

RECORD OF PROCEEDINGS

MINUTES OF A SPECIAL MEETING OF
THE BOARD OF DIRECTORS OF
HOMETOWN METROPOLITAN DISTRICT NO. 2
HELD
OCTOBER 9, 2017

A special meeting of the Board of Directors of Hometown Metropolitan District No. 2 (referred to hereafter as "Board") was convened on Monday, October 9, 2017, at 9:00 A.M., at the 15397 W. 66th Drive, Unit B, Arvada, Colorado 80007. The meeting was open to the public.

ATTENDANCE

Directors In Attendance Were:
Audrey Spaen

Also In Attendance Were:
Elisabeth Cortese, Esq.; McGeady Becher P.C.
Diane Wheeler and Mark Chambers; Simmons & Wheeler, P.C.
Brooke Hutchens; D.A. Davidson & Co. (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. There were no conflicts to disclose.

Agenda: The Board reviewed the proposed Agenda for the District's special meeting. Following discussion, upon motion made by Director Spaen 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 made by Director Spaen 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 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

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the boundaries of the District.

Resignation of Susan Patton: The Board acknowledged the resignation of Susan Patton effective August 11, 2017.

Appointment of Qualified Individuals: Deferred until the end of the meeting.

Appointment of Officers: Deferred until the end of the meeting.

Minutes: The Board reviewed the minutes of the October 10, 2016 regular meeting. Following discussion, upon motion made by Director Spaen and, upon vote, unanimously carried, the Board approved the minutes from the October 10, 2016 regular meeting.

District Insurance: The Board discussed renewal of insurance and SDA Membership for 2018. Following discussion, upon motion made by Director Spaen and, upon vote, unanimously carried, the Board approved the renewal of insurance and SDA Membership.

2018 Meeting Dates: The Board discussed the business to be conducted in 2018. Following discussion, upon motion made by Director Spaen and, upon vote, unanimously carried, the Board adopted Resolution No. 2017-10-01 Establishing 2018 Meeting Dates, Time, Location and Posting Locations. The Board scheduled a regular meeting for Monday, October 8, 2018 at 9:00 a.m. at the West Woods Community Police Station, 6644 Kendrick Drive, Arvada, CO 80007.

PUBLIC COMMENT

None.

FINANCIAL MATTERS

Potential Refunding of District Debt / Engagement of D.A. Davidson & Co. (DADCO): Ms. Hutchens presented an overview of DADCO and options for a potential refunding of the District's 2010 Bonds. Following discussion, upon a motion made by Director Spaen and, upon vote, unanimously carried, the Board approved the engagement of DADCO and directed DADCO to proceed with a request for proposals for a bank loan.

Payment of Claims: Mr. Chambers reviewed the payment of claims to be ratified and approved. Following discussion, upon motion made by Director Spaen and, upon vote unanimously carried, the Board ratified and approved the payment of claims in the amount of \$16,014.12.

Statement of Cash Position and Unaudited Financial Statements: Mr. Chambers reviewed the cash position and unaudited financial statements dated June 30, 2017. Following discussion, upon motion made by Director Spaen and, upon vote unanimously carried, the Board accepted the unaudited financial statements dated

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June 30, 2017.

2016 Audit: Following discussion, upon motion made by Director Spaen and, upon vote unanimously carried, the Board ratified approval of the 2016 Audit and ratified execution of the Representations Letter.

2017 Budget Amendment Hearing: The President opened the public hearing to consider amending the 2017 Budget.

It was noted that Notice stating that the Board would consider amending 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.

It was determined that a 2017 Budget amendment was not necessary.

2018 Budget Hearing: The President opened the public hearing to consider the proposed 2018 Budget and discuss related issues.

It was noted that Notice stating that the Board would consider adoption of the 2018 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.

Mr. Chambers reviewed the estimated 2017 expenditures and proposed 2018 expenditures with the Board.

Following discussion, the Board considered the adoption of Resolution No. 2017-10-02 to Adopt the 2018 Budget and Appropriate Sums of Money and Resolution No. 2017-10-03 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 made by Director Spaen and, upon vote, unanimously carried, Resolution Nos. 2017-10-02 and 2017-10-03 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 from the County on or before December 10, 2017. 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, 2017. Legal Counsel was also authorized to transmit the Certification of Budget to the

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Division of Local Government not later than January 30, 2018.

DLG-70 Mill Levy Certification: Following discussion, upon motion made by Director Spaen and, upon vote, unanimously carried, the Board authorized the District Accountant to prepare and sign the DLG-70 mill levy certification form, for certification to the Board of County Commissioners and other interested parties.

Resolution Authorizing Gallagher Adjustment: The Board determined this resolution was not needed.

2018 Accounting Services: The Board discussed the engagement of Simmons & Wheeler, P.C. for District accounting services for 2018. Following discussion, upon motion made by Director Spaen and, upon vote, unanimously carried, the Board approved the engagement of Simmons & Wheeler, P.C. for 2018 District accounting services, appointed them to prepare the 2019 Budget and to prepare and file the 2017 Audit Exemption Application.

LEGAL MATTERS

Resolution No. 2017-10-04 Calling May 8, 2018 Election: The Board discussed the May 8, 2018 election. Following discussion, upon motion made by Director Spaen and, upon vote unanimously carried, the Board adopted Resolution No. 2017-10-04 Calling a May 8, 2018 Directors' Election which appointed Jennifer S. Henry as the Designated Election Official and authorized her to perform all tasks required for the May 8, 2018 Regular Election of the Board of Directors for the conduct of a mail ballot election.

Transparency Notice Required Under Section 32-1-809, C.R.S.: Attorney 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

Board Member Items: Director Spaen is interested in attending the 2018 SDA conference.

Administrative Matters Continued:

Appointment of Qualified Individuals: The Board discussed the vacancies on the Board. Director Spaen nominated Susan Hoskins and Larry Roggenkamp to fill two vacant seats on the Board. Following discussion and, upon motion made by Director Spaen and, upon vote, unanimously carried, the Board appointed Susan Hoskins and Larry Roggenkamp to fill two vacant seats on the Board.

Appointment of Officers: The Board considered the appointment of Officers. Following consideration, upon motion made by Director Spaen, and upon vote,

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unanimously carried, the Board appointed Director Spaen as President, Director Susan Hoskins as Secretary and Director Larry Roggenkamp as Treasurer. The Board authorized Directors Hoskins and Roggenkamp to be added to the signature card as a signatory on the District's bank account.

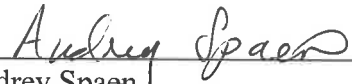
ADJOURNMENT

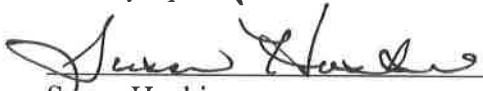
There being no further business to come before the Board at this time, upon motion duly made, seconded and upon vote, unanimously carried the meeting was adjourned.

Respectfully submitted,

By 
Secretary for the Meeting

THESE MINUTES APPROVED AS THE OFFICIAL OCTOBER 9, 2017
MINUTES OF THE HOMETOWN METROPOLITAN DISTRICT NO. 2 BY THE
BOARD OF DIRECTORS SIGNING BELOW:


Audrey Spaen


Susan Hoskins


Larry Roggenkamp