

**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 September 18, 2024, the time, and place of the meeting according to the posted notices. Present were Chairman Walt Partridge, Rod Bergholm, Joshua Connors, and Chuck Hinson. Jim McGannon was absent and excused. Chairman Partridge opened the meeting at 6:00 PM and established that there was a quorum. Also, present were Heather Beasley, District Manager, Dan Hammann, District Director of Operation, and Joe Kinlaw, District General Counsel.

DIRECTOR BUSINESS

Chairman Partridge let the Board know that he will be responsible for writing the newsletter for this coming month. He reminded the Board about the open house at Walker Reservoir next week to celebrate the completion of the project. Chairman Partridge also asked the Board to change the meeting of the regular October Board meeting. The Board decided on October 2nd for the next meeting and Chairman Partridge made a motion to set the October Regular Board meeting for October 2, 2024, at 6:00 PM. Director Bergholm seconded the motion. All Directors present voted in favor.

PUBLIC COMMENT FOR ITEMS NOT ON THE AGENDA

Michael Schildt, a resident of the District, was present at the meeting. He asked about the details of the Walker Reservoir open house. He also asked who the other members are in the CCPWA besides Pinery and Castle Rock. Manager Beasley told Mr. Schildt that Inverness WSD and Cottonwood WSD are the other two members of the Authority. Mr. Schildt asked the Chairman if it would be acceptable to ask questions about the WISE project when it will be discussed later in the meeting. Chairman Partridge agreed to let Mr. Schildt participate in that discussion.

MINUTES OF THE AUGUST 21, 2024 REGULAR BOARD MEETING

Treasurer Connors made a motion to approve the minutes for the August 21, 2024, Regular Board meeting with three corrections. The motion was seconded by Director Hinson. All Directors present voted in favor.

BOARD ACTION OR DISCUSSION ITEMS

RESOLUTION 2024-25 APPROVING A REVISION TO THE DISTRICT RESERVE POLICY

Manager Beasley presented the final version of the District Reserve Policy that has been revised from the first version adopted in November 2023. This version caps the Repair and Replacement Capital component of the reserve to \$7M. Treasurer Connors made a motion to approve Resolution 2024-25. The motion was seconded by Director Bergholm. All Directors present voted in favor.

RESOLUTION 2024-30 APPROVING A CHANGE ORDER FOR DESIGN SERVICES OF THE NITRIFICATION AND AERATION MODIFICATION AND LAGOON LINER PROJECT

Director Bergholm made a motion to approve Resolution 2024-30. The motion was seconded by Director Hinson. All Directors present voted in favor.

DISCUSSION REGARDING THE REVISED SCENARIO 1 WATER RATE DESIGN

Treasurer Connors discussed the thinking and the process behind developing the Revised Scenario 1 Water Rate Design. The other Board members agreed that this was an improvement over the Scenario 1 Rate Design presented in the August Board meeting. Chairman Partridge made a motion to finalize the Rates and Fees Study with the plan to implement the Revised Scenario 1 Water Rate Design in 2025. The Board directed Manager Beasley, with the consultant team, to finalize the Study report and present the draft to the Board in the coming months. The Board also asked the consultant team to evaluate all the miscellaneous fees the District charges to determine if any changes are needed. Director Bergholm seconded the motion. All Directors present voted in favor.

DISCUSSION REGARDING THE 2ND DRAFT OF THE 2025 DISTRICT BUDGET

There was some discussion about the 2nd Draft of the 2025 District Budget. Manager Beasley will investigate revising the conservation line item to add more landscape removal funds. Staff hope to have the final version prepared for the Board meeting on October 2nd but will have it no later than the date needed to post for the Public Hearing.

SET A PUBLIC HEARING FOR 2025 DISTRICT BUDGET AND 2025 RATES AND FEES

Chairman Partridge made a motion to set a Public Hearing to review the 2025 District Budget and any proposed revisions the District water and wastewater rates and fees and tap fees. The meeting will be held on November 20, 2024, at 6:00 PM located at the District Office. All necessary notices will be prepared and posted. Treasurer Connors seconded the motion. All Directors present voted in favor.

ATTORNEY REPORT

Mr. Kinlaw presented his Attorney Report. He let the Board know that there was not much to report about this month.

ACCOUNTANT REPORT

Thuy Dam was not present to present the Financial Statements as of August 31, 2024, but Manager Beasley was available to answer any questions. There were no questions.

TREASURER REPORT

Treasurer Connors presented the Interim and Disbursement reports. Treasurer Connors made a motion to approve the interim payments of \$910,630.68 and the current disbursements in the amount of \$205,204.15 for a total authorization of payments in the amount of \$1,115,834.83. Director Bergholm seconded the motion. All Directors present voted in favor.

Manager Beasley sent a memo to the Board of Directors on Monday September 16th. She asked if there were any questions regarding the information in the memo. Components of the Net Diligence Quiet Audit Cyber Assessment was discussed along with the 2025 Business Technology Plan that will continue efforts toward guarding the District against Cyber threats. Manager Beasley pointed out that the continued progress was noted and accounted for in the 2025 District Budget.

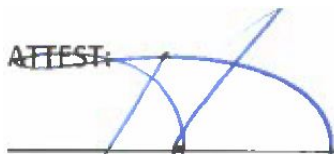
The Board also discussed the WISE project, and the future costs associated with continuing to participate in that organization. The discussion ended with the Board directing Manager Beasley to investigate a two-prong approach to reducing the District's need for the WISE water which involves 1) expanding storage capacity in the Walker Reservoir and 2) reducing the District's summertime water demand. Manager Beasley will meet with the Water Efficiency Task Force to brainstorm some ways to get the community involved in reducing its summertime consumption.

There being no additional business to come before the Board, Chairman Partridge adjourned the meeting at 8:25 PM.



WALT PARTRIDGE
CHAIRMAN, DENVER SOUTHEAST SUBURBAN WATER & SANITATION
DISTRICT

ATTEST:



HEATHER BEASLEY, ASSISTANT SECRETARY