

**RECORD OF PROCEEDINGS**

**REGULAR MEETING  
April 16, 2014**

Mayor Vierheller called the regular meeting of the Board of Trustees of the Town of Lake City to order at 7:00pm, in the Coursey Annex. Those Trustees present were: Michael Murphy, Richard Moore, Steve Ryals, Judson Hollingsworth and Scott Tate. Trustee Robert Hudgeons was excused absent.

Also present were: Leslie Klusmire, Town Manager; Cindy Nelson, Town Clerk/Treasurer; Jodi Linsey, Public Works Director; Ben Hake, Recreation Director; Ron Bruce, Hinsdale County Sheriff; Sandy Hines, Silver World Publishing; Roger vonRiesen, Cinda Rabon, Floyd Keeble, Dennis Cavit, Cindy Dozier, Paul Hudgeons, Susan Thompson, Paula Davis, Henry Woods, Steve Dozier, Cheryl Tate, Elaine Gray, Matt Ingram and Schuyler Denham.

**BILLS PAYABLE**

Trustee Murphy moved, Trustee Ryals seconded to approve the bills payable as circulated.

VOTE: Yes - Murphy, Moore, Ryals, Hollingsworth, Tate, Vierheller  
No - none  
Abstain - none

Mayor Vierheller declared the motion carried.

**CORRESPONDENCE RECEIVED** – The Board reviewed and discussed correspondence received.

**TOWN MANAGER** –Town Manager Leslie Klusmire reported that she and Public Works Director Jodi Linsey will be having an informational meeting with CDPHE on Friday, April 18<sup>th</sup> regarding water quality issues. She asked the Board to add three agenda items: Agenda Item #5 Water Quality Compliance, Item #6 Armory, and Item #7 Public Works. The Town Manager also asked the Trustees to form a Finance Committee.

**CITIZEN COMMUNICATIONS** – None.

**ADDITIONS TO THE AGENDA** – Mayor Vierheller asked the Board to add three agenda items: #5 Water Quality Compliance, #6 Armory, and #7 Public Works.

**BOARD OF TRUSTEES** – Appointment of Town representatives; Lake San Cristobal Water Activity Enterprise, Lake City Downtown Improvement and Revitalization Team, Marketing Board, Lake City/Hinsdale County Chamber of Commerce, Personnel Committee, Region 10 and Finance Committee.

Trustee Murphy moved, Trustee Hollingsworth seconded to appoint the following people:

Roger vonRiesen and Henry Woods - Lake San Cristobal Water Activity Enterprise  
Trustee Richard Moore - Lake City Downtown Improvement and Revitalization Team  
Trustee Michael Murphy - Marketing Board  
Trustee Steve Ryals - Lake City/Hinsdale County Chamber of Commerce  
Schuyler Denham, Trustee Michael Murphy and Trustee Steve Ryals - Personnel Committee  
Trustee Judson Hollingsworth - Region 10  
Trustee Scott Tate, Trustee Robert Hudgeons and Kelly Eggenberg - Finance Committee

VOTE: Yes - Murphy, Moore, Ryals, Hollingsworth, Tate, Vierheller  
No - none  
Abstain - none

Mayor Vierheller declared the motion carried.

**BOARD OF TRUSTEES** – Discussion of whether to require Board approval of actual grant applications and/or request for proposals when either are part of an already disclosed and/or Board of Trustee approved scope of work and implementation plan disclosing intention to apply for grants for a budgeted project.

After some discussion, the Board took no action regarding grants and agreed that the Town Manager may email the Trustees any request for proposals that need their review.

**SPECIAL EVENT LIQUOR PERMIT APPLICATION** – Lake City/Hinsdale County Chamber of Commerce, 800 Gunnison Avenue, Thursday, May 22, 2014 from 5:00pm-10:00pm.

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SPECIAL EVENT LIQUOR PERMIT APPLICATION – Lake City/Hinsdale County Chamber of Commerce, 231 Silver Street, Friday, July 4, 2014 from 10:00am-7:00pm.

Trustee Tate moved, Trustee Ryals seconded to approve two SEP applications for the Lake City/Hinsdale County Chamber of Commerce, 05/22/14 and 07/04/14.

VOTE:    Yes -   Murphy, Moore, Ryals, Hollingsworth, Tate, Vierheller  
          No -   none  
          Abstain - none

Mayor Vierheller declared the motion carried.

