

MINUTES OF A REGULAR MEETING OF
THE BOARD OF DIRECTORS OF THE
NORTHERN DOUGLAS COUNTY WATER AND SANITATION DISTRICT
(THE "DISTRICT")
HELD
JANUARY 27, 2026

A regular meeting of the Board of Directors of the Northern Douglas County Water and Sanitation District (referred to hereafter as the "Board") was convened on Tuesday, January 27, 2026, at 8:30 a.m., via Microsoft Teams. The meeting was open to the public.

ATTENDANCE

Directors in attendance were:

Blair Zimmerman, President
Thomas Cisek, Vice-President/Secretary
Raymond G. Olson, Treasurer/Assistant Secretary

Also, in attendance were:

Nicholas Carlson, Shauna D'Amato, Seef LeRoux, and Travis Andrews;
CliftonLarsonAllen LLP ("CLA")
Barbara T. Vander Wall, Esq. and Paul Polito, Esq.; Seter, Vander Wall & Mielke, P.C.
Greg Sekera and Aimee Chalus; Kennedy Jenks Consultants
Michael and other members of the public

ADMINISTRATIVE MATTERS

Call to Order and Agenda:

Director Zimmerman called the meeting to order at 8:32 a.m.

The Board reviewed the agenda for the meeting. Following discussion, upon a motion made by Director Cisek, seconded by Director Zimmerman and, upon vote, unanimously carried, the Board approved the agenda, as presented.

Disclosures of Potential Conflicts of Interest. Directors' Fees:

The Board discussed the requirements of Colorado law to disclose any potential conflicts of interest or potential breaches of fiduciary duty of the Board of Directors to the Secretary of State. The members of the Board were requested to disclose any potential conflicts of interest with regard to any matters scheduled for discussion at this meeting and incorporated for the record those applicable disclosures made by the Board members prior to this meeting in accordance with statute. It was noted by Attorney Vander Wall that disclosures of potential conflicts of interest were filed with the Secretary of State for all directors, and no additional conflicts were disclosed at the meeting.

Following discussion, upon a motion made by Director Cisek, seconded by Director

Zimmerman and, upon vote, unanimously carried, the Board approved the Directors' fees.

Quorum, Location of Meeting, Posting of Meeting Notice:

Mr. Carlson confirmed the presence of a quorum.

This meeting was conducted via Microsoft Teams and encouraged public participation via Microsoft Teams. Mr. Carlson further noted that notice providing the time, date and video link information was posted and that no objections, or any requests, that the means of hosting the meeting be changed by taxpaying electors within the District's boundaries

Public Comment:

There was no public comment.

Minutes of December 16, 2025 Special Meeting:

The Board reviewed the minutes from the December 16, 2025 special Board meeting. Following review, upon a motion made by Director Cisek, seconded by Director Zimmerman and, upon vote, unanimously carried, the Board approved the minutes from the December 16, 2025 special Board meeting, as presented.

FINANCIAL MATTERS

Claims:

Mr. LeRoux presented the previous claims to the Board. Following review, upon a motion duly made by Director Zimmerman, seconded by Director Cisek and, upon vote, unanimously carried, the Board approved the previous claims in the amount of , as presented.

December 31, 2025 Unaudited Financial Statements:

Mr. LeRoux presented the unaudited financial statements to the Board. Following review, upon a motion made by Director Cisek, seconded by Director Olson and, upon vote, unanimously carried, the Board accepted the December 31, 2025 Unaudited Financial Statements, as presented.

LEGAL MATTERS

Attorney Vander Wall stated that her firm participates in the SDA legislative committee, and monitors bills that may impact the District. Mr. Polito noted that legal counsel is reviewing and updating the District's rules and regulations, which will be coordinated with the District's consultants, and brought back to the Board for review at a later meeting.

ENGINEERING MATTERS

Engineering Information Report:

Mr. Sekera presented the engineering report to the Board. C&L has started the water maintenance program for 2026 with water system repairs beginning in February. Mr. Sekera noted that Dales Environmental Services (DES) will have a price increase for 2026, and an updated agreement will be presented to the Board at the next meeting to reflect the proposed changes.

The District's backflow prevention device installation project is focused on the easements that are being prepared and need to be executed for 11 sites, required. Once the easements are approved, the installation will be put out for bid.

Mr. Sekera further noted that 2025 backflow tests were completed and that the TruTest will be performing the tests in 2026 tests, with no price increase.

Mr. Sekera discussed the discrepancy detected as shown in the water system analysis. Mr. Carlson and Ms. Chalus discussed the discrepancy noting that net water loss is reported to the State. Mr. Sekera noted that there may be a glitch in the recording software. Ms. Chalus elaborated on possible causes for the discrepancy and proposed trouble shooting of the system. Director Zimmerman asked whether the larger meters have bypasses on them. Ms. Chalus and Mr. Sekera will confirm.

Mr. Sekera provided an update on the Redstone Animal Hospital and noted that extra funds are requested as additional reviews will be required.

Service Agreement for Backflow Prevention Testing with TruTest LLC:

Mr. Sekera and Mr. Carlson reviewed the agreement, reminding the Board that the applicable commercial customers are billed a surcharge to have TruTest perform the required backflow tests. Following discussion, upon a motion made by Director Zimmerman, seconded by Director Olson and, upon vote, unanimously carried, the Board approved the 2026 Service Agreement for Backflow Prevention Testing with TruTest LLC, as presented

MANAGER MATTERS

Mr. Carlson stated that the notice has been posted for the Board to consider adopt the Highlands Ranch Water and Sanitation District drought rates at the March Board meeting. The drought rates would go into effect if they are triggered by HRWSD.

OTHER BUSINESS

Director Zimmerman and Director Olsen expressed concerns regarding pricing and markups in the District maintenance services and suggested cost comparisons by current and alternative maintenance contractors. It was agreed that some investigation and more information on this topic will be presented at the next meeting.

ADJOURNMENT

There being no further business to come before the Board at this time, upon a motion duly made by Director Zimmerman, seconded by Director Olsen and, upon vote, unanimously carried, the meeting was adjourned at 9:17 a.m.

Respectfully submitted,

By _____
Secretary for the Meeting