

RECORD OF PROCEEDINGS

MINUTES OF A REGULAR MEETING OF
THE BOARD OF DIRECTORS OF
HOMETOWN METROPOLITAN DISTRICT NO. 2
HELD
OCTOBER 10, 2016

A regular meeting of the Board of Directors of Hometown Metropolitan District No. 2 (referred to hereafter as "Board") was convened on Monday, October 10, 2016, at 9:00 A.M., at the West Woods Golf Club, Bar & Grill, 6655 Quaker St., Arvada, Colorado 80007. The meeting was open to the public.

ATTENDANCE

Directors In Attendance Were:

Audrey Spaen
Susan Patton

Also In Attendance Were:

Elisabeth Cortese, Esq.; McGeady Becher P.C.
Diane Wheeler; Simmons & Wheeler
John Fielder, resident (for a portion of the meeting)

ADMINISTRATIVE MATTERS

Disclosures of Potential Conflicts of Interest: The Board discussed the requirements pursuant to the Colorado Revised Statutes to disclose any potential conflicts of interest or potential breaches of fiduciary duty to the Board of Directors and to the Secretary of State. Attorney Cortese noted that a quorum was present and requested members of the Board to disclose any potential conflicts of interest with regard to any matters scheduled for discussion at this meeting, and incorporated for the record those applicable disclosures made by the Board members prior to this meeting in accordance with the statute. Director Patton noted that she also serves on the Homeowners Association Board of Directors.

Agenda: The Board reviewed the proposed Agenda for the District's regular meeting. Following discussion, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Agenda was approved as amended.

Approval of Meeting Location: The Board entered into a discussion regarding the requirements of Section 32-1-903(1), C.R.S., concerning the location of the District's Board meeting. Following discussion, and upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Board determined that because there was not a suitable or convenient location within its boundaries, to conduct this meeting, it was determined to conduct the meeting at the above-stated date, time and location. The Board noted that notice of

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this location was duly posted and that they have not received any objections to the location or any requests that the meeting place be changed by taxpaying electors within its boundaries. The Board further noted that the location of the special meeting is within a 20-mile radius of the boundaries of the District.

May 3, 2016 Regular Election: Attorney Cortese discussed the results of the May 3, 2016 regular election and noted that Director Patton was elected to a 4-year term until the second regular election on May 5, 2020.

Appointment of John Fielder and Other Qualified Individuals: The Board considered the appointment of Mr. Fielder to the Board of Directors. The appointment failed for lack of motion.

Appointment of Officers: The Board considered the appointment of Officers. Following consideration, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Board appointed Director Spaen as President and Director Patton as Secretary/Treasurer of the Board. The Board authorized Director Patton to be added to the signature card as a signatory on the District's bank account.

Minutes: The Board reviewed the minutes of the October 8, 2015 special meeting. Following discussion, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Board approved the minutes from the October 8, 2015 regular meeting.

District Insurance: The Board discussed renewal of insurance and SDA Membership for 2017, and the addition of workers' compensation coverage and a Position Schedule Bond. Following discussion, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Board approved the renewal of insurance and SDA Membership, and the addition of workers' compensation coverage and a Position Schedule Bond.

2017 Meeting Dates: The Board discussed the business to be conducted in 2017. Following discussion, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Board adopted Resolution No. 2016-10-01 Establishing 2017 Meeting Dates, Time, Location and Posting Locations. The Board scheduled a regular meeting for Monday, October 9, 2017 at 9:00 a.m. at the West Woods Golf Club, Bar & Grill, 6655 Quaker Street, Arvada, CO 80007.

PUBLIC COMMENT

None.

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FINANCIAL MATTERS

Payment of Claims: Ms. Wheeler reviewed the payment of claims through the period ending October 5, 2016. Following discussion, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote unanimously carried, the Board ratified approval of the payment of claims as presented.

Statement of Cash Position and Unaudited Financial Statements: Ms. Wheeler reviewed the unaudited financial statements for December 31, 2015 and June 20, 2016 with the Board. Following discussion, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote unanimously carried, the Board accepted the unaudited financial statements for December 31, 2015 and June 20, 2016. The Statement of Cash Position was not distributed.

2015 Audit Exemption Application: Following discussion, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote unanimously carried, the Board ratified approval of the 2015 Audit and execution of the Exemption Application.

2016 Budget Amendment Hearing: The President opened the public hearing to consider amending the 2016 Budget.

It was noted that Notice stating that the Board would consider amending the 2016 Budget and the date, time and place of the public hearing was published in a newspaper having general circulation within the District, in accordance with statutory requirements. No written objections were received prior to the public hearing.

