

RECORD OF PROCEEDINGS

HOLLAND HILLS METROPOLITAN DISTRICT
December 8, 2011

A regular meeting of the Board of Directors of the Holland Hills Metropolitan District, in the County of Pitkin, State of Colorado, was held on Thursday, December 8, 2011 at 6:00 p.m. at the Basalt United Community Methodist Church, 0167 Holland Hills Road, Basalt, Colorado with the following people present:

Todd Emerson, Director
Barbara Hanrahan, Director
Taline Isberian, Director

Absent but excused

Kent Schuler, President
Monty Earl, Director

Members
Of the Public

Matthew Shmigelsky, District Manager and approximately 10 members of the public

Call to Order

Matthew Shmigelsky called the meeting to order at 6:10 p.m. and a quorum of Directors was present.

Approval of
Agenda

Dir. Hanrahan moved, and Dir. Isberian seconded, to approve the meeting agenda as presented. The motion passed unanimously by voice vote.

Approval of Prior
Meeting Minutes

Dir. Isberian moved, and Dir. Hanrahan seconded, to approve the meeting minutes from December 9, 2010, October 27, 2011 & November 18, 2011 as presented. The motion passed unanimously by voice vote.

Final 2012 Budget
Hearing

Mr. Shmigelsky opened the budget hearing at 6:35 p.m. and explained that the Board of Directors will first discuss the details of the budget and will ask questions, and then the hearing will be opened up to the public. Mr. Shmigelsky reviewed the budget line items along with YTD actuals vs budget.

A discussion ensued about the use of a capital funding transfer of \$20,000 to pay down debt. Points brought forward pertained to callability of the bonds and when full repayment will occur. Callability of the bonds will occur on December 1, 2012 with full repayment scheduled for 2021. Also, a point was raised as to what effect full retirement of debt will have upon tax levels. Mr. Shmigelsky responded that full retirement of the debt would have a resulting effect of a lowering of the mill levy. Questions arose pertaining to waste handling costs above budget. The waste

handling costs were caused by a formula error in the spreadsheet and are in line with forecasts.

The public hearing portion of the budget hearing was opened at 6:35 p.m. A discussion with public input regarding ditch maintenance areas to be addressed in the 2012 with increased funding. Ms. Anglin inquired as to the carryforward figure changing from the proposed budget hearing. Mr. Shmigelsky explained that the carryforward number is fluid as it is based on actual costs YTD which have changed since the presentation of the proposed budget. In addition actual costs and projections for 2011 may have changed slightly, since they were updated with October numbers but the 2012 budget numbers have not changed. The public hearing for the 2012 budget closed at 6:49 p.m.

- Budget Motions Dir. Hanrahan moved, and Dir. Emerson seconded, to adopt the 2012 budget as proposed. The motion passed unanimously by voice vote. Dir. Isberian moved, and Dir. Emerson seconded, to certify the mill levy at 49.946 mills with Pitkin County. The motion passed unanimously by voice vote. Dir. Emerson moved, and Dir. Hanrahan seconded, to appropriate funds for the 2012 fiscal year as presented. The motion passed unanimously by voice vote. Dir. Emerson moved, and Dir. Hanrahan seconded, to direct the Board to certify a copy of the Resolution to Adopt the 2012 Budget & Authorize the Certification of the Mill Levy, a copy of which will be submitted to the State's Division of Local Government. The motion passed unanimously by voice vote.
- Managers Report Mr. Shmigelsky reported that the accounts receivable status has a number of delinquent accounts although receivable status was similar in past years. Mr. Shmigelsky reported that these would be followed up upon diligently.
- Other Business No items were brought forward at this time. The Hills at Roaring Fork HOA meeting began at this time.
- Set Future Meeting An email will be sent to the Board of Directors to set a future Board meeting in early 2012.
- Adjournment A motion to adjourn the meeting was made by Dir. Hanrahan and seconded by Dir. Isberian, and by unanimous voice vote, the meeting was adjourned at 6:58 p.m.

Matthew Shmigelsky, Manager
Holland Hills Metropolitan District

Date of Approval
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