Park Water Company Board Meeting Agenda

Date: June 30, 2026 - Evergreen Lutheran Church, 5980 Hwy 73, downstairs (Memorial Hall)

Time: 7:00 pm

Call to Order: 7:07 pm

Present: Wayne Shephard - President, Tara Kulp - Vice President/Secretary, Kathy Fisher - Bookkeeper, Craig Fisher - Treasurer, Rhea Slowik - Director, Susan Cotten, Bob Kulp - ORC and 8 members of Park Water

Announcement - Notice of meeting and call for nominations for open Board positions was sent on June 2nd.

Consumer Confidence Report (CCR) - Is available on the website to review. See the Document tab - https://parkwatercompany.org/

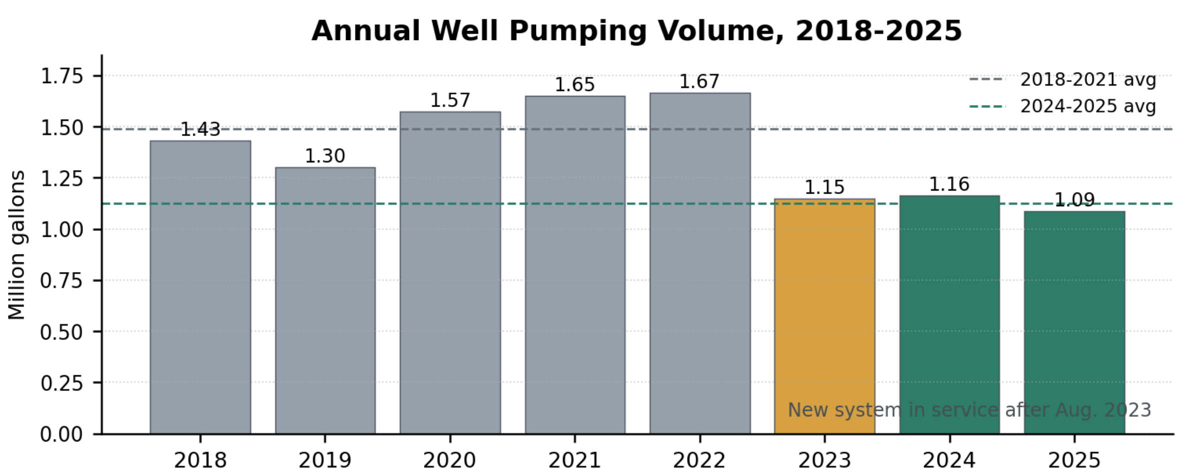
Distribution System Updates & Celebrations -

- Results Post Distribution Main Replacement

Pumped Water Data Summary

Monthly well pumping records show a clear reduction after replacement of the distribution mains.

363,125 **fewer gallons pumped per year** vs. 2018-2021 old-system avg	**995** **fewer gallons pumped per day** estimated annual-average reduction	**24.4%** **lower annual pumping volume** 2024-2025 vs. 2018-2021 avg



Key Findings

Measure	Result
Old-system average, 2018-2021	1,487,679 gal/year
Post-replacement average, 2024-2025	1,124,554 gal/year
Annual reduction from old-system average	363,125 gal/year (24.4%)
Estimated average daily reduction	995 gal/day
2022 major-leak year total	1,666,405 gal
2025 total compared with 2022	578,930 gal lower (34.7%)
September-December same-season reduction	153,110 gal lower (30.7%)
January-April 2026 performance	342,164 gal; tracking improved baseline

Service-line monitoring	Mains are 100% new; remaining near-term leak risk is primarily resident-owned service lines, including middle-aged and very old original galvanized lines. Active monitoring continues.

Note: Data are monthly well pumping totals supplied for 2018 through April 2026. The 2023 year is a transition year because the new distribution system was placed into service at the end of August 2023; early 2023 was already lower than prior years, likely reflecting project work, repairs, operational changes, or demand patterns before final switchover. October 2022 was rounded for reporting. Future leak monitoring will focus especially on service lines, including middle-aged and very old original galvanized lines that remain.

- Procurement of a generator and installation of infrastructure for power outages.

Financial Update

- Zelle is available to pay monthly bills using email address (no texting as PWC has no cell phone).
- Invoices can be emailed, make a request to office@parkwatercompany.org

Treasurer's Report
Overall, Park Water Company's financial position remains stable.

The water distribution system replacement project has been completed. When we were originally approved for the DWRF loan, we hoped the funding would be enough to replace the oldest and most leak-prone portions of the system. Based on the contractor estimates we received at the time, we did not expect it would be enough to replace the entire distribution system. Fortunately, our selected contractor was able to complete the full system replacement within the amount we were approved to borrow.

The current DWRF loan balance is approximately **$797,000**. Annual loan payments are approximately **$40,667** at a fixed interest rate of **2.25%**, and the loan will be repaid over approximately the next **~27 years**. The monthly Capital Improvement Fee continues to be dedicated to funding those loan payments.

During 2025, the Company also incurred approximately **$15,000** in costs related to replacing the IOX treatment media and testing the spent resin. These are not annual expenses, but media replacement is a recurring maintenance item that must be planned and budgeted for over time.

Through the end of June 2026, the Company has collected approximately **$39,800** in revenue and recorded approximately **$16,800** in expenses, resulting in a year-to-date operating surplus of about **$23,000**. This is encouraging because we know a significant expense is coming for disposal of the spent IOX resin. While the Board is actively pursuing the most cost-effective disposal options available, all of the currently viable options are expected to be expensive. Building reserves now will help us manage those costs without creating unnecessary financial strain.

The Board is currently reviewing the long-term budget to ensure our revenues continue to keep pace with the actual cost of operating and maintaining the water system. Based on the best information available today, we believe our current rates are reasonably close to where they need to be. However, as we gain more experience with the long-term costs of IOX media replacement and resin disposal, modest rate adjustments may become necessary.

Our goal is to make any future adjustments **small and incremental**, keeping pace with actual costs while minimizing the likelihood of larger rate increases or special assessments in the future. We will continue looking for opportunities to operate the system efficiently while providing safe, reliable drinking water to the community.

Current Challenges

- Uranium change outs and disposal costs
  - Rhea has a contact with the DOE in Grand Junction that has provided some leads for us to contact for disposal. Rhea and Tara will work on this in July.

- PFAS mitigation is likely on the horizon for us as we've had initial results above the threshold.

Possible Rate Changes

- The loan amount and payment schedule is known. Expenses for the radiological treatment are becoming more clear. A budgetary analysis is in process that is likely to require a rate change. The exact amount and timing is not known at this time. The Board will consider options and seek to do what is necessary without undue burden.
- Questions/Feedback:
    - Clarification was given that we have rescinded the remaining $5,000 on the loan balance as the projects we were hoping to use the funds for are not eligible for use through that grant.
    - A question was asked as to whether we wanted to put a 3rd distribution pump back into operation so that we could use the round robin feature to cycle pumps. Consensus was not reached.
- Status of grant assistance for special districts toward the loan we have were discussed. Rhea had looked into this and said it was likely to need information from each household regarding earnings to see if this was a possibility.

Election of Board Members

- The following two-year terms are expiring:
    - Wayne Shepherd - President
    - Rhea Slowik– Director
- No nominations were received prior to the meeting.
- Call for In-Person Nominations: No nominations
- Vote: Wayne and Rhea will remain in their current positions.

Meeting Adjourned: 7:38 pm