
RECORD OF PROCEEDINGS

**Minutes of the Regular Meeting
Of the Board of Directors
Edwards Metropolitan District
August 19, 2010**

The Regular Meeting of the Board of Directors of the Edwards Metropolitan District, Eagle County, Colorado, was held on August 19, 2010 at 12:00 p.m., at the Classroom of the Eagle County Health Service District Building, 1055 Edwards Village Blvd., Edwards, Eagle County, Colorado, in accordance with the applicable statutes of the State of Colorado.

Attendance The following Directors were present and acting:

- Bill Simmons
- Todd Williams
- Tracy Erickson
- Becky Bultemeier

The following Director was absent and excused:

- Terry Benedickt

Also in attendance were:

- James Collins, Esq., Collins Cockrel & Cole
- Ken Marchetti, Robertson & Marchetti, P.C.
- Cissy Olson, secretary for the meeting

**Call To
Order**

The Regular Meeting of the Board of Directors of Edwards Metropolitan District was called to order by Director Williams on August 19, 2010, at 12:09 p.m. noting a quorum was present.

**Conflicts
of Interest**

It was noted that a Disclosure of Potential Conflict of Interest Statement had been executed by Tracy Erickson, and filed with the Board and Colorado Secretary of State at least seventy-two hours prior to the meeting in accordance with statute, indicating that he is General Manager of the Homestead Homeowners Association, which is the homeowners association for a community within the District's boundaries. After Director Erickson had summarily stated for the record the fact and nature of his private interests and had further stated that the determination to participate in voting or take any other action on any contract or other matter in which he may have a private interest would be made in compliance with Section 24-18-201(1)(b)(V), C.R.S., on an ad hoc basis, the Board turned their attention to the agenda items. Director Erickson's Disclosure of Potential Conflict of Interest Statement was incorporated into the record of the meeting.

RECORD OF PROCEEDINGS

Edwards Metropolitan District August 19, 2010 Meeting Minutes

Minutes The Board reviewed the July 15, 2010 Regular Meeting minutes. By motion duly made and seconded it was unanimously

RESOLVED to approve the July 15, 2010 Regular Meeting minutes as presented

Legal Mr. Collins announced that momentum for informing the public about Amendments 60, 61, and Proposition 101 is underway. Director Bultemeier gave a brief explanation of Amendments 60 and 61 and Proposition 101, and how each piece of proposed legislation will impact future funding at the state level, as well as how it will impact the tax payers. Amendment 60 cuts school funding by more than a billion dollars a year and Amendment 61 shuts down the ability to build infrastructure including schools, roads, hospitals, college buildings, water and sewer systems, and prisons.

Proposition 101 eliminates a major funding source for road and bridge construction across the state. This proposed legislation also includes cutting the annual vehicle registration fee, which currently is based on vehicle size or weight, to an arbitrary fee of \$10. The Specific Ownership Tax on cars will be reduced to \$2 on new cars and \$1 on used cars, which will cut local revenues by \$500 million annually. The state revenue will be reduced incrementally to 3.5%, eliminating a quarter of the state's revenue from income tax during a period when the state's budget has already been impacted by the recession. The Board agreed that it is necessary to educate the public so that the voters understand the importance of how their vote will ultimately affect themselves, their communities, and their local governments.

Mr. Collins presented a memorandum he has drafted that explains the impact of Amendments 60 and 61 and Proposition 101. Mr. Collins drafted a resolution opposing the proposed legislation. After further discussion and by motion duly made and seconded it was unanimously

RESOLVED to adopt the Mr. Collins' resolution advocating voter opposition to Amendment 60, Amendment 61, and Proposition 101.

Edwards Community Authority Update

Mr. Marchetti gave a brief presentation of the Edwards Community Authority (ECA) 2011 budget noting that the five districts are planning to support the \$50,000 annual revenue assessment again in 2011 and an additional \$200,000 special assessment for landscape improvements in the new I-70 roundabouts. Other budgeted expenditures for which funding sources have not been identified are any additional signage costs associated with the new landscape project and the

RECORD OF PROCEEDINGS

Edwards Metropolitan District August 19, 2010 Meeting Minutes

legal costs associated with the formation of a new overlapping funding district. The Board and Mr. Collins discussed the overlapping district concept, if all five districts would consent to it, and if moving forward at this time is appropriate due to the slow economy. Mr. Collins suggested a sales tax increase alternative in place of forming an overlapping district which also requires voter approval.

Mr. Marchetti reviewed other budget items including the cost to facilitate re-writing the Edwards Community Master Plan during the next two years.

At 1:55 p.m. Mr. Collins left the meeting.

Financial Statements

Mr. Marchetti reviewed the District's preliminary 2011 budget noting that next year's budget will continue to include a temporary mill levy credit.

The District has \$156,000 set aside for the Edwards Spur Road landscaping project. After discussion the Board agreed to consider funding the \$50,000 roundabout landscape and signage costs however it will not be reflected in the Edwards Community Authority 2011 budget.

Mr. Marchetti stated that next year the District will have funds available for capital improvements. Director Erickson suggested that the District create a five year capital improvement plan.

Accounts Payable

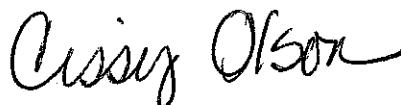
The Board reviewed the August accounts payable list and by motion duly made and seconded it was unanimously

RESOLVED to approve the August accounts payable list as presented.

Adjournment There being no further business to come before the Board, by motion duly made and seconded it was unanimously

RESOLVED to adjourn the Regular Meeting of the Edwards Metropolitan District Board of Directors this 19th day of August, 2010.

Respectfully submitted,



Secretary for the Meeting