
RECORD OF PROCEEDINGS

Minutes of the Regular Meeting of the Board of Directors of Bachelor Gulch Metropolitan District March 22, 2023

A Regular Meeting of the Board of Directors of Bachelor Gulch Metropolitan District, Eagle County, Colorado, was held Tuesday, March 22, 2023 at 1:00 pm. MST, via Zoom video.

Attendance: The following Directors were present and acting:

- Linda Flanders
- Blair Hayes
- Mike Leeds

Absent and excused:

- Russ Coburn
- Michael DeMane

Also in attendance were:

- Mike Towler, Beaver Creek Metro Dist & Dist 6 Eagle River Water and Sanitation District Candidate
- Todd Goulding, Eagle River Fire Protection Dist Ballot Initiative IA Committee Chair
- Chief Bauer, Eagle River Fire Protection District
- Sean Sprague, Bachelor Gulch Metro, Ops Asst Manager
- Dave Berg, Bachelor Gulch Metro, Manager
- Ken Marchetti & Kenji Nakata, 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

No changes were made to the Agenda.

Public Comment

Mr. Towler is the Treasurer and Secretary of the Beaver Creek Metropolitan District. He is also a candidate in the Eagle River Water and Sanitation District Board of Directors election for District 6 which encompasses Beaver Creek, Bachelor Gulch and Arrowhead. He stated he is running against an incumbent and their agendas are different because he opposes consolidation with Upper Eagle Regional Water Authority. Mr. Towler discussed his concerns with consolidation for the largely built out districts he would

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represent, new developments and how allocation of water would affect them. The Board thanked M. Towler for attending the meeting today to share his concerns before the election.

Mr. Towler left the meeting.

Mr. Goulding, as committee chair and long-time resident of the valley, shared a presentation with the Board that highlighted increases in costs, demand for services and wildfire mitigation. Because of these increases they need additional property taxes to meet the demand. There was discussion of prior elections, mill levy limitations. Mr. Marchetti asked about the significant increase in property valuations which will affect the 2024 property tax collections. Due to time constraints and the fact that not all Board members were in attendance; the Board asked for written responses to questions that were provided to Mr. Goulding prior to the meeting.

Mr. Goulding and Chief Bauer left the meeting.

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

RESOLVED to approve February 22, 2023 meeting minutes as presented.

Routine Accounts Payable List

Upon review and by motion duly made it was unanimously

RESOLVED to approve the Routine Accounts Payable List as presented.

Operations Report

Mr. Berg reported on increased snowfall amounts this year and the corresponding demand on the equipment. It has been difficult getting parts with no estimated time of arrival and scheduling repairs months in advance because of short staffing has been a challenge. The Town of Avon fleet maintenance department is doing what they can to assist in keeping the equipment and trucks on the road until they can be properly repaired. That is why, in part, their invoice is higher than normal this month.

Mr. Berg and Mr. Sprague reported on the Con Expo they attended in Las Vegas. Some of the highlights were electric equipment and attachments, safety classes and networking.

Director Flanders asked based on the safety classes they attended at the Expo how would they rate the District? Mr. Berg replied they were recently audited by the Colorado Special Districts Property and Liability Pool and passed with

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flying colors. There were a couple of minor items to follow up on, like first aid kits, signage and a daily focus first thing in the morning on safety.

Guardrail Purchase

Mr. Berg reviewed the memo in the meeting packet that outlined the guardrail work for 2023 through 2024 and the costs of the materials. He is requesting approval for purchase of the materials needed for this year's work. Upon motion duly made and seconded it was unanimously

RESOLVED to approve the purchase of the log guardrails, other materials and products for installation as outlined in the meeting memo.

Fire Mitigation

Mr. Berg included a memo and map in the meeting packet outlining the 2023 fire mitigation plans. The memo outlines the responsibilities of Bachelor Gulch Operations and Old Growth Tree Service with Eagle Valley Wildland overseeing the mitigation in the field.

Reserve Study

Directors Hayes and Leeds stated they both have experience with this company and their reporting using different financial situations to make assumptions. After discussion the Board would like to review the report with Operations before bringing Marchetti & Weaver into the conversation and ultimately into financial planning and long-range projections.

Financials

Mr. Marchetti stated it's early in the year so there is not much to report. He did change the format of the Sales Tax Report. Comparing year over year taxable sales provides a better comparison since the sales tax rate went down. Director Flanders stated she liked the new format.

Sales Tax Analysis

Mr. Marchetti provided a memo in the meeting packet regarding the Ritz' remodel. He has concluded, based on their analysis, a majority of the sales tax was collected and further investigation is unnecessary. Director Flanders stated she was of the opinion this was a thorough analysis and the District has done their due diligence to analyze the sales tax collections for the remodel.

Certificates of Deposit

Mr. Marchetti included a memo in the meeting packet outlining cash balances and certificates of deposits' interest rates recommending another round of 1, 2, 3, 4 & 5 year cd's. Each investment would be under the FDIC limit and invested in a different bank to stay within that limit. There was discussion of

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timing of the investments and discussion of future investments. Upon motion duly made and seconded it was unanimously

RESOLVED to authorize Mr. Marchetti to invest one million two hundred twenty-five thousand dollars (\$1,225,000) in a five-year CD ladder.

Non-Routine AP List

Upon motion duly made and seconded it was unanimously

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

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 March 22, 2023.

Respectfully Submitted,



Secretary to the Meeting