WATER QUALITY COMPLIANCE – Preliminary Engineering Report.

Trustee Moore moved, Trustee Ryals seconded to direct the Town Manager to contract for up to \$40,000 for a Preliminary Engineering Report to address Plan B for the CDPHE water compliance measures from the budget line item “replacement of water wells”.

VOTE:    Yes -   Murphy, Moore, Ryals, Hollingsworth, Tate, Vierheller  
          No -   none  
          Abstain - none

Mayor Vierheller declared the motion carried.

ARMORY – Discuss request for proposals for construction plans.

Trustee Tate moved, Trustee Hollingsworth seconded to authorize the Town Manager to issue an RFP for Armory final design, construction and bid documents.

VOTE:    Yes -   Murphy, Moore, Ryals, Hollingsworth, Tate, Vierheller  
          No -   none  
          Abstain - none

Mayor Vierheller declared the motion carried.

PUBLIC WORKS – Engineering Services.

Trustee Moore moved, Trustee Ryals seconded to authorize the Town Manager to enter into a contract for services with JoAnn Fagan of Consolidated Consulting Services for engineering and planning work funded under an EIG Administrative Grant.

VOTE:    Yes -   Murphy, Moore, Ryals, Hollingsworth, Tate, Vierheller  
          No -   none  
          Abstain - none

Mayor Vierheller declared the motion carried.

ADJOURNMENT

There being no further business to come before the Board, Mayor Vierheller adjourned the meeting at 8:39pm, but to meet again on May 7, 2014.

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Mayor

ATTEST:

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Town Clerk/Treasurer

**RECORD OF PROCEEDINGS**

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**REGULAR MEETING  
May 7, 2014**

Mayor Vierheller called the regular meeting of the Board of Trustees of the Town of Lake City to order at 7:00pm in the Commissioners' meeting room. Those Trustees present were: Michael Murphy, Richard Moore, Steve Ryals, Judson Hollingsworth, Scott Tate and Robert Hudgeons.

Also present were: Leslie Klusmire, Town Manager; Cindy Nelson, Town Clerk/Treasurer; Greg Levine, Public Works Director; Ben Hake, Parks and Recreation Director; Sandy Hines, Silver World Publishing; Ron Bruce, Hinsdale County Sheriff; Jordan Kaminski, Hinsdale County Deputy; David Masters, Town Attorney; Jodi Linsey, Michelle Pierce, Dave Roberts, Joan Roberts, Linny Ramundo, Lynn McNitt, Cinda Rabon, Henry Woods, Scott Stalker, Mary Carlin, Larry liams, Karen Burden, Schuyler Denham, Carol Robinson, Gene Brown, Kenny Athey, Donna Waller, Alice Attaway, Karen McKlatchie, Floyd Keeble, Mary Ann Flynn, George Flynn, Matt Ingram, Brenda Wagner, Scott Creel, Cheryl Tate, Shebly Bonner, John Bonner, Erika Mallory, Troy Strayer, Mindy McClung, Sherry Booth, Jason Booth, Karen Roose, Becky Vickers, Mabree McClung, Dan Murphy, Marian Hollingsworth, Diane Bruce, Dennis Cavit, Russ Brown, Denis Cox, Roger vonRiesen, Susan Thompson, Nancy Chambers, R.E. Hall, April Athey, Dan Scroggins, Richard Hurd, B.L. Blodgett, Joe Marshall and Chris Cali.

MINUTES OF PREVIOUS MEETINGS – None.

BILLS PAYABLE

Trustee Hudgeons moved, Trustee Ryals seconded to approve the bills payable as circulated.

VOTE:     Yes - Murphy, Moore, Ryals, Tate, Hudgeons, Vierheller  
          No - none  
          Abstain - Hollingsworth, #33, Blue Spruce Building Materials.

Mayor Vierheller declared the motion carried.

LSC WATER ACTIVITY ENTERPRISE - Roger vonRiesen reported that the gates at Lake San Cristobal are wide open and the reservoir will be filled after the peak run off occurs. The gates are operational and the readings are accessible from Gunnison. The webcam has yet to be repaired but the USGS Gage is functioning and the currently lake flow is 193 cubic feet per second. The next meeting will be May 13<sup>th</sup>.

