

**MINUTES OF A SPECIAL MEETING
OF THE BOARD OF DIRECTORS OF
FLYING HORSE METROPOLITAN DISTRICT NO. 1**

HELD: Friday, the 18th day of November, 2022, at 3:00 p.m. at the offices of Classic Homes, 2138 Flying Horse Club Drive, Colorado Springs, CO 80921 and via WebEx video and teleconference

ATTENDANCE:

A special meeting of the Board of Directors of the Flying Horse Metropolitan District No. 1, City of Colorado Springs, El Paso County, Colorado, was called and held as shown above and in accordance with the applicable statutes of the State of Colorado, with the following directors present and acting:

George Lenz, President
Andrew Balsick, Vice-President
Jerald Richardson, Secretary/Treasurer
Douglas Stimple, Assistant Secretary
Joseph Loidolt, Assistant Secretary

Also present were Sarah Steph, James Boulton and Nate Lenz of Classic Homes, Carrie Bartow and Rob Lange of CliftonLarsonAllen, David Juszczak of Hammersmith, Russell W. Dykstra of Spencer Fane LLP and members of the public.

CALL TO ORDER:

It was noted that a quorum was present for the purpose of conducting a special meeting of the Board of Directors of Flying Horse Metropolitan District No. 1. The meeting of the Board of Directors of the District was called to order at 4:50 p.m.

DISCLOSURE OF POTENTIAL CONFLICT OF INTEREST:

Mr. Dykstra noted that general disclosure statements had been filed on behalf of the members of the Board of Directors with the office of the Colorado Secretary of State and with the Secretary of the District. Upon motion duly made, seconded and upon vote unanimously carried, the Board directed that said general disclosures be incorporated herein. It was disclosed that all of the directors except Director Mulloy are affiliated with and/or have ownership/interest in the current developing entity for the District.

APPROVAL OF AGENDA AND MEETING LOCATION:

Upon motion duly made, seconded and upon vote unanimously carried, the Board approved the Agenda as amended.

PUBLIC COMMENT:

No comment.

APPROVAL OF MINUTES:

Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Board approved the minutes from the special meeting held on August 1, 2022 as presented.

FINANCIAL MATTERS:

Claims. Ms. Bartow presented the claims to the Board. Discussion ensued. Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Board accepted and approved the claims as presented.

Accountant's Reports. Ms. Bartow presented the report to the Board. Discussion ensued. Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Board accepted and approved the report as presented.

Audit Engagement Letter. Ms. Bartow presented the letter to the Board. Discussion ensued. Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Board approved the letter as presented.

CliftonLarsonAllen Statement of Work. Ms. Bartow presented the statement of work to the Board. Discussion ensued. Following discussion, upon motion duly made, seconded, and upon vote unanimously carried, the Board approved the statement of work as presented.

Consider Approval to Authorize District Accountant to prepare the DLG-70 Certifications of Tax Levies form for certification to the Board of County Commissioners and other interested parties. Ms. Bartow discussed the DLG-70 filing with the Board. Following discussion, upon motion duly made, seconded, and upon vote unanimously carried, the Board approved authorizing the filing of the DLG-70 certification.

Consider Appointment of Board member to sign the DLG-70 Certifications of Tax Levies. No action was taken.

HAMMERSMITH BUDGET: The Board reviewed the Hammersmith budget. Discussion ensued. Following discussion, upon motion duly made, seconded, and upon vote unanimously carried, the Board approved the budget as presented.

2022 BUDGET AMENDMENT PUBLIC HEARING:

Mr. Dykstra reported that proper publication and notice had been made to allow the Board to hold a public hearing on the 2022 budget amendment for the District. The public hearing was opened. The Board answered public comments regarding revenues and the bond schedule. Upon motion duly made, seconded, and upon vote unanimously carried, the public hearing was closed. Ms. Bartow reviewed for the Board the proposed 2022 budget amendment. Following discussion and

upon motion duly made, seconded and upon vote unanimously carried, the Board approved the resolution as presented.

2023 BUDGET PUBLIC HEARING:

Mr. Dykstra reported that proper publication and notice had been made to allow the Board to hold a public hearing on the 2023 budget for the District. The public hearing was opened. Upon motion duly made, seconded, and upon vote unanimously carried, the public hearing was closed. Ms. Bartow reviewed for the Board the proposed 2023 budget. Following discussion and upon motion duly made, seconded and upon vote unanimously carried, as memorialized in the 2023 Budget Resolution the Board approved the 2023 budget, approved the appropriation of funds and authorized tax levies be certified by the District for collection in 20223.

ATTORNEY ITEMS:

Review and Consider Approval of 2023 Annual Administrative Matters Resolution. Mr. Dykstra presented the 2023 Annual Administrative Matters Resolution to the Board. Following review and upon motion duly made, seconded, and unanimously carried, the Board approved the resolution as presented.

Review and Consider Approval of Resolution Concerning the May 2023 Regular Election. Mr. Dykstra presented the May 2023 Election Resolution to the Board. Discussion ensued. Following review and upon motion duly made, seconded, and unanimously carried, the Board approved the resolution as presented.

Review and Consider Approval of Schedio Proposal. Mr. Dykstra presented the Schedio proposal to the Board. Discussion ensued. Following review and upon motion duly made, seconded, and unanimously carried, the Board approved the proposal as presented.

Consider Ratification of Lawful Past Actions. Upon motion duly made, seconded, and unanimously carried, the Board ratified the approval of all actions taken in 2022.

DIRECTOR ITEMS:

None.

OTHER BUSINESS:

None.

ADJOURNMENT/CONTINUATION:

Following discussion, upon motion duly made, seconded and unanimously carried, the Board adjourned the meeting at 5:14 p.m.

The foregoing Minutes constitute a true and correct copy of the Minutes of the above-referenced special meeting and was approved by the Board of Directors of the Flying Horse Metropolitan District No. 1.

Gerald Richardson

Secretary of the District