No public comments were received and the public hearing was closed.

It was determined that a 2016 Budget amendment was not necessary.

2017 Budget Hearing: The President opened the public hearing to consider the proposed 2017 Budget and discuss related issues.

It was noted that Notice stating that the Board would consider adoption of the 2017 Budget and the date, time and place of the public hearing was published in a newspaper having general circulation within the District, in accordance with statutory requirements. No written objections were received prior to the public hearing.

No public comments were received and the public hearing was closed.

Ms. Wheeler reviewed the estimated 2016 expenditures and proposed 2017 expenditures with the Board.

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Following discussion, the Board considered the adoption of Resolution No. 2016-10-02 to Adopt the 2017 Budget and Appropriate Sums of Money and Resolution No. 2016-10-03 to Set Mill Levies at 35.000 mills (10.000 mills for the General Fund and 25.000 mills for the Debt Service Fund). Upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, Resolution Nos. 2016-10-02 and 2016-10-03 were adopted, as discussed, and execution of the Certification of Budget and Certification of Mill Levies was authorized, subject to receipt of final Certification of Assessed Valuation form the County on or before December 10, 2016. Legal Counsel was authorized to transmit the Certification of Mill Levies to the Board of County Commissioners of Jefferson County, not later than December 15, 2016. Legal Counsel was also authorized to transmit the Certification of Budget to the Division of Local Government not later than January 30, 2017.

2017 Accounting Services: The Board discussed the engagement of Simmons & Wheeler for District accounting services for 2017. Following discussion, upon motion duly make by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Board approved the engagement of Simmons & Wheeler for 2017 District accounting services and appointed them to prepare the 2018 Budget.

2016 Audit: The Board discussed and considered the appointment of L. Paul Goedecke to perform the 2016 Audit. Following discussion, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Board appointed L. Paul Goedecke to perform the 2016 Audit, for an amount not to exceed \$3,000.00.

LEGAL MATTERS

Assignment and Assumption of Operations and Maintenance Agreement with Hometown Community Association, Inc. from Westown Metropolitan District (f/k/a Hometown MD No. 1): The Board reviewed and considered the Assignment and Assumption of Operations and Maintenance Agreement with the Hometown Community Association, Inc. from Westown Metropolitan District (f/k/a Hometown MD No. 1). Following review, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Board approved the Assignment and Assumption of Operations and Maintenance Agreement with Hometown Community Association, Inc. from Westown Metropolitan District (f/k/a Hometown MD No. 1).

Petition for Inclusion of Tract J into the Boundaries of the District and Adoption of Resolution No. 2016-10-04 Resolution for Inclusion: The President opened the public hearing to consider the Petition for Inclusion of Tract J into the boundaries of the District and adoption of Resolution No. 2016-10-04, Resolution for Inclusion.

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It was noted that Notice stating that the Board would consider the Petition for Inclusion of Tract J into the boundaries of the District and the date, time and place of the public hearing was published in a newspaper having general circulation within the District, in accordance with statutory requirements. No written objections were received prior to the public hearing.

No public comments were received and the public hearing was closed.

The Board discussed the Petition for Inclusion of Tract J into the boundaries of the District and considered the adoption of Resolution No. 2016-10-04, Resolution for Inclusion. Following discussion, upon motion duly made by Director Spaen, seconded by Director Patton and, upon vote, unanimously carried, the Board adopted Resolution No. 2016-10-04, Resolution for Inclusion of Tract J into the boundaries of the District and authorized District Counsel to take all necessary actions associated therewith.

Transparency Notice Required Under Section 32-1-809, C.R.S.: Ms. Cortese informed the Board of the required transparency notice under Section 32-1-809, C.R.S. The Board directed District Counsel to post the required notice on the Special District Association website, as well as the HOA (Hometown Community Association, Inc.) website.

OTHER MATTERS


There were no other matters to come before the Board.

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ADJOURNMENT

There being no further business to come before the Board at this time, upon motion duly made, seconded and upon vote, unanimously carried the meeting was adjourned.

Respectfully submitted,

By 
Secretary for the Meeting

THESE MINUTES APPROVED AS THE OFFICIAL OCTOBER 10, 2016
MINUTES OF THE HOMETOWN METROPOLITAN DISTRICT NO. 2 BY
THE BOARD OF DIRECTORS SIGNING BELOW:


Audrey Spaen