GUNNISON BASIN ROUND TABLE – Chairperson Michelle Pierce thanked the Board for allowing the Gunnison Basin to present to them at the joint session with the Board of County Commissioners last month. The Roundtable met in Montrose on Monday, May 5<sup>th</sup> where they approved three grant applications; Upper Ohio Creek Flow Restoration Project for \$6,000, the McCormick Ditch Reconstruction Project for \$130,046 and the West Reservoir Ditch Company for \$225,000. The Annual Gunnison State of the River Meeting will be held in combination with the regular Roundtable meeting on June 2<sup>nd</sup> at 5:00om at the Holiday Inn Express in Montrose.

COMMUNITY RECREATION COMMITTEE – Trustee Murphy reported that the last CRC meeting was based entirely on looking for funding for the maintenance and operation of the facilities. The next meeting will take place on May 13<sup>th</sup>.

CHAMBER OF COMMERCE – Floyd Keeble reported that the next meeting will be May 8<sup>th</sup> where they will discuss the Tourism Rally and upcoming events such as the Visitor Center Open House, the Lodging Tour, the Ducky Derby, 4<sup>th</sup> of July and the Hunter's Ball.

MARKETING BOARD – The Marketing Board met on April 10<sup>th</sup>. They intend to travel to Creede on May 12<sup>th</sup> to discuss possible REACT Grants to help market the Silver Thread Scenic Byway.

DOWNTOWN IMPROVEMENT & REVITALIZATION TEAM – Marion Hollingsworth reported that the Senior Youth Corps began work on May 5<sup>th</sup>, the Junior Youth Corp will start at the end of June and there will be a new group this year called the Seed Corps. The Ice Cream Social for them will be at the Town park in July. The Social Media Workshop has been scheduled for May 29<sup>th</sup>. The Community Clean-Up Day is May 18<sup>th</sup> from 1:00pm-4:00pm. It is the last call for sponsorships for the September 20<sup>th</sup> Wine & Music Festival.

REGION 10 – None.

MAYOR – Mayor Vierheller invited everyone to come out and celebrate Arbor Day on May 24<sup>th</sup> at 10:00am in the Town Park. The Health Fair will be May 17<sup>th</sup> at the Lake City Area Medical Center. He would like everyone to be aware of their water usage. The Town has implemented new metered billing.

TOWN MANAGER – None.

BUILDING OFFICIAL – None.

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HISTORIC PRESERVATION – Historic Preservation Officer vonRiesen reported that he approved one project on May 6<sup>th</sup>; Randi O'Neal, 301 N. Gunnison Avenue, Fence.

RECREATION DIRECTOR – The Board did not receive a copy of the monthly report submitted by Recreation Director Ben Hake.

TREASURER – The Board read financial reports submitted by Town Manager Klusmire.

PUBLIC WORKS DIRECTOR - The Board read the monthly report submitted by Public Works Director Greg Levine.

SHERIFF – The Board read the monthly report submitted by Hinsdale County Sheriff Ron Bruce.

TRUSTEE REPORTS – Trustee Hudgeons reported that the river rock road base is not as stable as the granite because of the smaller fragments and it doesn't bind as nicely which results in the quicker development of potholes and corrugation. He suggests that the granite be used on the Henson Street test strip and that dust suppressant be applied to last year's test strip on Bluff Street.

CORRESPONDENCE RECEIVED – The Board reviewed correspondence received from citizens.

CITIZEN COMMUNICATIONS – Cinda Rabon and Linny Ramundo read aloud letters they wrote to the Board of Trustees stating their concerns regarding the terminations of Public Works Director Jodi Linsey and Town Clerk/Treasurer Cindy Nelson.

Schuyler Denham read Ordinance 1, Series 2012 Section 3.6 which states that the Town Clerk/Treasurer cannot be removed from office unless there has been a complaint from a citizen or a board member and that complaint can only result in removal if at least four members of the Board find good cause shown by the preponderance of the evidence at a public hearing, which can only be held if a majority find the complaint reasonable. He insisted that the Board follow the ordinance and seat our Clerk.

