

**TOWN OF LAKE CITY BOARD OF TRUSTEES
LAKE CITY, HINSDALE COUNTY, COLORADO**

**January 21, 2015
Meeting Minutes**

EXECUTIVE SESSION

An Executive Session of the Board of Trustees of the Town of Lake City was opened by Mayor Vierheller at 5:30 p.m., in the Coursey Annex, 311 N. Henson St., Lake City, Colorado.

1. Executive session for a conference with legal counsel, pursuant to C.R.S. § 24-6-402(4)(b), for the purpose of receiving legal advice on specific questions pertaining to the TABOR requirements for the SRLF loan funds. (Sally Tasker, Butler Snow, LLP)

The Executive Session of the Board of Trustees was closed by Mayor Vierheller at 5:55 p.m.

WORKSHOP

A workshop of the Board of Trustees of the Town of Lake City was opened by Mayor Vierheller at 6:00 p.m., in the Coursey Annex, 311 N. Henson St., Lake City, Colorado.

I. Agenda Items

1. Presentation on Lake Fork Valley Conservancy river project. (Camille Richard, Lake Fork Valley Conservancy)
2. Discussion on Water and Sewer rates. (Town Manager)**

The workshop of the Board of Trustees was closed by Mayor Vierheller at 7:00 p.m.

REGULAR MEETING

I. Call to Order

The regular meeting of the Board of Trustees of the Town of Lake City was called to order by Mayor Vierheller at 7:00 p.m., in the Coursey Annex, 311 N. Henson St., Lake City, Colorado.

II. Roll Call

Present: Mayor Vierheller, and Trustees Hudgeons, Murphy, Ryals, Hollingsworth, Moore, and Brown.

Absent: None

A quorum was present.

Town Staff also present: Town Manager Klusmire; Town Clerk Bendinelli; and Town Public Works Director Levine.

Others present: Bill Hagendorf, Marian Hollingsworth, Marty Priest, Roger von Riesen, Sandy Hines, Bernie Krystyniak, Henry Woods, Ron Bruce, Duane Thomas, Kristine Borchers, and Fred Stapleton.

III. Oath of Office

Duane Thomas took the Oath of Office as Appointed Town Treasurer, as sworn in by Town Clerk Bendinelli.

IV. Consideration of Minutes of Previous Meeting

1. Trustee Murphy moved, and Trustee Hollingsworth seconded, to approve the minutes of the regular Board of Trustees meeting of January 7, 2015.

Vote Results:

Yes – Vierheller, Hudgeons, Murphy, Hollingsworth, Moore, and Brown.

No – None

Abstain – Trustee Ryals due to absence

Motion carried.

IV. Consideration of Bills Payable for January 21, 2015

1. Trustee Hudgeons moved, Trustee Moore seconded, to approve the bills payable for January 21, 2015, in the amount of \$42,058.81.

Vote Results:

Yes – Vierheller, Hudgeons, Murphy, Ryals, Hollingsworth, Moore, and Brown.

No – None

Abstain – None

Motion carried.

V. Committee Reports

1. Lake San Cristobal Water Activity Enterprise: Roger von Riesen reported that all equipment was working properly, the lake was currently staying full, and that there will be a meeting on February 3, 2015, at 3:00 pm in the Coursey Annex to look for potential new web cam locations at the lake.

2. Gunnison Basin Roundtable: Michelle Pierce absent; no report given.
3. Community Recreation Committee: Kristine Borchers reported on the committee receiving a planning grant to move forward on a Master Recreation Plan, to be reviewed by the Board of Trustees.
4. Lake City/Hinsdale County Chamber of Commerce: Chamber Board member Steve Ryals reported on the International Sportsman Exposition, held in Denver last week, where Angela Hollingsworth and he hosted a booth. He stated it was a very successful show that included 50% more public contacts than last year.
5. Lake City/Hinsdale County Marketing Board: No meeting; no report given.
6. DIRT: Kristine Borchers reported on new DIRT Board Members, and that their annual report is being written, showing 1,884 volunteer hours in 2014.
7. Region 10: No meeting; no report given.

VI. Town Manager's Update and December Financial Report

1. Town Manager Klusmire reported on:
 - A quarterly joint meeting with the Town of Lake City Board of Trustees and the Hinsdale County Commissioners on January 28, 2015, at noon in the Coursey Annex, and requested any additional agenda items from the Board.
 - The possibility of acquiring already completed aerial mapping information from the Lake Fork River Valley Conservancy for the Town's water line replacement project.
 - The Town working with DIRT and the business community to schedule and coordinate the water line replacement work to not interfere with summer 2015 special events.
 - CDPHE (Colorado Department of Public Health and Environment) is changing loan application requirements to have 100% of project engineering completed before applying for loans. This may delay the water treatment project and lengthen the time that the Town is required by the State to chlorinate Town water. The first State water compliance notice will be mailed to customers by the end of April 2015.
 - Working with Caselle customer support on our utility and accounting software in order to accurately update water and sewer accounts; they will provide a cost estimate for their work on this and on updating the 2015 budget accounts.
 - Requesting a Special Meeting on January 28, 2015, at 6:00 pm, with all involved Armory project parties to discuss a possible final decision on the Armory budget.

