

Board members prior to this meeting in accordance with Statute. It was noted by the Board that disclosures of potential conflicts of interest statements for all directors have been filed with the Secretary of State's office prior to this meeting and that no additional conflicts were disclosed at the meeting.

Approval of
Consent Items

- A. Agenda for June 16, 2016
- B. Minutes for May 17, 2016 Working Session and May 19, 2016 Board Meeting minutes
- C. Review and Approval of Invoices and Checks

Following discussion, upon a motion duly made by Director Gruber, seconded by Director Malone and, upon vote unanimously carried, the Board approved the Agenda, amending it to add as item E. Water Sustainability to VII. Water Operations, as item XI. Traffic Study and item XII. Business Development. The Board requested these items be on all future agendas.

Following discussion, upon a motion duly made by Director Gruber, seconded by Director Rexroat and, upon vote unanimously carried, the Board approved the minutes from the May 17, 2016 Working Session and the May 19, 2016 Board meeting as presented.

Following discussion, upon a motion duly made by Director Malone, seconded by Director Gruber and upon vote carried, the Board approved the claims as presented and requested all invoices be reviewed by Ms. Denslow before Simmons and Wheeler cuts checks and the claims are presented to ensure all invoices are correct. Director Arellano opposed the motion.

Public
Comments

Mr. Sherbert asked the Board if the changes they approved regarding invoice review and processing would slow down the time frame within which Heritage Eagle Bend receives their water invoices. Director Moore and Ms. Denslow stated it would not as it is a process change internally and will not affect the sending of invoices.

Ms. Smith thanked the Board for their hard work.

Old
Business

A. Other

None.

Financial Items

A. Draft 2015 Audit – John Simmons

Ms. Denslow stated that Mr. Simmons had cancelled his attendance at the meeting at the last minute; however he had informed her he would be at the July meeting to review the Draft 2015 Audit.

Director Moore stated that he did not feel the Board had sufficient time to review the Draft 2015 Audit as they had received it Wednesday morning with the meeting being on Thursday morning. The Board concurred and requested Mr. Simmons and the Auditor be present at the July 21, 2016 Board meeting to review the Draft 2015 Audit with the Board to ensure all questions can be answered. Ms. Denslow stated she will notify Mr. Simmons and the Auditor.

B. Conduct a Public Hearing to Consider Amending the 2016 Budget; Consider Adoption of Resolution No. 2016-11-01, Amend 2016 Budget

Upon a motion duly made by Director Gruber, seconded by Director Malone and, upon vote unanimously carried, the Board opened the Public Hearing at 10:45 a.m.

Mr. Schippers requested information as to why the 2016 Budget is being amended. Ms. Denslow stated the amendment is due to the Bond Refinance and is only to amend the Debt Service Fund Budget, not the Operations Budget.

Upon a motion duly made by Director Gruber, seconded by Director Malone and, upon vote unanimously carried, the Board closed the Public Hearing at 10:48 a.m.

Upon a motion duly made by Director Gruber, seconded by Director Malone and, upon a vote unanimously carried, the Board approved Resolution No. 2016-11-01, Amend the 2016 Budget.

Water
Operations

A. Monthly Report

Director Rexroat stated the wells have been turned off due to the high amounts of rain but are in automatic mode and will turn back on if they are needed. He reported Mr. Lehman and Pure Cycle Corporation have resigned

from working with the District, but have agreed to assist with items as needed until the District can find a replacement. Director Rexroat informed the Board he is interviewing consultants this week and next.

B. ECCV Pipeline Relocation Update

None.

C. Discuss Potential Reserve Study

There was no update on this item as it was placed on hold with the resignation of Mr. Lehman.

D. Review and Consider Approval of VCD proposal

Upon a motion duly made by Director Gruber, seconded by Director Malone and, upon a vote unanimously carried, the Board approved the proposal from Layne Christensen Company to replace and install the VFD at a cost of \$59,320.00.

Director Rexroat stated he will work with Layne Christensen Company to follow the fabrication process and installation.

