
RECORD OF PROCEEDINGS

Minutes of the Meeting Of the Board of Directors Arrowhead Metropolitan District February 23, 2022

A meeting of the Board of Directors of the Arrowhead Metropolitan District, Eagle County, Colorado, was held on February 23, 2022 at 3:00 p.m. at the offices of Marchetti and Weaver, 28 Second St, Suite 213, Edwards, with an option to attend via electronic Zoom meeting <https://us02web.zoom.us/j/83012234719>, Phone Only US 1 253 215 8782, Meeting ID: 830 1223 4719, in accordance with the applicable statutes of the State of Colorado.

Attendance The following Directors were present and acting:

- Bob Shafer
- Michelle Horton
- Tom Howard
- Bill Roe
- Vincent Riggio

Also in attendance were:

- Jerry Hensel, Director of Resort Operations, Vail Resorts
- Ken Marchetti, Marchetti & Weaver, LLC
- Beth Johnston, Marchetti & Weaver, LLC, recording secretary
- George Coleman, representative of Arrowhead at Vail Association
- Geoff Dreyer, AMD representative for UERWA
- Tim Gropp, Arrowhead owner and resident
- Lee Hoover, Senior Director of Operations, Vail Resorts

Call To Order

The meeting of the Board of Directors of Arrowhead Metropolitan District was called to order by Director Shafer on February 23, 2022, at 3:01 p.m. noting a quorum was present.

Disclosure of Potential Conflict

Of Interest The Board noted that it has received certain written disclosures of potential conflict of interest statements from Director Riggio more than seventy-two hours prior to the meeting, indicating that Director Riggio is affiliated with Trinity Development Group, Inc. (“Trinity”), a real estate development company. Trinity is evaluating possible alternative uses of the Skier Parking Lot owned by the District and Trinity may bid on the purchase or some other form of development of the Skier Parking Lot, within the confines of applicable law. Director Riggio’s activities in evaluating possible alternative uses of the Skier Parking Lot could be considered by some to constitute a potential conflict of interest. The Board noted, for the

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record, that this disclosure is restated at this time with the intent of fully complying with laws pertaining to potential conflicts of interest.

Consideration

Of Agenda There were no changes to the agenda.

Introduction of

Lee Hoover Mr. Hensel introduced Lee Hoover, Senior Director of Resort Operations for Beaver Creek to the Board. The Board introduced themselves to Mr. Hoover. Mr. Hoover gave his background with Vail Resorts and indicated he was looking forward to working with the Arrowhead community. Director Shafer voiced his concerns over transportation issues and anticipated expansion of services and general discussion was had on transportation services in Arrowhead.

Minutes

The Board reviewed the minutes included in the Board packet and by motion duly made and seconded, it was unanimously

RESOLVED to approve the minutes of the January 26, 2022 meeting as presented.

Accounts Payable

The Board reviewed the Accounts Payable list included in the packet. Director Howard requested backup for the transportation invoices that included the hours and number of buses that were run. Mr. Hoover said he would check with Mr. Gorbald for the information and respond back to the Board. Following discussion and by motion duly made and seconded, it was unanimously

RESOLVED to approve the Accounts Payable list as presented.

Action List

The Board reviewed the action list in the packet. Ms. Johnston gave an update on the election noting self-nomination forms were due by February 25. Director Shafer reviewed the draft letter to homeowners regarding the Mill Rate Tax Reduction asking for suggestions on the verbiage and distribution. Following discussion, it was decided to strike the last sentence in the second paragraph and to distribute the letter via an email blast and also publish it in the AVA newsletter.

UERWA Update

Mr. Dreyer reviewed the following activity of the UERWA:

- Unallocated water was reviewed and it was determined that the Authority is short on committed unallocated water and therefore cannot support future development.

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- Reviewed the current status of the unification effort and noted that it was on pause to address certain Authority members' concerns regarding their lack of direct voting representation upon unification..
- Bolts Lake Acquisition – The District and Authority now own Bolts Lake property using an IGA with the Town of Minturn who gets a set water supply out of the Lake in exchange for assistance with approvals for development. There was general discussion on the Bolts Lake Acquisition and water availability once online.
- Four seats on the Water District Board are subject to election this year, including the open seat that represents Edwards.

