

**MINUTES OF THE BOARD MEETING
OF THE BOARD OF DIRECTORS OF THE
DENVER SOUTHEAST SUBURBAN WATER
AND SANITATION DISTRICT**

A regular meeting of the Board of Directors of the Denver Southeast Suburban Water and Sanitation District was held on Wednesday February 18, 2020 at the District Office at 5242 Old Schoolhouse Road, the time and place of the meeting according to the posted notices. Present were Chairman Walter Partridge, District Board Members Heidi Tackett, Russ Hokanson Steve Tinnes and Jim McGannon. Also present were Heather Beasley, District Manager, Kevin Collins, District Accountant, and Joe Kinlaw, District Counsel. Russ Hokanson's absence was excused.

Chairman Partridge called the meeting to order at 6:30 pm and established that a quorum of the Board was present.

DIRECTOR BUSINESS

Director Tinnes asked questions about what the Water Project Fee funded and asked to investigate the business case to fund a Beacon EyeOnWater endpoint on all residential meters. Director McGannon agreed with Director Tinnes. Director Tinnes will work with Manager Beasley to work on a business case to present to the Board later.

Director McGannon circulated the information for addition to the District's website regarding the purpose of the Water Efficiency Task Force. Joe Kinlaw had some comments on some of the wording but said generally it looked good.

Chairman Partridge let the other Board members know that he will not be able to attend the next Board meeting. He confirmed that Director Tackett will be writing the letter for the next newsletter.

PUBLIC COMMENT FOR ITEMS NOT ON THE AGENDA

Ken Smith, resident of the Pinery and member on the Water Efficiency Task Force, addressed the Board about his ideas for a revised rate structure.

Charles Seay and Ryan Hustek, residents of the Pinery, addressed the Board regarding a mix up of the meter reading on the two customers' bills. Manager Beasley committed to having a meeting with the two to audit their accounts and make sure their bills were corrected.

Mr. Hustek asked about whether the District has looked into utilizing a nonpotable water system for the irrigation needs of the District. There was a short discussion about the economics of a dual-pipe system.

MINUTES OF THE DECEMBER REGULAR BOARD MEETING

The minutes for the January Regular Board meeting were approved as presented.

Motion: Jim McGannon

Seconded: Steve Tinnes

Vote: All Directors present voted in favor.

CONSENT AGENDA:

RESOLUTION 2020-06 APPROVING ASSUMPTION OF DEVELOPER SERVICE AGREEMENT (FORESTAR USA REAL ESTATE GROUP) TO TF PINERY WEST

A motion was entered to approve Resolution 2020-06.

Motion: Walt Partridge

Second: Russ Hokanson

Vote: All Directors present voted in favor.

ITEMS FOR DISCUSSION AND BOARD ACTION:

RESOLUTION 2020-07 APPROVING THE ASSIGNMENT AND FOURTH AMENDMENT TO DENVER SOUTHEAST SUBURBAN WATER AND SANITATION DISTRICT SERVICE AGREEMENT TO THE CANYONS

A motion was entered to approve Resolutions 2020-07.

Motion: Walt Partridge

Second: Russ Hokanson

Vote: All Directors present voted in favor.

RESOLUTION 2020-08 APPROVING INTERGOVERNMENTAL AGREEMENT BETWEEN DENVER SOUTHEAST SUBURBAN WATER AND SANITATION DISTRICT AND THE TOWN OF CASTLE ROCK RELATED TO THE CANYONS

A motion was entered to approve Resolutions 2020-08.

Motion: Jim McGannon

Second: Russ Hokanson

Vote: All Directors present voted in favor.

RESOLUTION 2020-09 WAIVING RIGHT OF FIRST REFUSAL AND APPROVING CERTAIN DOCUMENTS RELATED TO AN ASSET PURCHASE AGREEMENT BY AND BETWEEN THE TOWN OF CASTLE ROCK AND ARAPAHOE COUNTY WATER AND WASTEWATER AUTHORITY RELATED TO THE CHERRY CREEK PROJECT WATER AUTHORITY

A motion was entered to approve Resolutions 2020-08.

Motion: Russ Hokanson

Second: Steve Tinnes

Vote: All Directors present voted in favor.

ATTORNEY REPORT

Joe Kinlaw presented the monthly Attorney Report. There was a discussion about the upcoming election and Manager Beasley reminded Chairman Partridge and Director Hokanson that Self Nomination forms are due by February 28th.

ACCOUNTANT REPORT

There were no financial statements for review due to books being open for the 2019 District Audit.

TREASURER REPORT

Treasurer Tinnes discussed the status of the District's net worth, working capital and debt to equity. He presented the District's January Disbursement and Interim reports for approval. There was a motion to approve the interim payments of \$1,915,228.36 and the current disbursements in the amount of \$676,607.49.

Motion: Steve Tinnes

Second: Walt Partridge

Vote: All Directors present voted in favor.

MANAGER REPORT

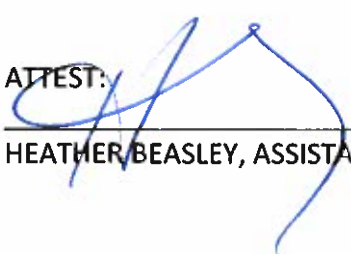
Manager Beasley updated the Board on items of importance to the District. There was a discussion about the South Metro WISE Authority's 2020 budget and how it translates into the District's budget. Manager Beasley committed to report back to the Board on the resolution of the Seay/Hustek situation.

There being no additional business to come before the Board, Chairman Partridge noted the time of the next meeting on Wednesday March 18, 2020 starting at 6:30 PM and adjourned the meeting at 7:53 PM.



WALTER PARTRIDGE, CHAIRMAN
DENVER SOUTHEAST SUBURBAN WATER & SANITATION DISTRICT

ATTEST:



HEATHER BEASLEY, ASSISTANT SECRETARY