E. Water Sustainability

Director Moore reported that the City of Aurora is working with the Board to schedule a meeting to discuss the possible use of non-potable water in the District due to the City having an excess supply. Director Rexroat stated the District will open to the use of non-potable water as long as the rate is reasonable, noting that Saddle Rock Ridge pays less than \$3.00 per thousand gallons.

Landscape
Maintenance

A. Monthly Report

Director Arellano reported that he met with the Manager of the Ridgeview Association, Ms. Denslow and Ms. Herman regarding the possibility of the District assisting the Association in the purchase of additional signage on the east side of their Association. He stated that the Association would present the proposal to the Board for the District's consideration.

Director Arellano stated the mulch has been installed throughout the District and plant replacement will take place in the next two weeks. He noted the Xeriscape Demonstration was held with the City of Aurora with approximately

22 attendees from across Aurora. He stated he is working with the City to possibly host a second event in July at the gardens. He thanked Heritage Eagle Bend for providing the coffee and having it ready to go when he arrived, without there being any wait.

Legal

A. Legislative Update

Mr. Lekahal introduced himself, stating he is attending in place of Ms. Kristin Bear who is unavailable. He reviewed all Legislative changes from the most recent session that could affect the District. Mr. Lekahal reviewed HB16-1005 which permits rain barrels on personal property to collect up to 110 gallons, HB 16-1011 which allows Metropolitan Districts to promote businesses moving into the District, HB 16-1012 which requires Metropolitan Districts to file Election Results, and HB 16-1188 which requires additional transparency for governmental agencies.

Additionally, Mr. Lekahal reviewed the following Senate Bills; SB 16-177 which modified the 2015 Urban Renewal Legislation and SB 16-211 which validates the May 3, 2016 and all past Metropolitan District elections after the Marin/Landmark legal case had left them in question. He stated there are many details to still be worked out after the Marin/Landmark decision but lawyers from across the state are working to clarify these as quickly as possible.

B. Other

Director Arellano reported that he and other Board members had recently attended a Board Member Training provided by the Special District Association (SDA) and requested clarification regarding the public bidding process. Mr. Lekahal stated any construction projects over \$60,000 were required to be open to public bidding, which includes a publication in the paper and preparation of a bid package, among other things.

Manager Issues

A. Discuss Status of Current Vendor Contracts

Ms. Denslow stated she is currently working with all vendors to ensure all contracts are available for the Board. She will have Board binders prepared for each Board member once the contracts are all confirmed by Legal Counsel.

B. Ratification of Approval of Felsburg Holt Ullevig Proposal for Traffic Warrant Study in the amount of \$4,430.00

Upon a motion duly made by Director Gruber, seconded by Director Malone and, upon a vote unanimously carried, the Board ratified their approval of the

proposal from Felsburg Holt Ullevig for a Traffic Warrant Study at the cost of \$4,430.00.

Traffic
Safety

A. Traffic Update

Director Moore stated that he believes it would be beneficial to the Board if there was a Traffic Safety Committee. Directors Gruber and Moore volunteered to lead this Committee. The Board approved.

Business
Development

A. Discuss New Business Development Options due to Legislative Changes

Director Gruber stated that the law changes will allow the Metropolitan District Board to become involved in promoting businesses moving into commercial spaces within the District. He noted that he would be interested in being in charge or being part of a Committee to focus on Business Development in the Community. Director Malone reported he would also be interested. The Board approved of Directors Gruber and Malone leading this Committee.

New Business

A. Other

Director Gruber informed the Board of a meeting the Creekside Homeowners Association had with Xcel Energy regarding additional towers being built. He stated the Association is working to have a bike trail added to connect the Piney Creek Trail and run south passed the Creekside Association.

Next Meeting


Confirm Quorum for the Next Regular Board Meeting to be Held Thursday, July 21, 2016 at 10:00 a.m. at the Heritage Eagle Bend Clubhouse

The Board confirmed the intent of a quorum for the next Board meeting, to be held Thursday, July 21, 2016 at 10:00 a.m. at the Heritage Eagle Bend Clubhouse.

Adjournment

Upon a motion duly made by Director Moore the Board adjourned at 12:04p.m.

Respectfully submitted,



Secretary for the Meeting