

**MINUTES OF A SPECIAL MEETING
OF THE BOARDS OF DIRECTORS OF
FLYING HORSE METROPOLITAN DISTRICT NOS. 1-3**

HELD: Friday, the 10th day of March 2023, at 2:00 p.m. at the offices of Classic Homes, 2138 Flying Horse Club Drive, Colorado Springs, CO 80921

ATTENDANCE:

A special meeting of the Boards of Directors of the Flying Horse Metropolitan District Nos. 1-3, 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:

FLYING HORSE METROPOLITAN DISTRICT NO. 1
BOARD OF DIRECTORS

George Lenz, President, May 2023
Jerald Richardson, Secretary/Treasurer, May 2025
Douglas Stimple, Asst. Secretary, May 2023
Joseph Loidolt, Asst. Secretary, May 2023

FLYING HORSE METROPOLITAN DISTRICT NO. 2
BOARD OF DIRECTORS

George Lenz, President, May 2023
Jerald Richardson, Secretary/Treasurer, May 2025
Douglas Stimple, Asst. Secretary, May 2023
Joseph Loidolt, Asst. Secretary, May 2023
Daniel Mulloy, Asst. Secretary, May 2025

FLYING HORSE METROPOLITAN DISTRICT NO. 3
BOARD OF DIRECTORS

George Lenz, President, May 2023
Douglas Stimple, Secretary, May 2023
Joseph Loidolt, Treasurer, May 2023
Daniel Reifschneider, Asst. Secretary, May 2025

Also present was Russell W. Dykstra of Spencer Fane LLP.

CALL TO ORDER:

It was noted that a quorum was present for the purpose of conducting a special meeting of the Boards of Directors of Flying Horse Metropolitan District Nos. 1-3. The meeting of the Boards of Directors of the Districts was called to order at 2:07 p.m. Directors Andrew Balsick and James Patchen were absent, absence excused.

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. It was noted that the general disclosures on file satisfy the statute’s requirement for 24-hour notice of an emergency meeting. Upon motion duly made, seconded and upon vote unanimously carried, the Board directed that said general disclosures be incorporated herein.

DISCUSS ENGAGING SPECIAL COUNSEL REGARDING LITIGATION ISSUES AND COMMON INTEREST LITIGATION AGREEMENT:

Mr. Dykstra presented the petition that had been filed with the District Court to the Boards. Discussion ensued regarding retaining special litigation counsel, approving a Common Interest Litigation Agreement and appointing a litigation committee consisting of the President and Director Douglas Stimple. Upon motion duly made, seconded and upon vote unanimously carried, the Board approved engaging special counsel, the Common Interest Litigation Agreement and appointment of litigation committee. Mr. Dykstra noted that notice will be provided to the bond holders per the continuing disclosure requirements and the notification to the insurance company regarding the litigation. The Boards discussed potential costs of the litigation and potential implications regarding the bonds.

EXECUTIVE SESSION:

Not needed.

ADJOURNMENT/CONTINUATION:

Following discussion, upon motion duly made, seconded and unanimously carried, the Boards adjourned the meeting at 2:51 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 Boards of Directors of the Flying Horse Metropolitan District Nos. 1-3.

Gerald Richardson

Secretary – Flying Horse Metropolitan District No. 1

Gerald Richardson

Secretary – Flying Horse Metropolitan District No. 2



Secretary – Flying Horse Metropolitan District No. 3