

RECORD OF PROCEEDINGS

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS

OF THE

LLA METROPOLITAN DISTRICT NO. 2

Held: Tuesday, October 20, 2020, at 10:00 A.M. at 6211 Weld County 51, Keensburg, Colorado.

Attendance

The special meeting of the Board of Directors of the LLA Metropolitan District No. 2 was called and held, as shown, in accordance with Colorado law. The following directors confirmed their qualification to serve on the Board:

Jason Arellano
John Lupo
Jeremy Porter

Absent was Director Lucas McConnell whose absence was excused.

Also present was: Dianne Miller and Marisa Davis, Miller & Associates Law Offices, LLC; and Diane Wheeler, Simmons & Wheeler.

Call to Order

Ms. Miller noted that a quorum of the Board was present and the Directors confirmed their qualification to serve.

Disclosure Matters

Ms. Miller advised the Board that, pursuant to Colorado law, certain disclosures might be required prior to taking official action at the meeting. The Board reviewed the agenda for the meeting, following which each Board member confirmed the contents of written disclosures previously made, stating the fact and summary nature of any matters, as required under Colorado law, to permit official action to be taken at the meeting. Additionally, the Board determined that the participation of the members present was necessary to obtain a quorum or otherwise enable the Board to act.

Mr. Porter disclosed his interests as an owner of property within the District and an employment relationship with Public Service of Colorado and Xcel Energy. This disclosure is associated with items on the agenda that may affect his interests.

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Mr. Lupo disclosed his interests as an owner of property within the District and an employment relationship with Public Service of Colorado and Xcel Energy. This disclosure is associated with items on the agenda that may affect his interests.

Mr. Arellano disclosed his interests as an owner of property within the District. This disclosure is associated with items on the agenda that may affect his interests.

Written disclosures of the interests of all of the directors were filed with the Secretary of State prior to the meeting.

Election of Officers

Upon motion by Director Lupo and second by Director Porter, the Board unanimously approve the election of Director Arellano as President of the Board, Director Porter as Secretary/Treasurer of the Board and Directors Lupo and McConnell as Assistant Secretaries of the Board.

Approval of Minutes October 10, 2019

– The minutes for the October 10, 2019 meeting were reviewed by the Board. Upon motion by Director Porter and second by Director Arellano, the Board unanimously approved the minutes as presented.

Approval of Removal of David Robb and Michael Diehl as Signers for the District

Ms. Miller advised the Board that since David Robb and Michael Diehl were no longer on the Board they needed to be removed as signers for the District. Upon motion by Director Porter and second by Director Arellano, the Board unanimously approved the removal of Mr. Robb and Mr. Diehl as signers for the District.

Approval of Addition of Director Jason Arellano as Signer for the District

Ms. Miller advised the Board that a signer for the District needed to be added. Upon motion by Director Porter and second by Director Lupo, the Board unanimously approved the addition of Director Arellano as signer for the District.

Public Hearing to Consider 2020 Budget Amendment

Ms. Wheeler presented the proposed budget amendment for 2020.. Ms. Miller noted that notice of the public hearing for the budget was posted in accordance with Colorado law. Upon motion by Director Porter and second by Director Arellano, Director Porter opened the public hearing. No one providing any comments to the budget, upon motion by Director Porter and second by Director Arellano, Director Porter closed the hearing.

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- Approval of 2020 Budget Amendment Upon review and discussion of the 2020 budget amendment and upon the motion of Director Porter and second of Director Arellano, the Board unanimously approved the proposed budget amendment for 2020, and appropriated the funds therefor.
- Public Hearing to Consider 2021 Budget Ms. Wheeler presented a proposed budget for 2021. Ms. Miller noted that notice of the public hearing for the budget was posted in three locations within the boundaries of the District and otherwise published in accordance with Colorado law. Upon motion of Director Arellano and second by Director Porter, Director Porter opened the public hearing. No one providing any comments to the budget, upon motion by Director Arellano and second by Director Porter, Director Porter closed the hearing.
- Approval of 2021 Budget Ms. Wheeler advised the Board of the details of the 2021 budget. Upon review and discussion and upon the motion of Director Arellano and second by Director Porter, the Board unanimously approved the proposed budget for 2021, subject to receipt of the final assessed value of the District by the County Assessor, and appropriated the funds therefore. Pursuant to Colorado law, a mill levy of 63.000 mills will be certified for collection in 2021. The Board also authorized the execution of its budget resolution containing details of the Board action.
- Approval of 2021 Annual Administrative Resolution The directors discussed various administrative matters to be determined by the Board on an annual basis in order to comply with Colorado law. Ms. Miller presented the Board with a resolution designating officers for the District and establishing director compensation, regular meeting dates, notice provisions and other administrative matters. Upon motion of Director Porter and second by Director Arellano, the Board unanimously approved the annual administrative resolution.
- Consider Resolution Waiving Workers' Compensation Insurance for 2021 Ms. Miller presented to the Board the Resolution Waiving Workers' Compensation Insurance for 2021. Upon motion by Director Porter and second by Director Arellano, the Board unanimously approved the resolution.
- Consider 2020 Audit Exemption Resolution Ms. Miller explained the statutory requirements for filing an audit and requesting an audit exemption and noted that because the District's revenues and expenditures did not exceed \$100,000 in 2020, it may be able to request an exemption from the State Auditor. Upon review and consideration, Director Arellano moved that the resolution be approved; upon second by Director Porter, the Board unanimously approved the 2020 audit

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exemption resolution.

Discussion and Update
Regarding Status of
Development

The Board had a brief discussion regarding the current status of the development located within the boundaries of the District.

Other Business

There was no other business at this time.

Adjournment

There being no further business to come before the Board, upon motion and second, the Board unanimously adjourned the meeting.

DocuSigned by:

Jeremy Porter

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Secretary for the District