

MINUTES OF THE SPECIAL MEETING OF THE SHOW LOW BLUFF COMMUNITY FACILITIES DISTRICT BOARD HELD ON WEDNESDAY, JANUARY 2, 2019 AT 7:00 P.M. IN THE CITY COUNCIL CHAMBERS, 181 NORTH 9TH STREET, SHOW LOW, NAVAJO COUNTY, ARIZONA

1. Call to Order.

Chairman Seymore called the meeting to order at 7:25 p.m.

2. Roll Call.

BOARD MEMBERS PRESENT: Chairman Seymore, Vice Chairman Allsop, Board members Crittenden, Hatch, and Kakavas.

BOARD MEMBERS ABSENT: Board members Kelley and Leech.

STAFF MEMBERS PRESENT: Ed Muder, District Manager; F. Morgan Brown, District Attorney; Justin Johnson, District Financial Officer; Bill Kopp, Public Works Director; Shirley Patterson, Magistrate; Joe Shelley, Police Chief; Tamra Reidhead, Deputy City Clerk; Ann Kurasaki, District Clerk.

GUESTS: Kenneth Patterson, Laura Singleton, Jim Reidhead, and Lloyd Wilmes.

3. Consideration of Resolution No. R2019-01 Approving and Authorizing the Execution and Delivery of a Third Amendment for District Development, Financing Participation, and Intergovernmental Agreement (Show Low Bluff Community Facilities District). (Morgan Brown)

Mr. Brown said on August 10, 2005, the Show Low Bluff Community Facilities District (CFD) Board, comprised of the members of the Show Low City Council, adopted Resolution No. R2005-01, which approved and authorized the execution and delivery of a District Development, Financing Participation, and Intergovernmental Agreement (Show Low Bluff Community Facilities District) by and among Show Low Bluff Community Facilities District; Show-Rizon, LLC; Show Low Bluff, LLC; Show Low Bluff Too, LLC; and Show Low Bluff Development Corporation.

Mr. Brown said on August 15, 2006, the CFD Board adopted Resolution No. R2006-03, which approved and authorized the execution and delivery of a First Amendment and Waivers (Assessment Area One) for District Development, Financing Participation, and Intergovernmental Agreement, and on July

27, 2007, the Board adopted Resolution No. R2007-05, which approved and authorized the execution and delivery of a Second Amendment for District Development, Financing Participation, and Intergovernmental Agreement allowing Show-Rizon, LLC; Show Low Bluff, LLC; Show Low Bluff Too, LLC; and Show Low Bluff Development Corporation to obtain a letter of credit in the amount of \$300,000 to secure the obligation of the owners to pay District expenses.

Mr. Brown said the Third Amendment would remove the entities of Show-Rizon, LLC; Show Low Bluff, LLC; and Show Low Bluff Too, LLC as these entities no longer held legal title to any portion of the Show Low Bluff property. SRH Holdings, LLC was now the owner of the Show Low Bluff property.

Mr. Brown said in addition to changing the name, the Third Amendment deleted in its entirety the definition of "Letter of Credit" along with all sentences in Section 9.2 referring to the "Letter of Credit" and also changed the definition of "Owners" to SRH Holdings, LLC.

BOARD MEMBER CRITTENDEN MOVED TO ADOPT RESOLUTION NO. R2019-01 APPROVING AND AUTHORIZING THE EXECUTION AND DELIVERY OF A THIRD AMENDMENT FOR DISTRICT DEVELOPMENT, FINANCING PARTICIPATION, AND INTERGOVERNMENTAL AGREEMENT (SHOW LOW BLUFF COMMUNITY FACILITIES DISTRICT); SECONDED BY BOARD MEMBER HATCH; PASSED 5 TO 0 WITH CHAIRMAN SEYMORE, VICE CHAIRMAN ALLSOP, AND BOARD MEMBERS CRITTENDEN, HATCH, AND KAKAVAS VOTING IN FAVOR.

4. Consideration of Minutes of Show Low Bluff Community Facilities District Board meeting:

(A) Special Meeting of June 19, 2018.

VICE CHAIRMAN ALLSOP MOVED TO APPROVE THE MINUTES OF THE SPECIAL MEETING MINUTES OF THE SHOW LOW BLUFF COMMUNITY FACILITIES DISTRICT BOARD MEETING OF JUNE 19, 2018; SECONDED BY BOARD MEMBER CRITTENDEN; PASSED 5 TO 0 WITH CHAIRMAN SEYMORE, VICE CHAIRMAN ALLSOP, AND BOARD MEMBERS CRITTENDEN, HATCH, AND KAKAVAS VOTING IN FAVOR.

5. Adjournment.

There being no further business to be brought before the Board, **CHAIRMAN SEYMORE ADJOURNED THE SPECIAL MEETING OF**

**THE SHOW LOW BLUFF COMMUNITY FACILITIES DISTRICT BOARD AT
7:29 P.M.**

ATTEST:

APPROVED:

Ann Kurasaki, District Clerk Daryl Seymore, Chairman

CERTIFICATION

I hereby certify that the foregoing minutes are a true and correct copy of the minutes of the **SPECIAL MEETING** of the Show Low Bluff Community Facilities District Board held on January 2, 2019. I further certify that the meeting was duly called and held and that a quorum was present.

Dated this _____ day of _____, 20____.

(SEAL)

Ann Kurasaki, District Clerk