The regular meeting of the Board of Directors of the Loveland Rural Fire Protection District was held at Station No. 1 on Wednesday, June 3rd, 2015 at 5:30 p.m.

The following members were present: Dave Legits, Mike McKenna, Leroy Anderson and Jeff Swanty.

Also present were:

- Greg White, Secretary, Loveland Rural Fire Protection District
- Mark Miller, Loveland Fire and Rescue Department
- Ned Sparks, Loveland Fire and Rescue Department
- Greg Ward, Loveland Fire and Rescue Department
- Bill Lundquist, Big Thompson Canyon Volunteer Fire Department
- Bob Boggio, Rural Citizen

President Legits called the meeting to order.

The minutes of the May 6th, 2015 regular meeting were presented. Upon motion by Swanty, seconded by McKenna, and unanimously carried, the minutes were approved.

White presented the May 2015 bills. Upon motion by McKenna, seconded by Swanty, and unanimously carried, the following bills were approved:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loveland Fire Rescue Authority (1)</td>
<td>$158,812.00</td>
</tr>
<tr>
<td>City of Loveland</td>
<td></td>
</tr>
<tr>
<td>Canyon Facilities (2)</td>
<td>62.76</td>
</tr>
<tr>
<td>Poudre Valley REA</td>
<td></td>
</tr>
<tr>
<td>Canyon Facilities (2)</td>
<td>30.77</td>
</tr>
<tr>
<td>Canyon Facilities (2)</td>
<td>99.04</td>
</tr>
<tr>
<td>CenturyLink</td>
<td></td>
</tr>
<tr>
<td>Canyon Facilities (2)</td>
<td>125.00</td>
</tr>
<tr>
<td>CenturyLink</td>
<td></td>
</tr>
<tr>
<td>Canyon Facilities (2)</td>
<td>400.00</td>
</tr>
<tr>
<td>Haynie &amp; Company</td>
<td></td>
</tr>
<tr>
<td>Bookkeeping (8c)</td>
<td>350.00</td>
</tr>
<tr>
<td>Gregory A. White</td>
<td></td>
</tr>
<tr>
<td>Legal Fees (12a)</td>
<td>1,450.00</td>
</tr>
<tr>
<td>Gregory A. White</td>
<td></td>
</tr>
<tr>
<td>Administrative Fee (12b)</td>
<td>1,000.00</td>
</tr>
<tr>
<td>Board Secretary Fee (8a)</td>
<td>320.00</td>
</tr>
<tr>
<td>Dave Legits</td>
<td></td>
</tr>
<tr>
<td>Board Meetings (8b)</td>
<td>100.00</td>
</tr>
<tr>
<td>Mike McKenna</td>
<td></td>
</tr>
<tr>
<td>Board Meetings (8b)</td>
<td>100.00</td>
</tr>
<tr>
<td>Barry Gustafson</td>
<td></td>
</tr>
<tr>
<td>Board Meetings (8b)</td>
<td>100.00</td>
</tr>
<tr>
<td>Leroy Anderson</td>
<td></td>
</tr>
<tr>
<td>Board Meetings (8b)</td>
<td>100.00</td>
</tr>
<tr>
<td>Jeff Swanty</td>
<td></td>
</tr>
<tr>
<td>Board Meetings (8b)</td>
<td>100.00</td>
</tr>
</tbody>
</table>

**TOTAL**                                                            **$ 163,118.80**
White presented the financial report. He noted that there were no substantial deviations from budgeted amounts in the report. White reviewed the February through May 2015 property tax revenues to the 2014 revenues. He noted that the February 2015 property tax revenues were $70,000 less than in 2014. The Board had requested that White review property tax revenues for more than a one month period to determine whether there were any concerns about the 2015 property tax revenues. White reported that for February through May, the 2015 revenues were $37,000 greater than 2014.

Chief Miller presented the Chief’s Report. He noted that the May Monthly Report had been sent to the Board and asked if there were any questions.

Miller and White reported on a meeting with Berthoud Fire Protection District, represented by Chief Charles and Attorney Lyons. During that meeting, the possibility of the Berthoud District and the Rural District entering into a Cost Sharing Agreement addressing exclusions of properties located south of the Campion Road from the Rural District and into the Berthoud District following annexation into the Town of Berthoud was discussed. The Town of Berthoud and the Berthoud Fire District have an Intergovernmental Agreement which provides that the Berthoud Fire District shall be responsible for fire and emergency services within the Town of Berthoud. White was provided a recent Colorado Supreme Court case by Mr. Lyons, which held that this type of arrangement where a municipality contracts with a special district for fire service consists of the municipality providing fire and emergency services. This is crucial with regard to the ability of the Rural District to refuse to exclude the Heron Pointe property, or any other Rural District property annexed into the Town of Berthoud.

