

RECORD OF PROCEEDINGS

MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS OF THE SOUTHLANDS METROPOLITAN DISTRICT NO. 2 HELD JUNE 12, 2025

A Special Meeting of the Board of Directors (referred to hereafter as “Board”) of the Southlands Metropolitan District No. 2 (referred to hereafter as “District”) was convened on Thursday, the 12th day of June, 2025, at 3:30 p.m., via Zoom Meeting. The meeting was open to the public.

ATTENDANCE

Directors In Attendance Were:

Kathy Barela
Meredith Fish

Also In Attendance Were:

Ann E. Finn; Public Alliance LLC

Erin Stutz, Esq.; White Bear Ankele Tanaka & Waldron P.C.

CJ Cook; CliftonLarsonAllen, LLP

DISCLOSURE OF POTENTIAL CONFLICTS OF INTEREST

Disclosure of Potential Conflicts of Interest: Ms. Finn noted that a quorum was present. Attorney Stutz reported that disclosures for those directors that provided White Bear Ankele Tanaka & Waldron with notice of potential or existing conflicts of interest were filed with the Secretary of State’s Office and the Board at least 72 hours prior to the meeting, in accordance with Colorado law, and those disclosures were acknowledged by the Board. Attorney Stutz inquired into whether members of the Board had any additional disclosures of potential or existing conflicts of interest with regard to any matters scheduled for discussion at the meeting. No additional disclosures were noted. The participation of the members present was necessary to obtain a quorum or to otherwise enable the Board to act.

ADMINISTRATIVE MATTERS

Agenda: Ms. Finn 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 Fish, seconded by Director Barela and, upon vote, unanimously carried, the Board approved the Agenda, as presented.

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Meeting Location/Manner and Posting of Meeting Notice: The District Board meeting was held via Zoom.

Ms. Finn reported that notice was duly posted and that no objections to the telephonic manner of the meeting or any requests that the telephonic manner of the meeting be changed by electors within the District boundaries have been received.

Minutes: The Board reviewed the minutes of the March 5, 2025 Regular Meeting.

Following discussion, upon motion duly made by Director Fish, seconded by Director Barela, and upon vote, unanimously carried, the Board approved the minutes of the March 5, 2025 Regular Meeting.

May 6, 2026 Election: Ms. Finn reviewed the results of the May 6, 2025 Regular Election of Directors with the Board.

Appointment of Officers: Following discussion, upon motion duly made by Director Barela, seconded by Director Fish and, upon vote, unanimously carried, the Board appointed Director Barela as President, Director Fish as Treasurer, and Ms. Finn as Secretary.

2025 SDA Annual Conference: Ms. Finn noted the 2025 Special District Association's Annual Conference will be held in Keystone on September 16-18, 2025.

PUBLIC COMMENTS There were no public comments at this time.

CONSENT AGENDA The Board considered the following actions:

- Approval of Resolution Designating Meeting Notice Posting.

Following discussion, upon motion duly made by Director Fish, seconded by Director Barela and, upon vote, unanimously carried, the Board approved and ratified approval of the Consent Agenda items.

FINANCIAL MATTERS

Payment of Claims: Mr. Cook presented for the Board's review and approval the payment of claims for the period from February 27, 2025 through June 6, 2025, in the amount of \$35,019.70.

Following discussion and review, upon a motion duly made by Director Barela, seconded by Director Fish and, upon vote unanimously carried, the Board approved the payment of claims as presented.

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Cash Position Schedule and Property Taxes Reconciliation: Mr. Cook reviewed with the Board the unaudited financial statements for the period ending March 31, 2025 and the Cash Position Schedule, dated March 31, 2025, updated May 27, 2025 and Property Taxes Reconciliation.

Following review and discussion, upon motion duly made by Director Barela, seconded by Director Fish and, upon vote, unanimously carried, the Board accepted the unaudited financial statements for the period ending March 31, 2025 and the Cash Position Schedule, dated March 31, 2025, updated May 27, 2025 and Property Taxes Reconciliation.

Draft 2024 Audit and Representations Letter: Mr. Cook reviewed with the Board the draft 2024 Audit.

Following review and discussion, upon motion duly made by Director Fish, seconded by Director Barela and, upon vote, unanimously carried, the Board approved the draft 2024 Audit and authorized execution of the Representations Letter, subject to final legal review and receipt of an unmodified opinion letter from the auditor.

