



**DeWeese-Dye Ditch & Reservoir Company
Board Meeting
PO Box 759
Cañon City, CO 81215**

December 1, 2025

Call to Order: President Bolkema called the meeting to order at 5:00 p.m.

Board Directors Present:

Arlin Bolkema
Kenn Estes
Bill Brogoitti
Marc Thompson
Leo French

Board Directors Absent:

Others Present:

Annette Reed-Pugh, Secretary/Treasurer
4 Shareholders
Daniel Morse, NRCS

Absent

Minutes:

The minutes from the November 3, 2025 regular Board meeting and minutes from the November 14, 2025 Special Meeting were e-mailed prior to the meeting. All Board Directors indicated they had read the minutes. President Bolkema called for a motion to approve both sets of minutes as written, Director Brogoitti moved to accept the minutes, Vice President Estes seconded, all voted in favor.

Financial Report:

a) Presentation of the bills:

- The list of November bills was provided to the Board for review. Discussion ensued on the project bills and the regular bills. President Bolkema called for a motion to approve payment of the revised regular bills. Director Thompson moved to pay the bills, Vice President Estes seconded, and all voted in favor of the motion. After discussion and consideration, Secretary/Treasurer Reed-Pugh was instructed to transfer monies from the Money Market account for the regular monthly bills to include Avalanche and Kagan project invoices.

b) Balance Sheet and Income Summary:

The financial reports were provided to the Board to review prior to the meeting, and anyone with questions were directed to speak with Secretary/Treasurer Reed-Pugh.

Old Business:

a) Reservoir Extension Update:

Nothing new to report

b) BLM/CWCB Grant Update:

Project remains on hold until costs and contractors can be researched and updated. Awaiting information from contractors.

New Business:

a) Daniel Morse, NRCS:

Representative Daniel Morse from the NRCS was asked to speak about grant funding/EQUIP grant funding through the NRCS. Daniel provided information and an explanation of grant funding available, tax exempt status guidelines, registration with the Farm Service Agency, and deadlines for the application. The Board asked related questions and Daniel clarified and provided answers to the questions. Secretary Reed-Pugh has most the of application completed and is awaiting response from Megan Colletti before proceeding further. Rob Fontaine will be the person to contact to engineer grants. NRCS will only pay for material, and the application will be more favorable if it is multi-beneficial with a cohesive narrative. Grants are usually 40% to 50%. A lottery grant was also discussed, and has 2 cycles per year. Research will be done to look further into all grant funding opportunities.

b) Secretary/Treasurer Business Items: Secretary/Treasurer Reed-Pugh discussed business items and issues, and provided an update on receivables for 2025.

- a) Annual meeting agenda draft was provided to the Board. After some discussion and verbiage recommendations for the change in by-laws section, President Bolkema called for a motion to approve the annual agenda with the changes discussed. Director Thompson motioned to approve the revised agenda, and Director Brogoitti seconded, all voted in favor.
- b) 2026 Annual draft budget was proved to the Board. Discussion ensued, with minor changes made to the draft, to include a reduction in pipe expense, as most pipe projects will be completed via monies from UAWCD. President Bolkema called for a motion to approve the 2026 annual draft budget with the changes. Director Thompson moved to accept the 2026 Annual budget, Director French seconded, and all voted in favor.
- c) Resolution 2025-6 Lionstone Wealth Group was provided to the Board for signatures and adoption. Lionstone Wealth Group will be contacted to get the investment portfolio set up, agreed to by the Board at the November 14, 2025 special meeting.
- d) Met with Accountant to discuss tax liability and sales tax exempt items. We are liable for taxes on the monies from UAWCD, and were denied a sales tax exempt certificate, as we are not a government or charitable entity. However, the tax liability could be made up on investment earnings in approximately 3 years. All equipment, pipe, and projects purchased in 2025 will count toward lowering the tax liability.

c) Major Ditch Repairs:
Discussion ensued on projects that are being considered.

d) Ditch Superintendent Update:
A project list has been provided previously and will be prioritized.

e) Shareholder questions: The floor was opened to shareholders questions and/or comments. There were no questions or comments brought before the Board.

NOTE: Reminder to Shareholders: Shareholders are expected to clean and maintain their laterals, as per our governing By-laws. Violations will be issued to Shareholders for non-compliance with our by-laws; up to and including termination of water delivery.

f) Other Business:

- Scada system: President Bolkema provided information on the meeting with Bruce of Hydrologik (site meeting at the dam) held on Wednesday November 26, 2026. The meeting went well, and should result in a reduction of costs as the project was simpler than what Bruce had initially anticipated. He will provide a new quote once he has all of the information put together. Discussion ensued with regard to the projects and what each project entailed. President Bolkema called for a motion to approve contracting Hydrologik for the scada work, not to exceed \$160,000.00. Director French motioned to approve, Director Thompson seconded, and all voted in favor.
- Outlet pipe project: Met with Kagan and Son on site to discuss what was needed to clear the access to the outlet pipe. Walked the project area and discussed in detail with Andy about what was needed. President Bolkema called for a motion to contract Andy Kagan, Kagan and Son, to clear roadway access to the outlet pipe at the dam, in the amount not to exceed \$18,457.00. Director French motioned to approve, Director Brogoitti seconded, and all voted in favor.
- Log House Project: President Bolkema called for a motion to contract Avalanche to complete pipe installation no to exceed \$27,720.00. Director Thompson motioned to approve, Director French seconded, all voted in favor.
- Company vehicle, company trailer, company equipment: will purchase a company truck once we find one suitable. Director Thompson has provided information to local dealerships, and President Bolkema and Director Thompson have been researching possible vehicles. The budget will be \$20,000.00.
- Telemetry system: information was provided to the Board on the equipment needed and possible ways to complete the project

Adjournment: With no other business to consider, President Bolkema called for a motion to adjourn. The meeting was adjourned at 7:10 p.m., via a motion by Director French, and seconded by Director Brogoitti, and a unanimous vote in favor.

Respectfully submitted,

Annette Reed-Pugh
Secretary/Treasurer