



Heather Gardens Metropolitan District

HEATHER GARDENS METROPOLITAN DISTRICT REGULAR BOARD MEETING Thursday, June 15, 2017

The regular monthly meeting of the Board of Directors of the Heather Gardens Metropolitan District was held in the office of the District, 2888 S. Heather Gardens Way, Arapahoe County, Colorado, on Thursday, June 15, 2017.

The Secretary certified that all Directors have been duly notified and at least three notices of the meeting were posted in public places within the limits of the District, all in accordance with C.R.S. 32-903 (1973) as amended; that at least three copies of the agenda for the meeting were duly posted in designated places within the limits of the District, in accordance with C.R.S. 24-7-402(c); that a quorum was present; and that the meeting hence was duly constituted and could lawfully transact business as contemplated.

Acting President Craig Baldwin called the meeting to order at 1:00 PM. All board members were present. Also in attendance were approximately 120 observers, 3 members of the HGA Board, Lynn Donaldson and Mary Hafka of Heather 'n Yon, General Manager Calvin White, Recording Secretary Stephanie Wyche, Jennifer Ivey with Icenogle Seaver Pogue, and AJ Beckman and Elizabeth Ward with Special District Management Services hired to run the Recall Election.

Minutes of the Special Meeting on March 2, 2017 were approved as written.
Minutes of the Special Meeting on May 22, 2017 were approved as written.

Additions or Changes to the agenda: Remove Red Cross Facility Agreement under New Business.

DIRECTOR'S COMMENTS AND COMMITTEE REPORTS

HGMD Chair (Craig Baldwin): Acting Chair announced that AJ Beckman and Elizabeth Ward with Special District Management Services to answer any questions regarding the Recall Election.

HGA President (Kay Sawyer):

General Manager (Calvin White): A written report of staff accomplishments is on file with in the Business Office for residents to read as well as on the website.

Treasurers Report (Craig Baldwin): Financial Report May 2017

Enterprise Fund: Through May, year to date Enterprise Fund Revenue has been \$878,203 which is \$21,816 more than anticipated. Year to date expenditures, including the Cost of Goods Sold, is \$928,599 which is \$40,490 less than anticipated.



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Clubhouse revenue through May is slightly less than anticipated (approximately \$500) and Clubhouse expenses are approximately \$5,400 less than anticipated. The Clubhouse loss is about \$4,900 less than budgeted through May. Through 41.6% of the year, the Clubhouse has earned 38% of the annual budgeted revenue and has used 42.3% of the annual budgeted expenses.

Golf Course revenue through May is approximately \$1,400 more than anticipated and expenses are about \$1,600 more than anticipated. The Golf Course loss is about \$200 more than budgeted through May. Through 41.6% of the year, the Golf Course has earned 29.7% of the annual budgeted revenue and has used \$39.9 of the annual budgeted expenses.

Restaurant Revenue through May is approximately \$19,600 more than anticipated and expenses, including the cost of goods sold, is about \$1,000 less than anticipated. The Restaurant loss is about \$20,600 less than anticipated through May. Through 41.6% of the year, the Restaurant has earned 43.9% of the annual budgeted revenue and has used 40.8% of the annual budgeted expenses.

Restricted Funds: The Conservation Trust Fund (Lottery) has received \$3,737 from the Colorado Lottery through May. Revenue is received quarterly and there will be a distribution from the Lottery in June. There have been no expenditures of Lottery Funds so far this year. At May 31st the Lottery bank account balance was \$82,059.

The Foundation Fund has received \$1,288 in donations through May and the Foundation has paid \$6,315 for District Projects. At May 31st the Foundation Bank account balance was \$191,717.

COMMITTEE REPORTS:

Clubhouse/Restaurant Committee (Craig Baldwin): Report Distributed.

Foundation Committee: Report Distributed.

Golf Committee (Baldwin): Report Distributed.

Residents Wishing to Address the Board on Agenda Items: None

UNFINISHED BUSINESS:

1. **Clubhouse Storm Drain Repair (\$27,940):** Motion made by Baldwin, seconded by Velasquez and passed unanimously that the Heather Gardens Metropolitan District Board of Directors award a contract to Metro Pavers, Inc. for the removal and relocation of the storm drain at the south entrance to the Clubhouse, and approve a 10% change order reserve of \$2,540 for any unforeseen costs. This project is not to exceed \$27,940, which is \$1,640 under budget.



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2. **Clubhouse Carpet Replacement (\$10,488)**: Motion made by Baldwin, seconded by Velasquez and passed unanimously that the Heather Gardens Metropolitan District Board of Directors approve the replacement of the reception and lobby carpet in the Clubhouse. The total project cost is \$10,488.68. This project is \$17.32 under budget.
3. **Purchase Fairway Mower (\$58,540)**: Motion made by Baldwin, seconded by Velasquez and passed unanimously that the Heather Gardens Metropolitan District Board of Directors purchase a Toro Reel Master 5010 Fairway Mower from L.L. Johnson for \$58,540. This item is \$4,924 under budget.
4. **Consider approval of changes to (PM) C/R-1**: Motion made by Baldwin, seconded by Velasquez and passed unanimously that the Heather Gardens Metropolitan District Board of Directors approve the proposed changes to (PM) C/R-1, Section IV. Policies.
5. **Consider approval to the Frolics Contract**: Motion made by Baldwin, seconded by Velasquez and passed unanimously that the Heather Gardens Metropolitan District Board of Directors approve the Frolics Rental Agreement Contract. The rental agreement is for the period beginning January 1, 2017 and ending December 31, 2017

Director Velasquez left before the meeting was officially adjourned. Director Baldwin adjourned the meeting at 1:52 p.m. There was not an official quorum, but the following items were discussed.

NEW BUSINESS:
None

Residents Wishing to Address the Board:

1. A resident asked the Board why residents are not aware of law suits.
2. A resident spoke regarding the safety of the community with the ongoing construction across the street.
3. A resident made a comment regarding a statement made by a Director at a previous meeting regarding combining HGA and HGMD functions.

Many residents had questions regarding the HGMD Recall Election.

Attachments:

- HGMD Budget Exception Report for May 2017



Craig Baldwin, HGMD Secretary