
RECORD OF PROCEEDINGS

**Minutes of the Special Meeting of
the Board of Directors of
Bachelor Gulch Metropolitan District
August 25, 2022**

A Special Meeting of the Board of Directors of Bachelor Gulch Metropolitan District, Eagle County, Colorado, was held Thursday, August 25, 2022 at 4:00 pm. MST, via Zoom video.

Attendance: The following Directors were present and acting:

- Russ Coburn
- Michael DeMane
- Linda Flanders
- Blair Hayes
- Mike Leeds

Also in attendance were:

- Kevin Sharkey & Robin Thompson, Eagle Valley Trails
- Mark Carlson, TCW Risk Management
- Lee Hoover, Village Operations
- Sean Sprague, Bachelor Gulch Metro, Ops Asst Manager
- Dave Berg, Bachelor Gulch Metro, Manager
- Colleen McCroskey, Kissinger and Fellman
- Ken Marchetti, Marchetti & Weaver, LLC
- Debbie Braucht, Marchetti & Weaver, LLC Secretary for the Meeting

Call to Order

The Meeting of the Board of Directors of the Bachelor Gulch Metropolitan District was called to order by Chairman Leeds, noting a quorum was present.

Consideration of Agenda

The Memorandum of Understanding with the Bachelor Gulch Village Association (BGVA) for Fire Mitigation was added to the Agenda.

Public Comment

There was no public comment.

Minutes

Upon review and by motion duly made and seconded it was unanimously

RESOLVED to approve the July 27, 2022 meeting minutes as presented.

Routine Accounts Payable List

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A list of routine monthly accounts payable was included in the meeting packet for review. No discussion is required unless there is a question and so by motion duly made and seconded it was unanimously

RESOLVED to approve the Consent Agenda-Routine Accounts Payable List.

Eagle Valley Trails

Mr. Sharkey and Ms. Thompson presented slides of the current Eagle Valley Trail system and the sections that need to be completed. They are attending meetings all over the valley to garner support and pledges both of which will help with the Great Outdoors Colorado Grant. Eagle County has issued twenty-two million dollars \$(22,000,000) of Certificates of Participation so they can continue construction next year. This year they are completing the Dotsero to Duck Pond section and if they reach their funding goal a valley wide trail could be completed in 3-years. The Board asked questions about current and future funding and maintenance. Director Hayes asked if they had a formula for requested contributions? Mr. Sharkey shared a schedule of pledges and suggested contributions with the Board. They would like to ask the Board for a contribution of between three hundred and five hundred (\$300,000-\$500,000) over 2023 and 2024. Director Leeds thanked Mr. Sharkey and Ms. Thompson for working on such a terrific project and the Board would consider their request as part of the budget process.

Mr. Sharkey and Ms. Thompson left the meeting.

Insurance Summary of Coverages

Mr. Carlson stated his company TCW Risk Management is a brokerage firm in the Denver Metro area with over 900 Special Districts which is their specialty and focus. The Board asked who else in the field provides coverage to Special Districts? He replied there are only four or five but the Special Districts Property and Liability Pool is the most stable and has the best rates. Mr. Carlson reviewed the District's policies and answered questions.

Public Safety Report

Public Safety is short staffed so Ms. Crofton is working the gate. A report was sent to the Board on Monday.

Hiking, Biking, Snowshoeing and Cross Country Trails

Director DeMane reported on a meeting he attended onsite with BGVA and Vail Resorts representatives to discuss requests to increase the number of trails and uphill access during the day. They also discussed connections to other trails and enhancements. The meeting is the very beginning of a three-step

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process. Mr. Berg who also attended the meeting said there are funding implications which Director Leeds said is significant when you also include the Eagle Valley Trails. Director Coburn stated in Park City it is a community wide effort because of the cost of maintenance and the impacts are not insignificant. Director Flanders asked if the Metro District will be the only one funding this? Historically BGVA has funded the trails. Director Leeds stated he would like to consider the roles of BGVA and the Metro District further as they have historically been and where they are going.

Mr. Hoover left the meeting.

Operations Report

Mr. Berg stated there hasn't been much change since last month except they are about to finish up installation of the guardrails and begin staining.

Currently there are two crew members focused on fire mitigation and the addition of steel tracks on the mini-excavator has allowed them to go places they couldn't reach before. He reviewed the mitigation areas and stages of completion with the Board. He noted because of the rain this summer conditions have been almost ideal.

Memorandum of Understanding for Wildfire Mitigation

Director Leeds stated, as reported in the last meeting BGVA will be contributing one-hundred ten thousand dollars (\$110,000) towards the District's fire mitigation costs. A Memorandum of Understanding drafted by their attorney has been reviewed by legal counsel and he would request approval of it today. Upon motion duly made and seconded it was unanimously

RESOLVED to approve the Memorandum of Understanding with Bachelor Gulch Village Association for a donation to the District's wildfire mitigation efforts of one hundred ten thousand dollars (\$110,000).

Election of Officers

Upon motion duly made and seconded it was unanimously

RESOLVED to appoint Michael DeMane Vice President.

Financial Statements

Mr. Marchetti stated with the debt service payment from BGVA the District could pay off the 2012 US Bank Loan completely on December 1st. The Loan

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Agreement includes a prepayment penalty provision so he contacted US Bank to see what that might be. Their response was because of the current interest rate environment there would be no prepayment penalty. Paying the bonds off in December would eliminate the interest payments in 2023 which even though they are not significant would save the District money. Of the two million dollars (\$2,000,000) of principal outstanding one million (\$1,000,000) would come from the BGVA donation and the other one million (\$1,000,000) would be from available funds. Mr. Marchetti stated the District will have sufficient fund balances even after the bonds are paid off. The Board agreed to pay US Bank two million dollars (\$2,000,000) on December 1st to pay off the 2012 US Bank Loan.

Accounts Payable Procedures

Based on comments at last month's meeting, changes were made to the Draft Accounts Payable Procedures. Upon motion duly made and seconded it was unanimously

RESOLVED to adopt the Accounts Payable Procedures as presented.

Non-Routine Accounts Payable List

Upon motion duly made and seconded it was unanimously

RESOLVED to approve the Non-Routine Accounts Payable Lists as presented.

Future Meetings

Staff reported moving the meeting to the 4th Thursday of every month has inadvertently made the September meeting and others sooner than they would have been if they were still the 4th Wednesday of every month. Director Leeds also stated the meeting time of 4pm MST creates a conflict with his schedule. The Board will discuss this further at the next meeting.

Adjournment

There being no further business to come before the Board, upon motion duly made and seconded it was unanimously

RESOLVED to adjourn the meeting of the Bachelor Gulch Metropolitan District Board of Directors held August 25, 2022.

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Respectfully Submitted,

A handwritten signature in black ink that reads "Debbie Beach". The signature is written in a cursive style with a large, looped initial "D".

Secretary to the Meeting