

EAGLE BEND METROPOLITAN DISTRICT # 2

<http://www.eaglebendmetro.com>

Monthly Meeting

Heritage Eagle Bend Clubhouse

23155 E. Heritage Parkway, Aurora, Colorado 80016

Date: August 28, 2014

10:00 am

MINUTES

I. Call to Order

The regular meeting was called to order at 10:00 am by Director Geiger. In attendance were Directors: Coker, Geiger, Simner, Rexroat, Arellano and Board Recording Secretary Audrey Davie.

II. Declaration of Quorum/Director Qualifications/Disclosure of Conflicts

A quorum was present. It is the responsibility of each Director to disclose any matter of conflict of interest with the District to the Board prior to each meeting, and any such potential conflicts must also be filed with the Secretary of State. An annual Conflict of Interest Disclosure must also be filed with the Colorado Secretary of State.

III. Approval of Consent Items

A. Agenda for August 28, 2014

B. Check Register for August

C. Approve Minutes for July 24, 2014

D. Ratification of existing officer positions through May 2016

Director Coker made a motion to approve the following consent items: August 28, 2014 agenda, July 24, 2014 minutes, August payables with check numbers #3097-3110 and the ratification of existing officer positions. The motion was seconded by Director Arellano. The motion was unanimously approved 5-0.

IV. Public Input, self-introduction by guests

A. Statutory public comments

Comments limited to 3 minutes/speaker and limited to issues excluding Y proposal and Aurora Parkway. Sign-in sheets indicated 192 community members in attendance.

V. Unfinished Business

A. Aurora Parkway Median Update

Director Arellano gave a brief history of the District's multi-year efforts with the City of Aurora (COA) regarding the improvement of the center medians on South Aurora Parkway (SAP) west of Gartrell Road. He explained the COA had planned for a six lane arterial involving SAP from Gartrell to E-470 therefore no work to the center medians would occur until the roadway was developed.

Bill McCormack, COA Associate City Engineer, was introduced. He displayed two maps targeting the area in question. Map #1 illustrated the originally planned six lane arterial from Gartrell to the west end of Eagle Bend with an estimated construction cost of \$5M; Map #2 focused only on the roadway from SAP to Fire Station 14 with an estimated cost of \$2M. Mr. McCormack presented two options regarding the improvement of the center medians: Option 1 - install curb and gutter, upgrade soil, add mulch and seed with temporary irrigation for \$200,000; or Option 2 - install a raised median and formal landscape treatments for approximately \$2.4M. Mr. McCormack stated Option 1 might be viable if City Council or the Metro District were to offer financial assistance. Mr. McCormack then fielded questions from the public. It was clarified the COA owns the entire roadway and center medians from SAP to the HEB Quemoy entrance.

B. Report on HEBMA Project 2020 by HEBMA Officer

Bunky Lundberg, HEBMA President, introduced HEBMA Board Member Steve Hungerford, Chairman of the Vision 2020 Committee. Mr. Hungerford reported all major Vision 2020 projects are on hold because the Committee has to determine alternatives regarding their existing HEB administrative trailers. In addition, the HEBMA has decided against borrowing any monies to fund any part of the proposed project.

C. Aurora Y Update

Director Coker acknowledged the multitude of emails he received regarding the proposed Aurora Wheatlands Y. He summarized the Board's work and decisions regarding the District's finances as follows: **1.)** The Metro District lowered

C. Aurora Y Update continued

the mill levy by two mills thus lowering taxes; 2.) increased their bond ratings; 3.) eliminated an assessment (\$120 cable); 4.) paid down current debt while; 5.) saving the community \$1 M in interest in addition to 6.) increasing the Reserve Fund.

Director Coker stated should the District enter into an agreement with the Y it would not be a capital contribution for construction but simply for Eagle Bend resident memberships and leadership positions for residents and Board Members on specific Y Boards. The annually renewable cost for membership would be around \$462,000 given the current number of “rooftops” within the Eagle Bend and Heritage Eagle Bend communities.

Director Geiger opened the meeting for public comment. An overwhelming majority of the residents who spoke were not in favor of the District entering into an agreement with the Y at an annual projected rate of \$462,000. Each person stated his/her reasons for this position. EB Ridgeview HOA President, stated the proposed \$25 membership was clearly more economical to the 318 families at EB Ridgeview versus the \$85 monthly rack rate. In addition, Ridgeview does not have a clubhouse with recreational facilities like HEB. After a lengthy exchange of comments, Director Simner made a motion that the Eagle Bend Metropolitan District # 2 exclude Heritage Eagle Bend from any further study regarding the proposed YMCA placement within the Wheatlands community but continue their investigation regarding membership benefits for residents of EB Creekside and EB Ridgeview. Director Rexroat seconded the motion. The motion carried with Directors Simner, Arellano and Rexroat voting in favor of the motion and Directors Geiger and Coker abstaining. The Board agreed an investigation of such benefits would not exceed \$5000. See July 24, 2014 Minutes.

VI. Reports of Officers, Committees and Professional Consultants

A. Senior Vice President

1. Aurora Water System Tour

Director Coker’s slideshow detailed several Colorado Water Systems from Aurora to Buena Vista/Spinney Mountain Reservoir. Aurora owns rights to water in various Colorado Basins (see maps). The Prairie Waters Project recaptures river water using cleansing and purification processes to deliver 3.3 billion gallons of water per year to the City of Aurora. See handouts regarding Water Tour for more information.

B. Vice President of Water Operations

1. Monthly Report

Director Rexroat reported water usage to date is quite low, 21 million gallons less than previous years. The District hired a water consultant to investigate the possibility of drilling a third well capable of delivering up to 1 million gallons per day. Two areas have been identified as possible locations but water output has not been fully determined. See Water Monthly Report for more information

C. Vice President of Landscape Maintenance

1. Monthly Report

The landscape report as presented by Director Arellano included the following: 1.) EB Ridgeview HOA will reimburse the District \$8760.79 which is one-half of the cost-share of the plant project at the Ridgeview retention pond; 2) Bids for fence staining and landscape within EB Ridgeview are being secured; and 3.) 344 plants were installed on SAP center medians. Director Arellano has monitored the trimming of the trees and bushes on Gartrell Road to ensure a clear line of sight for drivers entering and existing this roadway.

D. Vice President of Communications

1. No information at this time.

E. Treasurer

1. No information at this time.

F. President’s Issues

Director Geiger stated the District received a subpoena via the District’s legal counsel concerning the litigation between Lennar Homes and HEBMA. Legal fees addressing the subpoena will likely cost \$2500-5000.

VII. New Business and Special Orders

A. Resolution to Early Call of 2004 District Bonds

Director Simner made the following motion, “I move the Eagle Bend Metropolitan District #2 call and retire its outstanding General Obligation Refunding Bonds, series 2004, on December 1, 2014 and instruct its Treasurer and District Accountant to take such actions necessary to effect same including transferring such funds as necessary from the General Fund to the Debt Service Fund to make such call and retirement. It is anticipated that the balance after mandatory December 1, 2014 payment will be \$1,540,000 and an early call premium of \$15,400 will be required at retirement.” The

A. Resolution to Early Call of 2004 District Bonds continued

motion was seconded by Director Arellano. The motion was unanimously approved 5-0. The early call will save the District approximately \$75,000 in interest.

VIII. Adjournment

The meeting ended at 12: 55 pm.

The next regular meeting will be held September 25, 2014