

RECORD OF PROCEEDINGS

MINUTES OF A REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
STONEGATE VILLAGE METROPOLITAN DISTRICT
HELD
December 15, 2010

A regular meeting of the Board of Directors of the Stonegate Village Metropolitan District was held on Wednesday, December 15, 2010, at the District Offices, 2 Inverness Drive East, Suite 200, Englewood, CO at 5:00 p.m.

Attendance:

In Attendance were Directors:

Dennis Jackson
Joe Maus
Chris Kannawin
Mike Sjobakken

Director Norman Shaw was present via telephone

Also in attendance were:

Mitch Chambers, Roger Mason, Ron Lambert, Scott Barnett and Niki Bussey;
Mulhern MRE, Inc.
Jim Hunsaker; Grimshaw & Haring, P.C.
John Simmons; Simmons and Wheeler, P.C.

Call to Order:

The meeting was called to order by Director Kannawin.

Disclosure of
Potential Conflicts
of Interest:

Directors Jackson, Kannawin, Maus, Sjobakken and Shaw declared that they have no conflicts of interest.

Network Security
Evaluation Proposal

One World Labs presented a proposal for a Network Security Evaluation for the District. The board will review the proposal and make a decision at a later time.

Open Space Project

Update Mr. Roger Mason gave an update about Open Space Projects throughout the District.

Review of Financial Statements Mr. Simmons reviewed the November Financials with the Board. Director Kannawin made a motion to accept the November Financials. The motion was seconded by Director Jackson and, upon vote, it was unanimously approved.

Audit Engagement Letter Mr. Simmons presented the Audit Engagement Letter for the 2010 Stonegate Village Metropolitan District Audit. Director Kannawin made a motion to accept the Audit Engagement Letter for the amount of \$6,200.00. The motion was seconded by Director Jackson and, upon vote, it was unanimously approved.

Minutes The Board reviewed the Minutes of the November 17, 2010 meeting. Upon motion made by Director Kannawin, seconded by Director Maus and, upon vote, unanimously carried, the minutes were approved as amended.

Payment of Claims After discussion, upon a motion duly made by Director Kannawin, seconded by Director Maus and, upon vote, the Board unanimously approved the November claims.

General Engineering After review and discussion, Director Maus made a motion to approve the 2011 Annual Contract for General Engineering Services with Mulhern MRE, Inc. in the amount of \$30,000.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

Irrigation Pump Station After review and discussion, Director Maus made a motion to approve Equinox to remove three pumps at the Irrigation Pump Station to inspect in the amount of \$2,800.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

Irrigation Pump Station Repair After review and discussion, Director Maus made a motion to approve Hydro Gate to replace stem connection at the IPS sluice gate at the Irrigation Pump Station for the amount of \$1,856.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

Landscaping After review and discussion, Director Maus made a motion to approve The Brickman Group, LTD to provide up to 160 hours of winter water for the trees throughout the District for the amount of \$6,600.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

Consulting Services After review and discussion, Director Maus made a motion to approve Wenk Associates, Inc. to provide on-call services related to various District open

space projects on a time and materials basis not to exceed \$15,000.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

CA-1

After review and discussion, Director Maus made a motion to approve Applied Ingenuity to replace CA-1 Level Transducer for the amount of \$1,850.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

CA-2

After review and discussion, Director Maus made a motion to approve Applied Ingenuity to remove and evaluate pumping equipment in Well CA-2 for the amount of \$7,011.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

SCADA

After review and discussion, Director Maus made a motion to ratify Browns Hill Engineering and Control to perform bi-weekly service work for the week of December 13, 2010, 2010 in the amount of \$1,000.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

Electrical Vault

After review and discussion, Director Maus made a motion to approve Arber to investigate potential impact caused by submerged electrical lines in the electrical vault for the amount of \$3,800.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

Filter #2

After review and discussion, Director Maus made a motion to approve HACH to supply a turbidimeter for Filter #2 in the AWT for the amount of \$2,300.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

Chlorine Pump

After review and discussion, Director Maus made a motion to Municipal Treatment to replace the Thermo Fisher Pump for chlorine due to failure of one of the existing pumps for the amount of \$1,720.00. Director Jackson seconded the motion and, upon vote, it was unanimously approved.

Adjournment

Upon a motion duly made and seconded, the Board voted unanimously to adjourn the meeting.

Respectfully submitted,

Secretary for the Meeting