VII. Town Trustee Reports

1. Trustee Hollingsworth thanked volunteers Debbi McKinney, Mary Nettleton, and Marty Priest for their valuable help in processing the mailing of 4th quarter Water and Sewer bills.
2. Trustee Hudgeons requested Board Meeting packets to be available earlier with plenty of time for review by the Board before meetings.
3. Mayor Vierheller reported that Lake City has a State Champion Narrow Leaf Cottonwood tree on 7th and Gunnison, which will be celebrated on Arbor Day in May 2015. He also stated that Roger von Riesen and he would be attending the Colorado Preservation, Inc. "Saving Places" conference in Denver February 4-7, 2015.

VIII. Communications Received

The Board of Trustees reviewed all correspondence received.

IX. Recognition of Unscheduled Public Comment

1. No unscheduled public comment was given.

X. Additions to Agenda

1. No additions to the agenda.

XI. Agenda Items

1. Certification of the Town of Lake City 2015 Budget for the State of Colorado. (Town Manager)

Town Manager Klusmire reported that the Town will be submitting an application to the State of Colorado for the Government Finance Officers Association's Distinguished Budget Award using the currently approved and formatted 2015 budget.

2. Approval of MOU for participation in the Colorado Department of Local Affairs' Main Street Program. Action: Motion to approve or deny the MOU for participation in the Colorado Department of Local Affairs' Main Street Program. (Kristine Borchers, DIRT)

Trustee Murphy moved, Trustee Brown seconded, to approve the MOU for participation in the Colorado Department of Local Affairs' Main Street Program.

Vote Results:

Yes – Vierheller, Hudgeons, Murphy, Ryals, Hollingsworth, Moore, and Brown.

No – None

Abstain – None

Motion carried.

3. Discussion on a possible sprinkler system for the Armory. Possible Action. (BOT)

The Board agreed to post pone and move this agenda item to the special meeting on January 28, 2015, at 6:00 pm at Coursey Annex.

4. Discussion and possible adoption of Water and Sewer rates. Possible Action. (Trustee Murphy)

Trustee Hudgeons moved, Trustee Murphy moved, to authorize the Town Attorney to draft an Ordinance thereof to raise the Town of Lake City Water and Sewer rates to the following:

- Increase the Base Rate for water to \$120 per quarter
- Decrease the water use threshold amount to 20,000 gallons per quarter
- Increase the water excess charges to \$3.00 for 19,999 – 26,000 gallons per quarter
- Increase the water excess charges to \$4.25 for 26,999 – 34,999 gallons per quarter
- Increase the water excess charges to \$5.50 for over 35,000 gallons per quarter
- Increase the Non-Single Family Residence Sewer excess usage charge to \$4.25

Vote Results:

Yes – Vierheller, Hudgeons, Murphy, Ryals, Hollingsworth, Moore, and Brown.

No – None

Abstain – None

Motion carried.

5. Discussion and action on Ordinance 2015-02, authorizing the conveyance of real estate to the Lake Fork Health Services District. Action: Motion to approve, deny, or revise ordinance authorizing conveyance of real estate to Lake Fork Health Services District. (Town Manager)

Trustee Hollingsworth moved, Trustee Ryals seconded, to approve Ordinance 2015-02, authorizing the conveyance of real estate to the Lake Fork Health Services District.

Vote Results:

Yes – Vierheller, Hudgeons, Murphy, Ryals, Hollingsworth, Moore, and Brown.

No – None

Abstain – None

Motion carried.

6. Liquor License Transfer to New Owner: Transfer Liquor License # 4261550000 from Mean Jean's, LLC (Tami Mullen) to Chillin', Inc. (Shari Jo Heaton); Address: 205 N. Gunnison Ave., Lake City, CO; Type of License: Tavern-Malt, Vinous & Spirituous; License expiration date: August 26, 2015; No Violations. (BOT)

Trustee Ryals moved, Trustee Hollingsworth seconded, to approve the Transfer Liquor License # 4261550000 from Mean Jean's, LLC (Tami Mullen) to Chillin', Inc. (Shari Jo Heaton); Address: 205 N. Gunnison Ave., Lake City, CO; Type of License: Tavern-Malt, Vinous & Spirituous; License expiration date: August 26, 2015; No Violations.

Vote Results:

Yes – Vierheller, Hudgeons, Murphy, Ryals, Hollingsworth, Moore, and Brown.

No – None

Abstain – None

Motion carried.

7. Approval of request for a budget amendment to allow for aerial mapping to prepare for water line replacement engineering. Action: Approve or no action. (Town Manager)

Trustee Moore moved, Trustee Murphy seconded, to approve the request for a budget amendment to allow for aerial mapping to prepare for water line replacement engineering.

Vote Results:

Yes – Vierheller, Hudgeons, Murphy, Ryals, Hollingsworth, Moore, and Brown.

No – None

Abstain – None

Motion carried.

XII. Adjournment

MAYOR VIERHELLER MOVED TO ADJOURN. The meeting adjourned at 8:55p p.m.

Robert H. Halyan

Mayor *Pro Tem*

ATTEST:

Abendine

Town Clerk