

RECORD OF PROCEEDINGS

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**MINUTES OF A REGULAR MEETING  
OF THE BOARD OF DIRECTORS OF THE  
BANNING LEWIS RANCH METROPOLITAN DISTRICT NO. 2  
HELD APRIL 26, 2018**

A regular meeting of the Board of Directors of the Banning Lewis Ranch Metropolitan District No. 2 (referred to hereafter as "Board") was held on April 26, 2018 at the North Tree Ranch House, 6885 Vista del Pico, Colorado Springs, CO 80927 at 10:00 a.m. The meeting was open to the public.

Attendance     Directors in attendance were:  
Stacy Jensen  
Jason Brockman  
C. Dallas Pierce  
Dave Duman  
Absent and excused was Director Knechtel .

Also in attendance were:  
Chuck Reid; CliftonLarsonAllen LLP  
Wendi McLaughlin; CliftonLarsonAllen LLP  
Carrie Bartow; CliftonLarsonAllen LLP  
Josh Miller; CliftonLarsonAllen LLP (for a portion of the meeting)  
Ben Kley; Falcon Broadband  
Ivan Brown; Falcon Broadband

Call to Order/

Agenda     Director Jensen called the meeting to order at 10:30 a.m. and confirmed a quorum. Upon a motion duly made by Director Pierce, seconded by Director Brockman and, upon vote, unanimously carried, the Board approved the agenda as amended and excused the absence of President Knechtel.

Qualifications/

Disclosures     All Directors are homeowners in the District and file annual conflict of  
of                     interests disclosures with the Secretary of State. There were no conflicts  
Potential           of interest related to specific agenda items on the agenda and the Directors  
Conflicts of       present verbally reaffirmed such disclosures on the record of this meeting.  
Interest

Public

Comment         None.

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### Management Matters

#### A. Falcon Broadband

Falcon Broadband discussed their service and pricing. The Board will consider and may follow up at a later date.

### Administrative & Finance Matters

#### A. Consider Approving Minutes from November 8, 2017 Regular Meeting and March 8, 2018 Special Meeting

Upon a motion duly made by Director Pierce, seconded by Director Duman and, upon vote, unanimously carried, the Board Approved the Minutes from November 8, 2017 Regular meeting and March 8, 2018 Special Meeting.

#### B. Set Special Meeting Sometime Between May 14 and June 7, 2018

The District Election will be held on May 8<sup>th</sup>, 2018 and may require a Special Board Meeting if new Board members are elected. The Special meeting will be held between May 14 and June 7, if needed. Upon a motion duly made by Director Brockman, seconded by Director Pierce and, upon vote, unanimously carried, the Board Approved the Special Meeting date for May 14, 2018 at 6:00 p.m. and August 2, 2018, if needed.

#### C. Discuss Special District Association Meeting Date & Time Options

The Board discussed the Special District Association Meeting Date & Time. Director Pierce noted a preference of June 4, 2018.

#### D. Review and Accept Unaudited Financial Statements as of March 31, 2018

Ms. Bartow presented the Unaudited Financial Statements as of March 31, 2018 to the Board, noting that the Audit would begin in May. Upon a motion duly made by Director Brockman, seconded by Director Pierce and, upon vote, unanimously carried, the Board Approved the Unaudited Financial Statements as of March 31, 2018.

#### E. Review and Consider Approval of the Transfer of Collateral Property Taxes in the amount of \$250,000 to District No. 1

Upon a motion duly made by Director Pierce, seconded by Director Brockman and, upon vote, unanimously carried, the Board Approved the Transfer of Collateral Property Taxes in the amount of \$250,000 to District No. 1.

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F. May 8, 2018 Election Update

Mr. Reid addressed the Board, noting that the following persons were running for positions on the Board: Steve Rubin, Jason Brockman, Don Knechtel, and James McCormick. It was noted that Director Jensen will serve on the Canvas Board.

G. Other

None.

Attorney  
Matters

A. Executive Session Pursuant to Section §24-6-402(4)(e), C.R.S.,  
Developing strategy for negotiations, instructing negotiators, and  
determining positions relative to matters that may be subject to  
negotiations

It was noted that the Board could call Attorney Matt Ruhland for this discussion, but chose not to call. As such, the topic and rationale for the listed executive session (conferencing with an attorney) was changed to develop strategy for negotiations with Banning Lewis Ranch No. 1. Upon a motion duly made by Director Brockman, seconded by Director Jensen and, upon vote, unanimously carried, the Board entered into executive session at 11:51 a.m.

Upon a motion duly made by Director Brockman, seconded by Director Jensen and, upon vote, unanimously carried, the Board closed the executive session at 12:46 p.m.

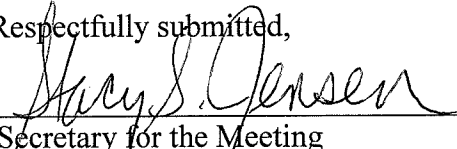
Director  
Matters

A. Other

None.

Adjournment There being no further business to come before the Board, the meeting adjourned at 1:20 p.m.

Respectfully submitted,

  
Secretary for the Meeting