

RECORD OF PROCEEDINGS

MINUTES OF THE BOARD OF DIRECTORS OF THE COTTONWOOD WATER & SANITATION DISTRICT

September 22, 2026, and continued October 8, 2026.

ATTENDEES Directors present: Linda Dillon, Bill Thomas, Ron Hilton, Cody Flagg, and Steve McCulloch.

Others present September 22, 2026: Luis Tovar, Laurie Tatlock, and Enika Stasko; Mulhern MRE, Inc.

Others present October 8, 2026: Luis Tovar and Missy Piché; Mulhern MRE, Inc. and Carolyn Steffl; Dietze and Davis, P.C.

THE AGENDA The Board considered the proposed agenda. Upon motion, duly made by Director Thomas, seconded by Director Dillon, and upon vote, the revised agenda was unanimously adopted as presented.

PUBLIC COMMENT

No members of the public were present.

CONSENT AGENDA

The Board considered the Consent Agenda. The Consent Agenda included;

- Approval of the minutes from the meetings held August 20, 2026.
- Authorization of Disconnects of Delinquent Accounts.
- Approval of checks numbered, 23967-24004, listed on the check register;
 - ACH 8/25/26, BOK Financial, \$1,348.20 for 07/2026 credit card expenses;
 - ACH 9/1/2026 Path Point Merchant Services \$7,770.28 for EF 08.2026 Credit Card Fees.
 - ACH 8/26/2026 Payroll Specialists, \$1,178.73 – 08.2026 Director's Payroll
 - ACH payment to Xcel Energy on 8/13/26 for \$56.60
 - ACH payment to Xpress Bill Pay on 09/05/26 for \$1,873.88
 - ACH payment to Mulhern MRE, Inc. on 09/03/2026 for \$1,057.98 for EF 08.2026 – BOK Quarterly Bank Fees.
- Disclosure of potential conflicts of interest.

Following Board discussion and upon motion duly made by Director Thomas, seconded by Director Dillon, and upon vote, the Board approved the consent agenda as presented.

FINANCIAL STATEMENTS

Enika Stasko reviewed the Financial Statements for the period ending July 31, 2026, with the Board. After review and discussion, upon motion, duly made by Director Thomas, seconded by Director Dillon, and upon vote, the Board accepted the Financial Statements for the period ending July 31, 2026.

DISCUSSION: 2027 BUDGET (DRAFT)

Luis Tovar reviewed with the Board the 2027 Draft Budget and answered Board questions.

MANAGER'S REPORT

Luis Tovar reviewed the Manager's Report with the Board and answered Board questions.

ACTION ITEMS

Luis Tovar reviewed the following Action Item with the Board:

A. JWPP -BTS Polishing Cell #1 Media Replacement – ACWWA - \$13,580

Following Board discussion and upon motion duly made by Director Thomas, seconded by Director Hilton, and upon vote, the Board unanimously authorized expenditure of the Action Items as presented.

REPORTS

Dashboard – Luis Tovar reviewed the dashboard with the Board and answered Board questions.

Legal Report – Carolyn Steffl noted the legal report dated September 15, 2026, was included in the board packet.

EXECUTIVE SESSION

Pursuant to Sec. 24-6-402(4)(b) and (4)(e), C.R.S., upon motion duly made, seconded and unanimously carried, the Board voted to enter into an executive session for conference with an attorney for the District for the purpose of receiving legal advice on specific legal questions and for the purpose of determining positions relative to matters that may be subject to negotiation, developing strategy for negotiations and instructing negotiators relating to WISE Authority's Desalination Plant Efforts. Following discussion, upon motion, duly made by Director Thomas, seconded by Director Dillon and unanimously carried the Board closed the executive session at 7:15 p.m. and reconvened the regular meeting. The executive session was recorded.

EXECUTIVE SESSION

Pursuant to Sec. 24-6-402(4)(b) and (4)(e), C.R.S., upon motion duly made, seconded and unanimously carried, the Board voted to enter into an executive session for conference with an attorney for the District for the purpose of receiving legal advice on specific legal questions and for the purpose of determining positions relative to matters that may be subject to negotiation, developing strategy for negotiations and instructing negotiators relating to Chambers Reservoir Storage Capacity and Infrastructure Trade partnership with Arapahoe County Water and Wastewater Authority. Following discussion, upon motion, duly made by Director Thomas, seconded by Director Dillon, and unanimously carried the Board closed the executive session at 7:46 p.m. and reconvened the regular meeting. The executive session was recorded.

DIRECTOR ITEMS

Director Thomas asked Ms. Steffl if tap fees are included in shut offs. Ms. Steffl advised Director Thomas that tap fees are not included in shut offs. However, accounts that get turned-off may be subject to disconnect fees, ranging from \$10 to \$25 per occurrence.

ADJOURNMENT

Upon motion, duly made by Director Thomas, seconded by Director Dillon and upon vote, unanimously carried the meeting was adjourned at 8:16 p.m. The next regular meeting of the Board is scheduled for Thursday, October 15, 2026, beginning at 6:30 p.m. at 8334 Sandreed Cir, Parker, CO 80134.

READ AND APPROVED BY THE BOARD:

Date: _____

October 15, 2026

William C Thomas (Pres)

William Thomas, VP/Secretary