

EAGLE BEND METROPOLITAN DISTRICT # 2

<http://www.eaglebendmetro.com>

Monthly Meeting

Heritage Eagle Bend Clubhouse

23155 E. Heritage Parkway, Aurora, Colorado 80016

Date: October 23, 2014

10:00 am

MINUTES

I. Call to Order

The regular meeting was called to order at 10:05 am by Director Geiger. In attendance were Directors: Geiger, Simmer, Rexroat, Coker, 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 October 23, 2014
- B. Check Register for October
- C. Approve Minutes for September 25, 2014

Director Simmer made a motion to approve the following consent items: October 23, 2014 agenda, September 25, 2014 minutes, October payables with check numbers 3124-3142. The motion was seconded by Director Rexroat. The motion was unanimously approved 4-0 with Director Coker abstaining due to his absence at the October meeting.

IV. Public Input, self-introduction by guests

A. Statutory public comments (comments limited to 3 minutes per speaker.)

Eleven members of the public introduced themselves which included: Bunky Lundberg, HEBMA Board President as well as EB Ridgeview President, Amber Misgen. Will Schippers, HEB resident, addressed the Board and presented a letter formally requesting information and/or documents pertaining to the Aurora Family Y per the Colorado Open Records Act as well as copies of the sign-in sheets from the August, September and October Board meetings. Mr. Schippers reviewed the Board's spring election process outlining properly filed legal documents along with the Resolution drafted by Sue Blair of Community Resource Services - Greenwood Village, CO. Note: Mrs. Blair was hired by the District to conduct the spring election.

V. Unfinished Business

A. Update re: Aurora Family Y

Director Coker stated he has not engaged in any communications with Aurora Family Y personnel since the date of the last Board meeting. Director Coker explained how the Board must operate as mandated by state statutes. He explained how the Y proposal was simply at the "napkin stage" with no formal action(s) to be taken and also noted that EB Creekside and EB Ridgeview were to be included in the conversation and process. Comments from HEB residents were not in support of a Y partnership.

VI. Reports of Officers, Committees and Professional Consultants

A. Treasurer

1. Monthly Report

a. Quarterly 2014 Financial Statements – Presented by John Simmons, Board Accountant

b. Proposed 2015 Budget as prepared by Simmons & Wheeler, PC

John Simmons, Board Accountant, distributed copies of the EBMD#2 Financial Statements dated September 30, 2014. He reviewed the District's three funds: Water, General and Debt Service. Mr. Simmons reported a healthy balance in all three funds. Sources of funding for the funds were explained along with expenditures (e.g. water well maintenance \$100,000+) and revenues. The mill levy which encompasses 12 mills for operation and 37 mills for Debt Service will be expected to remain the same. It was also pointed out taxes received from the construction of the HealthONE Emergency Center increased the District's overall assessed valuation illuminating the importance of commercial property within District boundaries.

A. Treasurer

1. Monthly Report

a. Quarterly 2014 Financial Statements – Presented by John Simmons, Board Accountant

b. Proposed 2015 Budget as prepared by Simmons & Wheeler, PC continued

Director Rexroat requested additional monies for the Water Enterprise Fund and explained the request in detail. He stated the 2015 water rates are currently being discussed.

After no further discussion, Director Geiger moved to accept the EBMD#2 Financial Statements dated September 30, 2014 and the October check register as presented by John Simmons. Director Coker seconded the motion. The motion was unanimously approved 5-0. The financial statements will be posted to the District's website. Mr. Will Schippers requested a copy of the final 2015 budget.

B. Senior Vice President

1. Monthly Report

No information to report at this time.

C. Vice President of Water Operations

1. Monthly Report

Director Rexroat reported a reduction in 2014 water sales due to an unusually wet spring and summer. The north well and the East Cherry Creek Valley (ECCV) service line have been shut down for the season. The District strictly supplies water for the golf course with summer demands of 1.2 million gallons of water per day. Some water is used to maintain specific center medians and the District pays the HEBMA for such water.

D. Vice President of Landscape Maintenance

1. Monthly Report

Director Arellano's report included: **1.)** EB Creekside entrance project is complete with cost-share payment to be made this month; **2.)** EB Ridgeview address monument project will be completed within 4-6 weeks and payment has been received; **3.)** fall./winter maintenance of plant materials/trees has begun including staining of the benches and trash receptacles; and **4.)** shade sails will be removed.

Director Arellano was asked about his communication with Ward 6 Councilman Bob Broom. Mr. Broom was apprised of the communication written by Directors Geiger and Arellano to Bill McCormick, Associate City Engineer, regarding the center medians on SAP. See Minutes dated August 28, 2014 summarizing Mr. McCormick's presentation to the District.

E. Vice President of Communications

1. Newsletter & Website

Director Simner reported the fall newsletter has been mailed out and the website is current. He will continue to investigate the Statewide Internet Portal Authority (SIPA) as an alternative web host site.

F. Legal - No information to report at this time.

G. President's Issues - No information to report at this time.

VII. New Business and Special Orders

A. Resolution re: Public Budget Hearing for 2015 Proposed Budget to be held November 13, 2014 at

Heritage Eagle Bend Clubhouse at 10:10 am

Director Geiger stated, "I move that the Board of EBMD#2 schedule a public hearing for the Public Budget Hearing for 2015 Proposed Budget to be held November 13, 2014 at the Heritage Eagle Bend Clubhouse at 10:10 am". Director Arellano seconded the motion. The motion was unanimous by a vote of 5-0.

B. Cedric Buchanon, Colorado President BBVA Compass Bank re: Financing

Matthew Chorske, Senior Vice President and Manager of Municipal Finance Group; Shane Miner, Senior Vice President & Senior Portfolio Manager of Municipal Finance Group; Hadyra Stinebuck, BBVA Branch Retail Executive, and Steve Kirk, Mortgage Banking Officer were on hand to present information regarding bonds and refinancing of such. The BBVA team addressed questions concerning: credit ratings, interest rates and their experiences working with special districts. They currently work with approximately 35-40 special districts. Mr. Chorske stated, "The debt to assessed ratio for EB is very good." In 2013 the Board voted to refi bonds with BBVA which saved District constituents approximately \$1 million in interest charges.

VIII. Adjournment

The meeting ended at 12:05 p.m.

The next regular meeting will be held November 13, 2014