

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

HELD: Tuesday, the 14th day of March, 2023, at 10:30 a.m. at the offices of Classic Homes, 2138 Flying Horse Club Drive, Colorado Springs, CO 80921 and via WebEx video and teleconference

ATTENDANCE:

A combined special meeting of the Boards 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:

FLYING HORSE METROPOLITAN DISTRICT NO. 1

BOARD OF DIRECTORS

George Lenz, President, May 2023
Andrew Balsick, Vice-President, May 2025
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 2023a
Douglas Stimple, Secretary, May 2023
Joseph Loidolt, Treasurer, May 2023
Daniel Reifschneider, Asst. Secretary, May 2025
James B. Patchen, Asst. Secretary, May 2025

Also present were Sarah Steph and Nate Lenz of Classic Homes, Seef Le Roux of CliftonLarsonAllen, Timothy McCarthy of Schedio Group LLC, Russell W. Dykstra and Nicole Peykov 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 combined special meeting of the Boards of Directors of Flying Horse Metropolitan District No. 1. The meeting of the Boards of Directors of the Districts was called to order at 10:30 a.m.

DISCLOSURE OF POTENTIAL CONFLICT OF INTEREST:

Mr. Dykstra noted that general disclosure statements had been filed on behalf of the members of the Boards of Directors with the office of the Colorado Secretary of State and with the Secretary of the Districts. Upon motion duly made, seconded and upon vote unanimously carried, the Boards directed that said general disclosures be incorporated herein.

APPROVAL OF AGENDA AND MEETING LOCATION:

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

PUBLIC COMMENT:

The Boards heard comments from the public.

APPROVAL OF MINUTES:

Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Boards approved the minutes from the special meeting held on November 18, 2022 as presented.

FINANCIAL MATTERS:

Claims. Mr. Le Roux presented the claims to the Boards. Discussion ensued. Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Boards accepted and approved the claims as presented.

Accountant's Reports. Mr. Le Roux presented the report to the Boards. Discussion ensued. Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Boards accepted and approved the report as presented.

COST CERTIFICATION:

Mr. McCarthy provided an overview of his experience, the cost certification process, and eligible improvements under the reimbursement agreements with the Boards. Mr. Dykstra noted that the certification presented constituted the final cost certification as provided to the Boards of District Nos. 2 and that District Nos. 2 and 3 would have 45 days to review and opportunity to provide comment and objection to the report. Discussion ensued and District Nos. 2 and 3 agreed to provide any comments or objections to Mr. Dykstra by March 31 after which a subsequent meeting would be held to address same. Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Boards accepted the report as presented.

ATTORNEY ITEMS:

None.

DIRECTOR ITEMS:

None.

OTHER BUSINESS:

Discuss CSU easement request to relocate electric line easement. Director Stimple presented the CSU easement request to the Boards. Discussion ensued. Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Boards approved the easement as presented.

Discuss inclusion/exclusion of Flying Horse Downtown. Director Stimple discussed the proposed inclusions/exclusion of Flying Horse Downtown with the Boards. Discussion ensued. Mr. Dykstra noted that the parcels are still required to pay their proportionate share of all outstanding debt. Following discussion and upon motion duly made, seconded, and upon vote unanimously carried, the Boards approved moving forward with the inclusion/exclusion process and authorized Mr. Dykstra to take the necessary actions to notify the city and publish for the statutory hearing.

Litigation Update. Mr. Dykstra noted that special counsel for district Nos. 2 and 3 had been engaged. It was noted that the Districts cannot pay for counsel retained by individual Boards members but that the district would likely pay for counsel retained by the bondholder.

ADJOURNMENT/CONTINUATION:

Following discussion, upon motion duly made, seconded and unanimously carried, the Boards adjourned the meeting at 12:02 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