Karen Burden read aloud a petition signed by 70 citizens supporting the immediate re-instatement of Public Works Director Jodi Linsey and Town Clerk/Treasurer Cindy Nelson and the termination of new Town Manager Leslie Klusmire. Cindy Nelson thanked everyone for their support of Jodi and herself. She stated that she would like to be re-seated and continue her job as Town Clerk/Treasurer. She stated that she is very concerned about the work that is being neglected and the level of service that the citizens are no longer receiving at Town Hall. She referred to C.R.S 31-4-30 and Town Ordinance 1, Series 2012 regarding the removal of an appointed official. She asked the Trustees for direction.

April Athey asked the Town Manager to state why these terminations have occurred. Mayor Vierheller stated that the Board currently does not know why the terminations have occurred and that they cannot speak about personnel matters. Cindy Nelson stated that she would like her personnel issue to be made public. The Town Attorney had no opinion when asked. Schuyler Denham stated that under C.R.S. the employees can ask for an open session. Cindy Nelson requested that her personnel matter be in open session.

Michelle Pierce asked where the Board got the interpretation that the Town Clerk/Treasurer is split into two jobs, one as employee and one as appointed official. Town Attorney David Masters stated that it was his interpretation of the statutory town powers and duties of its officers and Ordinance 1, Series 2012. The duties and compensation must be assigned by ordinance. The positions are separate and the appointed official must either resign or be removed per statute and ordinance. It is due to the fact that the Town Clerk/Treasurer job description was never adopted by ordinance that this issue is now discovered. Trustee Moore stated that it is his understanding that Appointed Official Town Clerk/Treasurer Cindy Nelson should still be seated at the meeting table.

Karen Roose asked that the Board have a hearing at a later date so that the public would be more informed.

Brenda Wagner stated that the citizens and previous Town Managers have had no complaints against either Jodi Linsey or Cindy Nelson. The public wants to know why these terminations have occurred. Linny Ramundo asked that Jodi Linsey and Cindy Nelson's employment be reinstated while this issue is being looked at with a proper set of eyes. She asked the Board to act tonight. The Town Attorney stated that only the Town Manager could reinstate them. Cheryl Tate stated that the Town Manager works for the Board of Trustees and the public is asking them to act on this. Mayor Vierheller stated that there will be an executive session tonight. Trustee Tate clarified that the Board cannot discuss Cindy Nelson in the evening executive session because it is set only for the Town Manager tonight.

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Henry Woods asked the Board of Trustees if they have read Ordinance 1, Series 2012. He stated that it is very clear that Cindy Nelson is an appointed official and not a town employee. There is no privacy in regard to an appointed official and the public wants to know why this has happened. She cannot be removed unless certain steps are followed according to ordinance.

Linny Ramundo asked what will happen with the decision to terminate Jodi and Cindy's positions if Leslie Klusmire is terminated herself. Mayor Vierheller stated that the Board gave Town Manager the authority to hire and fire town staff and that they would be still be terminated but that they could be re-hired by a new Town Manager.

Henry Woods stated that the same procedure would apply in removing the Town Manager as an appointed official as it would to remove Cindy Nelson.

Schuyler Denham asked the Board of Trustees to seat the Clerk/Treasurer for this meeting. Clerk/Treasurer Cindy Nelson took her seat at the table and stated her concerns regarding not having access to Town Hall and needed items to do her job. Mayor Vierheller announced that everyone needs an appointment to see the Town Manager. Trustee Hudgeons said that he does not agree with having to make an appointment to speak with his one and only employee at Town Hall. Town Manager Klusmire said that there are security issues. Mayor Vierheller stated that he has no problem making an appointment with the Town Manager but that Cindy Nelson should have access at any time.

Trustee Moore asked how we differentiate between the two jobs so that Cindy can continue to complete the tasks that are separate from the employee portion of the job. Can she do some things off site? Cindy Nelson stated that she is still confused as to what tasks she is to continue doing, where she would do them and what compensation would apply. Town Attorney David Masters stated that the Board must reorganize the town structure by ordinance to create the proper position and to provide for duties and compensation. Trustee Tate asked if there is any liability for not paying her for providing her services. The Town Attorney stated that he does not know the answer to that question. Schuyler Denham reminded the Board that their approved 2014 budget shows a line item for Town/Clerk Treasurer salary and that it was done by ordinance.

Cindy Nelson stated that she loves her job, loves Lake City and she is trying to retire here and that in order to do so, she will need to earn a living. Trustee Tate stated to the Board that Cindy either needs to get paid or removed from office otherwise the Town could be held liable.

