**MINUTES OF THE BOARD MEETING
OF THE BOARD OF DIRECTORS OF THE
DENVER SOUTHEAST SUBURBAN WATER
AND SANITATION DISTRICT**

A regular meeting of the Board of Directors of the Denver Southeast Suburban Water and Sanitation District was held on Wednesday June 17, 2026, the time, and place of the meeting according to the posted notices. Present were Secretary McGannon, Joshua Connors, Rod Bergholm and Chuck Hinson. Chairman Partridge was absent and excused and Secretary McGannon chaired the meeting. Secretary McGannon opened the meeting at 6:00 PM and established that there was a quorum. Also, present were Heather Beasley, District Manager, Dan Hammann, District Director of Operations, and Joe Kinlaw, District General Counsel. Cole Sullivan and Carol Malesky, from Stantec, were also present.

DIRECTOR BUSINESS

Secretary McGannon let the Board know that Director Bergholm will be responsible for the newsletter article next month. He also reminded staff and the Board that the annual Board tour for the 2027 Budget will be taking place in the fall. Secretary McGannon asked the Board to consider adding a customer incentive for a Rain Sensor to the conservation program. He's seen many properties throughout the neighborhood watering while it is raining.

Director Hinson asked for a status update on the Smith Well at the Walker Reservoir site. Manager Beasley told the Board that the well is still down with no new information about what the problem is. Hydro and HRS are continuing to run tests to determine the problem.

Treasurer Connors mentioned that he's seen many articles about the other water providers as it relates to the drought and their conservation efforts.

PUBLIC COMMENT FOR ITEMS NOT ON THE AGENDA

Michael Schildt, Joel Fox, Matt Erculiani, and Gin Schulz, all residents of the District, were present but had no comments. James McCombs, also a resident of the District, asked the Board for a variance from the water restrictions to install Bermuda turf or Tahoma 31 sod. The Board informed him of the fees that would be required for a permit and that planting sod now, in the heat of the summer, is not ideal. Installing sod is much more successful if done in the early spring or autumn. Secretary McGannon asked to talk with him offline after the meeting.

MINUTES OF THE MAY 13, 2026, REGULAR BOARD MEETING

Treasurer Connors made a motion to approve the minutes for the May 13, 2026, Regular Board meeting with corrections. The motion was seconded by Director Bergholm. All Directors present voted in favor.

DISCUSSION AND ACTION ITEMS AGENDA

PRESENTATION AND DISCUSSION OF THE RESULTS OF THE WATER BUDGET RATE STUDY

Cole Sullivan and Carol Malesky, from Stantec, were present to present the final results of the Water Budget Rate study. They presented three water budget rate structures, one preferred (Board directed) water budget and two additional. The Board gave positive feedback and decided to discuss it again at the July meeting when the full Board will be present. Gin Schulz, one of the members of the public, asked the Board to further clarify why the WISE supplies were sold if we now need the water. Director Bergholm decided that it would be timely to address that in his newsletter article.

RESOLUTION 2026-19 APPROVING AN EASEMENT AGREEMENT WITH PS MOUNTAIN WEST, LLC FOR PUBLIC STORAGE

RESOLUTION 2026-20 APPROVING AN EASEMENT AGREEMENT WITH PINERY MEADOWS METRO DISTRICT 2 FOR PINERY MEADOWS

Treasurer Connors made a motion to approve both Resolutions 2026-19 and 2026-20. The motion was seconded by Director Hinson. All Directors present voted in favor.

ATTORNEY REPORT

Mr. Kinlaw presented his Attorney Report. He let the Board know that the High Prairie Farms Metro District easement agreement was done.

ACCOUNTANT REPORT

Manager Beasley presented the financial statements of May 31, 2026. Secretary McGannon asked if the 2005 Series loan is now paid off. Manager Beasley let the Board know that there will be one final payment on August 1, 2026, and then it will be paid in full.

TREASURER REPORT

Treasurer Connors presented the Interim and Disbursement reports. He made a motion to approve the interim payments of $1,057,471.53 and the current disbursements in the amount of $193,979.28 for a total authorization of payments in the amount of $1,251,451.81. Director Bergholm seconded the motion. All Directors present voted in favor.

Having no further business to come before the Board, Secretary McGannon adjourned the meeting at 7:32 PM.

Jim McGannon

JIM MCGANNON, SECRETARY
DENVER SOUTHEAST SUBURBAN WATER & SANITATION DISTRICT

ATTEST:

HEATHER BEASLEY, ASSISTANT SECRETARY