adjusted including building maintenance which will be in CMCMD's 2019 budget rather than Summit Fire & EMS's 2019 budget. Capital expenses in 2019 will decrease capital reserves due to deferred capital projects from previous years that are budgeted in 2019.

Mr. Bilenduke asked about Water and Sanitation fees going forward. Mr. Weaver explained that a 10% increase was anticipated this year but after review, the recommended and approved increase is only 7%. The fees will be reviewed every year and the District is hoping there will only be a 3% increase in fees each year going forward.

Public Hearing on Proposed 2019 Budget

Director Malmgren formally opened the recessed public hearing regarding the Proposed 2019 Budget at 9:06 a.m.

No comments.

Director Malmgren closed the Public Hearing at 9:07 a.m.

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

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AGREED to adopt Resolution 2018-08, a resolution summarizing expenditures and revenues for each fund and adopting a budget for the Copper Mountain Consolidated Metropolitan District, Colorado, for the calendar year beginning on the first day of January 2019 and ending on the last day of December 2019.

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

AGREED to adopt Resolution 2018-09, a resolution levying property taxes for the year 2018, to help defray the costs of government for the Copper Mountain Consolidated Metropolitan District, Summit County, Colorado, for the 2019 budget year.

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

AGREED to adopt Resolution 2018-10, a resolution appropriating sums of money to the various funds and spending agencies in the amount and for the purpose as set forth in the resolution, for the Copper Mountain Consolidated Metropolitan District, Summit County, Colorado, for the 2019 budget year.

New Business

No comments.

Staff Updates

Bryan Webinger, District Manager, reported that he will be meeting with county maintenance in the future about service on county roads in the resort. Mr. Webinger extended thanks to Eric Hookanson, Cable & Internet Services, for his work on signal strength within the resort. Resort Internet reported the signal strength is the best it has been since 2006. He also extended thanks to Missy Stabile, Clerk-Treasurer, for her work on the November 2018 election.

The District will be drafting a letter with legal counsel to send to all Volunteer Pension Fund members to request consent for the District to purchase individual annuities for members and end District administration of the fund. The Board asked if Chief Berino would be willing to endorse this action. Chief Berino said this is a good idea as it would help with the future consolidation of the fire departments.

Rob Martin, Public Works Director, reported that he is cautiously optimistic about working with Tetra Tech and a new Project Manager on several capital projects in 2019. A CEU recalculation letter will be sent next week to all Copper Mountain Water and Sanitation customers. Most customers will not see any changes in their CEU but some will see significant adjustments. The Board suggested Mr. Martin reach out to Copper Resort about changes in their CEU calculations. A new Tier 3 Water Rate is being looked at as a possibility to help red flag water consumption issues. The Board is in favor of this idea. The state inspection of the Wastewater Facilities went well. There are a few minor issues with flow and sampling that will be addressed within the next 30 days. Mr. Martin is still waiting for engineered water use figures for the Chapel Lot hotel so that tap fees can be determined.

Mr. Hookanson reported that instructions for reporting cable or internet problems have been posted on the Copper HOA's website. TV8 is now available on channels 27 and 27.1.

Ms. Stabile reported the official election results for Measure 6C were 421 votes for and 220 votes against. Voter participation was 60% which is significantly higher than past years.

Other Business

Director Steele thanked CMCMD and SFE staff for their work on Measures 6A and 6C.

Adjournment

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

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

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Director Malmgren adjourned the Regular Meeting of the Copper Mountain Consolidated Metropolitan District Board of Directors the 30th day of November 2018, at 9:47 a.m.

Respectfully Submitted,

BY: *Thomas J. Malmgren*

Thomas J. Malmgren
President of the District

ATTEST: *David Steele*

David Steele
Secretary of the District