

RECORD OF PROCEEDINGS

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

February 19, 2026

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

Others present: Luis Tovar, Laurie Tatlock, Enika Stasko, Shelley Joksimovic; Mulhern MRE, Inc.; Carolyn Steffl and Lauren Davis; Dietze and Davis, P.C.

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

PUBLIC COMMENT There were no members of the public present.

CONSENT AGENDA

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

- Approval of the minutes from the meetings held January 15, 2026 (regular Board meeting) and January 16, 2026 (Board dinner);
- Approval of Disconnect List through January 31, 2026;
- Approval of checks numbered, 23727-23759, listed on the check register;
 - ACH 1/30/26, Mulhern MRE, Inc., \$2,450.00 for 2025 bank fees;
 - ACH 2/1/26, Path Point Merchant Services, \$5,879.04 for EF 01/26 credit card fees;
 - ACH 1/22/26, U.S. Bank NA, \$350,859.81 for DS 01/29/26 2006B debt service;
 - ACH 1/29/26, Payroll Specialists, \$526.15 – Director’s Payroll;
 - ACH payment to Xcel Energy on 1/16/26 for \$115.32 and on 1/28/26 for \$62.34;
 - ACH payment to Xpress Bill Pay on 02/05/26 for \$1,761.88; and
- Authorization of BOK credit cards, with a \$5,00 limit for Luis Tovar and Nolan Cunningham
- Disclosure of potential conflicts of interest

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

FINANCIAL STATEMENTS

Enika Stasko reviewed the Financial Statements for the period ending December 31, 2025 with the Board. After review and discussion, upon motion duly made by Director Thomas, seconded by Director Flagg, and upon vote, the Board accepted the Financial Statements for the period ending December 31, 2025.

PUBLIC HEARING ON AMENDMENT TO RULES AND REGULATIONS

Director Thomas opened a public hearing for discussion on the resolution of the Board of Directors of Cottonwood Water and Sanitation Department amending its rules and regulations regarding dedication of water rights and availability of services at 6:44 p.m. There were no members of the public present.

Carolyn Steffl reviewed the resolution with the Board and addressed Board questions. The Board closed the public hearing at 6:50 p.m.

Following Board discussion and upon motion duly made by Director Thomas, seconded by Director Dillon and upon vote, the Board unanimously adopted the resolution to amend its rules and regulations regarding dedication of water rights and availability of water services.

TRASH COLLECTION UPDATE

Luis Tovar updated the Board on the status with Waste Management proposal and answered Board questions. There will be two phases in the program rollout. The first phase will focus on eligible residents who are already WM customers. The program will begin May 1, 2026. The second phase will focus on customers that would be new to Waste Management.

Following Board discussion and upon motion duly made by Director Thomas, seconded by Director Dillon and upon vote, the Board unanimously approved the terms of the WM contract, subject to minor changes made by legal and management staff.

MANAGER'S REPORT

Luis Tovar reviewed the Manager's Report dated February 19, 2026, and answered Board questions.

ACTION ITEMS

Luis Tovar reviewed the following Action Items with the Board:

1. Trash Collection Contract – Waste Management - a monthly service price for Year One (from 5/1/26 through 12/31/26) for approximately **\$15.88/customer.**
2. Pre & Post Discharge Se Drainage Study – JWPP
 - a. Annual Sampling Program **\$70,400**
 - b. Aquatic Life & Water Quality Engineering **\$15,000**
 - c. Ratify regulatory compliance to support District's efforts to maintain the Se Site Specific Standards – **T&M**
 - d. Longevity Plan Revisions and CDPHE additional sampling **\$6,300**
3. CCPWA 2026 Capital Improvement Projects
 - a. CIP Arapahoe Well LDA Improvements **\$1,786**
 - b. Walker Reservoir Expansion, Phase 1B **\$33,334**
4. Annual CCPWA & UCCWA Membership Dues
 - a. CCPWA 2026 General Fund Assessment **\$10,390**
 - b. UCCWA 2026 Annual Assessment **\$35,000**

Upon motion duly made by Director Thomas, seconded by Director Flagg, and upon vote, the Board approved the actions items listed above in the total amount of **\$172,210.**

REPORTS

Dashboard – Luis Tovar reviewed the dashboard with the Board.

Legal Report – Carolyn Steffl reviewed the legal report with the Board.

DIRECTOR ITEMS

Director Hilton reported that he had received a complaint from a resident about a fire hydrant at King Soopers not being replaced. As this hydrant has been hit multiple times by King Sooper delivery trucks, District Superintendent Nolan

Cunningham is working to resolve the matter, including a possible relocation of the hydrant.

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 Hilton and unanimously carried the Board closed the executive session at 8:24 p.m. and reconvened the regular meeting. The executive session was recorded.

ADJOURNMENT

Upon motion duly made by Director Thomas, seconded by Director Dillon and upon vote, unanimously carried, the meeting was adjourned at 8:25 p.m.

The next regular meeting of the Board is scheduled for Thursday, March 19, 2026, beginning at 6:30 p.m. at 8501 South Jordan Rd, Englewood, CO.

READ AND APPROVED BY THE BOARD:

Date: March 19, 2026

William C Thomas, Secy
William Thomas, Secretary