After discussion, it was the consensus of the Board that White and Miller inform the Berthoud Fire District that the Rural Board would possibly consider a cost sharing arrangement. The Rural Board emphasized that the Board would need more information on the amount of property tax revenue anticipated from Heron Pointe.

The Board also discussed the current request from the Chief of the Front Range Fire Authority (Johnstown-Milliken Fire Districts) to discuss possible exclusion of the 2534 area in the Rural District inclusion into the Johnstown Fire Protection District. White stated that the factual situation concerning this matter was substantially different than that with regard to the Heron Pointe property. It was the consensus of the Board that the Board strongly opposes any attempt by Johnstown Fire Protection District to seek exclusion of property from 2534 and also is not interested in discussing any revenue sharing agreement for property with the Johnstown Fire Protection District for revenues from 2534, as the Rural District and now the Fire Authority have been providing fire and emergency services to this area and been responsible for all operational costs since 1950.

Miller reported on the May 26, 2015 Loveland City Council Study Session. The Fire Department briefed the Council on the maturation process for the Fire Authority particularly with regard to the transfer of all Fire Department employees to the Fire Authority. Miller reported that the six council members present at the Study Session were in favor of moving forward with the transfer of all Fire Department employees to the Fire Authority, and to also move forward on the transfer of apparatus, equipment and stations to the Fire Authority. Miller thanked Director Swanty for his remarks at the Study Session.

Miller presented the City’s 10-Year Capital Replacement Plan. The Replacement Plan shows two new pieces of apparatus will be purchased in 2016-2017. The City’s excess TABOR revenue will be used for these purchases. Miller pointed out that Station No. 10 is included in the Plan for construction in 2018. In the Plan, it is assumed that capital costs of the Station will be split equally between the Rural District and the City. Miller and the Board reviewed the possible location of Station No. 10, the five mile response area of proposed Station No. 10, the benefits of Station No. 10 to the City due to the ability to backfill other stations during alarm incidents, and other advantages to locating a fire station in this area of the Fire Authority Service Area. Miller emphasized
that although the document shows the Rural District and the City would equally split the
cost of Station No. 10, this has not been negotiated between the parties. Expenses for
upgrading of the Training Area also included in the Plan are to be funded from CEFs
and TABOR excess revenues by the City. This will go to the Council in the near future.

Miller reported that the contract for the sale of the property located on Rossum Drive
and Highway 34 has been approved by the City Council. Closing of the contract is
contingent upon rezoning the property. There is considerable opposition in the
neighborhood for rezoning the property for the intended use of multi-family housing.

Due to the fact that Public Safety Administrator Wheeler was attending a conference
out of state, there was no Public Safety Administrator Report.

Chief Sparks gave the Community Safety Division Report. The Division is currently
working to permit fireworks. Firework stands will be operational from June 15 through
the July 4th holiday.

Sparks noted that development reviews continue to increase. The Division is currently
reviewing Department job duties and staffing to address this issue of the increase of
development applications. The new staffing model will impact public education and
include some permit inspection from the Operations Division.

Chief Ward presented the Operation Division Report. He reported on several traffic
accidents that involved extrication. On May 20, 2015, the driver of a car suffered a
medical emergency and exited Highway 34 into Lake Loveland. Numerous bystanders
were present, jumped in, and rescued the driver. The Department responded very
quickly and took over from bystanders in the resuscitation of the driver. The driver was
transported to the hospital. His current condition is unknown. The Department has
identified all but one of the bystanders and will present awards to them in the future.

Ward reported that the refurbishment of the ladder truck is going well. The new aircraft
rescue truck is nearing completion. Final inspection will be conducted in August.

The Department is beginning update its standard design of apparatus for use in 2016
and exploring contract options to lock in prices over multiple years.

Miller and Ward reported that a regional airline announced that it will be providing three
day a week service from the Loveland/Fort Collins airport to the Rockford, Illinois
airport. This will require the Department to have standby for all takeoffs and landings.

Canyon Chief Lundquist gave the Canyon Department Report. There was a small
lightning fire in the Canyon on May 26, 2015. Lightning ignited the fire in spite of the
wet conditions. By the time the Department reached the scene of the fire, it had been
extinguished by rain.

The Department continues to have calls at the same location for carbon monoxide
exposure. The Department has reported this to Larimer County.

President Legits reported that the construction on Station No. 9 is progressing with the
plumbing 99% completed. There may be need for additional assistance to start and
complete the stucco on the outside.

White noted that the 4th of July breakfast will be held at Station No. 2 between 8:00
a.m. and 11:00 a.m. and that all Board members and their families are invited to attend.

White stated that at the July 1, 2015 Board meeting that the mill levy election will be on
the Board agenda. Miller reported that FRAC is interested in being an active participant
with the Rural Board in the review of the election process.
There being no further business, the meeting was adjourned.

__________________________
Gregory A. White, Secretary/
Assistant Treasurer

ATTEST:

__________________________
President