

**MINUTES OF JOINT MEETING OF THE BOARD OF DIRECTORS  
OF THE TOWN OF CAREFREE UTILITIES COMMUNITY FACILITIES DISTRICT  
AND THE BOARD OF DIRECTORS OF THE  
CAREFREE WATER COMPANY, INC.**

**WHEN:** TUESDAY, NOVEMBER 7, 2017

**WHERE:** FCF – HOLLAND COMMUNITY CENTER, QUAIL ROOM

**TIME:** 4:30 P.M.

**Attending were:**

President Les Peterson  
Vice President John Crane

**Absent:**

Gene Orrico

**Board of Directors:**

Mike Farrar  
Michael Krahe  
Cheryl Kroyer

**Also attending:**

Greg Crossman, Manager; Meghan Orem, Controller; Michael Wright, Attorney; Kandace French, Board Secretary/Treasurer.

President Peterson opened the meeting at 4:30 p.m. and requested a silent roll call.

**AGENDA**

**ITEM #1**      **Approval of the October 3, 2017 UCFD/CWC meeting minutes.**

President Peterson announced the agenda item and asked if there were any changes or discussion.

Vice President Crane made a **motion** to approve the October 3, 2017 Minutes. There was a **second** by Director Krahe. It **carried** unanimously.

**ITEM #2**      Discussion and possible action regarding 2016-2017 Fiscal Year audit.  
*A representative from the firm of HintonBurdick, PLLC will attend telephonically.*

President Peterson announced the agenda item and introduced Greg Crossman.

Mr. Crossman introduced the Controller for the Carefree Water Company, Meghan Orem, who was also in attendance.

Mr. Crossman recognized the recent passing of Board Member Jim Van Allen.

Thereafter, Mr. Crossman provided a short presentation and Power Point regarding the 2016-2017 Fiscal Year Audit for the Utilities Community Facilities District (“UCFD”). He set forth the goals of the audit and explained that the results were positive and the Carefree Water Company and the

UCFD are in good financial condition and the Water Company was able to cover its liabilities and grow its reserves.

Mr. Crossman explained that there were only two payments left on the original bond for the purchase of the Water Company.

Mr. Crossman introduced Crimson Singleton, an auditor with HintonBurdick, who appeared telephonically. Ms. Singleton stated that Mr. Crossman explained the audit findings well. There was nothing of note and there were no unusual findings. It was considered a clean audit. She stated that the Water Company staff were very good to work with and provided everything requested.

There was discussion by Board Member Farrar and Mr. Crossman.

There was a brief discussion by the Board regarding the audit. Thereafter, President Peterson asked for a motion.

Vice President Crane made a **motion** to accept the Audit for the Fiscal Year 2016-2017 as presented. There was a **second** by Director Kroyer. It **carried** unanimously.

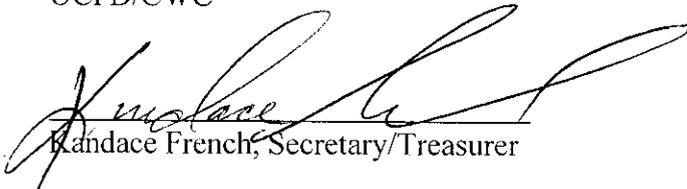
**ITEM #3     Adjournment**

President Peterson announced the agenda item and asked for a motion to adjourn.

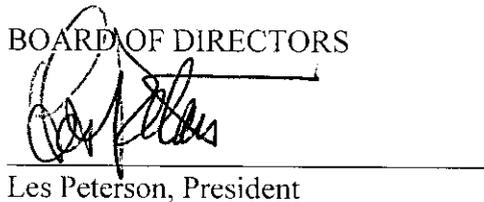
Director Farrar made a **motion** to adjourn. There was a **second** by Vice President Crane. It **carried** unanimously.

DATED this 14<sup>th</sup> day of November, 2017.

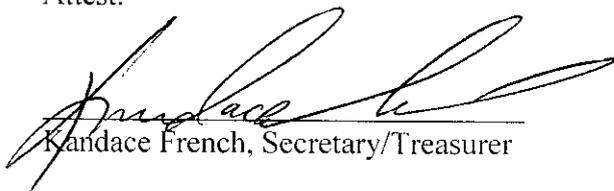
UCFD/CWC

  
Kandace French, Secretary/Treasurer

BOARD OF DIRECTORS

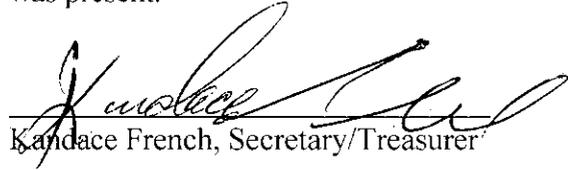
  
Les Peterson, President

Attest:

  
Kandace French, Secretary/Treasurer

## CERTIFICATION

I certify that the foregoing minutes are a true and correct copy of the minutes of the meeting of the Carefree Water Company/Utilities Community Facilities District Board of Directors held on November 7, 2017. I further certify that the meeting was duly called and held and that a quorum was present.



Kandace French, Secretary/Treasurer