Sandy Hines asked about the Treasurer duties and who is performing those duties right now. Mayor Vierheller said that it is also a two part issue.

Cindy asked that the Board clarify what the job duties and compensation are for the new position being created for her and from what location she would be performing those duties. She asked that the Board reinstate her at Town Hall so that she may continue giving the citizens the level of service that they are used to getting from her or else begin the process to remove her as their appointed official. She read aloud Ordinance 1, Series 2012, Section 3.6 outlining the procedure to remove her and any other appointed official from office.

Michelle Pierce stated that a simple solution would be to adopt an Ordinance to incorporate the Town Clerk/Treasurer job description into the appointed Town Clerk/Treasurer's position. The Town Attorney said that he thought this was a reasonable approach.

Nancy Chambers stated that there needs to be a clear chain of command.

George Flynn asked if there is a complaint filed against Cindy. Mayor Vierheller stated, "No." April Athey asked the Board if Cindy has a clear understanding of why she was fired and if she is aware if she is being compensated right now. She asked Cindy if she knew why she was in this position. Town Clerk/Treasurer Nelson stated, "Leslie thinks that I am too mentally handicapped to perform my job duties."

Linny Ramundo asked the Board what concrete steps will be taken to move forward and the timeframe for that plan. Mayor Vierheller stated that there will be an executive session tonight and that anyone can file a complaint at this point. Trustee Hudgeons stated that a special meeting will be called in a short period of time to work out how the Board will proceed from here. They will figure out a job description, supervisors, compensation including any back pay.

Becky Vickers stated that she hoped that Mayor Vierheller wasn't soliciting a complaint because she does think the firings were warranted in the first place. He was simply clarifying that is what it would take for removal for any appointed official at this point.

Dave Roberts stated that this issue is affecting the private enterprise in this town. The Title Company sent out a letter stating that they have not been able to continue with property closings because they have contacted Town Hall and can't get a response.

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Joan Roberts asked if the Board could add an executive session for tonight for Cindy Nelson. Mayor Vierheller stated that they must have 24 hours' notice first but that a special meeting will be called for Wednesday night.

Larry liams wanted to remind everyone that the process for removal of an appointed official is the same for all appointed or elected officials. A complaint can be lodged against anyone on the Board or the Town Manager as well.

ADDITIONS TO THE AGENDA – Lynn McNitt asked the Board to add a public hearing for a new liquor license application from Alpine Sun, LLC that was previously set for tonight's meeting. Mayor Vierheller asked the Board to add Agenda Item #8, New Tavern Liquor License Application, Public Hearing, Alpine Sun, LLC.

Trustee Moore moved, Trustee Ryals seconded to add the Public Hearing to the agenda.

VOTE: Yes - Murphy, Moore, Ryals, Hollingsworth, Tate, Hudgeons, Vierheller  
No - none  
Abstain - none

Mayor Vierheller declared the motion carried.

LIQUOR LICENSE – Public Hearing. Alpine Sun, LLC dba Packer Saloon and Cannibal Grill, Tavern License, 310 N. Silver Street.

Mayor Vierheller opened the Public Hearing at 9:00pm.

Karen Burden, 1358 Golden Road: "I think the application should be approved".

Cinda Rabon, 111 Silver Street: "I second that."

Mayor Vierheller asked if there were any other comments. There being none he closed the Public Hearing at 9:02pm.

Trustee Murphy moved, Trustee Moore seconded to approve the application contingent upon Town Attorney approval.

VOTE: Yes - Murphy, Moore, Ryals, Hollingsworth, Tate, Hudgeons, Vierheller  
No - none  
Abstain - none

Mayor Vierheller declared the motion carried.

BOARD OF TRUSTEES – Henry Woods was presented with a hand carved wood plaque commending him for 26 years of service and dedication to the Town of Lake City Board of Trustees.

2014 WORK PLAN – Confirm or Revise.

Trustee Hudgeons moved, Trustee Ryals seconded to confirm the 2014 Work Plan.

VOTE: Yes - Murphy, Moore, Ryals, Hollingsworth, Tate, Hudgeons, Vierheller  
No - none  
Abstain - none

Mayor Vierheller declared the motion carried.

CAPITAL IMPROVEMENT PROGRAM – Capital Improvement, Implementation and Funding Strategy.

