

Apple Springs Sanitary District Meeting Minutes

May 21, 2026 10:30 am Mountain Time (Following HOA Board Meeting)

Location: John House

Attendees: Dan Carlson, John Miller, Mike Short

1. Election Results

1. Review / Signoff Certified Election Results to Lawrence County
2. Email to Residents

2. Financial Update

- a. Checking Balance -\$50,688
Reserve Balance - \$50,040
- b. Projected Net Income of Approximately \$5000 Based on 2nd Quarter spending.
- c. Projected Natural Gas (\$2000), Electric (\$1600) and Internet (\$3000) Savings vs the 2026 budget

- d. Projected Ending Check Book Reserve of \$44,000 + \$50,100 in Savings

Mike, John, and Dan agreed to continue discussion items 2e, 2f at a later date before 2027 budget is required. Mike offered to send 2025 P&L in the near future.

- e. H2O Clear 2025 WWTP P&L? Any Future Impact of lowering Sewer Monthly Rates with District paying for Electric, Gas, Internet, others)?
- f. Thoughts on 2027 Spending
 - i. Stay the Course
 - ii. Increase Paying for WWTP Operating Expenses
 - iii. Stop Paying for WWTP Operating Expenses and Reduce Budget in 2027. Just maintain Project Checking and Savings Reserves.

3. Future of District

- a. Update from Legal Opinion - Phone Meeting on Wednesday 5/26 at 8:30
 - i. Running with 2 Board Members
 - ii. How to Dissolve (County has no Experience in this scenario)
 - iii. Stipend Process
 - iv. Budget Process (What happens if we set budget low in 2027.

- b. District and Mike to discuss if it makes sense to transition ownership of the existing Water and Sewer Line infrastructure under the public access/roads to the Sanitary District.
- 4. How to Increase Desire to be on Board
 - a. Stipend Board Members to Cover Sewer Monthly Bill \$100

Dan and John voted to approved to implement stipend effective July 1. Mike as a non-voting attendee agreed with the concept.

Ex. The Spearfish Valley Sanitary District is governed by a five-member board. Each board member receives a monthly stipend of \$100 for their service to the community

34A-5-28.1. Trustee permitted to contract with district under certain conditions.

Notwithstanding any other provisions of law, a member of the board of trustees of a sanitary district may contract with the district for which the member serves, if the consideration consists of three thousand dollars or less per year and if the consideration for such supplies or services is reasonable and just.

Written By: *Dan Carlson*

Approved By: *John Miller* *5/22/26*