

RECORD OF PROCEEDINGS

MINUTES OF A SPECIAL MEETING OF THE BOARD OF DIRECTORS OF SILVER DOLLAR METROPOLITAN DISTRICT

HELD: Tuesday, May 2, 2023, at 9:00 a.m. in the Conference Room at the Black Hawk Public Works Facility, 987 Miners Mesa Road, Black Hawk, Colorado; and, via zoom platform.

ATTENDANCE:

A special meeting of the Board of Directors of the Silver Dollar Metropolitan District, Gilpin County, Colorado, was called and held as shown above and in accordance with the applicable statutes of the State of Colorado, with the following directors present and acting:

John East, President
Sean Demeule, Director
Ed Smith, Director
Brandon Lenssen, Director
Norris Hamilton, Director
Steve Sirianni, Director

Absent: Michelle Shriver
Marcus Rohrbaugh

Also present were: David Spellman, BH Mayor; Stephen Cole, BH City Manager; Raj Chaudhari, Firsthand, HARD District; Declan Watts; and, Lynnette Hailey, District Manager.

CALL TO ORDER:

President East called the meeting to order.

ANY ADDITIONS OR CORRECTIONS TO THE AGENDA (from Board Members): Manager Hailey added two items: Opera Program for 2023 and American Indian Academy of Denver funding request.

DISCLOSURES OF POTENTIAL CONFLICTS OF INTEREST:

Manager Hailey informed the Board that on behalf of the Directors of the District, general disclosure forms had been filed with the Secretary of the District and with the Office of the Colorado Secretary of State. No revisions were noted by the Board members.

CONSIDERATION OF MINUTES:

Manager Hailey presented the January 24, 2023, meeting minutes for ratification.

Following discussion and upon motion duly made, seconded, the Board unanimously ratified the minutes of January 24, 2023, as presented.

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STATEMENT OF CLAIMS:

Manager Hailey requested ratification of the February Statement of Claims in the amount of \$35,537.70; the March Statement of Claims in the amount of \$171,862.17; and, the HARD District Founders' Day contribution of \$10,000.

With no additional discussion and upon motion duly made, seconded, the Board unanimously approved the February, March Statement of Claims and HARD District contribution as presented.

Manager Hailey presented the April Statement of Claims in the amount of \$25,065.42, requesting approval.

Following discussion and upon motion duly made, seconded, the Board unanimously approved the April Statement of Claims totaling \$25,065.42 as presented.

FINANCIAL REPORT:

Manager Hailey presented the April 2023, Financial Report which is comprised of the combined balance sheet and related statement of revenues, expenditures, and changes in funds available as compared to the annual budget. Hailey reported that as of this report the General & Debt Service Funds total liabilities, deferred inflows of resources and fund balance \$4,985,248; and this report indicates that the district is on target with the budget revenues and expenditures for both the General Fund and Debt Service Fund.

With no further discussion, the Board unanimously accepted the financial report as presented.

NEW BUSINESS:

- a. Ratification of Dodd Hanneman resignation/replacement on Board: Steve Sirianni, Maverick Gaming Regional General Manager – Manager Hailey reported that Mr. Sirianni had submitted all required information and she administered the Oath of Office this morning prior to the meeting. The city has the QC Deed on their upcoming agenda.

With no questions or further discussion, the Board unanimously ratified Steve Sirianni's appointment to the SDMD Board effective once the City approves the QC Deed.

- b. Declan Watts, Rick Thomas Distillery, update on Tasting event – Mr. Watts briefed the Board on the upcoming event stating that the Vodka was approximately 12 weeks out; they can produce seven hundred bottles/hour which should exceed the capacity needs of the casinos. Their corn whiskey is approximately 6 months out. They are working on various state permit requirement and on their label.

After additional discussion, Mr. Watts will contact Manager Hailey with the event tasting date and she will coordinate with the Board on who from their prospective properties will attend.

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- c. CCI Conference – County Commissioners request for gift basket items – Manager Hailey stated the deadline to get the items to Ray Rears, County Manager, is May 24th. Both John East and Norris Hamilton brought their donations in which Manager Hailey will deliver after the meeting. Others who want to participate can either deliver their items to Mr. Rears or contact Manager Hailey to pick them up and she will deliver them.
- d. Grand Junction/MBC Grand Broadcasting advertising proposal – Manager Hailey stated that she sent out the information to the Board on 4/12 with Director Smith and Rohrbaugh voting no.

After discussion, the Board unanimously stated they are not interested in this marketing opportunity.

OLD BUSINESS:

- a. Cohn Marketing, print ad pics – Manager Hailey asked if the Board would share their “B” roll still photos depicting slots machines in the background and excited winners on table games, non-descript to a specific casino.

After additional discussion, a majority of the board agreed they would see if they had any still shots available and if so, send those to Manager Hailey.

- b. BH Fire Mitigation – requesting for funding assistance towards mitigation work. President East asked if the city had a mitigation plan. City Manager Cole stated they did not but are working on it. Manager Hailey pointed out the funds would go towards actual mitigation work, not the plan development.

After additional discussion, the Board unanimously approved a \$10,000 contribution towards mitigation work in 2023.

MANAGER’S REPORT:

- a. City Annual Clean-up Day set for May 25th - Manager Hailey reported that the city is still receiving complaints regarding trash along the streetscape. Many stated that up until very recently, there was still a lot of snow and ice along the streetscape, but they will work towards keeping it cleaner through their areas. Manager Hailey said additional information will be sent out from the City specific to the Clean-up Day event.
- b. Ride the Rockies event - Manager Hailey indicated the riders will be in the Black Hawk/Central City area on June 15th, leaving the following morning, heading north on SH 119.
- c. CDOT projects including SH 119 improvement project – no additional updates other than what is in the Manager’s report. There were no questions from the Board member.
- d. Founders’ Day update – Raj Chaudhari, HARD District – went over the band lineup for the 2-day event and passed out the posters and hotel card

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BOARD MEMBER COMMENTS: Director Demeule warned everyone about a telephone scam. The Board canceled their May 23 Board meeting and scheduled the June meeting for June 13th.


AUDIENCE COMMENTS: Mayor Spellman stated that the County Commissioners may be looking at a mill levy increase and/or a sale tax levy but with the recent property tax valuations, he just wants the casinos to be prepared if either is proposed. Mayor Spellman reminded the Board that several years ago individual casinos indicated that they would be willing to fund a PAC (\$50k) towards defeating such measures. Mayor Spellman asked if the Board felt the same now since there are new members. There was a Board consensus that they would form a PAC but would like more information. Mayor Spellman stated they would have more information at the next Board meeting.

Director Smith asked if the SDMD had the ability to form a PAC or would it need to be individual casinos. Manager Hailey will talk with Attorney George and report back.

ADJOURNMENT:

There being no further business to come before the Board at this time, the meeting was adjourned.

The foregoing constitutes a true and correct copy of the minutes of the above-referenced meeting and was approved by the Board of Directors of the Silver Dollar Metropolitan District.



Lynnette Hailey
Secretary of the District