After some discussion, the Board postponed any action until a future meeting.

PERSONNEL – Hearing Officer for Administrative Review Request.

The Board directed the Town Manager to give them more options to choose from.

BOARD OF TRUSTEE – Official Posting Place.

Trustee Hudgeons moved, Trustee Tate seconded to keep the official posting location at the north side of the Armory.

VOTE: Yes - Murphy, Moore, Ryals, Hollingsworth, Tate, Hudgeons, Vierheller  
No - none  
Abstain - none

Mayor Vierheller declared the motion carried.

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**STREET & ALLEYS** – Construction of boardwalks.

Trustee Ryals moved, Trustee Tate seconded to approve Russ Brown's request to coordinate the construction of a new boardwalk on the Town right-of-way along 3<sup>rd</sup> Street from the bank to the Armory.

VOTE:     Yes - Murphy, Moore, Ryals, Tate, Hudgeons, Vierheller  
          No - none  
          Abstain - Hollingsworth

Mayor Vierheller declared the motion carried.

**EXECUTIVE SESSION** – Pursuant to C.R.S. 24-6-402(4)(f), for discussion of personnel matters concerning the Town Manager.

Trustee Hudgeons moved, Trustee Murphy seconded to go into executive session Pursuant to C.R.S. 24-6-402(4)(f), for discussion of personnel matters concerning the Town Manager.

VOTE:     Yes - Murphy, Moore, Ryals, Hollingsworth, Tate, Hudgeons, Vierheller  
          No - none  
          Abstain - none

Mayor Vierheller declared the motion carried.

**ADJOURNMENT**

There being no further business to come before the Board, Mayor Vierheller adjourned the meeting at 11:24pm, but to meet again at a regular meeting on May 21, 2014.

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Mayor

ATTEST:

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Town Clerk/Treasurer

**RECORD OF PROCEEDINGS**

**REGULAR MEETING  
May 21, 2014**

Mayor Vierheller called the regular meeting of the Board of Trustees of the Town of Lake City to order at 7:00pm, in the Armory. Those Trustees present were: Michael Murphy, Richard Moore, Steve Ryals, Judson Hollingsworth, Scott Tate and Robert Hudgeons.

Also present were: Cindy Nelson, Town Clerk/Treasurer; Ben Hake, Recreation Director; Greg Levine, Director of Public Works; Ron Bruce, Hinsdale County Sheriff; Justin Casey, Hinsdale County Under Sheriff; Jordan Kaminski, Hinsdale County Deputy; Chris Kambish, Hinsdale County Deputy; Sandy Hines, Silver World Publishing; David Masters, Town Attorney; Roger vonRiesen, Cinda Rabon, Floyd Keeble, Dennis Cavit, Cindy Dozier, Susan Thompson, Henry Woods, Steve Dozier, Matt Ingram, Schuyler Denham, Carol Robinson, Marian Hollingsworth, Dan Wampler, Suzanne Wampler, Michelle Murphy, Dan Murphy, Marty Priest, Steve Priest, Teresa Pippin, Bernadette Hagendorf, Kristie Borchers, Henry Woods, Michelle Pierce, Larry liams, Donna Waller, Larry Waller, Jim Arnold, Midge Murphy, Tom Murphy, Karen Burden, B.L. Blodgett, Forrest Swift, Brant Cunningham, Jessica Cunningham, Steve Anderson, Genevieve Embler, Brew Embler, Karen McKlatchie, Katie Elkins, Diane Bruce, Chris Stoker, Stan Whinnery, Robert Askew, Faye Askew, Irene Pate, Benni Ford, Scott Stalker, Shelby Bonner, Linny Ramundo, Sterling Saladin, Andy Dozier, Dave Roberts, Jacque Wonnacott, Mike Camp, Brenda Wagner, Scott Creel, John Bonner, Don Booher, Lana Booher, Sally Scott, John Roose, Karen Roose, Joe Marshall, Lori Stewart, Bill Stewart, Mike Tuttle, Tom Moore, Wade Wandrey, Clay Cotton, Alan Moore, Janet Potter, Mary Nettleton, Denny Brannon, Pat Stone, Rick Underwood, Tara Hardy, Darren Hardy, Kade Stewart, Allison Stewart, Marsha Connell, Debbie McKinney, LaVerne McGee, Nancy Chambers, Kenny Athey, April Athey, Echo Wuest, Mindy McClung, Maddie McClung, Mark McClung, Keith Chambers and Christian Hartman.

