
RECORD OF PROCEEDINGS

Minutes of the Meeting of the Board of Directors Arrowhead Metropolitan District March 25, 2026

A meeting of the Board of Directors of the Arrowhead Metropolitan District, Eagle County, Colorado, was held on March 25, 2026, at 3:00 p.m. at the offices of Marchetti and Weaver, 28 2nd St, Unit 213, Edwards, with an option to attend via electronic Zoom meeting, Meeting ID: 684 8080 9467, in accordance with the applicable statutes of the State of Colorado.

Attendance The following Directors were present and acting:

- Michelle Horton
- Robert Warner, Jr.
- Steve McPhetridge (Zoom)
- Brandon Abraham

The following Director was absent and excused:

- Bill Roe

Also in attendance were:

- Ken Marchetti, Marchetti & Weaver, LLC
- Beth Johnston, Marchetti & Weaver, LLC, recording secretary (Zoom)
- Paul Datsko, Director of Base Area Operations, Vail Resorts
- Wes Cunningham, Assistant Manager for Arrowhead, Vail Resorts
- Micah Rader, Area Wildland Fire Manager, ERFPD
- Geoff Dreyer, UERWA representative (Zoom)
- Carolyn Gust, representative of Arrowhead Association (Zoom)

Call To Order

The meeting of the Board of Directors for Arrowhead Metropolitan District was called to order by Director Horton on March 25, 2026, at 3:00 p.m., confirming a quorum was present. Ms. Johnston called roll.

Disclosure of Potential Conflict Of Interest

The Board noted that it has received certain written disclosures of potential conflict of interest statements from the following Directors more than seventy-two hours prior to the meeting: Director Warner serves as a Board Member for Eagle River Water and Sanitation District, Eagle Valley Land Trust, Eagle County Zoning Board of Adjustment, and McCoy Springs at Arrowhead Homeowners Association, as well as a former Builder/Developer in the District. Director Abraham is an executive board member of the Arrowhead Trailside Homeowners Association, which may present a potential conflict of interest in representation. The Board noted, for the record, that these disclosures are restated at this time with the intent of fully complying with laws pertaining to potential conflicts of interest.

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Director Warner made a verbal disclosure at the start of the meeting that he also serves on the Homestead Homeowners Association Board of Directors.

Consideration Of Agenda

Add FirstBank- PNC merger under Other Finance.

Public Input

Area Wildfire Manager (AWM) Report: Mr. Rader reported:

- A meeting is scheduled next week with ERFPD to reinforce EC Alerts and Genius Protect usage for community communications. He reviewed the difference between the alerts systems and incident messaging.
- Working on getting updated proposal for Dryad system for Beaver Creek with neighboring communities broken out. Director Horton confirmed that funds for Dryad are not included in the 2026 funding. General discussion was had on timing for Dryad system install once approved.
- Assessments will start up once foliage starts to bloom. West Arrowhead was completed in 2025, East Arrowhead is scheduled to be completed in 2026, and Riverside is scheduled to be completed in 2027 but will be accelerated for completion in 2026 if capacity allows.
- Aspen Fire Department is taking receipt of five Seneca drones that operate autonomously and when deployed can start fire suppression allowing time for firefighters to respond.

There was no other public input.

Minutes

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

RESOLVED to approve the minutes from February 25, 2026, as presented.

New Business and Special Orders

ERFPD IGA: Director Horton gave background on previous IGAs for fire mitigation. Funds for 2026 include \$103,000 carryover from 2025 budget not spent due to canceled heli-logging and equipment breakdowns, and budgeted new money of \$190,000, for total funding of \$293,000 for 2026. The Board wants to prioritize home assessments and move to a first-come, first-served model for remaining areas to be completed. The full prioritized list of project work will be forwarded once Jensen Hughes provides recommendations. General discussion on differences and scope of EVW and ERFPD, boundaries covered and available equipment, and follow through by homeowners that have completed assessments and how to track fulfillment. Following discussion, and upon motion duly made and seconded, it was **RESOLVED** to approve the Intergovernmental Agreement with Eagle River Fire Protections District for fire mitigation services in 2026 with \$190,000 funding to be released when priority list is finalized.

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Encroachment Agreement: Mr. Datsko reviewed the encroachment request for 266 Sawatch Dr for landscaping in the District's easement. The project is a home tear-down and rebuild and there are no concerns with the proposed work. General discussion on when an encroachment agreement is necessary, if there should be a staff level approval process, and how that would work. Ms. Johnston informed the Board the owner still needed to sign the document and would coordinate District signatures and recording once the agreement was received from the applicant. Following discussion, and upon motion duly made and seconded, it was

RESOLVED to approve the Encroachment Agreement for 266 Sawatch Drive as presented, pending receipt of corrected signature page from owner.

The Board directed a Resolution be prepared to allow future encroachments to be reviewed and approved at the staff level to increase efficiency.

Operations Plan: Director Horton reviewed the draft Plan included in the packet noting some areas that still required update. There was general discussion on the plan. Following discussion, the Board directed that the Plan be updated as discussed and the completed, final report be made available to the public on the website.

