

**STONEGATE VILLAGE METROPOLITAN DISTRICT
BOARD OF DIRECTORS
2021 SPECIALMEETING MINUTES**

DATE: November 3, 2021

LOCATION: 10326 Stonegate Parkway, Parker, Colorado

I. The Meeting was called to order at 3:02 p.m.

II. CALLING OF ROLL

Attendees: Lisa Hyvonen-President
Lori White-Vice President
Channing Odell-Secretary/Treasurer
Greg Sanford-Director
Samuel Sherman-Director
Gerard Whelan-Colorado Water Systems
Scott Barnett-Mulhern MRE
Luis Tovar-Mulhern MRE
Tom George-Spencer Fane
John Simmons-Simmons/Wheeler
Dalton Kelley-Butler Snow
Kim Crawford-Butler Snow
Courtney Diguardi-Butler/Snow
Maria Harwood-Butler/Snow
Alan Matlosz-Stifel
Stacy Berlinger-Stifel
Heidi Plummer-District Administrator

HANDOUT: November 3, 2021, Agenda

III. AGENDA

The Board reviewed and approved the Agenda.

RESOLVED by general consent: The 11/3/21 Agenda, is approved.

IV. MINUTES

HANDOUT - Minutes from the 10/6/21 Special Meeting.

The Board reviewed and approved the Minutes.

RESOLVED by general consent: The 10/6/21 Special Meeting Minutes, are approved.

V. PUBLIC COMMENT

There were no attendees and no public comment.

VI. 2021 BOND ISSUE

1. Taxable Water Enterprise Revenue Refunding Bonds, Series 2021. The Board discussed refinancing (refunding) its existing 2015 Water Revenue Bonds, which bonds are outstanding in the amount of approximately \$11,945,000 and bear interest at rates

ranging from 2.00% to 4.00%, in order to take advantage of lower interest rate conditions in the bond market and to obtain substantial savings for the District over time.

Ms. Crawford, the District's Bond Counsel, presented a proposed parameters resolution regarding the issuance of the proposed Water Enterprise Revenue Refunding Bonds, Series 2021, and explained to the Board the various aspects of the resolution and related items approved therein. Following discussion, upon motion duly made, seconded, and unanimously carried by roll call vote, the Board approved the parameters resolution as presented and discussed.

2. Taxable Wastewater Enterprise Revenue Refunding Bonds, Series 2021. The Board discussed refinancing (refunding) its existing 2014 Wastewater Revenue Bonds, which bonds are outstanding in the amount of approximately \$10,760,000 and bear interest at rates ranging from 3.00% to 4.00%, in order to take advantage of lower interest rate conditions in the bond market and obtain substantial savings for the District over time.

Ms. Crawford, the District's Bond Counsel, presented a proposed parameters resolution regarding the issuance of the proposed Wastewater Enterprise Revenue Refunding Bonds, Series 2021, and explained to the Board the various aspects of the resolution and related items approved therein. Following discussion, upon motion duly made, seconded, and unanimously carried by roll call vote, the Board approved the parameters resolution as presented and discussed.

3. Designation of Board Representative for Bond Issuance. The Board approved President Hyvonen as the SVMD Board of Directors representative, to interact with bond counsel and legal counsel, as may be needed, and to sign documents as may be necessary, to proceed with the above referenced refunding bonds.

RESOLVED by general consent: President Hyvonen is approved to interact with bond counsel and legal counsel and to sign documents as may be needed for refunding bonds.

4. Ratification of Past Actions Regarding Revenue Refunding Bonds. The Board reviewed and approved past actions taken by the Board of Directors with respect to inquiries regarding revenue refunding bonds.

RESOLVED by general consent: The past actions of the Board of Directors regarding revenue refunding bonds, are approved.

VII. Luis Tovar/Mulhern MRE

Mr. Tovar provided the following to the SVMD Board.

1. Ridgeway Pipeline. Luis Tovar/Mulhern MRE advised the Board that it was not beneficial for the SVMD to participate in the Ridgeway Pipeline. Tom George/Spencer Fane was directed by the Board to inform WISE that SVMD will not participate in the Ridgeway Pipeline and to offer SVMD's infrastructure to-WISE members. The Board instructed Heidi Plummer/District Administrator, to have Simmons/Wheeler to calculate all costs SVMD paid for the Ridgeway Pipeline to determine a fair value. The Board noted that the SVMD paid \$3,256,139.00 for the original infrastructure work.

2. Notification of Ridgeway Pipeline Members – Sale of Infrastructure. The Board directed that the SVMD formally notify the Ridgeway Pipeline Members, that the SVMD infrastructure is for sale, as in required in the WISE Agreement.

RESOLVED by general consent: The above referenced formal notification of planned sale, is approved.

3. Notification of Ridgeway Pipeline Members – Nonparticipation in Pump Station Upgrade. The Board directed that the SVMD formally notify the Ridgeway Pipeline Members, that the SVMD will not be participating in the pump station upgrade project (estimated SVMD cost was 10% of \$10M).

RESOLVED by general consent: The above referenced formal notification of nonparticipation, is approved.

4. Irrigation Rates. Luis Tovar/Mulhern informed the Board of irrigation water rates in neighboring metro districts in comparison to the SVMD. It was noted that the SVMD rates are very low as compared to rates in neighboring districts for the same services. The Board had a general discussion about rates and making sure the SVMD is charges the appropriate rate to cover costs. The Board directed Gerard Whelan/CWS and Luis Tovar/Mulhern MRE to calculate current treatment costs per 1,000 gallons and irrigation costs per 1,000 gallons. The Board determined to review same and develop an appropriate rate structure as may be warranted, along with an applicable timeline for instituting new rates for SVMD.

VIII. OPERATIONS REPORT

1. WWTP. CDPHE has notified the SVMD that Permit CO0040291(WWTP Permit) is under review. The revision will lead to changes for the WWTP discharge. Mike Gerstner/TST is providing assistance and correspondence with CDPHE.

2. ASR. ASR pilot testing finished November 3, 2021. Ger Whelan/CWS advised that we should receive the needed permit by the end of November, 2021.

3. Wells. Ger Whelan/CWS advised the Board that LFH-1 was pulled the week of 10/18/21 and the pump and motor were replaced. Video identified some sand which was pumped out. The level transducer will also be replaced.

4. WISE. The SVMD allocation of WISE flow for December 2021 through March 2022, will be 0.970 MGD. Average use in the SVMD for these months is normally 0.850MGD. The SVMD will be using the ASR Wells just completed to take the excess water.

5. REZNOR HVAC Unit. Ger Whelan/CWS advised the Board on the scope of work and proposal from L&L Heating and Air Conditioning, to install a new HVAC unit at the WWTP Headworks Building, for \$29,500.00.

RESOLVED by general consent: The scope of work and the proposal from L&L Heating and Air Conditioning is approved.

IX. ENGINEERING UPDATE.

General Engineering Report. The Board reviewed the Engineering Report.

1. Non-Potable Water Use in Irrigated Areas. The readings for the three non-potable irrigation meters serving SVNMD were provided to the SVNMD Board.

2. Next Meeting. The next Board Meeting shall be at 3:00 p.m. on December 8, 2021 at 10326 Stonegate Parkway, Parker, Colorado.

X. ADJOURNMENT – 5:33 p.m.

Submitted:



Channing Odell, Secretary