**BILLS PAYABLE**

Trustee Hudgeons moved, Trustee Hollingsworth seconded to approve the bills payable as circulated.

VOTE: Yes - Murphy, Moore, Ryals, Hollingsworth, Tate, Hudgeons, Vierheller  
No - none  
Abstain - none

Mayor Vierheller declared the motion carried.

**TRUSTEE REPORTS** – Trustee Moore thanked everyone for supporting the hardworking local track team, who succeeded in bringing home several medals from the Colorado State Track Meet.

**CORRESPONDENCE RECEIVED** – The Board reviewed and discussed correspondence received.

**CITIZEN COMMUNICATIONS** – Henry Woods thanked the Trustees for conducting the meeting in the historic Armory building and encouraged them to continue to do so. He took offense to a letter from Town Manager Leslie Klusmire which indicates that the Town had not been transparent in the past and is undergoing a culture change. He urged the Trustees to remember that Lake City has always been one big family and to not allow the “culture change” to effect that aspect of living here.

**ADDITIONS TO THE AGENDA** – Trustee Hudgeons asked the Board to rearrange the order of the agenda; Item 1 shall be postponed until the next meeting, Items 9 and 10 shall become Items 1 and 2. Item 2 shall become Item 9.

**TOWN CLERK/TREASURER** – Options for redefining the statutory offices of Town Clerk and Town Treasurer.

Trustee Hudgeons moved, Trustee Tate seconded to approve Option C provided by the Town Attorney.

VOTE: Yes - Tate, Hudgeons, Vierheller  
No - Murphy, Moore, Ryals, Hollingsworth  
Abstain - none

Mayor Vierheller declared the motion failed.

**TOWN CLERK/TREASURER** – Compensation.

Trustee Hudgeons moved, Trustee Tate seconded to pay Cindy Nelson, Assistant to the Board of Trustees, an hourly rate of \$30.00, not to exceed 20 hours per month to attend meetings and prepare minutes.

VOTE: Yes - Murphy, Moore, Ryals, Hollingsworth, Tate, Hudgeons, Vierheller  
No - none  
Abstain - none

Mayor Vierheller declared the motion carried.



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TOWN MANAGER – Preference for format for six month review of Town Manager.

This item was postponed until the next meeting.

STREETS AND ALLEYS – Lake City/Hinsdale County Chamber of Commerce, Off Highway Vehicle Special Use Permit, August 30<sup>th</sup> and 31<sup>st</sup>.

Trustee Murphy moved, Trustee Moore seconded to approve the OHV Special Use Permit for Labor Day Weekend 2014.

VOTE:    Yes -    Murphy, Moore, Ryals, Hollingsworth, Tate, Hudgeons, Vierheller  
             No -    none  
             Abstain - none

Mayor Vierheller declared the motion carried.

STREETS AND ALLEYS – Hinsdale County road work arrangement.

This item was postponed until the next meeting.

PERSONNEL – Selection of a Hearing Officer.

Trustee Tate moved, Trustee Ryals seconded to appoint James Delman of Conerly & Callahan, LLC as Administrative Review Hearing Officer for the non-voluntary terminations of Jodi Linsey, Public Works Director and Cindy Nelson, Town Clerk/Treasurer.

VOTE:    Yes -    Murphy, Moore, Ryals, Hollingsworth, Tate, Hudgeons, Vierheller  
             No -    none  
             Abstain - none

Mayor Vierheller declared the motion carried.

LIQUOR LICENSE RENEWAL - Restless Spirits.

Due to a lack of needed information, this item has been postponed.

LIQUOR LICENSE RENEWAL - Lake City Café.

Due to a lack of needed information, this item has been postponed.

PERSONNEL – Discussion and possible action to terminate the contract with Town Manager Leslie Klusmire.

After much discussion, Mayor Vierheller stated that he and the Trustees will continue to work their way through this issue.

ADJOURNMENT

There being no further business to come before the Board, Mayor Vierheller adjourned the meeting at 10:05pm, but to meet again on June 4, 2014.

\_\_\_\_\_  
Mayor

ATTEST:

\_\_\_\_\_  
Town Clerk/Treasurer