

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS OF

HIGHLANDS METROPOLITAN DISTRICT NO. 3

Held: Monday, July 24, 2023, at 9:00 a.m.

via teleconference.

Attendance

The special meeting of the Board of Directors of the Highlands Metropolitan District No. 3 was called and held as shown above and in accordance with the applicable statutes of the State of Colorado. The following directors, having confirmed their qualification to serve on the Board, were in attendance:

James Spehalski

Barry Talley

Director Linda Talley was absent. All absences are deemed excused unless otherwise noted in these minutes.

Also present: AJ Beckman, Public Alliance LLC; District Manager; Megan Murphy, Esq., White Bear Ankele Tanaka & Waldron, Attorneys at Law, District General Counsel; Diane Wheeler and Oscar Fiero Simmons & Wheeler, P.C., District Accountants.

Call to Order

It was noted that a quorum of the Board was present, and the meeting was called to order.

Conflict of Interest Disclosures

Attorney Murphy advised the Board that, pursuant to Colorado law, certain disclosures might be required prior to taking official action at the meeting. Attorney Murphy reported that disclosures for those directors that provided White Bear Ankele Tanaka & Waldron with notice of potential or existing conflicts of interest were filed with the Secretary of State's Office and the Board at least 72 hours prior to the meeting, in accordance with Colorado law, and those disclosures were acknowledged by the Board. Attorney Murphy inquired into whether members of the Board had any additional disclosures of potential or existing conflicts of interest with regard to any matters scheduled for discussion at the meeting. The participation of the members present was necessary to obtain a quorum or to otherwise enable the Board to act.

Agenda

Mr. Beckman presented the Board with the agenda for consideration. Following discussion, upon motion duly made by Director Talley, seconded by Director Spehalski and, upon vote, unanimously carried, the agenda was approved, as amended.

Public Comment

None.

Consent Agenda

Attorney Murphy reviewed the items on the consent agenda with the Board. Attorney Murphy advised the Board that any item may be moved from the consent agenda to the regular agenda upon the request of any director. Following discussion, upon motion duly made by Director Spehalski, seconded by Director Talley and, upon vote, unanimously carried, the following items on the consent agenda were unanimously approved and/or ratified:

- Approval of Minutes from May 31, 2023 Special Meeting.

Legal Matters

None.

Financial Matters

Claims: Ms. Wheeler presented the claims to the Board in the amount of \$17,371.51. Following discussion, upon motion duly made by Director Spehalski, seconded by Director Talley and, upon vote, unanimously carried, the Board ratified approval of the payment of claims as presented.

2022 Audit: Ms. Wheeler presented the 2022 Audit to the Board. Following discussion, upon motion duly made by Director Spehalski, seconded by Director Talley and, upon vote, unanimously carried, the Board approved the 2022 Audit and authorized execution of the Representations Letter, subject to final legal review and receipt of an unmodified opinion by the auditor.

2022 Budget Amendment Hearing: Director Spehalski opened the public hearing to consider the amendment of the 2022 Budget and discuss related issues.

It was noted that publication of notice stating that the Board would consider amendment of the 2022 Budget and the date, time and place of the public hearing was made in a newspaper having general circulation within the District. No written objections were received prior to this public hearing. No public comments were received, and the public hearing was closed.

Following review and discussion, Director Talley moved to adopt the Resolution to Amend 2022 Budget, Director Spehalski seconded the motion and, upon vote, unanimously carried, the

Board adopted Resolution No. 2023-07-01 to Amend the 2022 Budget.

Other Financial Matters: None

Other Business

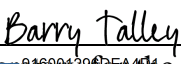
Parking Rules and Regulations: Director Spehalski discussed with the Board and the District Manager the need to monitor unauthorized parking in the future and take appropriate steps to control unauthorized parking. No action was taken by the Board.

Acceptance of Improvements Conveyed to the City and County of Broomfield: Director Spehalski reported to the Board he is working with the City and County of Broomfield to obtain initial acceptance of improvements to be conveyed to the City and County of Broomfield.

Adjournment

There being no further business to come before the Board, and following discussion, upon motion duly made by Director Talley, seconded by Director Spehalski, and upon vote, unanimously carried, the meeting was adjourned at 9:15 a.m.

The foregoing constitutes a true and correct copy of the minutes of the above-referenced meeting.

DocuSigned by:


Secretary for the Meeting