

## RECORD OF PROCEEDINGS

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MINUTES OF A REGULAR MEETING  
OF THE BOARD OF DIRECTORS OF THE  
STONEGATE VILLAGE METROPOLITAN DISTRICT  
HELD  
February 16, 2011

A regular meeting of the Board of Directors of the Stonegate Village Metropolitan District was held on Wednesday, February 16, 2011, at the District Offices, 2 Inverness Drive East, Suite 200, Englewood, CO at 5:00 p.m.

Attendance:

In Attendance were Directors:

Dennis Jackson via telephone  
Joe Maus  
Chris Kannawin  
Norman Shaw  
Mike Sjobakken

Also in attendance were:

Mitch Chambers and Niki Bussey; Mulhern MRE, Inc.  
Jim Hunsaker; Grimshaw & Haring, P.C.  
John Simmons; Simmons and Wheeler, P.C.  
Tim Murrell, Douglas County  
Melanie Goetz, Hughes and Stuart Marketing Strategies  
Mary Melville, Stonegate Resident

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.

Community Center  
Use

A request was submitted by Debra Hockman, Stonegate Resident, to reconsider the fees charged to parties holding "for-profit" events at the Stonegate Community Center. The Board took no action on this request at this time.

Tennis Court  
Usage

Mary Melville from the Stonegate Tennis League was present to discuss tennis court usage by the tennis league. After discussion, the tennis court usage by the Stonegate Tennis League was approved for the 2011 season.

Water Conservation  
Plan

Mr. Murrell presented the Water Conservation Plan to the Board for approval. After review and discussion, Director Shaw made a motion to approve the plan. Director Shaw seconded the motion and, upon vote, it was unanimously approved.

Open Space Report

Mr. Mason presented the Open Space report to the board for review and discussion.

Review of  
Financial Statements

Mr. Simmons reviewed the January Financials with the Board. Director Maus made a motion to accept the January Financials. The motion was seconded by Director Shaw and, upon vote, it was unanimously approved.

Minutes

The Board reviewed the Minutes of the January 19, 2011 meeting. Upon motion made by Director Maus, seconded by Director Shaw and, upon vote, unanimously carried, the minutes were approved as amended.

Payment of Claims

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

Resolution Regarding  
Possible Inclusion into  
Parker Water and  
Sanitation District

After review and discussion, Director Shaw made a motion to approve a resolution directing staff, consultants and attorneys to continue negotiations with Parker Water & Sanitation District and to complete such work as is necessary to have such inclusion considered by the eligible electors within the Stonegate Service area. Director Maus seconded the motion and, upon vote, it was unanimously approved.

Community Center

After review and discussion, Director Shaw made a motion to approve an additional zone damper and sensor for the main community room to be installed by Centerre in the amount of \$1,500.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

Refinish South  
Pool

After review and discussion, Director Shaw made a motion to approve the replaster and replacement of tile throughout the south pool by Front Range Aquatech, in the amount of \$60,300.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

Tennis Courts

After review and discussion, Director Shaw made a motion to approve resurfacing work on the west tennis courts including power cleaning, removing loose color, acid washing concrete, applying one coat of concrete primer, cleaning and filling cracks, applying one coat of resurfacer and two coats of color coating, striping courts and repairing the east courts. Lee Renner will perform all work for the amount of \$11,632.50. Director Maus seconded the motion and, upon vote, it was unanimously approved.

Well CA-2R

After review and discussion, Director Shaw made a motion to approve the replacement of existing well equipment with a new pump, eight sections of drop pipe, check valve, motor lead and motor cooling shroud and rebuild the existing motor and seal at Well CA-2R. Applied Ingenuity, LLC will perform the work for the amount of \$61,460.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

Well CA-2R

After review and discussion, Director Shaw made a motion to approve well rehabilitation to eliminate moderate encrustation of well casing and screens at Well CA-2R. Applied Ingenuity, LLC will perform the work for the amount of \$13,950.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

SCADA

After review and discussion, Director Shaw made a motion to approve Browns Hill Engineering and Control to troubleshoot the system for the water treatment plant upset on February 1, 2011 for the amount of \$1,000.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

SCADA

After review and discussion, Director Shaw made a motion to ratify Browns Hill Engineering and Control to perform monthly service work for the month of February 2011 in the amount of \$1,000.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

Tsurumi Pump

After review and discussion, Director Shaw made a motion to approve the removal and repair of the filter backwash Tsurumi Pump which seized. Equinox Pump and Controls will perform the work for the amount of \$1,230.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

Irrigation Pump System

After review and discussion, Director Shaw made a motion to approve the replacement of three irrigation pumps and the addition of one pressure regulation pump and VFD. Equinox Pump and Controls will perform the work for the amount of \$39,650.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

Irrigation Pump

System

After review and discussion, Director Shaw made a motion to approve the labor and installation for the three irrigation pumps and pressure regulation pump and VFD by Equinox Pump and Controls for the amount of \$5,850.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

AWT

After review and discussion, Director Shaw made a motion to approve a static mixing spool for the AWT to be purchased from Martinsen Marketing in the amount of \$1,016.00... Director Maus seconded the motion and, upon vote, it was unanimously approved.

OCV Valve

After review and discussion, Director Shaw made a motion to approve the repair of the 10" OCV valve by Excell Pump Services in the amount of \$1,180.00. Director Maus seconded the motion and, upon vote, it was unanimously approved.

Douglas County  
License Agreement

After review and discussion, Director Maus made a motion to approve Mitch Chambers to sign a license agreement with Douglas County related to sign posts used throughout Stonegate Village Metropolitan District after review and approval by legal counsel. Director Shaw 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,

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Secretary for the Meeting

**RESOLUTION OF THE BOARD OF DIRECTORS  
STONEGATE VILLAGE METROPOLITAN DISTRICT  
REGARDING POSSIBLE INCLUSION INTO  
PARKER WATER AND SANITATION DISTRICT**

**WHEREAS**, Stonegate Village Metropolitan District ("Stonegate") is a quasi-municipal corporation and political subdivision of the state of Colorado ("Agreement"); and

**WHEREAS**, pursuant to Section 32-1-1001(1)(h) and (n), C.R.S., the Board of Directors of Stonegate has the ability to adopt resolutions related to the business and affairs of the district; and

**WHEREAS**, Stonegate has been in discussions with Parker Water and Sanitation District ("PWSD") regarding the possible inclusion of the entire Stonegate Service Area into PWSD such that all water and sanitary sewer service will be provided by PWSD; and

**WHEREAS**, it appears that there will be significant long term savings to the property owners and customers within the Stonegate Service Area if the inclusion is approved; and

**WHEREAS**, additional negotiations and work are necessary to prepare for consideration of the inclusion by the eligible electors within the Stonegate Service Area; and

**WHEREAS**, the Board of Directors believes that pursuing such negotiations and work are in the best interests of Stonegate.

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF STONEGATE, THAT:**

Stonegate directs its staff, consultants, and attorneys to continue negotiations with Parker Water & Sanitation District and to complete such work as is necessary to have such inclusion considered by the eligible electors within the Stonegate Service Area.

RESOLVED this 16 day of February, 2011.

STONEGATE VILLAGE METROPOLITAN DISTRICT

By

  
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Chris Kannawhi, President