



# Heather Gardens Metropolitan District

HEATHER GARDENS METROPOLITAN DISTRICT

July 14, 2016

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, July 14, 2016.

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.

President Larry Francone called the meeting to order at 1:00 PM. All board members were present. Also in attendance were approximately 15 observers, General Manager Calvin Eddy-White, and Controller Su Chae.

Minutes of the Executive Session on May 5, 2016 were approved as written.  
Minutes of the Regular Meeting Minutes on June 16, 2016 were approved as written.  
Minutes of the Executive Session on June 16, 2016 were approved as written.

## **DIRECTORS' COMMENTS AND COMMITTEE REPORTS**

President Francone thanked the members of the HGMD Board of Directors and committee members for their service to Heather Gardens.

### **Treasurer's Report (Twyla Gaugenmaier, Treasurer): May 2016 Report**

#### **Enterprise Fund:**

June Enterprise Fund Revenue was \$326,653 and expenditures, including the cost of goods sold, were \$377,223. Expenses exceeded revenue by \$37,263. Year to date revenue has exceeded expenditures by \$50,570. At the end of June approximately 49.6% of the annual budgeted revenue has been realized and approximately 47.2% of budgeted expenditures have been incurred.

Comparing year to date actuals to budget, revenue is approximately \$24,000 more than budgeted and expenditures are approximately \$91,000 less than budgeted.

#### **Restricted Funds:**

**Conservation Trust Fund (Lottery):** We received \$5,805 from the Colorado Lottery in June. As of June 30<sup>th</sup> there is now \$70,613 in the Lottery Bank Account. There have been no expenditures of lottery funds this year.

**Foundation Fund:** Donations to the Foundation Fund have been \$1,583 for the year and expenditures have been \$3,343. At June 30th, there was \$296,068 in the Foundation Bank Account, including \$250,000 in certificates of deposit.

**Debt Service Fund:** The Debt Service Fund received \$139,317 in property taxes and \$2,612 in specific ownership taxes during May. Year to date revenue has been \$467,658. As of June 30th, property tax receipts are approximately \$9,500 less than anticipated.

At June 30th, the Zion Bank held \$641,462 in the debt service bank account. On June 1, the Zion Bank, as part of its Trustee duties, paid an interest payment in the amount of \$213,983 that was due to bond holders.

**General Manager:** A written report of staff accomplishments is on file within the Business Office for residents to read as well as on the website.

**Controller Reports:** A written report of staff accomplishments is on file within the Business Office for residents to read as well as on the website.

#### **COMMITTEE REPORTS:**

Clubhouse/Restaurant (Baldwin): Report distributed.

Foundation Committee (Kurtz): Report distributed.

Golf (Velasquez): Report distributed.

Ad Hoc Committee on Yale Frontage (Gaugenmaier): No meeting.

Residents wishing to address the Board on Agenda Items: None.

#### **UNFINISHED BUSINESS:**

1. **Contract with Religious Organizations for Responsibilities Associated with Church-Owned Organ:** Motion made by Craig Baldwin to adopt a memorandum of understanding between HGMD and Heather Gardens' religious organizations regarding the maintenance and storage of one organ. Motion seconded by Ed Kurtz, and passed with four in favor and one opposed.
2. **Adjustment of Price Structure Associated with Green Fees at the Heather Gardens Golf Course:** Motion made by Vincent Velasquez to adjust the price structure of associated green fees at the Heather Gardens Golf Course, seconded by Kurtz. Motion passed unanimously.

#### **NEW BUSINESS:**

1. **RV Lot:** no motion, ongoing discussion...
2. **Removal and Reduction of Trees by RTD (\$5,500):** Motion made by Ed Kurtz that the HGMD Board of Directors enter into a contract with Beaver Stump

Grinding & Outdoor Services to remove two large native cottonwood trees and to perform reduction upon four other trees encroaching upon RTD right-of-way for an unbudgeted operational expense of \$5,500. Motion seconded by Velasquez and passed unanimously.

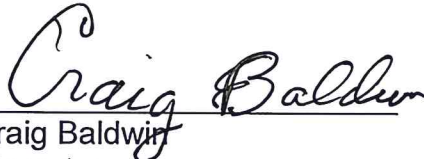
3. **Extension to Dee Moore's 40 play Punch Card:** Motion made by Velasquez to extend resident Dee Moore's 40 play punch card until December 31, 2016. Motion seconded by Gaugenmaier and passed unanimously.
4. **Move to Executive Session:** Motion made by Baldwin to move to Executive Session to discuss issues relating to contracts, in accordance with the Colorado Open Meetings Law (COML), and in view of the likely circumstance that strategy for negotiations will be discussed, as allowed by Colorado Revised Statutes (§24-6-402(4)(e)). Motion seconded Velasquez and passed unanimously.

**Residents wishing to address the Board:**

1. A resident expressed concerns about safety in the community and frequency of pond fountain use for aeration to reduce smell.
2. A resident congratulated the restaurant for profiting for the first time last month and also congratulated President Larry Francone for distributing the agenda prior to the meeting. This resident also expressed concern regarding algae in pond.

There being no further business, the meeting was adjourned at 1:50 p.m.

The next regular meeting is Thursday, August 11, 2016 at 1:00 p.m.

  
Craig Baldwin  
Secretary