Arrowhead at

Vail Update Mr. Coleman updated the Board on the following items:

- Code entry system is being updated with new codes for individual homeowners and annual issuance of tags.
- The HOA president's council is being re-convened to disseminate information to owners and residents
- Strategic Planning is reviewing the ULI study. Most items have been completed and they are looking into the items that are still outstanding such as a community center.
- The newsletter is being finalized and winter activities are on-going.
- The new keyholder agreement was ratified.
- There was general discussion on trash cans and the hours that they are to be put out and taken in.
- Mr. Hensel is working with the Director of Security regarding uniforms, appearance and name tags so that they are in line with the upgraded image of Arrowhead.

Operations Plan

for 2022 Director Roe reviewed the draft included in the meeting packet noting several sections had been updated based on feedback from the meeting and the initial draft that was distributed. The capital projects were again reviewed and Mr. Hensel said he would email the Expedited Road Plan for the final report. Director Roe is confident that the 2022 Plan will be complete by the March meeting for final approval.

Roundabout

Update Directors Shafer and Riggio provided the following updates related to the roundabout project:

- Director Riggio spoke with Sarah Mercer at Brownstein and requested that updates be sent to the Board every first and third week of the month. Sarah

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is in communication with various entities regarding the Arrowhead project and her funding team is assembled.

- The CDOT permit is extended through February 2023.
- The Highway 6 Committee met with CDoT to discuss an asphalt path on the south side of Highway 6. CDoT requested documents be submitted for review. Kari McDowell will assist with the application.
- The speed limit reduction request has not yet been made to CDOT. To consider the request, CDoT would need to do a traffic study which could result in the speed limit being increased instead of decreased.
- There should be no issue on the conveyance of the Right of Way for either CCR or VR for either a roundabout or sidewalk project.

Discussion turned to next steps and repricing of the project given current inflation. Director Howard expressed his views of the roundabout project and the need to prioritize cell phone coverage and sidewalks to address the initial issues identified.

Operations Report

Mr. Hensel reported:

- A Charge Ahead grant application for four electric car charging stations was submitted. Over 100 applications were submitted for consideration. The District has a good chance of receiving funds since the chargers are to be installed in a public parking lot. If funds are approved, the chargers could be installed by July 4th. A general discussion on parking ensued.
- Capital Road Overlay – three contractors attended the prebid meeting and all are expected to submit a bid. The Bids will be compiled and presented to the Board at the March meeting for consideration and all work is expected to be completed by Memorial Day.
- Bids for the Toolcat replacement will be included for Board consideration at the March meeting.
- The winter crew is still down by one person. Public Safety is doing a good job keeping the parking lot clear for efficient plowing operations.
- The transportation reports included in the packet were reviewed. The wait times were acceptable and ridership was up for January. There was discussion on adjusting the Village Connect service to match the Alpine Club hours.
- There was general discussion on the cell phone issues and Mr. Hensel reported that there were no plans for new repeaters to be installed in the area. The Board requested that Mr. Hensel research the solution used by Bachelor Gulch and determine if it was applicable to Arrowhead.

Financial

Mr. Marchetti reviewed the preliminary year-end financial statements included in the packet explaining that they were the statements provided to the auditors and

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that fieldwork would begin next week. Mr. Marchetti reviewed the Sales Tax Collections Report explaining that Ms. Johnston had reviewed the Other category as requested and recategorized if applicable. There was general discussion on the sales tax categories, revenues, projections and further breaking down the Home Improvement category for new construction.

Future Meetings

The next meeting was confirmed for March 23, 2022 at 3:00 pm.

Executive Session

Director Riggio excused himself from the Executive session due to potential conflict of interest. By motion duly made and seconded it was unanimously

RESOLVED to enter into Executive Session pursuant to C.R.S. §24-6-402(4)(e), Determining positions relative to matters that may be subject to negotiation, developing strategy for negotiations, and instructing negotiators relating to the parking lot.

The Board entered into executive session at 4:53 p.m.

The Board adjourned from executive session at 5:20 p.m.

Adjournment There being no further business to come before the Board, by motion duly made and seconded, it was unanimously

RESOLVED to adjourn the meeting of the Arrowhead Metropolitan District Board of Directors this 23rd day of February 2022.

Respectfully submitted,



Beth Johnston
Secretary for the Meeting