Public Hearing for 2025 Budget: The Board entered into discussion regarding holding a Public Hearing to adopt the 2025 Budget on November 13, 2025 at 3:30 p.m., to be held via Zoom.

Following discussion, the Board confirmed the Public Hearing to adopt the 2025 Budget on November 13, 2025 at 3:30 p.m., to be held via Zoom, and set the Annual Meeting for November 13, 2025 at 3:00 p.m., to be held via Zoom.

LEGAL MATTERS

Regulation 29 – Limitation on Use of Gasoline-Powered Push and Handheld Lawn and Garden Equipment. The Board entered into discussion regarding Regulation 29 regarding the limitation on the use of gasoline-powered push and handheld lawn and garden equipment. Attorney Stutz reviewed the new requirements. Ms. Finn noted that she has had discussions with Keesen Landscape Management, Inc. regarding the implementation of the new requirements.

Website Accessibility Matters: Attorney Stutz noted the new requirements with the Board.

Special Disclosure of Costs for Legal Services in Connection with Issuance of the Special Revenue Refunding and Improvement Bonds by SARIA: The Board entered into discussion regarding approval of the Special Disclosure of Costs for Legal Services in connection with the issuance of the Special Revenue Refunding and Improvement Bonds by SARIA.

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Following discussion, upon motion duly made by Director Barela, seconded by Director Fish, and upon vote unanimously carried, the Board approved the Special Disclosure of Costs for Legal Services, in the amount of \$10,000.

Consent Regarding Transaction Based Conflict of Interest with Respect to the Issuance of the Bonds by SARIA: The Board entered into discussion regarding approval Consent Regarding Transaction Based Conflict of Interest with Respect to the Issuance of the Bonds by SARIA.

Following discussion, upon motion duly made by Director Barela, seconded by Director Fish and, upon vote unanimously carried, the Board approved the Consent Regarding Transaction Based Conflict of Interest with Respect to the Issuance of the Bonds by SARIA.

Omnibus Certificate of the District: The Board entered into discussion regarding approval of the Omnibus Certificate of the District.

Following discussion, upon motion duly made by Director Fish, seconded by Director Barela, and upon vote unanimously carried, the Board approved the Omnibus Certificate of the District, subject to final legal review.

Resolution Reaffirming Appointment of Director to SARIA Board Representative and an Alternate Director: The Board entered into discussion regarding approval of a Resolution Reaffirming the Appointment of a Director to serve as the District's representative on the SARIA Board, as well as the appointment of an Alternate Director.

Following discussion, upon motion duly made by Director Fish, seconded by Director Barela and, upon vote unanimously carried, the Board approved the Resolution Reaffirming Appointment of Director to SARIA Board Representative and an Alternative Director, appointing Director Barela as the representative and Director Fish as the alternate.

CAPITAL IMPROVEMENTS

There were no Capital Improvements matters to discuss at this time.

OPERATIONS AND MAINTENANCE MATTERS

Proposal from Full Spectrum Lighting, Inc. for Lighting Maintenance Services: The Board reviewed a proposal from Full Spectrum Lighting, Inc. for lighting maintenance services.

Following discussion, upon motion duly made by Director Fish, seconded by Director Barela and, upon vote unanimously carried, the Board approved the proposal from Full Spectrum Lighting, Inc. for lighting maintenance services.

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Status of Installation of Additional Plant Material and Mulch in Playground: The Board entered into discussion regarding the status of installation of additional plant material and mulch in the playground. Ms. Finn noted plant material is currently being planted to replace dead plants.

Following discussion, upon motion duly made by Director Barela, seconded by Director Fish and, upon vote unanimously carried, the Board approved installation of three inches of mulch for an amount not to exceed \$8,867.35.

Proposal from Keesen Landscape Management, Inc. for Renovation of Plan Bed along Orchard Road: The Board reviewed a proposal from Keesen Landscape Management, Inc. for renovation of the plant bed along Orchard Road.

Following discussion, upon motion duly made by Director Barela, seconded by Director Fish and, upon vote unanimously carried, the Board approved the proposal from Keesen Landscape Management, Inc. for renovation of the plant bed along Orchard Road for an amount not to exceed \$8,269.54.

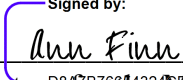
OTHER BUSINESS

Director Barela reported there is additional graffiti on the playground equipment. Ms. Finn noted that she is scheduling the necessary graffiti removal work.

ADJOURNMENT

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

Respectfully submitted,

By:  Signed by:
Secretary for the Meeting