

RECORD OF PROCEEDINGS

MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS OF THE CANDELAS SPECIAL IMPROVEMENT DISTRICT NO. 1 HELD NOVEMBER 15, 2017

A special meeting of the Board of Directors (referred to hereafter as "Board") of the Candelas Special Improvement District No. 1 (referred to hereafter as "District") was convened on Wednesday, the 15th day of November, 2017 at 9:00 A.M., at the Candelas Parkview Swim & Fitness Club 19865 W. 94th Avenue, Arvada, Colorado 80007. The meeting was open to the public.

ATTENDANCE

Directors In Attendance Were:

Brian Daly
Creig Veldhuizen
Patrick Vaughn
Brian Mulvany
David Nocera

Also In Attendance Were:

Denise Hogenes; CCMC (for a portion of the meeting)

Lisa Watts; CCMC

Chelsea Suchomel; CCMC

Megan Becher, Esq.; McGeady Becher, P.C. (for a portion of the meeting)

Mark Mitchell; Cimarron Metropolitan District

Regina Dunn; GF Real Estate Group (via speakerphone for a portion of the meeting)

Ross Wieser; District Accountant (via speakerphone for a portion of the meeting)

Brandon Collins; Independent District Engineering Services, LLC (for a portion of the meeting)

Mike Smyth; BrightView Landscape Services, Inc. (for a portion of the meeting)

Various members of the public as listed on Attachment A

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PUBLIC COMMENT

Director Daly opened the meeting to Public Comment. The Board received comments from several of the members of the public who were present. Public comments were provided by the following individuals: Nicole Lynch, Debbie and Don Schartz, Nancy Varney and Fred Vanatta. After comments were provided, Director Daly indicated the Board would produce a summary of responses to the various questions posed during public comment.

ADMINISTRATIVE MATTERS

Disclosure of Potential Conflicts of Interest:

The Board discussed the requirements pursuant to the Colorado Revised Statutes to disclose any potential conflicts of interest or potential breaches of fiduciary duty to the Board of Directors and to the Secretary of State.

Attorney Becher requested members of the Board to disclose any potential conflicts of interest with regard to any matters scheduled for discussion at this meeting, and incorporated for the record those applicable disclosures made by the Board members prior to this meeting in accordance with statute. Attorney Becher noted that conflict disclosure statements for all of the Directors have been filed, and that no additional conflicts were disclosed at the meeting.

Quorum, Location of Meeting, Posting of Meeting Notices:

Attorney Becher noted that a quorum was present. The Board entered into a discussion regarding the requirements of Section 32-1-903(1), C.R.S., concerning the location of the District's Board meeting.

The Board noted that the meeting was taking place within the boundaries of the District. The Board further noted that notice of the time, date and location was duly posted and that they have not received any objections to the location or any requests that the meeting place be changed by taxpaying electors within its boundaries.

It was noted that the District Manager posted notice of the meeting at three locations within the boundaries of the District, and that McGeady Becher P.C. posted notice of the meeting with the Clerk & Recorder, at least 72 hours prior to the meeting, all pursuant to statute.

Agenda:

There was distributed for the Board's review and approval a proposed agenda for the District's special meeting. Following discussion, upon motion duly made by Director Vaughn, seconded by Director

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**ADMINISTRATIVE
MATTERS**
(continued)

Veldhuizen and, upon vote, unanimously carried, the agenda was approved as amended.

Resolution No. 2017-11-01, Resolution Establishing Regular Meeting Dates, Time and Location, and Designating Locations for Posting of 72-Hour and 24-Hour Notices:

Following discussion, upon motion duly made by Director Vaughn, seconded by Director Veldhuizen and, upon vote, unanimously carried, the Board adopted the Resolution, and established regular meeting dates for 2018 on the 4th Wednesday of each month at 9:00 a.m. at the Candelas Parkview Swim & Fitness Club, 19865 W. 94th Avenue, Arvada.

**CONSENT
AGENDA**

There were no items on the Consent Agenda.

**FINANCIAL
MATTERS**

Unaudited Financial Statements For the Period Ending October 31, 2017:

Mr. Wieser reviewed the unaudited financial statements for the period ending October 31, 2017 with the Board.

Following discussion, upon motion duly made by Director Vaughn, seconded by Director Veldhuizen and, upon vote, unanimously carried, the Board accepted the unaudited financial statements for the period ending October 31, 2017, as presented.

2017 Budget Amendment:

Director Daly opened the public hearing to consider a proposed amendment to the 2017 Budget and discuss related issues.

It was noted that publication of Notice stating that the Board would consider amendment of the 2017 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 the public hearing. No public comments were received and the public hearing was closed.

It was noted that there was no need to amend the 2017 Budget.

2018 Budget:

Director Daly opened the public hearing to consider adoption of the 2018 Budget and discuss related issues.

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**FINANCIAL
MATTERS
(continued)**

It was noted that publication of Notice stating that the Board would consider adoption of the 2018 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 the public hearing. No public comments were received, and the public hearing was closed.

Mr. Wieser reviewed the proposed 2018 Budget with the Board. Following discussion, upon motion duly made by Director Vaughn, seconded by Director Veldhuizen and, upon vote unanimously carried, the Board adopted Resolution No. 2017-11-02 to Adopt the 2018 Budget and Appropriate Sums of Money, and directed District Counsel to file the certified budget proceedings with the Division of Local Government by January 30, 2018.

Ratify approval of 2016 Vauxmont Metropolitan District audit (as a component unit of Vauxmont MD):

Following discussion, upon motion duly made by Director Vaughn, seconded by Director Veldhuizen and, upon vote unanimously carried, the Board ratified approval of 2016 Vauxmont Metropolitan District audit (as a component unit of the Vauxmont MD).

Appoint District Accountant to prepare the 2019 Budget and set date for public hearing to adopt the 2019 Budget:

The Board deferred action.

LEGAL MATTERS

Compliance with Section 32-1-809, C.R.S for 2018 (District Transparency Notice):

Following discussion, upon motion duly made by Director Vaughn, seconded by Director Daly and, upon vote, unanimously carried, the Board directed that the statutory Transparency Notice be posted on the Special District website.

OTHER BUSINESS

None.

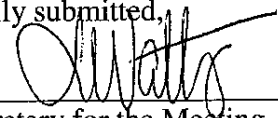
ADJOURNMENT

There being no further business to come before the Board at this time, upon motion duly made by Director Vaughn, seconded by Director Mulvany and, upon vote, unanimously carried, the meeting was adjourned.

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Respectfully submitted,

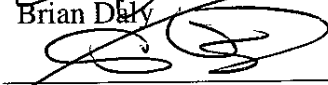
By


Secretary for the Meeting

THESE MINUTES APPROVED AS THE OFFICIAL
NOVEMBER 13, 2017 MINUTES OF THE CANDELAS SPECIAL
IMPROVEMENT DISTRICT NO 1 BY THE BOARD OF
DIRECTORS SIGNING BELOW:



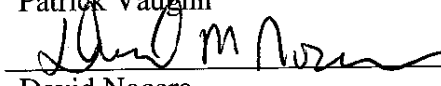
Brian Daly



Creig Veldhuizen



Patrick Vaughn



David Nocera



Brian Mulvany