Other Business: Snowmaking on Arrowhead Mountain is being revisited. Director Horton relayed that Director Roe met with Vail Resorts and a new funding agreement for snow making on Arrowhead Mountain has been sent for review. There are several items that need to be addressed. General discussion continued on amending the service plan to allow snow making or if it falls within another authorized service such as recreation.

Approval of Bills and Appropriations

Road Overlay Project: Mr. Datsko gave background on the Overlay bidding process and reviewed the summary bid tabulation for the 2026 paving project. He reviewed the three lowest bid contractors and their previous interactions and work with the District. GM Asphalt was the contractor last year, easy to work with, and the District was pleased with their work. All three low bids were under budget. Mr. Datsko relayed Mr. Wadey's recommendations and that GM Asphalt has an excavating crew that could also assist with culvert work that will be discussed later in the meeting. The bids also include extending the curbing from the gatehouse to Cresta Road on both sides of Arrowhead Drive. Following discussion and upon motion duly made and seconded, it was unanimously

RESOLVED to accept the bid from GM Asphalt for 2026 Paving and Road Overlay Project.

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Accounts Payable: Ms. Johnston confirmed an updated accounts payable list was distributed to all Board members prior to the meeting. The Board reviewed the updated payables list, and, upon motion duly made and seconded, it was unanimously

RESOLVED to approve the updated Accounts Payable List 03-2026 as presented.

UERWA Update

Mr. Dreyer reported:

- Water shortage prevention and declaration – the ERWSD website provides indicators of water shortage and lays out the rationale for various fines and surcharges. Clarification on providing water versus water rights availability. General discussion on water usage during severe drought conditions.
- Rules and Regulations Amendments adopted.

Arrowhead Association

Ms. Gust reported:

- Several AA board members attended the Wildfire meetings on Monday and thanked the District for including them in the discussion. They are prepared to partner on next steps.
- The fraud issue was resolved and the entire loss recovered.
- Issues related to upcoming pickleball and racquet sports season. Homeowners on Aspen Meadows expressed concerns about noise and traffic associated with the pickleball courts with complaints dating back to 2023. Eagle County now has questions on the lack of permitting for the additional parking spaces added by the District in 2025 and the transition from tennis to pickleball court. The District will need to research whether a permit was needed for adding the additional parking spaces.
- Public safety will evaluate Ray Moore. John Herbert has left employment with Vail Resorts. AA is working with Vail Resorts on a replacement.
- Community breakfast provided by the Association is back and Vail Resorts will host it at Blinky's. They are also opening Blinky's for FACs over the summer.
- People are excited about summer transportation options to Bravo!, and July 4th.
- Reminder to log onto the AA website. New portal offers better communication options to owners.

AA-AMD responsibilities

Mr. Datsko reported there should be more information after the AA meeting tomorrow.

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Fire Mitigation Study

Mr. Datsko reported on the site visit and meetings with Jensen Hughs earlier in the week. The sessions were well attended and successful. Next steps include focusing on communication and education.

Operations Report

Mr. Datsko reported:

- **Road Safety:** reviewed Vehicle and Speed tracker report included in packet. See a positive reduction in some speeds, still have problems on Cresta Rd.
 - New sign expected next week, will capture bikes as well as vehicles. A lot of upper Cresta homes do not have No Outlet signs.
 - Will prepare parameters for sending speed violation notices for Board review at next meeting.
 - Will have recommendations at next meeting for additional speed bumps.
- **Skier Parking Lot:** Troubleshooting an electrical issue with the center island of lights. May need to cut asphalt and lay new wire.
 - Double M Asphalt has been scheduled for May to complete crack fill and sealcoat of the parking lot.
- **Riverdance Ponds:** Electric work complete. Aqua Tech needs to repair piping then can turn system on.
- There is heaving at entrance to The Dakotas due to the culverts running along Sawatch. Culverts are not positively draining, and the District will clean them out. Director Warner said The Dakotas installed the culverts in the open ditch and inquired whose responsibility they were, the District or Dakotas.
- Riverbend gate is down and currently being evaluated.
- Air conditioning needs to be installed in the Gatehouse server room. Mr. Datsko is researching if this will be a District or AA expense.

Security Project

Nothing to report.

Financial Statements

Mr. Marchetti reviewed the financial statements included in the packet, no issues to report. Sales tax projection was decreased by 10% to account for slow snow year.

Audit: Ms. Johnston confirmed the audit fieldwork is complete, and the draft has been received for review. There are no issues to report so far. Ms. Johnston will coordinate with the Audit committee, Directors Horton and Abraham, on review.

FirstBank-PNC Merger: Mr. Marchetti updated the Board on the account changes underway with the merger of FirstBank with PNC. PNC is requiring a Controlling Party that is required to be a signer on the account and is responsible for granting online access and transfer on the accounts. Following discussion, the Board

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requested Management research alternative banks that will work within the current established parameters.

Action Log

The Board reviewed the Action Log included in the packet and requested Management updated as required.

Future Meetings

The next meeting was confirmed for Wednesday, April 22, 2026, at 3:00 pm.

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 at 5:07 p.m. on this 25th day of March, 2026.

Respectfully submitted,



Beth Johnston
Secretary for the Meeting